

Question 3

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Land and Buildings Account

01/01/2004	Balance b/d	500,000 [1]			
01/01/2004	Revaluation Res.	<u>100,000</u> [1]	31/12/2004	Balance c/d	<u>600,000</u>
		<u>600,000</u>			<u>600,000</u>
01/01/2005	Balance b/d	600,000	01/01/2005	Disposal	240,000 [1]
		<u>600,000</u>	31/12/2005	Balance c/d	<u>360,000</u>
					<u>600,000</u>
01/01/2006	Balance b/d	360,000 [1]			
	Bank	400,000 [1]			
	Bank	150,000 [1]			
	Wages	<u>50,000</u> [1]	31/12/2006	Balance c/d	<u>960,000</u>
		<u>960,000</u>			<u>960,000</u>
01/01/2007	Balance b/d	960,000			
01/01/2007	Revaluation Res	<u>96,000</u> [2]	3/12/2007	Balance c/d	<u>1,056,000</u>
		<u>1,056,000</u>			<u>1,056,000</u>
01/01/2008	Balance b/d	1,056,000	01/01/2008	Disposal	396,000 [3]
	Revaluation Res.	<u>90,000</u> [3]	31/12/2008	Balance c/d	<u>750,000</u>
		<u>1,146,000</u>			<u>1,146,000</u>
01/01/2009	Balance b/d	750,000			

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Provision for Depreciation Account

01/01/2004	Revaluation Res.	23,200 [2]	01/01/2004	Balance b/d	23,200 [2]
31/12/2004	Balance c/d	<u>7,200</u>	31/12/2004	Profit & Loss	<u>7,200</u> [2]
		<u>30,400</u>			<u>30,400</u>
31/12/2005	Balance c/d	14,400	01/01/2005	Balance b/d	7,200
		<u>14,400</u>	31/12/2005	Profit & Loss	<u>7,200</u> [2]
					<u>14,400</u>
31/12/2006	Balance c/d	33,600	01/01/2006	Balance b/d	14,400
		<u>33,600</u>	31/12/2006	Profit & Loss	<u>19,200</u> [2]
					<u>33,600</u>
01/01/2007	Revaluation Res.	33,600 [2]	01/01/2007	Balance b/d	33,600
31/12/2007	Balance c/d	<u>21,120</u>	31/12/2007	Profit & Loss	<u>21,120</u> [2]
		<u>54,720</u>			<u>54,720</u>
01/01/2008	Disposal	7,920 [2]	01/01/2008	Balance b/d	21,120
	Revaluation Res.	13,200 [3]	31/12/2008	Profit & Loss	<u>15,000</u> [2]
31/12/2008	Balance c/d	<u>15,000</u>			
		<u>36,120</u>			<u>36,120</u>
			01/01/2009	Balance b/d	15,000

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Disposal of Land Account

1/1/2005	Land	240,000 [1]	1/1/2005	Bank	280,000 [1]
31/12/2005	Profit & Loss a/c	<u>40,000 [1]</u>			
		<u>280,000</u>			<u>280,000</u>

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Disposal of Buildings

1/1/2008	Buildings	396,000 [1]	1/1/2008	Bank	420,000 [1]
	Profit & Loss	<u>31,920 [1]</u>		Depreciation	<u>7,920 [1]</u>
		<u>427,920</u>			<u>427,920</u>

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Revaluation Reserve Account

1/01/2005	Revenue Res.	30,000 [1]	1/1/2004	L & B	100,000 [1]
1/01/2008	Revenue Res.	150,800 [1]		Prov for Dep	23,200 [1]
31/12/2008	Balance c/d	175,200 [2]	1/1/2007	L & B	96,000 [1]
				Prov for Dep	33,600 [1]
			1/1/2008	L & B	90,000 [1]
				Prov for Dep	<u>13,200 [1]</u>
		<u>356,000</u>			<u>356,000</u>
			31/12/2008	Balance b/d	175,200

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Revenue Reserve Account

1/1/2005	Reval Res	30,000 [1]
1/1/2008	Reval Res.	<u>150,800 [1]</u>
		<u>180,800</u>

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Balance Sheet (extract) as at 31/12/2008

Fixed Assets	€	€	€
Land and Buildings	750,000 [1]	15,000 [1]	735,000 [1]
Capital and Reserves			
Revaluation Reserve			175,200 [1]
Revenue Reserve			180,800 [1]