

Tabular 2001

2. Tabular Statement

The financial position of Quirke Ltd on 1/1/2000 is shown in the following balance sheet:

| Balance sheet as at 1/1/2000 | | | |
|---|----------------|------------------------|----------------|
| | Cost | Dep to date | Net |
| | £ | £ | £ |
| Fixed Assets | | | |
| Land & buildings | 350,000 | 28,000 | 322,000 |
| Delivery vans | <u>65,000</u> | <u>26,000</u> | <u>39,000</u> |
| | <u>415,000</u> | <u>54,000</u> | 361,000 |
| Current Assets | | | |
| Stock | 63,700 | | |
| Insurance prepaid | 700 | | |
| Debtors | <u>52,600</u> | 117,000 | |
| Less Creditors: amount falling due within 1 year | | | |
| Creditors | 51,500 | | |
| Bank | 11,700 | | |
| Wages due | <u>2,800</u> | <u>66,000</u> | |
| Net Current Assets | | | <u>51,000</u> |
| | | | <u>412,000</u> |
| Financed by | | | |
| Capital and Reserves | | | |
| Authorised - 450,000 ordinary shares @ £1 each | | | |
| Issued - 300,000 ordinary shares @ £1 each | | 300,000 | |
| Share premium | | 36,000 | |
| Profit and loss balance | | <u>76,000</u> | <u>412,000</u> |
| | | | <u>412,000</u> |

The following transactions took place during 2000:

| | |
|-------|---|
| Jan | Quirke Ltd decided to re-value the land and buildings at £480,000 on 1/1/2000 which includes land now valued at £80,000. |
| Feb | Quirke Ltd bought an adjoining business on 1/2/2000 which included buildings £120,000, delivery vans £44,000 and creditors £24,000. The purchase price was discharged by granting the seller 120,000 shares in Quirke Ltd at a premium 25p per share. |
| March | Goods previously bought for £2,500 by Quirke Ltd were returned. Owing to a delay in returning these goods a credit note was issued showing a deduction of 10% of invoice price as a restocking charge. |
| April | A delivery van which cost £16,000 was traded-in against a new van costing £28,000. An allowance of £7,500 was made for the old van. Depreciation to date on the old van was £9,600 and the depreciation charge for the year was £20,000. |
| May | Received a bank statement on May 31 showing a direct debit of £1,800 to cover fire insurance for year ended 31/5/2001. |
| July | A payment of £500 was received from a debtor whose debt had been previously written off and who now wishes to trade with Quirke Ltd again. This represents 40% of the original debt and the debtor had undertaken to pay the remainder of the debt in January 2001. |
| Dec | The buildings depreciation charge for the year to be 2% of book value. The depreciation charge to be calculated from date of valuation and 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 31/12/2000.

(60 marks)

