

Tabular 2009

2. Tabular Statement

The financial position of Yeats Ltd on 1/1/2008 is shown in the following balance sheet:

Balance sheet as at 1/1/2008

	Cost	Dep. to date	Net
	€	€	€
Fixed Assets			
Goodwill (cost €45,000)			35,000
Land & buildings	660,000	52,800	607,200
Delivery vans	<u>80,000</u>	<u>32,000</u>	<u>48,000</u>
	<u>740,000</u>	<u>84,800</u>	690,200
Current Assets			
Stock	88,700		
Insurance prepaid	1,400		
Debtors	<u>57,100</u>	147,200	
Less Creditors: amount falling due within 1 year			
Creditors	79,600		
Bank	14,300		
Wages due	<u>3,500</u>	<u>97,400</u>	<u>49,800</u>
			<u>740,000</u>
Financed by			
Capital and Reserves			
Authorised – 800,000 ordinary shares @ €1 each			
Issued – 500,000 ordinary shares @ €1 each		500,000	
Share premium		100,000	
Profit and loss balance		<u>140,000</u>	<u>740,000</u>
			<u>740,000</u>

The following transactions took place during 2008:

- Jan Yeats Ltd bought an adjoining business on 1/1/2008 which included buildings €260,000, delivery vans €52,000 and creditors €38,000. The purchase price was discharged by granting the seller 250,000 shares in Yeats Ltd at a premium 20c per share.
- Feb A creditor who was owed €8,800 by Yeats Ltd accepted a delivery van, the book value of which was €9,000, in full settlement of the debt. This delivery van had cost €14,000.
- March Received a bank statement on 1st March showing a direct debit of €9,600 to cover fire insurance for year ended 28/2/2009 and a credit transfer received of €7,700 to cover 11 months rent receivable in advance from March 1.
- April Yeats Ltd decided to re-value the land and buildings on 1/4/2008 at €970,000. The land element of the new value is €140,000.
- July A delivery van, which cost €15,000, was traded in against a new van costing €24,000. An allowance of €4,500 was made for the old van. Depreciation to date on the old van was €12,000.
- Aug A payment of €1,750 was received from J. O'Brien, a debtor, whose debt had been previously written off and who now wishes to trade with Yeats Ltd again. This represents 70% of the original debt and O'Brien had undertaken to pay the remainder of the debt in January 2009. On the same day goods valued at €500 were sold on credit to O'Brien. This is a mark-up of 25%.
- Dec Depreciation on buildings is charged at the rate of 2% per annum of value at 1/4/2008. The depreciation charge for the year on delivery vans was €25,400.

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 31/12/2008.

(60 marks)