

2. Tabular Statement

The financial position of Dill Ltd on 01/01/2018 is shown in the following Balance Sheet:

Balance Sheet as at 01/01/2018				
	Cost	Dep. to date	Net	Total
	€	€	€	€
Intangible Assets				
Goodwill (cost €65,000)				52,000
Tangible Fixed Assets				
Land and Buildings	720,000	43,200	676,800	
Equipment	45,000	5,000	40,000	
Delivery Vans	75,000	15,000	60,000	
	840,000	63,200	776,800	776,800
Current Assets				
Stock		60,600		
Debtors (less provision 5%)		71,250		
Insurance prepaid		900		
Bank		13,800	146,550	
Less Creditors: amounts falling due within 1 year				
Creditors		42,000		
VAT		9,500		
Expenses due		12,200	(63,700)	
Net Current Assets				82,850
				911,650
Financed by				
Capital and Reserves				
Authorised – 900,000 Ordinary Shares @ €1 each				
Issued – 750,000 Ordinary Shares @ €1 each			750,000	
Share Premium			25,000	
Profit and Loss balance			136,650	911,650
				911,650

The following transactions took place during 2018:

- Jan. Dill Ltd decided to re-value land and buildings on 01/01/2018 at €900,000. The land element of the new value is €120,000.
- Feb. Dill Ltd bought an adjoining business on 01/02/2018 which included buildings €150,000, delivery vans €30,000, debtors €11,000 and creditors €31,000. The purchase price was discharged by granting the seller 150,000 shares in Dill Ltd at a premium of 15c per share.
- Apr. Received a bank statement at the end of April showing a standing order of €3,720 to cover insurance for the year ended 31/03/2019 and a direct debit of €5,400 to cover security costs for the year ended 30/06/2018.
- June Goods to the value of €7,380 were sold on credit. This figure includes VAT at 23% and a mark-up on cost of 20%.
- July A payment from a liquidator on behalf of a debtor was received directly into the bank. This represented a first and final payment of 25c in the €1 in respect of a debt of €8,000.
- Sept. Goods previously bought for €3,690 by Dill Ltd were returned. This figure included VAT at 23%. Dill Ltd received a credit note for €3,390 only due to a delay in returning these goods.
- Dec. The depreciation charge on buildings for the year is 2% of book value. The depreciation charge is to be calculated from the date of valuation and the date of purchase.

You are required to:

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 31/12/2018.

(60 marks)