

7. Tabular Statement

The financial position of Fallon Ltd on 01/01/2016 is shown in the following Balance Sheet:

Balance Sheet as at 01/01/2016			
	Cost	Dep. to date	Net
	€	€	€
Fixed Assets			
Land and buildings	560,000	28,000	532,000
Delivery vans	85,000	39,000	46,000
	645,000	67,000	578,000
Current Assets			
Stock	60,400		
Debtors (less provision 5%)	64,600	125,000	
Less Creditors: amounts falling due within 1 year			
Creditors	54,000		
Bank	27,000		
Expenses due	4,000	(85,000)	
Net Current Assets			40,000
			618,000
Financed by			
Capital and Reserves			
Authorised - 700,000 Ordinary shares @ €1 each			
Issued - 400,000 Ordinary shares @ €1 each		400,000	
Share premium		56,000	
Profit and Loss balance		162,000	618,000
			618,000

The following transactions took place during 2016:

- Jan. Fallon Ltd decided to re-value the land and buildings on 01/01/2016 at €740,000. The land element of the new value is €90,000.
- Feb. Fallon Ltd bought an adjoining business on 01/02/2016 which included buildings €210,000, delivery vans €45,000, debtors €12,000 and creditors €9,000. The purchase price was discharged by granting the seller 240,000 shares in Fallon Ltd at a premium of 25c per share.
- Mar. Management decided that the provision for bad debts should be reduced to 4% of debtors.
- Apr. A delivery van, which cost €24,000, was traded in against a new van costing €45,000. An allowance of €12,000 was made for the old van. Depreciation to date on the old van was €13,500.
- May Received a bank statement at the end of May showing a direct debit of €4,800 to cover insurance for the year ended 30/04/2017 and a credit transfer received of €7,700 to cover 11 months' rent receivable in advance from May 1.
- July A payment of €900 was received from P. Lay, a debtor, whose debt had been previously written off and who now wishes to trade with Fallon Ltd again. This represents 60% of the original debt and the debtor had undertaken to pay the remainder of the debt in March 2017. On the same day, goods to the value of €960 were sold on credit to Lay. This was a mark-up on cost of 20%.
- Aug. Goods previously sold for €600 were returned. The selling price of these goods was cost plus 20%. A credit note was issued showing a deduction of 10% of the selling price as a restocking charge.
- Sept. A creditor, who was owed €8,000 by Fallon Ltd, accepted a delivery van, the book value of which was €9,500, in full settlement of the debt. This delivery van had cost €13,000.
- Oct. A dividend of 5 cent per share was paid on all issued shares.
- Nov. Received €75,000 from the issue of the remaining shares.
- Dec. The depreciation charge on buildings for the year is to be 2% of book value. The depreciation charge is to be calculated from date of valuation and date of purchase. The total depreciation charge on delivery vans for the year was €22,000.

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 31/12/2016.

(100 marks)