

4. Tabular Statements

The financial position of Flynn Ltd on 01/01/2012 is shown in the following Balance Sheet:

Balance Sheet as at 01/01/2012

	Cost €	Dep. to date €	Net €
Fixed Assets			
Land & Buildings	535,000	27,000	508,000
Delivery Vans	94,000	36,800	57,200
	<u>629,000</u>	<u>63,800</u>	565,200
Current Assets			
Stock	45,800		
Debtors	32,900		
Insurance prepaid	<u>1,850</u>	80,550	
Less Creditors: amounts falling due within 1 year			
Creditors	43,500		
Bank	10,300		
Expenses due	<u>1,450</u>	(55,250)	
Net Current Assets			<u>25,300</u>
			<u>590,500</u>
Financed by			
Capital and Reserves			
Authorised - 750,000 Ordinary shares @ €1 each			
Issued - 500,000 Ordinary shares @ €1 each		500,000	
Share Premium		75,000	
Profit and Loss Balance		<u>15,500</u>	590,500
			<u>590,500</u>

The following transactions took place during 2012:

- Jan. Flynn Ltd bought an adjoining business on 01/01/2012 which included buildings €230,000, delivery vans €25,000 and creditors €35,500. The purchase price was discharged by granting the seller 220,000 shares in Flynn Ltd at a premium of 10 cent per share.
- Mar. A creditor, who was owed €9,700 by Flynn Ltd, accepted a delivery van, the book value of which was €10,000, in full settlement of the debt. This delivery van had cost €16,000.
- May Flynn Ltd decided to re-value the land and buildings on 01/05/2012 at €860,000. The land element of the new value is €110,000.
- Jul. Received a bank statement on 31 July showing a direct debit of €5,400 to cover fire insurance for year ended 31/07/2013 and a credit transfer received of €7,200 to cover 9 months rent in advance from 1 July.
- Sept. A delivery van which cost €18,000 was traded in against a new van costing €29,000. An allowance of €6,500 was made for the old van. Depreciation to date on the old van was €12,500.
- Nov. A payment of €1,200 was received from B. MacCurtin, a debtor, whose debt had been previously written off and who wishes to trade with Flynn Ltd again. This represents 30% of the original debt and the debtor had undertaken to pay the remainder of the debt in March 2013. On the same day, goods valued at €420 were sold on credit to MacCurtin. This is a mark-up of 20%.
- Dec. Depreciation on buildings is charged at the rate of 2% per annum of value at 01/05/2012. The total depreciation charge on delivery vans for the year was €14,500.

Required:

Record on a tabular statement the effect each of the above transactions had on the relevant asset and liability and ascertain the total assets and liabilities on 31/12/2012. (60)

(60 marks)