

Chapter 1: Income

3.

	Regular	Irregular
Commission received		✓
Monthly salary	✓	
Unemployment benefit	✓	
Overtime		✓
Interest on savings	✓	

4.

Company car

12.

John O' Shea		Employee no. 22	Week no. 29	19 May 2005
Pay	€	Deductions	€	
Basic	750.00	PAYE	200.00	
Overtime	150.00	PRSI	65.00	
		Savings	240.00	Net Pay
Gross Pay	€900.00	Total Deductions	€505.00	€395.00

13.

Robbie Duff		Employee no.2	Week no. 4	28 Jan 2007
Pay	€	Deductions	€	
Basic	420.00	PAYE	110.00	
Overtime	95.00	PRSI	51.50	
		Trade Union	13.00	Net Pay
Gross Pay	€515.00	Total Deductions	€174.50	€340.50

14.

Pauline Collins		Employee no.10	Week no. 10	10 Mar 2006
Pay	€	Deductions	€	
Basic	380.00	PAYE	80.00	
Overtime	20.00	PRSI	35.00	
		VHI	20.00	Net Pay
Gross Pay	€400.00	Total Deductions	€135.00	€265.00

15.

1.	E. Conlon
2.	R. O'Carroll
3.	M. O'Connell
4.	P. O'Connor

16.

1.	Robbie Keane
2.	Roy Keane
3.	Gary Neville
4.	Phil Neville

Chapter 2: Expenditure

8.

- (a) 901-375-667
- (b) Anne O'Connell
- (c) 16 July 06 – 16 Sep 06
- (d) 514
- (e) €76.16

9.

- (a) 380
- (b) €65.10

10.

- (a) 204
- (b) €42.79

11.

Fixed	Irregular	Discretionary
Car insurance	Car service	Going to cinema
Mortgage repayments	Groceries	Mobile phone credit
Car loan	ESB bill	Redecorating the house
		Bar of chocolate
		Holiday in Spain

13.

- (a) 95c
- (b) The bar of chocolate

14.

- (b)

15.

- (c)

4.

Date 20--	Details	Cash	Bank	Salary	Other	Date 20--	Details	Chq. no.	Cash	Bank	Groc	Car.	Mortgage	ESB	Other
		€	€	€	€				€	€	€	€		€	€
01/11	Bal b/d	120	950			02/11	Petrol		55			55			
06/11	Salary		2,100	2,100		04/11	Groceries	71		180	180				
20/11	Child benefit	263			263	06/11	ESB	72		160				160	
20/11	Cash (c)		150			09/11	Mobile phone credit		20						20
						12/11	Mortgage	73		670			670		
						15/11	Groceries	74		155	155				
						19/11	Shoes	75		95					95
						20/11	Bank (c)		150						
						23/11	Car service	76		240		240			
						24/11	Car tax	77		280		280			
						28/11	Groceries		30		30				
						29/11	Pocket money		50						50
						29/11	Bal c/d		78	1,420					
		<u>383</u>	<u>3,200</u>	<u>2,100</u>	<u>263</u>				<u>383</u>	<u>3,200</u>	<u>365</u>	<u>575</u>	<u>670</u>	<u>160</u>	<u>165</u>
01/12	Bal b/d	78	1,420												

5.

Date 20--	Details	Cash	Bank	Salary	Other	Date 20--	Details	Chq. no.	Cash	Bank	Groc	Entertainment.	Rent	Other
		€	€	€	€				€	€	€	€		€
01/05	Bal b/d	150	600			05/05	Petrol		40					40
03/05	Salary		1,700	1,700		06/05	Rent	81		900			900	
16/05	Bank (c)	100				08/05	Cinema		35			35		
19/05	Salary		1,700	1,700		09/05	Groceries	82		135	135			
						10/05	ESB	83		95				95
						15/05	TV licence	84		152		152		
						16/05	Cash (c)			100				
						17/05	Theatre		80			80		
						22/05	Groceries	85		146	146			
						24/05	Magazines etc.		35			35		
						25/05	Holiday	86		1,200				1,200
						26/05	Holiday insurance	87		120				120
						28/05	Taxi		50					
						31/05	Bal c/d		10	1,152				
		<u>250</u>	<u>4,000</u>	<u>3,400</u>					<u>250</u>	<u>4,000</u>	<u>281</u>	<u>302</u>	<u>900</u>	<u>1,455</u>
01/06	Bal b/d	10	1,152											

6.

Date 20--	Details	Cash	Bank	Salary	Other	Date 20--	Details	Chq. no.	Cash	Bank	Groc	Entertainment.	Rent	Other
		€	€	€	€				€	€	€	€		€
01/06	Bal b/d	50	900			02/06	Groceries	219		154	154			
01/06	Salary		1,600	1,600		03/06	Cash (c)			120				
03/06	Bank (c)	120				04/06	Train fares		60					60
12/06	Child benefit	135			135	05/06	Rent	220		950			950	
						07/06	Clothes	221		350				350
						08/06	TV licence	222		152		152		
						10/06	Cinema		33			33		
						14/06	ESB	223		110				110
						19/06	Concert		80			80		
						21/06	Petrol	224		45				45
						24/06	Groceries	225		260	260			
						25/06	Meal out	226		250		250		
						26/06	Car insurance	227		600				600
						29/06	Pocket money		40					40
						30/06	Telephone	228		120				120
30/06	Bal c/d		566			30/06	Bal c/d		92					
		<u>305</u>	<u>3,066</u>	<u>1,600</u>	<u>135</u>				<u>305</u>	<u>3,066</u>	<u>414</u>	<u>515</u>	<u>950</u>	<u>1,325</u>
01/07	Bal b/d	92				01/07	Bal b/d			566				

Chapter 4: Budgeting

1.

Capital Expenditure	Current Expenditure
New computer	Paying gas bill
Double glazed windows	Mobile phone credit
Building conservatory	Petrol
Repaying car loan	Car insurance
Digital camera	Buying ink cartridge
	Buying photo paper

2.

	Nov €	Dec €
Net cash	400	(300)
Opening cash	120	520
Closing cash	520	220

3.

	Sept €	Oct €
Net cash	750	(200)
Opening cash	150	900
Closing cash	900	700

4.

Grogan Household	Sept	Oct	Nov	Dec	TOTAL
Planned income	€	€	€	€	€
M. Grogan — Salary	1,600	1,600	1,600	1,600	6,400
N. Grogan — Salary	1,400	1,400	1,400	1,400	5,600
Child benefit	263	263	263	263	1,052
Total Income (A)	3,263	3,263	3,263	3,263	13,052
Planned Expenditure					
<i>Fixed</i>					
House mortgage	950	950	950	950	3,800
House insurance	40	40	40	40	160
Annual car tax		360			360
Car insurance	490				490
TV licence		157			157
Subtotal	1,480	1,507	990	990	4,967
<i>Irregular</i>					
Household expenses	1,100	1,100	1,100	1,100	4,400
ESB		90		120	210
Car running costs	120	120	120	120	480
Telephone	90		100		190
Subtotal	1,310	1,310	1,320	1,340	5,280
<i>Discretionary</i>					
Birthdays		340			340
Entertainment	500	500	500	500	2,000
New computer		1,500			1,500
Subtotal	500	2,340	500	500	3,840
Total Expenditure (B)	3,290	5,157	2,810	2,830	14,087
Net Cash (A-B)	(27)	(1,894)	453	433	(1035)
Opening Cash	80	53	(1,841)	(1,388)	80
Closing Cash	53	(1,841)	(1,388)	(955)	(955)

5.

O'Connell Household	Sept	Oct	Nov	Dec	TOTAL
Planned income	€	€	€	€	€
Padraig O'Connell — Salary	1,700	1,700	1,700	1,700	6,800
Margaret O'Connell Salary	1,500	2,300	1,500	1,500	6,800
Child benefit	132	132	132	132	528
Dividend on shares			750		750
Total Income (A)	3,332	4,132	4,082	3,332	14,878
Planned Expenditure					
<i>Fixed</i>					
House mortgage	800	800	800	875	3,275
House insurance			540		540
Annual car tax	320				320
Car insurance		580			580
Subtotal	1,120	1,380	1,340	875	4,715
<i>Irregular</i>					
Household expenses	1,300	1,300	1,300	1,900	5,800
ESB		100		140	240
Car running costs	180	580	180	180	1,120
Telephone		90		110	200
Subtotal	1,480	2,070	1,480	2,330	7,360
<i>Discretionary</i>					
Presents				960	960
Entertainment	750	750	750	1,050	3,300
Holiday			1,500		1,500
Subtotal	750	750	2,250	2,010	5,760
Total Expenditure (B)	3,350	4,200	5,070	5,215	17,835
Net Cash (A-B)	(18)	(68)	(988)	(1,883)	(2,957)
Opening Cash	120	102	34	(954)	120
Closing Cash	102	34	(954)	(2,837)	(2,837)

6.

Malone Household	Jan	Feb	Mar	April	TOTAL
Planned income	€	€	€	€	€
G. Malone — Salary	1,800	2,400	1,800	1,800	7,800
S. Malone— Salary	1,600	1,600	2,200	1,600	7,000
Child benefit	263	263	263	263	1,052
Total Income (A)	3,663	4,263	4,263	3,663	15,852
Planned Expenditure					
<i>Fixed</i>					
House mortgage	650	650	620	620	2,540
House insurance	60	60	60	60	240
Annual car tax		450			450
Car insurance	1,400				1,400
Subtotal	2,110	1,160	680	680	4,630
<i>Irregular</i>					
Household expenses	1,200	1,200	2,000	1200	5,600
ESB		240	470	290	1,000
Car running costs	280	600	280	280	1,440
Telephone	220	90	215	90	615
Subtotal	1,700	2,130	2,965	1,860	8,655
<i>Discretionary</i>					
Presents		400		300	700
Entertainment	550	550	550	1,050	2,700
Holiday				1,100	1,100
Subtotal	550	950	550	2,450	4,500
Total Expenditure (B)	4,360	4,240	4,195	4,990	17,785
Net Cash (A-B)	(697)	23	68	(1,327)	(1,933)
Opening Cash	150	(547)	(524)	(456)	150
Closing Cash	(547)	(524)	(456)	(1,783)	(1,783)

7.

Keaveny Household	Jan	Feb	Mar	Total Jan– Mar	Estimate Apr–Dec	Total for year Jan–Dec
Planned Income	€	€	€	€	€	€
Salaries						
C. Keaveny	1,700	1,700	1,700	5,100	15,980	21,080
A. Keaveny	1,800	1,800	1,800	5,400	17,000	22,400
Child benefit	396	396	396	1,188	3,564	4,752
Total Income	3,896	3,896	3,896	11,688	36,544	48,232
Planned Expenditure						
<i>Fixed</i>						
Mortgage	850	850	850	2,550	7,785	10,335
Annual car tax	320			320		320
Annual car insurance		750		750		750
House insurance	80	80	80	240	720	960
Subtotal	1250	1680	930	3860	8,505	12,365
<i>Irregular</i>						
Household expenses	900	900	1,000	2,800	9,330	12,130
Car running Costs	180	180	180	540	1,910	2,450
ESB	180		150	330	1,370	1,700
Telephone		120		120	1,090	1,210
Subtotal	1,260	1,200	1,330	3,790	13,700	17,490
<i>Discretionary</i>						
Presents		120		120	1,400	1,520
Entertainment	70	80	80	230	1,470	1,700
Holidays					3,500	3,500
Subtotal	70	200	80	350	6,370	6,720
Total Expenditure	2580	3080	2340	8000	28,575	36,575
Net Cash	1,316	816	1,556	3,688	7,969	11,657
Opening Cash	150	1,466	2,282	150	3,838	150
Closing Cash	1,466	2,282	3,838	3,838	11,807	11,807

8.

Campbell Household	Jan	Feb	Mar	Total Jan– Mar	Estimate Apr–Dec	Total for year Jan–Dec
Planned Income	€	€	€	€	€	€
Salaries						
R. Campbell	1900	1900	1900	5700	17,575	23,275
L. Campbell	1500	1500	1500	4500	14,100	18,600
Child benefit	123	123	123	369	1,107	1,476
Dividends on shares					1,800	1,800
Total Income	3523	3523	3523	10569	34,582	45,151
Planned Expenditure						
<i>Fixed</i>						
Mortgage	850	850	850	2550	7,740	10,290
Annual car tax	520			520		520
Annual car insurance		790		790		790
House insurance	70	70	70	210	630	840
Subtotal	1440	1710	920	4070	8,370	12,440
<i>Irregular</i>						
Household expenses	1200	1200	1200	3600	11,400	15,000
Car running Costs	210	210	210	630	2,680	3,310
ESB	140		115	255	1,595	1,850
Telephone		150		150	1,280	1,430
Subtotal	1550	1560	1525	4635	16,955	21,590
<i>Discretionary</i>						
Presents	180		190	370	3,000	3,370
Entertainment	220	370	450	1040	2,760	3,800
Holidays					3,500	3,500
Subtotal	400	370	640	1410	9,260	10,670
Total Expenditure	3390	3640	3085	10115	34,585	44,700
Net Cash	133	(117)	438	454	(3)	451
Opening Cash	80	213	96	80	534	80
Closing Cash	213	96	534	534	531	531

9.

Logan Household	Jan	Feb	Mar	Total Jan– Mar	Estimate Apr–Dec	Total for year Jan–Dec
Planned Income	€	€	€	€	€	€
Salaries						
J. Logan	1800	1800	1800	5400	16,950	22,350
R. Logan	1900	1900	1900	5700	17,670	23,370
Child benefit	369	369	369	1107	3,321	4,428
Total Income	4069	4069	4069	12207	37,941	50,148
Planned Expenditure						
<i>Fixed</i>						
Rent	1200	1200	1200	3600	10,450	14,050
Annual car tax	350			350		350
Annual car insurance		620		620		620
House contents insurance			480	480		480
Subtotal	1550	1820	1680	5050	10,450	15,500
<i>Irregular</i>						
Household expenses	1000	1000	1000	3000	9,750	12,750
Car running costs	240	240	240	720	2,450	3,170
ESB	140		130	270	1,530	1,800
Telephone	110		95	205	895	1,100
Subtotal	1490	1240	1465	4195	14,625	18,820
<i>Discretionary</i>						
Presents		180	260	440	1,500	1,940
Entertainment	190	420	270	880	2,120	3,000
Holidays					2,800	2,800
Subtotal	190	600	530	1320	6,420	7,740
Total Expenditure	3230	3660	3675	10,565	31,495	42,060
Net Cash	839	409	394	1642	6,446	8,088
Opening Cash	90	929	1338	90	1,732	90
Closing Cash	929	1338	1732	1732	8,178	8,178

10.

Cullen Household	Budgeted	Actual	Difference (+, -)
Planned income	€	€	€
S. Cullen — Salary	1,900	1,600	(300)
P. Cullen — Salary	1,400	1,200	(200)
Child benefit	132	132	-
Total Income (A)	3,432	2,932	(500)
Planned Expenditure			
<i>Fixed</i>			
Mortgage	650	700	+50
Subtotal	650	700	+50
<i>Irregular</i>			
Household expenses	1,000	1,200	+200
ESB	90	120	+30
Telephone	105	115	+10
Car running costs	100	110	+10
Subtotal	1,295	1,545	+250
<i>Discretionary</i>			
Entertainment	260	320	+60
Subtotal	260	320	+60
Total Expenditure (B)	2,205	2,565	+360
Net Cash (A-B)	1,227	367	(860)
Opening Cash	120	120	
Closing Cash	1,347	487	(860)

(a) €1,227

(b) €367

11.

Piggot Household	Budgeted	Actual	Difference (+, -)
Planned income	€	€	€
Salary	3,200	2,720	(480)
Child benefit	263	263	-
Total Income (A)	3,463	2,983	(480)
Planned Expenditure			
<i>Fixed</i>			
Mortgage	780	858	+78
Subtotal	780	858	+78
<i>Irregular</i>			
Household expenses	1,400	1,400	-
ESB	120	120	-
Telephone	95	95	-
Car running costs	280	280	-
Subtotal	1,895	1,895	-
<i>Discretionary</i>			
Entertainment	700	700	-
Subtotal	700	700	-
Total Expenditure (B)	3,375	3,453	+78
Net Cash (A-B)	88	(470)	(558)
Opening Cash	80	80	
Closing Cash	168	(390)	(558)

Chapter 5: Consumer Education

14.

Large size

15.

Small size

21.

(d)

22.

(a) Not legal

(b) Not legal

(c) Not legal

(d) Not legal

(e) Legal

31.

Recyclable material

Guaranteed Irish

Pure leather

European safety standard symbol

Chapter 6: Money and Banking I

6.

Hazel Mooney

7.

Kate Cooper

12.

Amount of lodgement €147.50

13.

Amount of lodgement €293.60

16.

(d)

20.

Automated Teller Machine

Chapter 7: Money and Banking II

2.

Deposit interest retention tax

11.

What do the following initials stand for?

Credit

Direct debit

Standing order

Overdrawn/overdraft

Credit transfer

12.

(a) Allied Irish Bank, Main Street, Ballina, Co. Mayo

(b) A current account

(c) Standing order paid to the Educational Building Society

(d)

Cash Book (Bank Columns only)

Date		F	€	Date		chq. no.	F	€
29 Dec.	Bal	b/d	1,490		S/O EBS			800
	C/T		250		D/D Eircom			95
					Bank charges			30
				29 Dec	Bal		c/d	<u>815</u>
			<u>1,740</u>					<u>1,740</u>
30 Dec	Bal	b/d	815					

(e)

Bank Reconciliation Statement 30 December 2007

€

Balance as per bank statement	850
Less cheque drawn but not yet cashed (no.) 240	<u>35</u>
Balance as per corrected Cash Book	815

13.

(a)

Cash Book (Bank Columns only)

Date		F	€	Date		chq. no.	F	€
31 Jan.	Bal	b/d	2,120		D/D NTL			110
					S/O EBS			750
					Bank charges			25
				31 Jan	Bal		c/d	<u>1,235</u>
			<u>2,120</u>					<u>2,120</u>
01 Feb	Bal	b/d	1,235					

(e)

Bank Reconciliation Statement 01 February 2008

€

Balance as per bank statement	420
Plus lodgement not yet credited	<u>850</u>
	1,270
Less cheque drawn but not yet cashed (no. 45)	<u>35</u>
Balance as per corrected Cash Book	1,235

14.

(a)

Cash Book (Bank Columns only)

Date		F	€	Date		chq. no.	F	€
01/07/08	Cash		850	02/07/08	Groceries	1		90
15/07/08	Cash		300	03/07/08	ATM			120
29/07/08	Cash		300	05/07/08	Petrol	2		35
				07/07/08	Shoes	3		65
				17/07/08	Groceries	4		120
				21/07/08	ATM			150
				25/07/08	Petrol	5		45
				31/07/08	Bal c/d			825
			<u>1,450</u>					<u>1,450</u>
01/08/08	Bal	b/d	825		S/O EBS			350
	C/T		90		D/D Eircom			85
					Bank			30
					charges			
					Bal c/d			<u>450</u>
			<u>915</u>					<u>915</u>
01/08/08	Bal b/d		450					

(b)

Bank Reconciliation Statement 1 August 2008

€

Balance as per bank statement		195
Plus lodgement not yet credited	<u>300</u>	
	495	
Less cheque drawn but not yet cashed (no. 5)	<u>45</u>	
Balance as per corrected Cash Book		450

15.

(a)

Cash Book (Bank Columns only)

Date		F	€	Date		chq. no.	F	€
1 April	Bal b/d		1,915		S/O First			780
					Active			
					D/D Eircom			120
					Current			25
					account fees			
								<u>990</u>
			<u>1,915</u>					<u>1,915</u>
1 April	Bal b/d		990					

(b)

Bank Reconciliation Statement 1 April 2008

€

Balance as per bank statement		40
Plus lodgement not yet credited	<u>1,200</u>	
	1,240	
Less cheque drawn but not yet cashed (no. 59)	<u>250</u>	
Balance as per corrected Cash Book		990

Chapter 8: Borrowing

1.

- (a) Annual percentage rate
- (b) Compound annual rate
- (c) Deposit interest retention rate

11.

- (b) Total cost of the computer €994

12.

- (d) €421,200
- (e) €3,648

13.

- (a) €3,750
- (c) €2,428.33
- (d) €546.87

14.

Short term

Chapter 9: Insurance**5.**

Pay related social insurance

31.

Harry's total premium €1,332

33.

(b) €430

(c) €10,000 plus €2,000

34.

(a) €575

(b) €495

(c) €25,000 plus €5,000

Chapter 10: Economic Background**3.**

	Needs	Wants
(a) School uniform	✓	
(b) Chocolate		✓
(c) Personal stereo		✓
(d) Food	✓	
(e) Designer clothes		✓
(f) Computer games		✓

10.

Calculate the rate of growth in each of the following situations:

- (a) 5%
- (b) 12.5%
- (c) -10%

12.

- (a) 10%
- (b) 1%

14.

Consumer price index

Chapter 11: The National Budget

7.

Budget Day is the first Wednesday in December

17.

Exchequer borrowing requirement

19.

<i>Income</i>	€ (m)
Income tax	2,800
VAT	2,700
Corporation tax	800
Customs and excise	1,900
EU receipts	2,400
Other receipts	700
Total income	11,300
<i>Expenditure</i>	
Defence	780
Social welfare	3,100
Educational services	2,120
Debt servicing	1,900
Health services	1,700
Sundries	900
Total expenditure	10,500
Difference	800

(a) A surplus budget

(b) Social welfare

(c) (i) Teachers' salaries (ii) Book grants

(d) 24.78%

(e) (i) More social welfare payments (ii) Less income tax

20.

<i>Income</i>	€ (m)
Income tax	5,600
VAT	3,400
Corporation tax	1,500
Customs and excise	2,900
EU receipts	2,600
Other receipts	800
Total income	16,800
<i>Expenditure</i>	
Defence	800
Social welfare	2,300
Educational services	5,310
Debt servicing	2,900
Health services	2,400
Sundries	900
Total expenditure	14,610
Difference	2,190

(a) A surplus budget

21.

<i>Income</i>	€ (m)
Income tax	3,300
VAT	2,100
Corporation tax	900
Customs and excise	1,900
EU receipts	2,400
Other receipts	680
Total income	11,280
<i>Expenditure</i>	
Defence	920
Social welfare	4,600
Educational services	2,760
Debt servicing	1,400
Health services	2,350
Sundries	1,000
Total expenditure	13,030
Difference	(1750)

- (a) A deficit budget
- (b) Social welfare
- (c) (i) Nurses' salaries
- (ii) Medical cards
- (d) 18.62%

22.

- (a) decrease the budget deficit
- (b) false
- (c) true
- (d) false

Chapter 12: Trade

12.

	Export	Import
(a) Irish cattle sold to Egypt	✓	<input type="checkbox"/>
(b) Irish people going skiing in Austria	<input type="checkbox"/>	✓
(c) An Irish business buying parts from China	<input type="checkbox"/>	✓
(d) Irish people flying with easyJet	<input type="checkbox"/>	✓

13.

	Invisible Export	Invisible Import
(a) Italians coming to Ireland	✓	<input type="checkbox"/>
(b) Going to a concert by a Scottish pop group	<input type="checkbox"/>	✓
(c) Buying insurance from an English company	<input type="checkbox"/>	✓
(d) Irish race horses winning in France	✓	<input type="checkbox"/>

19.

	Country A	Country B	Country C
Balance of Trade	4,000m	1,750m	3,200m
Visible Exports	4,300m	1,650m	3,300m
Visible Imports	deficit (300)	surplus 100	deficit (100)

20.

Country A
Balance of Payments (€m)

Current Account			
Export of visible goods	}		1,800
Import of visible goods	{	Balance of Trade	<u>1,900</u>
Balance of invisible trade	}		(100)
Export of Invisible items	}	of	1,700
Import of Invisible items	}		1,500
Balance of Invisible Trade	}		200
Balance on Current Account	}		100
Capital Account			
Net Balance (increase in currency in Ireland)			100

Country B
Balance of Payments (€m)

Current Account			
Export of visible goods	}		3,500
Import of visible goods	{	Balance of Trade	<u>3,900</u>
Balance of invisible trade	}		(400)
Export of Invisible items	}	of	1,900
Import of Invisible items	}		1,800
Balance of Invisible Trade	}		100
Balance on Current Account	}		(300)
Capital Account			
Net Balance (decrease in currency in Ireland)			(300)

Country C
Balance of Payments (€m)

	Current Account		
	Export of visible goods } }	4,800	
	Import of visible goods } Balance of Trade }	<u>4,700</u>	
	Balance of invisible trade } Balance		100
	Export of Invisible items } of	1,400	
	Import of Invisible items Payments	1,700	
	Balance of Invisible Trade }		(300)
	Balance on Current Account } }		(200)
	Capital Account		
	Net Balance (decrease in currency in Ireland)		(200)

22.

	Yes	No
Latvia	✓	
Turkey		✓
Greece	✓	

23.

	Yes	No
Germany	✓	
Denmark		✓
Austria	✓	

24.

(a) $\frac{£760}{0.66} = €1151.52$

(b) $€1,200 \times 1.19 = \$1,428$

25.

Balance of Payments (€m)

	Current Account		
	Export of visible goods } }	800	
	Import of visible goods } Balance of Trade }	<u>1,300</u>	
	Balance of invisible trade } Balance		(500)
	Export of Invisible items } of	552	
	Import of Invisible items Payments	50	
	Balance of Invisible Trade }		502
	Balance on Current Account } }		2
	Capital Account		
	Net Balance (increase in currency in Ireland)		2

Chapter 13: Forms of Business

16.

	True	False
The VHI runs the railways		✓
The ESB delivers letters		✓
A sole trader has limited liability		✓
A private limited company has limited liability	✓	
An Post is a co-operative		✓
FÁS provides training	✓	

Chapter 14: The Private Limited Company

9.

Annual General Meeting

10.

A business owned by between one and fifty people

14.

Dr Bank Account Cr

Date	Details	Bank	Date	Details	Bank
01/08/07	Share capital	40,000	03/08/07	Equipment	8,000
			03/08/07	Bal c/d	<u>32,000</u>
		<u>40,000</u>			<u>40,000</u>
03/08/07	Bal b/d				

Dr Share Capital Account Cr

Date	Details	Bank	Date	Details	Bank
			01/08/07	Bank	40,000

Dr Equipment Account Cr

Date	Details	Bank	Date	Details	Bank
03/08/07	Bank	8,000			

Walsh Ltd
Trial Balance as at 03/08/07

Date	Details	Debit	Credit
03/08/07	Bank	32,000	
	Equipment	8,000	
	Share capital		<u>40,000</u>
		<u>40,000</u>	<u>40,000</u>

Chapter 15: Finance

16.

Items	€	Type of Loan		
		Short-Term	Medium-Term	Long-Term
Raw materials	13,000	✓		
Premises	720,000			✓
Delivery vans	50,000		✓	
Machinery	18,000		✓	
Land	260,000			✓
Heating oil	4500	✓		
Salaries	3800	✓		
Telephone bill	600	✓		
Computers	8000		✓	
New desks	1400		✓	
ESB bills	350	✓		

17.

Cash-Flow Statement for XY Ltd for period Jan-June 2007

	Jan	Feb	Mar	April	May	Jun
Receipts						
Sales	4,500	4,200	3,600	5,100	4,600	4,400
Capital				10,000		
Machinery/Government grant		8,000	1,700			
Total Receipts	4,500	10,200	4,300	15,100	4,600	4,400
Payments						
Purchases	2,600	2,300	2,800	2,900	2,900	2,100
Equipment	350	350	350	350	350	350
Wages	1,800	1,800	1,800	1,800	1,800	1,800
Telephone		140		140		140
ESB	110		110		110	
Insurance				650		
Computer					2,500	
Delivery Van			22,000			
Total Payments	4,860	4,590	27,060	5,840	7,660	4,390
Net cash inflow/(outflow)	(360)	5,610	(22,760)	9,260	3,060	10
Opening Balance	1,300	940	6,550	(16,210)	(6,950)	(3,890)
Closing Balance	940	6,550	(16,210)	(6,950)	(3,890)	(3,880)

18.

Cash-Flow Forecast for Sunny Ltd

	Jan	Feb	Mar	Apr	May	June	Total for Jan–Jun
	€	€	€	€	€	€	€
Receipts							
Sales	30,000	30,000	37,500	37,500	37,500	37,500	210,000
Share capital					30,000		30,000
EU grant				10,000			10,000
Sale of machine					6,000		6,000
Total Receipts	30,000	30,000	37,500	47,500	73,500	37,500	256,000
Payments							
Advertising	1,400	1,400	1,400	1,400	1,400	1,400	8,400
Wages	3,000	3,000	3,000	3,000	3,000	3,000	18,000
Purchases	15,000	15,000	15,000	18,000	18,000	18,000	99,000
Light and heat	1,400		1,400		1,400		4,200
Loan repayments	1,600	1,600	1,600				4,800
Machinery		18,000					18,000
New computer					25,000		25,000
Total payments	22,400	39,000	22,400	22,400	48,800	22,400	177,400
Net cash	7,600	(9,000)	15,100	25,100	24,700	15,100	78,600
Opening Cash	1,800	9,400	400	15,500	40,600	65,300	1,800
Closing Cash	9,400	400	15,500	40,600	65,300	80,400	80,400

19.

Cash-Flow Forecast for Carey Ltd

	July	Aug	Sept	Oct	Nov	Dec	Total for July–Dec
	€	€	€	€	€	€	€
Receipts							
Sales	50,000	50,000	60,000	60,000	60,000	60,000	340,000
Share capital					30,000		30,000
EU grant				30,000			30,000
Sale of machine			10,000				10,000
Total Receipts	50,000	50,000	70,000	90,000	90,000	60,000	410,000
Payments							
Advertising	1,600	1,600	1,760	1,760	1,760	1,760	10,240
Wages	2,500	2,500	2,750	2,750	2,750	2,750	16,000
Purchases	25,000	25,000	25,000	31,250	31,250	31,250	168,750
Light and heat	1,600		1,600		1,600		4,800
Loan repayments	2,400	2,400	2,400	2,400	2,400	2,400	14,400
Machinery		26,000					26,000
Delivery van					28,000		28,000
Total payments	33,100	57,500	33,510	38,160	67,760	38,160	268,190
Net cash	16,900	(7,500)	36,490	51,890	22,240	21,840	141,810
Opening cash	6,000	22,900	15,400	51,840	103,730	125,970	6,000
Closing cash	22,900	15,400	51,890	103,730	125,970	147,810	147,810

Chapter 16: Commercial Banks and Businesses

9.

- (a) Overdrafts
- (b) Short-term loans
- (c) Medium-term loans

10.

- (a) Purpose of loan
- (b) Size of loan
- (c) Length of time required for
- (d) Security or collateral
- (e) How money is to be repaid

Chapter 17: Insurance for Business

5.

(b)

Premium	€
Premises $\frac{220,000}{1,000} = 220 \times 4 =$	880
Equipment $\frac{35,000}{1,000} = 35 \times 4 =$	140
Delivery Vans $650 \times 2 =$	1,300
Stock $\frac{7,000}{1000} = 7 \times 17 =$	119
Cash $\frac{1,500}{500} = 3 \times 12 =$	<u>36</u>
Total	2,475

(d)

The average clause will apply and compensation will be paid for only half the damage caused.

6.

(a)

Premium	€
Premises $\frac{250,000}{1,000} = 250 \times 6 =$	1,500
Equipment $\frac{70,000}{1,000} = 70 \times 6 =$	420
Motor vehicles $525 \times 2 =$	1,050
Stock $\frac{28,000}{1000} = 28 \times 15 =$	420
Cash $\frac{2,500}{500} = 5 \times 20 =$	<u>100</u>
Total	3,490

(b)

$$\frac{150,000}{250,000} \times 36,000 = \text{€}21,600$$

(c)

None, only insured for third party

7.

(d)

Premium	€
Premises $\frac{300,000}{1,000} = 300 \times 6 =$	1,800
Equipment $\frac{180,000}{1,000} = 180 \times 6 =$	1,080
Motor Vehicles $950 \times 2 =$	1,900
Stock $\frac{32,000}{1000} = 32 \times 14 =$	448
Cash $\frac{3,500}{500} = 7 \times 17 =$	<u>119</u>
Total	5,347

(e)

Dr			Bank a/c			Cr
Date	Details	Bank	Date	Details	Bank	
			--/--/--	Insurance	5,347	

Dr			Insurance a/c			Cr
Date	Details	Bank	Date	Details	Bank	
--/--/--	Bank	5,347				

(f) €40,000

8.

Dr			Bank a/c			Cr
Date	Details	Bank	Date	Details	Bank	
			--/--/--	Insurance	4,320	

Dr			Insurance a/c			Cr
Date	Details	Bank	Date	Details	Bank	
--/--/--	Bank	4,320				

Chapter 18: Communications

19.

(a) television – visual	(j) report – written, combination
(b) intercom – oral, internal	(k) memo – written, internal
(c) fax – written, external	(l) magazine – written, combination
(d) notice board – written, combination	(m) e-mail – written, combination
(e) video conferencing – visual, external	(n) meeting – oral, combination
(f) freephone – oral, external	(o) letter – written, external
(g) radio – oral, external	(p) audio conferencing – oral, external
(h) pie chart – visual combination	(q) Internet – visual, external
(i) Business reply service – written, external	(r) mobile phone – oral, external

20.

- (a) 001-416- 6543432
- (b) 0032-2-3232132

Chapter 19: The Chain of Production**6.**

	Public Sector	Private Sector
Teacher	✓	
Taxi driver		✓
Chef		✓
Nurse	✓	
Shop Assistant		✓

Chapter 20: Work

8.

- (i) Industries close down, perhaps relocating to countries where wages are lower
- (ii) Businesses downsizing

9.

- (i) Greater job satisfaction
- (ii) Can keep all the profits

10.

- (i) Totally responsible for the business
- (ii) Must bear all losses

11.

It wishes to show who has responsibility for what

Chapter 21: Being an Employer

12.

		Employee no. 34	Week no. 16	12 May 2007
Pay	€	Deductions	€	
Basic	390	PAYE	40	
Overtime	75	PRSI	25	
		Savings	25	
		VHI	15	Net Pay
Gross Pay	€465.00	Total Deductions	€105.00	€360.00

13.

Gross Income

€58,000

Tax rate 20c in the € × 32,000 =

€6,400

Tax rate 42c in the € × 26,000 =

€10,920

(€58,000 – €32,000 = €26,000)

Gross tax payable = €17,320

Less tax credits

€3,224

Tax payable

€14,096

14.

Kayleigh's PAYE is calculated as follows:

Standard cut-off point €32,000

52

= €615.38

As Kayleigh earns less than €615.38 per week all of her income will be taxed at 20% or 20c in the euro.

€405 × .20 = €81, so Kayleigh's gross tax payable is €81.

Kayleigh has tax credits of €3,172 which ÷ by 52 gives a weekly tax credit of €61.

Tax payable €81 – tax credit €61 = PAYE (tax payable) €20.

PRSI €405 × 7.5% = €30.38

Kayleigh Mooney		Employee no. 12	Week no. 36	21 June 2006
Pay	€	Deductions	€	
Basic	351.00	PAYE	20.00	
Overtime	54.00	PRSI	30.38	
		Savings	20.00	
		VHI	25.00	Net Pay
Gross Pay	€405.00	Total Deductions	€95.38	€309.62

15.

Analysed Cash Book (credit side)

Date	Details	F	Bank	Wages
24/07/06	Wages	GL1	1,150	1,150

Dr

Wages a/c

Cr

Date	Details	F	Bank	Date	Details	Bank
24/07/06	Bank	ACB1	1,150			

16.

Employee name	Net wage	500	200	100	50	20	10	5	2	1	.50	.20	.10	.05	.02	.01
D. Dunne	598.57	1			1	2		1	1	1	1			1	1	
F. Green	639.28	1		1		1	1	1	2			1		1	1	1
G. Hogan	367.99		1	1	1		1	1	1		1	2		1	2	
Total	1605.84	2	1	2	2	3	2	3	4	1	2	3	0	3	4	1

500 × 2	€1,000
200 × 1	€200
100 × 2	€200
50 × 2	€100
20 × 3	€60
10 × 2	€20
5 × 3	€15
2 × 4	€8
1 × 1	€1
.50 × 2	€1
.20 × 3	€0.60
.10 × 0	
.05 × 3	€0.15
.02 × 4	€0.08
.01 × 1	€0.01
Total	

Chapter 22: Industrial Relations

12.

- (i) Services, Industrial, Professional, and Technical Union
- (ii) Irish Congress of Trade Unions
- (iii) Association of Secondary Teachers of Ireland
- (iv) Irish National Teachers' Organisation
- (v) Teachers Union of Ireland
- (vi) Irish Business Employers Confederation

15.

- (i) An Equality Officer
- (ii) A Rights Commissioner
- (iii) The Labour Relations Commission
- (iv) The Labour Court

Chapter 23: Marketing

26.

Analysed Cash Book (credit side)

Date	Details	F	Bank	Advertising
28/06/06	Advertising	GL1	7,200	7,200

Dr

Advertising a/c

Cr

Date	Details	F	Bank	Date	Details	Bank
28/06/06	Bank	ACB1	7,200			

Chapter 24: Transport

29.

Fixed Costs	€
Motor insurance	825
Motor tax	750
Repairs	<u>525</u>
	2,100

Total €2,100 is divided by 300 days = €7.00 per day

Variable Costs

Fuel

Distance: $480/12 = 40$ litres \times €1.07 per litre = €42.80

Total variable costs	€
Driver's wages	85.00
Petrol	<u>42.80</u>
	127.80

Total cost of trip

	€
Fixed cost	7.00
Variable costs	<u>127.80</u>
	134.80

30.

Fixed Costs	€
Motor insurance	980
Motor tax	520
Repairs	<u>300</u>
	1,800

Total €1,800 is divided by 300 days = €6.00 per day.

Variable Costs

Fuel

Distance: $690/15 = 46$ litres \times €0.96 per litre = €44.16

Total variable costs	€
Driver's wages	92.00
Helper's wages	60.00
Diesel	<u>44.16</u>
	196.16

Total cost of trip

	€
Fixed cost	6.00
Variable costs	<u>196.16</u>
	202.16

31.

€136

Chapter 25: Introduction to the Balance Sheet

7.

	Fixed Asset	Current Asset	Current liability	Long-term Liability
Buildings	✓			
Stock		✓		
Cash in hand		✓		
Fixtures	✓			
Motor vehicles	✓			
Bank overdraft			✓	
Share Capital				✓
Term loan				✓
Cash at bank		✓		
Equipment	✓			

10.

Old Tower Ltd
Balance Sheet as at 30 June 2007

	€	€	€
Fixed Assets			
Land and buildings			450,000
Furniture			15,000
Delivery van			<u>29,000</u>
			494,000
Current Assets			
Stock	7,800		
Cash	<u>1,200</u>	9,000	
<i>Less</i>			
Current Liabilities			
Bank overdraft		<u>5,000</u>	
Working Capital			4,000
Total Net Assets			<u>498,000</u>
<i>Financed by</i>			
Issued Share Capital		470,000	
Long term Liabilities			
Term loan		28,000	
Total Capital Employed			<u>498,000</u>

11.

New Tower Ltd
Balance Sheet as at 31 May 2007

	€	€	€
Fixed assets			
Premises			320,000
Fixtures and fittings			12,000
Motor vehicles			<u>35,000</u>
			367,000
Current assets			
Stock	7,200		
Cash	<u>800</u>	8,000	
<i>Less</i>			
Current liabilities			
Bank overdraft		<u>6,000</u>	
Working capital			2,000
Total net assets			<u>369,000</u>
<i>Financed by</i>			
Issued share capital		340,000	
Long-term liabilities			
Term loan		<u>29,000</u>	
Total capital employed			<u>369,000</u>

12.

H & K Ltd
Balance Sheet as at 28 February 2006

	€	€	€
Fixed assets			
Buildings			540,000
Equipment			50,000
Furniture			<u>28,000</u>
			618,000
Current assets			
Stock	5,500		
Bank	8,000		
Cash	<u>500</u>	14,000	
<i>Less</i>			
Current liabilities			
Working capital			14,000
Total net assets			<u>632,000</u>
<i>Financed by</i>			
Issued share capital		600,000	
Long-term liabilities			
Term loan		<u>32,000</u>	
Total capital employed			<u>632,000</u>

13.

Black Door Ltd
Balance Sheet as at 31 July 2007

	€	€	€
Fixed assets			
Land and buildings			750,000
Fixtures and fittings			30,000
Furniture			25,000
Delivery vans			<u>54,000</u>
			859,000
Current assets			
Stock	15,500		
Cash	<u>1,500</u>	17,000	
Less			
Current liabilities			
Bank overdraft		<u>20,000</u>	
Working capital			(3,000)
Total net assets			<u>856,000</u>
<i>Financed by</i>			
Issued share capital		800,000	
Long-term liabilities			
Term loan		<u>56,000</u>	
Total capital employed			<u>865,000</u>

14.

Johnson Ltd
Balance Sheet as at 31 March 2007

	€	€	€
Fixed Assets			
Premises			450,000
Equipment			50,000
Motor Vehicles			<u>55,000</u>
			555,000
Current Assets			
Stock	6,500		
Cash	400	6,900	
<i>Less</i>			
Current Liabilities			
Bank Overdraft		<u>(3,900)</u>	
Working Capital			3000
Total Net Assets			<u>558,000</u>
<i>Financed by</i>			
Issued Share Capital		518,000	
Long term Liabilities			
Term loan		40,000	
Total Capital Employed			<u>558,000</u>

Chapter 26: Introduction to Record Keeping

3.

- (a) Debit Office Equipment a/c
Credit Bank a/c
- (b) Debit Bank a/c
Credit Delivery van a/c
- (c) Debit Wages a/c
Credit Bank a/c
- (d) Debit Bank a/c
Credit Commission a/c
- (e) Debit Equipment a/c
Credit Healy Ltd a/c
- (f) Debit Barker Ltd a/c
Credit Furniture a/c

Chapter 27: Introduction to the Trial Balance

1.

Dr				<u>Bank Account a/c</u>				Cr			
Date	Details	F	€	Date	Details	F	€				
01/06/06	Share capital	GL1	160,000	02/06/06	Motor vehicle	GL1	12,000				
				02/06/06	Rent	GL1	800				
				02/06/06	Insurance	GL1	1,100				
				02/06/06	Bal c/d		<u>146,100</u>				
			<u>160,000</u>				<u>160,00</u>				
02/06/06	Bal b/d		146,100								

Dr				<u>Issued Share Capital a/c</u>				Cr			
Date	Details	F	€	Date	Details	F	€				
				02/06/06	Bank	ACB1	160,000				

Dr				<u>Motor Vehicles a/c</u>				Cr			
Date	Details	F	€	Date	Details	F	€				
02/06/06	Bank	ACB1	12,000								

Dr				<u>Rent a/c</u>				Cr			
Date	Details	F	€	Date	Details	F	€				
02/06/06	Bank	ACB1	800								

Dr				<u>Insurance a/c</u>				Cr			
Date	Details	F	€	Date	Details	F	€				
02/06/06	Bank	ACB1	1,100								

Forde Ltd
Trial Balance as at 2 June 2006

Date	Details	Debit	Credit
02/06/06	Bank a/c	146,100	
	Issued share capital		160,000
	Motor vehicles	12,000	
	Rent a/c	800	
	Insurance a/c	<u>1,100</u>	
		<u>160,000</u>	<u>160,000</u>

2.

- (a) Equipment worth €58,000 was purchased and paid for by cheque
 (b) A motor vehicle worth €18,000 was purchased on credit from Cullen Ltd

3.

Dr				Bank Account a/c				Cr			
Date	Details	F	€	Date	Details	F	€				
01/04/06	Share capital	GL2	250,000	01/04/06	Premises	GL2	160,000				
				01/04/06	Motor vehicles	GL2	35,000				
				01/04/06	Insurance	GL2	600				
				01/04/06	Advertising	GL2	1,900				
				01/04/06	Bal c/d		<u>52,500</u>				
			<u>250,000</u>				<u>250,000</u>				
01/04/06											

Dr				Issued Share Capital a/c				Cr			
Date	Details	F	€	Date	Details	F	€				
				01/04/06	Bank	ACB2	250,000				

Dr				Premises a/c				Cr			
Date	Details	F	€	Date	Details	F	€				
01/04/06	Bank	ACB2	160,000								

Dr				Motor Vehicles a/c				Cr			
Date	Details	F	€	Date	Details	F	€				
01/04/06	Bank	3,500									

Dr				Insurance a/c				Cr			
Date	Details	F	€	Date	Details	F	€				
01/04/06	Bank	600									

Dr				Advertising a/c				Cr			
Date	Details	F	€	Date	Details	F	€				
01/04/06	Bank	1,900									

Trial Balance as at 1 April 2006

Date	Details	Debit	Credit
01/04/06	Bank	52,500	
	Share capital		250,000
	Premises	160,000	
	Motor vehicles	35,000	
	Insurance	600	
	Advertising	<u>1,900</u>	
		<u>250,000</u>	<u>250,000</u>

4.

Trial Balance as at

Date	Details	Debit	Credit
--/--/--	Land and buildings	650,000	
	Equipment	75,000	
	Term loan		50,000
	Delivery van	125,000	
	Bank overdraft		20,000
	Issued share capital		<u>780,000</u>
		<u>850,000</u>	<u>850,000</u>

6.

Bank a/c

Date	Details	Debit	Credit	Balance
01/05/06	Share capital	650,000		650,000
02/05/06	Premises		350,000	300,000
02/05/06	Equipment		50,000	250,000
02/05/06	Insurance		4,000	246,000

7.

Bank a/c

Date	Details	Debit	Credit	Balance
01/07/06	Share capital	400,000		400,000
02/07/06	Rent		10,000	390,000
02/07/06	Equipment		150,000	240,000
02/07/06	Insurance		5,000	235,000

8.

Dr

Bank Account a/c

Cr

Date	Details	F	€	Date	Details	F	€
01/03/07	Share capital		400,000	02/03/07	Equipment		30,000
				02/03/07	Motor vehicles		40,000
				02/03/07	Rent		8,000
				02/03/07	Advertising		2,000
				02/03/07	Bal c/d		<u>320,000</u>
			<u>400,000</u>				<u>400,000</u>
02/03/07	Bal b/d		320,000				

Chapter 28: Business Documents

23.

Enquiry → Quotation → Order → Invoice

24.

(a)

Quantity	Model	Description	Price
40	JJR5	Garden hoe	€20
30	SFG8	Garden rake	€15
10	HS24	Lawnmower	€225

(c)

Quantity	Model	Description	Unit Price	Total (Ex VAT)
			€	€
40	JJR5	Garden hoe	20	800
30	SFG8	Garden rake	15	450
10	HS24	Lawnmower	225	2,250
			Total (ex VAT)	3,500
			Trade Discount 25%	<u>875</u>
				2,625
			VAT 20%	
			Total (Inc VAT)	<u>525</u>
E&OE	Carriage paid	Terms COD		3,150

25.

(a)

Quantity	Style	Description
50	KF2	Kerry football shirts
40	GF4	Galway football shirts
150	MF9	Mayo football shirts

E&OE
Customer's signature Cian Farrelly

(b)

Quantity	Model	Description	Unit Price	Total (Ex VAT)
			€	€
50	KF2	Kerry football shirts	50	2,500
40	GF4	Galway football shirts	45	1,800
150	MF9	Mayo football shirts	60	9,000
			Total (ex VAT)	13,300
			Trade Discount 25%	<u>3,325</u>
				9,975
			VAT 21%	<u>2,094.75</u>
			Total (Inc VAT)	12069.75
E&OE	Carriage paid	Terms COD		

26.

(a)

Quantity	Model	Description	Unit Price	Total (Ex VAT)
			€	€
8	7" colour LCD	DVD player	160	1,280
12	Zen micro	MP3 player	280	3,360
15	15" flat screen	TV	135	2,025
Total (ex VAT)				6,665
Trade Discount 25%				<u>1,666.25</u>
				4,998.75
VAT 21%				<u>1,049.74</u>
Total (Inc VAT)				6,048.49
E&OE	Carriage paid	Terms 5% one month		

(b)

Quantity	Model	Description	Unit Price	Total (Ex VAT)
			€	€
3	15" flat screen	TV	135	405
Total (ex VAT)				405
Trade Discount 25%				<u>101.25</u>
				303.75
VAT 21%				<u>63.79</u>
Total (Inc VAT)				367.54
E&OE				

(c)

Date	Details	Debit	Credit	Balance €
01/06/06				
15/06/06	Invoice no. 540	6,048.49		6,048.49
23/06/06	credit note no. 32	367.54		5,680.95
Amount Due				5680.95

(d) Cheque amount €5,396.90

27.

Quantity	Model	Description	Unit Price	Total (Ex VAT)
			€	€
7	Debs	Dresses	240	1,680
Total (ex VAT)				1,680
Trade Discount 25%				<u>420</u>
				1,260
VAT 21%				<u>264.60</u>
Total (Inc VAT)				1,524.60
E&OE				

28.

(a)

Quantity	Model	Description	Unit Price	Total (Ex VAT)
			€	€
14	Kenwood 28	Electric toasters	32	448
22	Phillips 45	Electric kettles	42	924
10	Pyrex 67	Coffee percolators	65	650
Total (ex VAT)				2,022
Trade Discount 25%				<u>505.50</u>
				1,516.50
VAT 21%				<u>318.47</u>
Total (Inc VAT)				1,834.97
E&OE		Carriage paid	Terms 5% one month	

(b)

Quantity	Model	Description	Unit Price	Total (Ex VAT)
			€	€
5	Pyrex 67	Coffee percolators	65	325
Total (ex VAT)				325
Trade Discount 25%				<u>81.25</u>
				243.75
VAT 21%				51.19
Total (Inc VAT)				294.94
E&OE				

(c)

Date	Details	Debit	Credit	Balance €
01/04/06				
07/04/06	Invoice no. 62	1,834.97		1,834.97
18/04/06	Credit note no. 41		294.94	1,540.03
Amount Due				1,540.03

Chapter 29: Recording Purchases and Purchases Returns

1.

Purchases Day Book (page 5)

Date	Details	F	Net	VAT	Total
			€	€	€
02/06/07	Jones Ltd Invoice no. 65	CL4	6,000	1,260	7,260
04/06/07	Weston Ltd Invoice no. 44	CL4	4,500	945	5,445
09/06/07	Colbert Ltd Invoice no. 82	CL4	8,800	1,848	10,648
14/06/07	Jackson Ltd Invoice no. 39	CL4	<u>7,200</u>	<u>1,512</u>	<u>8,712</u>
			<u>26,500</u>	<u>5,565</u>	<u>32,065</u>
			GL4	GL4	

Creditors Ledger (page 4)

Dr	Jones Ltd a/c						Cr
Date	Details	F	Total	Date	Details	F	Total
				02/06/07	Purchases	PB5	7,260

Dr	Weston Ltd a/c						Cr
Date	Details	F	Total	Date	Details	F	Total
				04/06/07	Purchases	PB5	5,445

Dr	Jackson Ltd a/c						Cr
Date	Details	F	Total	Date	Details	F	Total
				09/06/07	Purchases	PB5	10,648

Dr	Colbert Ltd a/c						Cr
Date	Details	F	Total	Date	Details	F	Total
				14/06/07	Purchases	PB5	8,712

General Ledger (page 4)

Dr	Purchases a/c						Cr
Date	Details	F	Total	Date	Details	F	Total
14/06/07	Sundry Creditors	PB5	26,500				

Dr	VAT a/c						Cr
Date	Details	F	Total	Date	Details	F	Total
14/06/07	Sundry Creditors	PB5	5,565				

Smith Ltd
Trial Balance as at 14/06/2007

Date	Details	F	Debit	Credit
			€	€
	Jones Ltd a/c	CL4		7,260
	Weston Ltd a/c	CL4		5,445
	Colbert Ltd a/c	CL4		8,712
	Jackson Ltd a/c	CL4		10,648
	Purchase a/c	GL4	26,500	
	Vat a/c	GL4	<u>5,565</u>	
			<u>32,065</u>	<u>32065</u>

2.

Purchases Returns Day Book (page 5)

Date	Details	F	Net €	VAT €	Total €
13/09/06	Thompson Ltd credit note no. 35	CL6	2,400	504	2,904
17/09/06	Anderson Ltd credit note no. 74	CL6	4,600	966	5,566
24/09/06	Matheson Ltd credit note no. 68	CL6	8,500	1,785	10,285
27/09/06	O'Dwyer Ltd credit note no. 159	CL6	<u>3,400</u>	<u>714</u>	<u>4,114</u>
			<u>18,900</u>	<u>3,969</u>	<u>22,869</u>
			GL6	GL6	

Creditors Ledger (page 6)

Dr				Thompson Ltd a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
13/09/06	Purchases returns	PRB 5	2,904						

Dr				Anderson Ltd a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
17/09/06	Purchases returns	PRB 5	5,566						

Dr				Matheson Ltd a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
24/09/06	Purchases returns	PRB 5	10,285						

Dr				O'Dwyer Ltd a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
27/09/06	Purchases returns	PRB 5	4,114						

General Ledger (page 6)

Dr				Purchases Returns a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
				27/09/06	Sundry creditors	PRB5	18,900		

Dr				VAT a/c		Cr	
Date	Details	F	Total	Date	Details	F	Total
				27/09/06	Sundry creditors	PRB5	3,969

Jason Ltd
Trial Balance as at 27 September 2006

Date	Details	F	Debit	Credit
			€	€
	Thompson Ltd a/c	CL6	2,904	
	Anderson Ltd a/c	CL6	5,566	
	Matheson Ltd a/c	CL6	10,285	
	O'Dwyer Ltd a/c	CL6	4,114	
	Purchases returns a/c			18,900
	VAT a/c			<u>3,969</u>
			<u>22,869</u>	<u>22,869</u>

3.

Purchases Day Book (page 5)

Date	Details	F	Net	VAT	Total
			€	€	€
15/02/07	Healy Ltd Invoice no. 34	CL7	12,400	2,604	15,004
17/02/07	Cullen Ltd Invoice no. 85	CL7	13,600	2,856	16,456
27/02/07	Maloney Ltd Invoice no. 79	CL7	<u>16,500</u>	<u>3,465</u>	<u>19,965</u>
			<u>42,500</u>	<u>8,925</u>	<u>51,425</u>
			GL7	GL7	

Purchases Returns Day Book (page 6)

Date	Details	F	Net	VAT	Total
		€	€	€	€
19/02/07	Healy Ltd credit note no. 144	CL7	2,400	504	2,904
23/02/07	Cullen Ltd credit note no. 75	CL7	<u>3,200</u>	<u>672</u>	<u>3,872</u>
			<u>5,600</u>	<u>1,176</u>	<u>6,776</u>
			GL7	GL7	

Creditors Ledger (page 7)

Dr				Healy Ltd a/c		Cr	
Date	Details	F	Total	Date	Details	F	Total
19/02/07	Purchases returns	PRB6	2,904	15/02/07	Purchases	PB5	15,004
28/02/07	Bal c/d		<u>12,100</u>				
			<u>15,004</u>				<u>15,004</u>
				28/02/07	Bal b/d		12,100

Dr				Cullen Ltd a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
23/02/07	Purchases returns	PRB6	3,872	17/02/07	Purchases	PB5	16,456		
28/02/07	Bal c/d		<u>12,584</u>						
			<u>16,456</u>				<u>16,456</u>		
				28/02/07	Bal b/d		9,728		

Dr				Maloney Ltd a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
				27/02/07	Purchases	PB5	19,965		

General Ledger (page 7)

Dr				Purchases a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
27/02/07	Sundry creditors	PB5	42,500						

Dr				Purchases Returns a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
				23/02/07	Sundry creditors	PRB6	5,600		

Dr				VAT a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
27/02/07	Sundry creditors	PB5	8,925	23/02/07	Sundry creditors	PRB6	1,176		
				27/02/07	Bal c/d		<u>7,749</u>		
			<u>8,925</u>				<u>8,925</u>		
28/02/07	Bal b/d		7,749						

O'Grady Ltd

Trial Balance as at 28 September 2006

Date	Details	F	Debit	Credit
			€	€
	Healy Ltd			12,100
	Cullen Ltd			12,584
	Maloney Ltd			19,965
	Purchases a/c		42,500	
	Purchases returns a/c			5,600
	VAT a/c		<u>7,749</u>	
			<u>50,249</u>	<u>50,249</u>

Chapter 30: Recording Sales and Sales Returns

1.

Sales Day Book (page 6)

Date	Details	F	Net	VAT	Total
			€	€	€
03/07/06	Fox Ltd Invoice no. 145	DL7	7,200	1,512	8,712
05/07/06	Wogan Ltd Invoice no. 146	DL7	5,400	1,134	6,534
14/07/06	Colgan Ltd Invoice no. 147	DL7	6,300	1,323	7,623
15/07/06	Pearson Ltd Invoice no. 148	DL7	<u>3,500</u>	<u>735</u>	<u>4,235</u>
			<u>22,400</u>	<u>4,704</u>	<u>27,104</u>
			GL4	GL4	

Debtors Ledger (page 7)

Dr				Cr			
Fox Ltd a/c							
Date	Details	F	Total	Date	Details	F	Total
03/07/06	Sales	SB6	8,712				

Dr				Cr			
Wogan Ltd a/c							
Date	Details	F	Total	Date	Details	F	Total
05/07/06	Sales	SB6	6,534				

Dr				Cr			
Colgan Ltd a/c							
Date	Details	F	Total	Date	Details	F	Total
14/07/06	Sales	SB6	7,623				

Dr				Cr			
Pearson Ltd a/c							
Date	Details	F	Total	Date	Details	F	Total
15/07/06	Sales	SB6	4,235				

General Ledger (page 4)

Dr				Cr			
Sales a/c							
Date	Details	F	Total	Date	Details	F	Total
				15/07/06	Sundry debtors	SB6	22,400

Dr				Cr			
VAT a/c							
Date	Details	F	Total	Date	Details	F	Total
				15/07/06	Sundry debtors	SB6	4,704

Briscoe Ltd

Trial Balance as at 15/07/2007

Date	Details	F	Debit	Credit
			€	€
	Fox Ltd a/c	DL7	8,712	
	Wogan Ltd A /c	DL7	6,534	
	Colgan Ltd a/c	DL7	7,623	
	Pearson Ltd a/c	DL7	4,235	
	Sales a/c	GL4		22,400
	VAT a/c	GL4		4,704
			<u>27,104</u>	<u>27,104</u>

2.

Sales Returns Day Book (page 6)

Date	Details	F	Net	VAT	Total
21/08/06	Thomas Ltd credit note no. 38	DL7	2,900	609	3,509
23/08/06	Morgan Ltd credit note no. 39	DL7	3,800	798	4,598
25/08/06	Matthews Ltd credit note no. 40	DL7	6,500	1,365	7,865
28/08/06	Keating Ltd credit note no. 41	DL7	<u>4,300</u>	<u>903</u>	<u>5,203</u>
			<u>17,500</u>	<u>3,675</u>	<u>21,175</u>
			GL8	GL8	

Debtors Ledger (page 7)

Dr				Thomas Ltd a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
				21/08/06	Sales returns	SRB6	3,509		

Dr				Morgan Ltd a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
				23/08/06	Sales returns	SRB6	4,598		

Dr				Matthews Ltd a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
				25/08/06	Sales returns	SRB6	7,865		

Dr				Keating Ltd a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
				28/08/06	Sales returns	SRB6	5,203		

General Ledger (page 8)

Dr				Sales Returns a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
28/08/06	Sundry debtors	SRB6	17,500						

Dr				VAT a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
28/08/06	Sundry debtors	SRB6	3,675						

Dolan Ltd

Trial Balance as at 28 August 2006

Date	Details	F	Debit	Credit
			€	€
	Thomas Ltd a/c			3,509
	Morgan Ltd a/c			4,598
	Matthews Ltd A /c			7,865
	Keating Ltd a/c			5,203
	Sales returns a/c		17,500	
	VAT a/c		<u>3,675</u>	
			<u>21,175</u>	<u>21,175</u>

3.

Sales Day Book (page 8)

Date	Details	F	Net	VAT	Total
			€	€	€
07/03/07	Hanly Ltd Invoice no. 47	DL9	14,600	3,066	17,666
09/03/07	Duffy Ltd Invoice no. 48	DL9	18,200	3,822	22,022
15/03/07	Macken Ltd Invoice no. 49	DL9	<u>4,900</u>	<u>1,029</u>	<u>5,929</u>
			<u>37,700</u>	<u>7,917</u>	<u>45,617</u>
			GL7	GL7	

Sales Returns Day Book (page 8)

Date	Details	F	Net	VAT	Total
12/03/07	Hanly Ltd credit note no. 49	DL9	4,300	903	5,203
14/03/07	Duffy Ltd credit note no. 50	DL9	<u>2,700</u>	<u>567</u>	<u>3,267</u>
			<u>7,000</u>	<u>1,470</u>	<u>8,470</u>
			GL7	GL7	

Debtors Ledger (page 9)

Dr				Hanly Ltd a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
07/03/07	Sales	SB8	17,666	12/03/07	Sales returns	SRB8	5,203		
				15/03/07	Bal c/d		<u>12,463</u>		
			<u>17,666</u>						<u>17,666</u>
15/03/07	Bal b/d		12,463						

Dr				Duffy Ltd a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
09/03/07	Sales	SB8	22,022	14/03/07	Sales returns	SRB8	3,267		
				15/03/07	Bal c/d		<u>18,755</u>		
			<u>22,022</u>						<u>22,022</u>
15/03/07	Bal b/d		18,755						

Dr				Macken Ltd a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
15/03/07	Sales	SB8	5,929						

General Ledger (page 7)

Dr				Sales a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
				15/03/07	Sundry debtors	SB8	37,700				

Dr				Sales Returns a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
15/03/07	Sundry debtors	SRB8	7,000								

Dr				Vat a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
15/03/07	Sundry debtors	SRB8	1,470	15/03/07	Sundry debtors	SB8	7,917				
15/03/07	Bal c/d		<u>6,447</u>								
			<u>7,917</u>				<u>7,917</u>				
				15/03/07	Bal b/d		6,447				

O'Toole Ltd**Trial Balance as at 15 March 2007**

Date	Details	F	Debit	Credit
			€	€
	Hanly Ltd a/c	DL9	12,463	
	Duffy Ltd A /c	DL9	18,755	
	Macken Ltd a/c	DL9	5,929	
	Sales a/c	GL4		37,700
	Sales returns a/c	GL4	7,000	
	VAT a/c			<u>6,447</u>
			<u>44,147</u>	<u>44,147</u>

4.

Purchases Day Book (page 9)

Date	Details	F	Net	VAT	Total
19/08/06	Lynch Ltd Invoice no. 147	CL10	6,400	1,344	7,744
20/08/06	Leddy Ltd Invoice no. 82	CL10	<u>5,700</u>	<u>1,197</u>	<u>6,897</u>
			<u>12,100</u>	<u>2,541</u>	<u>14,641</u>
			GL12	GL12	GL12

Purchases Returns Day Book (page 8)

Date	Details	F	Net	VAT	Total
26/08/07	Lynch Ltd credit note no. 76	CL10	<u>1,800</u>	<u>378</u>	<u>2,178</u>
			<u>1,800</u>	<u>378</u>	<u>2,178</u>
			GL12	GL12	

Sales Day Book (page 9)

Date	Details	F	Net	VAT	Total
			€	€	€
23/08/06	Dawson Ltd Invoice no. 54	DL10	7,600	1,596	9,196
25/08/06	Hogan Ltd Invoice no. 55	DL10	<u>4,800</u>	<u>1,008</u>	<u>5,808</u>
			<u>12,400</u>	<u>2,604</u>	<u>15,004</u>
			GL12	GL12	

Sales Returns Day Book (page 9)

Date	Details	F	Net	VAT	Total
27/08/06	Dawson Ltd credit note no. 77	DL10	<u>2,600</u>	<u>546</u>	<u>3,146</u>
			<u>2,600</u>	<u>546</u>	<u>3,146</u>
			GL12	GL12	

Creditors Ledger (page 10)

Dr				Cr			
Lynch Ltd a/c							
Date	Details	F	Total	Date	Details	F	Total
26/08/06	Purchases returns	PRB8	2,178	19/08/06	Purchases	PB9	7,744
28/08/06	Bal c/d		<u>5,566</u>				
			<u>7,744</u>				<u>7,744</u>
				28/08/06	Bal b/d		5,566

Dr				Cr			
Leddy Ltd a/c							
Date	Details	F	Total	Date	Details	F	Total
				20/08/06	Purchases	PB9	6,897

Debtors Ledger

Dr				Cr			
Dawson Ltd a/c							
Date	Details	F	Total	Date	Details	F	Total
23/08/06	Sales	SB9	9,196	27/08/06	Sales returns	SRB9	3,146
				28/08/06	Bal c/d		<u>6,050</u>
			<u>9,196</u>				<u>9,196</u>
28/08/06	Bal b/d		6,050				

Dr				Cr			
Hogan Ltd a/c							
Date	Details	F	Total	Date	Details	F	Total
25/08/06	Sales	SB9	5,808				

General Ledger (page 12)

Dr				Cr			
Purchases a/c							
Date	Details	F	Total	Date	Details	F	Total
20/08/06	Sundry creditors	PB9	12,100				

Dr				Cr			
Purchases Returns a/c							
Date	Details	F	Total	Date	Details	F	Total
				26/08/06	Sundry creditor	PRB9	1,800

Dr				Cr			
Sales a/c							
Date	Details	F	Total	Date	Details	F	Total
				25/08/06	Sundry Debtors	SB9	12,400

Dr				Sales Returns a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
26/08/06	Sundry Debtor	SRB9	2,600								

Dr				Vat a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
20/08/06	Sundry creditors	PB9	2,541	20/08/06	Sundry creditors	PRB9	378				
26/08/06	Sundry Debtors	SRB9	546	25/08/06	Sundry Debtors	SB9	2,604				
				28/08/06	Bal c/d		<u>105</u>				
			<u>3,081</u>				<u>3,081</u>				
28/08/06	Bal b/d		105								

Mulligan Ltd

Trial Balance as at 28 July 2006

Date	Details	F	Debit	Credit
			€	€
28/08/06	Lynch Ltd a/c			5,566
	Leddy Ltd a/c			6,897
	Dawson Ltd a/c		6,050	
	Hogan Ltd a/c		5,808	
	Purchases a/c		12,100	
	Purchases returns a/c			1,800
	Sales a/c			12,400
	Sales returns a/c		2,600	
	VAT a/c		<u>105</u>	
			<u>26,663</u>	<u>26,663</u>

Chapter 31: The Analysed Cash Book

1.

Analysed Cash Receipts and Lodgement Book (page 5)

Date 2006	Details	F	Rec. no.	Cash	Bank	Sales	VAT	Debtor
01/06/06	Bal b/d			1,800	17,500			
03/06/06	Sales	GL8	9		5,800	4,600	1,200	
27/06/06	Sales	GL8	10	950		750	200	

Analysed Cash and Cheque Payment Book (page 5)

Date 2006	Details	F	Ch. no.	Cash	Bank	Purchases	VAT	Creditors	Wages	Other
07/06/06	Advertising	GL8	12		1,800					1,800
11/06/06	Purchases	GL8	13		7,623	6,300	1,323			
18/06/06	Wages	GL8	14		1,600				1,600	
21/06/06	Office exp.	GL8		470						470
29/06/06	Purchases	GL8	15		6,292	5,200	1,092			
30/06/06	Office furnit.	GL8	16		1,400					1,400

General Ledger (page 8)

Dr				Cash Sales a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
				27/06/06	Bank	ACRB5	5,350				

Dr				VAT a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
29/06/06	Bank	ACCP5	2,415	29/06/06	Bank	ACRB5	1,400				
				30/06/06	Bal c/d		<u>1,016</u>				
			<u>2,415</u>				<u>2,416</u>				
01/07/06	Bal b/d		1,016								

Dr				Purchases a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
				29/06/06	Bank	ACRB5	11,500				

Dr				Wages a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
18/06/06	Bank	ACRB5	1,600								

Dr				Advertising a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
07/06/06	Bank	ACRB5	1,800								

Dr				Office Expenses a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
21/06/06	Cash	ACRB5	470								

Dr				Office Furniture a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
30/06/06	Bank	ACRB5	1,400								

Dr				Cash a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
01/06/06	Bal b/d	ACRL5	1,800	01/06/06	Payments	ACCP5	470				
d/06/06	Receipts		<u>950</u>		Bal c/d		<u>2,280</u>				
			<u>2,750</u>				<u>2,750</u>				
01/07/06	Bal b/d		2,280								

Dr				Bank a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
01/06/06	Bank	ACRL5	17,500	d/06/06	Payments	ACCP5	18,715				
d/06/06	Receipts		<u>5,800</u>				<u>4,585</u>				
			<u>23,300</u>				<u>23,300</u>				
01/07/06	Bal b/d		2,280								

2.

Analysed Cash Book (page 5)

Date 2006	Details	Folio	Rec. no.	Cash	Bank	Sales	VAT	Debtor	Date 2006	Details	Folio	Ch. no.	Cash	Bank	Purchases	VAT	Creditors	Wages	Other
01/10	Bal. b/d			900	7,500				05/10	Wages	GL6	19		1,200				1,200	
03/10	Sales	GL6	31		5,200	4,110	1,090		08/10	Insurance	GL6	20		720					720
16/10	Hackett	DL6	32		2,100			2,100	11/10	Purchases	GL6	21		7,018	5,800	1,218			
23/10	Sales	GL6	33		4,400	3,480	920		13/10	Flynn Ltd	CL5	22		1,850			1,850		
30/10	Sales	GL6	34		520	410	110		24/10	Office ex.	GL6		750						750
									30/10	Bal c/d			150	8,932					
				<u>900</u>	<u>19,720</u>	<u>8,000</u>	<u>2,120</u>	<u>2,100</u>					<u>900</u>	<u>19,720</u>	<u>5,800</u>	<u>1,218</u>	<u>1,850</u>	<u>1,200</u>	<u>1,470</u>

General Ledger (page 6)

Dr				Cash Sales a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
				31/10/06	Bank	ACB5	8,000				

Dr				VAT a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
31/10/06	Bank	ACB5	1,218	31/10/06	Bank	ACB5	2,120				
31/10/06	Bal c/d		<u>902</u>								
			<u>2,120</u>				<u>2,120</u>				
				01/11/06	Bal b/d		902				

Dr				Purchases a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
30/10/06	Bank	ACB5	5,800								

Dr				Wages a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
30/10/06	Bank	ACB5	1,200								

Dr				Insurance a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
30/10/06	Bank	ACB5	720								

Dr				Office Expenses a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
30/10/06	Bank	ACB5	750								

Debtors Ledger (page 5)

Dr				Hackett Ltd a/c				Cr
Date	Details	F	Total	Date	Details	F	Total	
				30/10/06	Bank	ACB5	2,100	

Creditors Ledger (page 5)

Dr				Flynn Ltd a/c				Cr
Date	Details	F	Total	Date	Details	F	Total	
30/10/06	Bank	ACB5	1,850					

3.**Analysed Cash Receipts and Lodgement Book (page 6)**

Date 2006	Details	F	Rec. No.	Bank	Sales	VAT	Debtor
01/09	Bal b/d			14,500			
04/09	Sales	GL9	69	7,200	5,700	1,500	
15/09	Norris Ltd	DL6	70	4,800			4,800
27/09	Sales	GL9	71	2,300	1,820	480	

Analysed Cash and Cheque Payment Book (page 6)

Date 2006	Details	F	Ch. No.	Bank	Purchases	VAT	Creditors	Wages	Other
06/09	Wages	GL9	44	2,200				2,200	
11/09	Purchases	GL9	45	7,381	6,100	1,281			
19/09	Curry Ltd	CL6	46	3,875			3,875		
24/09	Rent	GL9	47	1,500					1,500
29/09	Purchases	GL9	48	4,356	3,600	756			
30/09	Office equip.	GL9	49	360					360

General Ledger (page 9)

Dr				Cash Sales a/c				Cr
Date	Details	F	Total	Date	Details	F	Total	
				30/09/06	Bank	ACRL9	7,520	

Dr				VAT a/c				Cr
Date	Details	F	Total	Date	Details	F	Total	
30/09/06	Bank	ACCP9	7,520	30/09/06	Bank	ACRL9	1,980	
				30/09/06	Bal c/d		<u>5,540</u>	
			<u>7,520</u>				<u>7,520</u>	
31/09/06	Bal b/d		5,540					

Dr				Purchases a/c				Cr
Date	Details	F	Total	Date	Details	F	Total	
30/09/06	Bank	ACCP9	9,700					

Dr				Wages a/c				Cr
Date	Details	F	Total	Date	Details	F	Total	
30/09/06	Bank	ACCP9	2,200					

Dr				Rent a/c				Cr
Date	Details	F	Total	Date	Details	F	Total	
30/09/06	Bank	ACCP9	1,500					

Dr				Office Equipment a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
30/09/06	Bank	ACCP9	360								

Dr				Bank a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
01/09/06	Bal b/d	ACRL9	14,500	30/09/06	Payments	ACCP9	19,672				
d/09/06	Receipts		<u>14,300</u>	30/09/06	Bal c/d		<u>9,128</u>				
			<u>28,800</u>				<u>28,800</u>				
01/10/06	Bal b/d		9,128								

Debtors Ledger (page 6)

Dr				Norris Ltd a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
30/09/06	Bank	ACRL9	4,800								

Creditors Ledger (page 6)

Dr				Curry Ltd a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
				30/09/06	Bank	ACCP9	3,875				

4.

Analysed Cash Book (page 8)

Date 2006	Details	Folio	Rec. no.	Bank	Sales	VAT	Debtor	Date 2006	Details	Folio	Ch. no.	Bank	Purchases	VAT	Creditors	Wages	Other
02/03	Sales	GL6	65	5,200	4,210	990		01/03	Bal b/d			3,200					
11/03	Mullen	DL9	66	4,200			4,200	05/03	L & H	GL6	84	160					160
23/03	Sales	GL6	67	3,800	3,000	800		08/03	Purchases	GL6	85	5,929	4,900	1,029			
								17/03	Coogan	CL5	86	9,200			9,200		
								20/03	Wages	GL6	87	3,500				3,500	
								27/03	Purchases	GL6	88	7,776	5,600	1,176			
31/03	Bal c/d			<u>18,415</u>	7,210	1,790	4,200	29/03	Computer	GL6	89	<u>1,850</u>					1,850
				<u>31,615</u>								<u>31,615</u>	10,500	2,205	9,200	3,500	2,010
								01/04	Bal b/d			18,415					

General Ledger (page 6)

Dr				Cash Sales a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
				30/03/06	Bank	ACB8	7,210				

Dr				VAT a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
30/03/06	Bank	ACB8	2,205	30/03/06	Bank	ACB8	1,790				
				30/03/06	Bal c/d		<u>415</u>				
			<u>2,205</u>				<u>2,205</u>				
01/04/06	Bal b/d		415								

Dr				Purchases a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
30/03/06	Bank	ACB8	10,500								

Dr				Wages a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
30/03/06	Bank	ACB8	3,500								

Dr Light and Heat a/c
Cr

Date	Details	F	Total	Date	Details	F	Total
30/03/06	Bank	ACB8	160				

Dr Office Equipment a/c
Cr

Date	Details	F	Total	Date	Details	F	Total
30/03/06	Bank	ACB8	1,850				

Debtors Ledger (page 9)

Dr Mullen Ltd a/c
Cr

Date	Details	F	Total	Date	Details	F	Total
				30/03/06	Bank	ACB8	4,200

Creditors Ledger (page 5)

Dr Coogan Ltd a/c
Cr

Date	Details	F	Total	Date	Details	F	Total
30/03/06	Bank	ACB8	9,200				

Chapter 32: The Petty Cash Book

2.

Petty Cash Book (Page 4)

Date	Details	Cash	Date	Details	Voucher no.	Total	Postage	Stationery	Cleaning	Other Expenses
01/02	Bal b/d	320.00	02/02	Postage	116	13.50	13.50			
			05/02	Envelopes	117	12.00		12.00		
			08/02	Repairs	118	33.50				33.50
			10/02	Train fare	119	15.50				15.50
			13/02	Cleaning materials	120	21.00			21.00	
			16/02	Cleaner	121	28.00			28.00	
			20/02	Courier	122	18.00	18.00			
			22/02	Charity	123	25.00				25.00
			23/02	Postage	124	9.50	9.50			
			24/02	Envelopes	125	6.00		6.00		
			26/02	Cleaner	126	28.00			28.00	
			28/02	Repairs	127	25.00				25.00
						235.00				
			28/02	Bal c/d		85.00				
		<u>320.00</u>				<u>320.00</u>	<u>41.00</u>	<u>18.00</u>	<u>77.00</u>	<u>99.00</u>
01/03	Bal b/d	85.00								
01/03	Chief cashier	235.00								

General Ledger (page 7)

Dr				Cr			
Postage a/c							
Date	Details	F	Total	Date	Details	F	Total
28/02/06	Petty cash	PCB1	41.00				

Dr				Cr			
Stationery a/c							
Date	Details	F	Total	Date	Details	F	Total
28/02/06	Petty cash	PCB1	18.00				

Dr				Cr			
Cleaning a/c							
Date	Details	F	Total	Date	Details	F	Total
28/02/06	Petty cash	PCB1	77.00				

Dr				Cr			
Other Expenses a/c							
Date	Details	F	Total	Date	Details	F	Total
28/02/06	Petty cash	PCB1	99.00				

3.
(b)

Petty Cash Book (Page 5)

Date	Details	Cash	Date	Details	Voucher no.	Total	Postage	Stationery	Cleaning	Sundries
01/06	Bal b/d	280.00	02/06	Paper	91	12.00		12.00		
			05/06	Postage	92	17.50	17.50			
			06/06	Window cleaner	93	21.00			21.00	
			09/06	Cleaning materials	94	22.50			22.50	
			10/06	Charity	95	20.00				20.00
			14/06	Office cleaner	96	30.00			30.00	
			18/06	Postage	97	13.50	13.50			
			21/06	Biscuits	98	3.50				3.50
			24/06	Courier	99	18.00	18.00			
			26/06	Taxi fare	100	17.00				17.00
			29/06	Envelopes	101	8.50		8.50		
			30/06	Office cleaner	102	30.00			30.00	
						213.50				
			30/06	Bal c/d		66.50				
		<u>280.00</u>				<u>280.00</u>	<u>49.00</u>	<u>20.50</u>	<u>103.50</u>	<u>40.50</u>
01/07	Bal b/d	66.50								
01/07	Chief cashier	213.50								

(c)
€213.50

(d)

General Ledger (page 8)

Dr				Postage a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
30/06/07	Petty cash	PCB5	49.00						

Dr				Stationery a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
30/06/07	Petty cash	PCB5	20.50						

Dr				Cleaning a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
30/06/07	Petty cash	PCB5	103.50						

Dr				Sundries a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
30/06/07	Petty cash	PCB5	40.50						

4.

(a)

Petty Cash Book (Page 6)

Date	Details	Cash	Date	Details	Voucher no.	Total	Postage	Stationery	Cleaning	Other Expenses
01/05	Bal b/d	60.00	03/05	Envelopes	162	13.00		13.00		
01/05	Chief cashier	240.00	06/05	Cleaning materials	163	25.00			25.00	
			08/05	Cleaner	164	50.00			50.00	
			11/05	Bus fare	165	10.00				10.00
			15/05	Paper	166	14.00		14.00		
			18/05	Charity	167	30.00				30.00
			22/05	Cakes	168	18.00				18.00
			24/05	Stamps	169	11.00	11.00			
			26/05	Repairs	170	36.00				36.00
			29/05	Courier	171	27.00	27.00			
						234.00				
			31/05	Bal c/d		66.00				
		<u>300.00</u>				<u>300.00</u>	38.00	27.00	75.00	94.00
01/06	Bal b/d	66.00								
01/06	Chief cashier	240.00								

(b)

General Ledger (page 9)

Dr				Postage a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
31/05/07	Petty cash	PCB6	38.00						

Dr				Stationery a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
31/05/07	Petty cash	PCB6	27.00						

Dr				Cleaning a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
31/05/07	Petty cash	PCB6	75.00						

Dr				Other Expenses a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
31/05/07	Petty cash	PCB6	94.00						

Chapter 33: The General Journal

1.

Francis Ltd General Journal (Page 5)

Date	Details	Folio	Debit	Credit
01/02/07	Assets		€	€
	Buildings	GL5	425,000	
	Motor vehicles	GL5	45,000	
	Stock	GL5	8,000	
	Ford Ltd	DL4	3,500	
	Cash	ACB4	150	
	Bank	ACB4	3,850	
	Liabilities			
	Feely Ltd	CL4		5,500
	Bank term loan	GL5		80,000
	Share capital	GL5		400,000
	Assets, liabilities and capital on 1 February		<u>485,500</u>	<u>485,500</u>

General Ledger (Page 5)

Dr				Cr			
Buildings a/c							
Date	Details	F	Total	Date	Details	F	Total
01/02/07	Bal b/d	GJ5	425,000				

Dr				Cr			
Motor Vehicles a/c							
Date	Details	F	Total	Date	Details	F	Total
01/02/07	Bal b/d	GJ5	45,000				

Dr				Cr			
Stock a/c							
Date	Details	F	Total	Date	Details	F	Total
01/02/07	Bal b/d	GJ5	8,000				

Dr				Cr			
Term Loan a/c							
Date	Details	F	Total	Date	Details	F	Total
				01/02/07	Bal b/d	GJ5	80,000

Dr				Cr			
Share Capital a/c							
Date	Details	F	Total	Date	Details	F	Total
				01/02/07	Bal b/d	GJ5	400,000

Debtors Ledger (page 4)

Dr				Cr			
Ford Ltd a/c							
Date	Details	F	Total	Date	Details	F	Total
01/02/07	Bal b/d	GJ5	3,500				

Creditors Ledger (page 4)

Dr				Cr			
Feely Ltd a/c							
Date	Details	F	Total	Date	Details	F	Total
				01/02/07	Bal b/d	GJ5	5,500

Analysed Cash Book (page 4)

Date 2007	Details	Folio	Rec. no.	Cash	Bank	Sales	VAT	Debtor	Other	Date 2007	Details	Folio	Ch. no.	Cash	Bank	Purchases	VAT	Creditors	Wages	Other	
01/02	Bal b/d	GJ5		150	3,850																

2.

Flanagan Ltd
General Journal (Page 5)

Date	Details	Folio	Debit	Credit
	Assets		€	€
01/05/07	Premises	GL6	500,000	
	Plant and Machinery	GL6	160,000	
	Stock	GL6	15,000	
	Brown Ltd	DL5	16,000	
	Cash	ACB5	200	
	Liabilities			
	Green Ltd	CL5		11,200
	Bank overdraft	ACB5		10,000
	Term loan	GL6		70,000
	Share capital			600,000
	Assets, liabilities and capital on 1 May		<u>691,200</u>	<u>691,200</u>

General Ledger (Page 6)

Dr				Premises a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
01/05/07	Bal b/d	GJ5	500,000								

Dr				Plant and Machinery a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
01/05/07	Bal b/d	GJ5	160,000								

Dr				Stock a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
01/05/07	Bal b/d	GJ5	15,000								

Dr				Term Loan a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
				01/05/07	Bal b/d	GJ5	70,000				

Dr				Share Capital a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
				01/05/07	Bal b/d	GJ5	600,000				

Debtors Ledger (page 5)

Dr				Brown Ltd a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
01/05/07	Bal b/d	GJ5	16,000								

Creditors Ledger (page 5)

Dr				Cr			
Green Ltd a/c							
Date	Details	F	Total	Date	Details	F	Total
				01/05/07	Bal b/d	GJ5	11,200

Analysed Cash Book (page 5)

Date	Details	Folio	Rec. no.	Cash	Bank	Sales	VAT	Debtor	Other	Date	Details	Folio	Ch. no.	Cash	Bank	Purchases	VAT	Creditors	Wages	Other	
2007										2007											
01/05	Bal b/d	GJ5		200						01/05	Bal b/d	GJ5			10,000						

3.

General Journal (Page 8)

Date	Details	Folio	Debit	Credit
			€	€
03/03/06	Motor vehicle a/c	GL9	45,000	
	McGuire Ltd	CL9		45,000
	<i>(Motor vehicle bought on credit)</i>			
06/06/06	Brennan Ltd	DL9	8,000	
	Motor vehicle a/c	GL9		8,000
	<i>(Motor vehicle sold on credit)</i>			

Creditors Ledger (page 9)

Dr				Cr			
McGuire Ltd a/c							
Date	Details	F	Total	Date	Details	F	Total
				03/03/06	Motor vehicle	GJ8	45,000

General Ledger (Page 9)

Dr				Cr			
Motor Vehicles a/c							
Date	Details	F	Total	Date	Details	F	Total
03/03/06	McGuire Ltd	GJ8	45,000	06/06/06	Brennan Ltd	GJ8	8,000
				06/06/06	Bal c/d		<u>37,000</u>
			<u>45,000</u>				<u>45,000</u>
06/06/06	Bal b/d		37,000				

Debtors Ledger (page 9)

Dr				Cr			
Brennan Ltd a/c							
Date	Details	F	Total	Date	Details	F	Total
06/06/06	Motor vehicle	GJ8	8,000				

4.

General Journal (Page 10)

Date	Details	Folio	Debit	Credit
			€	€
12/07/07	Office furniture a/c	GL10	3,200	
	Jordan Ltd a/c	CL10		3,200
	<i>(Office furniture bought on credit)</i>			
14/07/07	Reddan Ltd	DL10	600	
	Office furniture a/c	GL10		600
	<i>(Office furniture sold on credit)</i>			

Creditors Ledger (page 10)

Dr				Cr			
Jordan Ltd a/c							
Date	Details	F	Total	Date	Details	F	Total
				12/07/07	Office furniture	GJ10	3,200

General Ledger (Page 10)

Dr				Cr			
Office Furniture a/c							
Date	Details	F	Total	Date	Details	F	Total
12/07/07	Office furniture	GJ10	3,200	14/07/07	Office furniture	GJ10	600
				14/07/07	Bal c/d		<u>2,600</u>
			<u>3,200</u>				<u>3,200</u>
14/07/07	Bal b/d		2,600				

Debtors Ledger (page 10)

Dr				Cr			
Reddan Ltd a/c							
Date	Details	F	Total	Date	Details	F	Total
14/07/07	Office furniture	GJ10	600				

5.

General Ledger (page 11)

Dr				Cr			
Bad Debts a/c							
Date	Details	F	Total	Date	Details	F	Total
18/03/07	P & Q Ltd a/c	DL11	5,400				

Debtors Ledger (page 11)

Dr				Cr			
P&Q Ltd a/c							
Date	Details	F	Total	Date	Details	F	Total
18/03/07	Bal b/d		5,400	18/03/07	Bad debts a/c	GL11	5,400

6.

General Ledger (page 11)

Dr				Cr			
Bad Debts a/c							
Date	Details	F	Total	Date	Details	F	Total
31/05/07	Fitzgerald Ltd a/c	DL11	6,000				

Chapter 34: Combined Books of First Entry

1.

(c)Credit Note

2.

(c)Invoice

3.

1	2	3	4	5
D	E	A	B	C

5.

(a)

Share Capital €480,000

General Ledger (Page 1)

Dr	Buildings a/c				Cr			
	Date	Details	F	Total	Date	Details	F	Total
	01/10/06	Bal b/d	GJ1	450,000				

Dr	Stock a/c				Cr			
	Date	Details	F	Total	Date	Details	F	Total
	01/10/06	Bal b/d	GJ1	20,000				

Dr	Share Capital a/c				Cr			
	Date	Details	F	Total	Date	Details	F	Total
					01/10/06	Bal b/d	GJ1	480,000
	20/10/06	bal c/d		<u>520,000</u>	04/10/06	Bank	ACB1	<u>40,000</u>
				<u>520,000</u>				<u>520,000</u>
					21/10/06	bal b/d		520,000

Debtors Ledger (page 1)

Dr	Cleary Ltd a/c				Cr			
	Date	Details	F	Total	Date	Details	F	Total
	01/10/06	Bal b/d	GJ1	12,000	12/10/06	Sales returns	SRB1	1,210
	06/10/06	Sales	SB1	7,260	15/10/06	Bank	ACB1	7,000
					20/10/06	bal c/d		<u>11,050</u>
				<u>19,260</u>				<u>19,260</u>
	21/10/06	bal b/d		11,050				

Creditors Ledger (page 1)

Dr	Dunne Ltd a/c				Cr			
	Date	Details	F	Total	Date	Details	F	Total
	10/10/06	Purchases returns	PRB1	1,936	01/10/06	Bal b/d	GJ1	10,000
	20/10/06	Bank		<u>16,534</u>	04/10/06	Purchases	PB1	<u>8,470</u>
				<u>18,470</u>				<u>18,470</u>

Analysed Cash Book (page 1)

Date 2006	Details	F	Rec. no.	Bank	Sales	VAT	Debtor	Share Capital	Date 2006	Details	F	Ch. no.	Bank	Purchases	VAT	Creditors	Wages
01/10	Bal b/d	GJ1		8,000					12/10	Wages	GL2	91	1,800				1,800
04/10	Share capital	GL1		40,000				40,000	18/10	Purchases	GL2	92	32,670	27,000	5,670		
08/10	Sales	GL2	54	24,200	20,000	4,200			20/10	Dunne Ltd	DL1	93	16,534			16,534	
15/10	Cleary Ltd	DL1	55	<u>7,000</u>			7,000		20/10	Bal c/d			<u>28,196</u>				
				<u>79,200</u>	20,000	4,200	7,000	40,000					<u>79,200</u>				
21/10/	Bal b/d			28,196													

Purchases Day Book (Page 1)

Date	Details	F	Net	VAT	Total
01/10/06	Dunne Ltd inv. no. 76	CL1	7,000	1,470	8,470
			GL2	GL2	

Sales Day Book (Page 1)

Date	Details	F	Net	VAT	Total
06/10/06	Cleary Ltd inv. no. 87	DL1	6,000	1,260	7,260
			GL2	GL2	

Purchases Returns Day Book (Page 1)

Date	Details	F	Net	VAT	Total
10/10/06	Dunne Ltd credit note no. 19	CL1	1,600	336	1,936
			GL2	GL2	

Sales Returns Day Book (Page 1)

Date	Details	F	Net	VAT	Total
12/10/06	Cleary Ltd credit note no. 54	DL1	1,000	210	1,210
			GL2	GL2	

General Ledger (page 2)

Dr				Purchases a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
21/10/06	Sundry creditors	PB1	7,000								
18/10/06	Cash purchases	ACB1	<u>27,000</u>	20/10/06	Bal c/d		<u>34,000</u>				
			<u>34,000</u>				<u>34,000</u>				
21/10/06	Bal b/d		<u>34,000</u>								

Dr				VAT a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
21/10/06	Sundry creditors	PB1	1,470	21/10/06	Sundry debtors	SB1	1,260				
21/10/06	Sundry debtors	SRB1	210	21/10/06	Sundry creditors	PRB1	336				
18/10/06	Cash purchases	ACB1	5,670	08/10/06	Cash sales	ACB1	4,200				
				20/10/06	Bal c/d		<u>1,554</u>				
			<u>7,350</u>				<u>7,476</u>				
21/10/06	Bal b/d		<u>1,554</u>								

Dr				Sales a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
				21/10/06	Sundry creditors	SB1	6,000				
20/10/06	bal c/d		<u>26,000</u>	08/10/06	Cash sales	ACB1	<u>20,000</u>				
			<u>26,000</u>				<u>26,000</u>				
				21/10/06	bal b/d		26,000				

Dr				Purchases Returns a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
				21/10/06	Sundry creditors	PRB1	1,600				

Dr				Sales Returns a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
21/10/06	Sundry debtors	SRB1	1,000								

Dr				Wages a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
20/10/06	bank	ACB1	1,800								

(d)

Hanratty Ltd
Trial Balance as at 21 October 2006

Date	Details	F	Debit	Credit
<i>21/10/06</i>			€	€
	General Ledger			
	Buildings	GL1	450,000	
	Stock	GL1	20,000	
	Share capital			520,000
	Purchases a/c	GL2	34,000	
	Vat a/c	GL2	1,554	
	Sales a/c	GL2		26,000
	Purchases returns a/c	GL2		1,600
	Sales returns a/c	GL2	1,000	
	Wages a/c	GL2	1,800	
	Debtors Ledger			
	Cleary Ltd		11,050	
	Creditors Ledger			
	Dunne Ltd			
	Analysed Cash Book			
	Bank		<u>28,196</u>	<u>547,600</u>
			<u>547,600</u>	<u>547,600</u>

6.

General Journal (Page 2)

Date	Details	F	Debit	Credit
	Assets		€	€
01/11/07	Machinery	GL1	120,000	
	Liabilities			
	Brown Ltd			20,000
	Share capital			100,000
			<u>120,000</u>	<u>120,000</u>

General Ledger (Page 1)

Dr Machinery a/c Cr

Date	Details	F	Total	Date	Details	F	Total
01/11/07	Bal b/d	GJ1	120,000				

Dr Share Capital a/c Cr

Date	Details	F	Total	Date	Details	F	Total
				01/11/07	Bal b/d	GJ1	100,000
30/11/07	Bal c/d		<u>130,000</u>	06/11/07	Bank	ACB1	<u>30,000</u>
			<u>130,000</u>				<u>130,000</u>
				30/11/07	Bal b/d		130,000

Creditors Ledger (page 2)

Dr Brown Ltd a/c Cr

Date	Details	F	Total	Date	Details	F	Total
15/11/07	Bank	ACB1	25,000	01/11/07	Bal b/d	GJ1	20,000
30/11/07	Bal c/d		<u>31,300</u>	08/11/07	Purchases	PB2	<u>36,300</u>
			<u>56,300</u>				<u>56,300</u>
				30/11/07	Bal b/d		31,300

(b)

General Ledger (page 2)

Dr Purchases a/c Cr

Date	Details	F	Total	Date	Details	F	Total
08/11/07	Sundry creditors	PB2	30,000				
19/11/07	Cash purchases	ACB1	<u>21,000</u>	30/11/07	Bal c/d		<u>51,000</u>
			<u>51,000</u>				<u>51,000</u>
30/11/07	Bal b/d		51,000				

Dr VAT a/c Cr

Date	Details	F	Total	Date	Details	F	Total
08/11/07	Sundry creditors	PB2	6,300	03/11/07	Sundry debtors	SB2	8,400
07/11/07	Sundry debtors	SRB2	1,050	02/11/07	Cash sales	ACB1	3,780
19/11/07	Cash purchases	ACB1	4,410				
30/11/07	Bal c/d		420				
			<u>12,180</u>				<u>12,180</u>
				30/11/07	Bal b/d		420

Dr Sales a/c Cr

Date	Details	F	Total	Date	Details	F	Total
				03/11/07	Sundry debtors	SB2	40,000
30/11/07	Bal c/d		<u>58,000</u>	02/11/07	Cash sales	ACB1	<u>18,000</u>
			<u>58,000</u>				<u>58,000</u>
				30/11/07	Bal b/d		58,000

Dr Sales Returns a/c
Cr

Date	Details	F	Total	Date	Details	F	Total
07/11/07	Sundry debtors	SRB2	5,000				

Dr Insurance a/c Cr

Date	Details	F	Total	Date	Details	F	Total
08/11/07	Bank	ACB1	1,400				

Debtors Ledger (page 1)

Dr Green Ltd a/c Cr

Date	Details	F	Total	Date	Details	F	Total
03/11/07	Sales	SB2	48,400	07/11/07	Sales returns	SRB2	6,050
				27/11/07	Bank	ACB1	42,350
			<u>48,400</u>				<u>48,400</u>

(c)

Analysed Cash Book (page 1)

Date 2007	Details	F	Rec. no.	Bank	Sales	VAT	Debtor	Share Capital	Date 2007	Details	F	Ch. no.	Bank	Purchases	VAT	Creditors	Insurance
02/11	Sales	GL2	82	21,780	18,000	3,780			08/11	Insurance	GL2	28	1,400				1,400
06/11	Share capital	GL1		30,000				30,000	15/11	Brown	CL2	29	25,000			25,000	
27/11	Green Ltd	DL1	83	42,350			42,350		19/11	Purchases	GL2	30	25,410	21,000	4,410		
									30/11	Bal c/d			<u>43,320</u>				
				<u>94,130</u>	18,000	3,780	42,350	30,000					<u>95,130</u>	21,000	4,410	25,000	1,400
30/11	Bal b/d			42,320													

(d)

McKenna Ltd Trial Balance as at 30 November 2007

Date	Details	F	Debit	Credit
			€	€
30/11/07	General Ledger			
	Machinery a/c	GL1	120,000	
	Share capital a/c	GL1		130,000
	Sales a/c	GL2		58,000
	Purchases a/c	GL2	51,000	
	Sales returns a/c	GL2	5,000	
	VAT a/c	GL2		420
	Insurance	GL2	1,400	
	Debtors Ledger			
	Green Ltd a/c	DL1		
	Creditors Ledger			
	Brown Ltd a/c			31,300
	Analysed Cash Book			
	Bank		<u>42,320</u>	
			<u>219,720</u>	<u>219,720</u>

7.

(a)

Share Capital €120,000

General Ledger (page 3)

Dr				Cr			
Motor Vehicles a/c							
Date	Details	F	Total	Date	Details	F	Total
01/12/07	Bal b/d	GJ3	100,000				

Dr				Cr			
Stock a/c							
Date	Details	F	Total	Date	Details	F	Total
01/12/07	Bal b/d	GJ3	15,000				

Dr				Cr			
Share Capital a/c							
Date	Details	F	Total	Date	Details	F	Total
				01/12/07	Bal b/d	GJ3	120,000
31/12/07	Bal c/d		<u>155,000</u>	05/12/07	Bank	ACB4	<u>35,000</u>
			<u>155,000</u>				<u>155,000</u>
				31/12/07	Bal bc/d		155,000

Debtors Ledger (page 3)

Dr				Cr			
Allen Ltd a/c							
Date	Details	F	Total	Date	Details	F	Total
01/12/07	Bal b/d	GJ3	14,000	17/12/07	Bank	ACB4	23,000
03/12/03	Sales	SB4	<u>20,570</u>	31/12/07	Bal c/d		<u>11,570</u>
			<u>34,570</u>				<u>34,570</u>
31/12/07	Bal b/d		11,570				

(b)

Debtors Ledger (page 4)

Dr				Cr			
Burton Ltd a/c							
Date	Details	F	Total	Date	Details	F	Total
08/12/07	Sales	SB4	54,450	13/12/07	Sales returns	SRB4	9,680
				29/12/07	Bank	ACB4	<u>44,770</u>
			<u>54,450</u>				<u>54,450</u>

General Ledger (page 5)

Dr				Cr			
Sales a/c							
Date	Details	F	Total	Date	Details	F	Total
				08/12/07	Sundry debtors	SB4	62,000
31/12/07	Bal c/d		<u>72,000</u>	07/12/07	Cash sales	ACB4	<u>10,000</u>
			<u>72,000</u>				<u>72,000</u>
				31/12/07	Bal b/d		72,000

Dr				Cr			
VAT a/c							
Date	Details	F	Total	Date	Details	F	Total
08/12/07	Sundry debtors	SRB4	1,680	08/12/07	Sundry debtors	SB4	13,020
20/12/07	Cash purchases	ACB4	7,350	07/12/07	Cash sales	ACB4	2,100
31/12/07	Bal c/d		<u>6,090</u>				
			<u>15,120</u>				<u>15,120</u>
				31/12/07	Bal b/d		6,090

Dr				Cr			
Sales Returns a/c							
Date	Details	F	Total	Date	Details	F	Total
13/12/03	Sundry debtors	SRB4	8,000				

Dr				Advertising a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
11/12/07	Bank	ACB4	2,400								

Dr				Purchases a/c				Cr			
Date	Details	F	Total	Date	Details	F	Total				
20/12/07	Cash purchases	ACB4	35,000								

(c)

Analysed Cash Book (page 4)

Date 2007	Details	F	Rec. no.	Bank	Sales	VAT	Debtor	Share Capital	Date 2007	Details	F	Ch. no.	Bank	Purchases	VAT	Creditors	Advertising
05/12	Share capital	GL3		35,000				35,000	01/12	Bal b/d	GJ3		9,000				
07/12	Sales	GL5	97	12,100	10,000	2,100			11/12	Advertising	GL5	134	2,400				2,400
17/12	Allen Ltd	DL3	98	23,000			23,000		20/12	Purchases	GL5	135	42,350	35,000	7,350		
29/12	Burton Ltd	DL3	99	44,770					31/12	Bal c/d			61,120				
				<u>114,870</u>									<u>114,870</u>				
31/12	Bal b/d			61,120													

(d)

Lawson Ltd
Trial Balance 31 December 2007

Date	Details	F	Debit	Credit
			€	€
	General Ledger			
	Motor vehicles a/c	GL3	100,000	
	Stock	GL3	15,000	
	Share capital	GL3		155,000
	Sales a/c	GL5		72,000
	Sales returns a/c	GL5	8,000	
	VAT a/c	GL5		6,090
	Purchases a/c	GL5	35,000	
	Advertising a/c	GL5	2,400	
	Debtors Ledger			
	Allen Ltd a/c	DL3	11,570	
	Burton Ltd a/c	DL4		
	Analysed Cash Book			
	Bank		61,120	
			<u>233,090</u>	<u>233,090</u>

Chapter 35: Control Accounts

1.

General Ledger (page 4)

Dr				Cr			
Debtors Control a/c							
Date	Details	F	Total	Date	Details	F	Total
01/02/07	Bal b/d		8,500		Total sales returns		6,500
	Total sales		28,500		Bank		23,000
				28/02/07	Bal c/d		7,500
			<u>37,000</u>				<u>37,000</u>
01/03/07	Bal b/d		7,500				

2.

General Ledger (page 4)

Dr				Cr			
Creditors Control a/c							
Date	Details	F	Total	Date	Details	F	Total
	Total purchases returns		5,000	01/08/07	Bal b/d		12,000
	Bank		19,000		Total purchases		27,000
31/08/07	Bal c/d		<u>15,000</u>				
			<u>39,000</u>				<u>39,000</u>
				01/09/07	Bal b/d		15,000

3.

Debtors Control a/c

Date	Details	Folio	Debit	Credit	Total
1 June 2006	Bal b/d				12,000
	Total sales		40,000		52,000
	Bank			36,000	16,000
30 June 2006	Total sales returns			11,000	5,000

4.

Creditors Control a/c

Date	Details	Folio	Debit	Credit	Total
1 July 2006	Bal b/d				17,000
	Total purchases			55,000	72,000
	Bank		36,000		36,000
31 July 2006	Total purchases returns		12,000		24,000

5.

General Ledger (page 5)

Dr				Cr			
Debtors Control a/c							
Date	Details	F	Total	Date	Details	F	Total
01/03/06	Bal b/d		18,000		Total sales returns		22,000
	Total sales		72,000		Bank		64,000
				31/03/06	Bal c/d		<u>4,000</u>
			<u>90,000</u>				<u>90,000</u>
01/04/06	Bal b/d		4,000				

6.

Creditors Control a/c

Date	Details	Folio	Debit	Credit	Total
1 Nov 2007	Bal b/d				30,000
	Total purchases			80,000	110,000
	Bank		75,000		35,000
30 Nov 2007	Total purchases returns		20,000		15,000

Chapter 36: Final Accounts I

4.

Mooney Ltd		
Trading Account for year ended 31 December 2006		
	€	€
Cash sales		300,000
<i>Less cost of sales</i>		
Opening Stock	20,000	
<i>add cash purchases</i>	120,000	
<i>add carriage inwards</i>	<u>2,000</u>	
<i>Cost of goods available for sale</i>	142,000	
Less closing stock	<u>16,000</u>	
<i>Cost of sales</i>		<u>126,000</u>
Gross profit		174,000

7.

Durnin Ltd		
Trading Account for year ended 30 November 2006		
	€	€
Cash sales		350,000
<i>Less cost of sales</i>		
Opening Stock	60,000	
cash purchases	170,000	
carriage inwards	1,200	
Import duty	<u>800</u>	
<i>Cost of goods available for sale</i>	232,000	
Less closing stock	<u>40,000</u>	
<i>Cost of sales</i>		<u>192,000</u>
Gross profit		158,000

8.

Kelly Ltd			
Trading Account for year ended 31 December 2007			
	€	€	€
Sales		120,000	
<i>Less sales returns</i>		<u>8,000</u>	
			112,000
<i>Less cost of sales</i>			
Opening Stock		18,000	
<i>add purchases</i>	80,000		
<i>less purchases returns</i>	(6,000)	74,000	
<i>add carriage inwards</i>		1,800	
<i>add import duty</i>		<u>1,200</u>	
<i>Cost of goods available for sale</i>		95,000	
Less closing stock		6,500	
<i>Cost of sales</i>			<u>88,500</u>
Gross profit			23,500

9.

Healy Ltd			
Trading account for the year ended 30 June 2006			
	€	€	€
Sales		130,000	
<i>Less sales returns</i>		5,000	125,000
 <i>Less cost of sales</i>			
Opening Stock		15,000	
purchases	64,000		
less purchases returns	4,000	60,000	
carriage inwards		1,800	
import duty		<u>1,200</u>	
<i>Cost of goods available for sale</i>		78,000	
Less closing stock		<u>18,000</u>	
<i>Cost of sales</i>			<u>60,000</u>
Gross profit			65,000

10.

Flanagan Ltd			
Trading account for the year ended 30 June 2006			
	€	€	€
Sales		400,000	
<i>Less sales returns</i>		<u>5,000</u>	395,000
 <i>Less cost of sales</i>			
Opening Stock		12,000	
purchases	240,000		
less purchases returns	4,000	236,000	
carriage inwards		1,500	
import duty		<u>2,500</u>	
<i>Cost of goods available for sale</i>		252,000	
Less closing stock		<u>9,500</u>	
<i>Cost of sales</i>			<u>242,500</u>
Gross profit			152,500

(a)

Margin = 38.61%

(b)

Mark-up = 62.89%

11.

Keating Ltd
Trading account for the year ended 31 December 2006

	€	€	€
Sales		650,000	
Less sales returns		<u>10,000</u>	
			640,000
<i>Less cost of sales</i>			
Opening Stock		20,000	
purchases	400,000		
less purchases returns	15,000	385,000	
carriage inwards		4,000	
import duty		<u>2,000</u>	
<i>Cost of goods available for sale</i>		411,000	
Less closing stock		<u>18,000</u>	
<i>Cost of sales</i>			<u>393,000</u>
Gross profit			247,000

(a)

Margin = 38.6%

(b)

Mark-up = 62.85%

13.

Stock a/c

		€			€
01/06/06	Bal b/d	<u>18,000</u>	31/05/07	Trading a/c	<u>18,000</u>
		<u>18,000</u>			<u>18,000</u>
31/05/07		<u>16,000</u>	31/05/07	Bal c/d	<u>16,000</u>
		<u>16,000</u>			<u>16,000</u>
01/06/07	Bal b/d	16,000 0			

14.

Stock a/c

		€			€
01/11/05	Bal b/d	<u>21,000</u>	31/10/06	Trading a/c	<u>21,000</u>
		<u>21,000</u>			<u>21,000</u>
31/10/06		<u>19,000</u>	31/10/06	Bal c/d	<u>19,000</u>
		<u>19,000</u>			<u>19,000</u>
01/11/06	Bal b/d	19,000			

Chapter 37: Final Accounts II

1.

	Trading Account	Profit & Loss Account
Sales returns	✓	
Rent received		✓
Insurance		✓
Purchases Returns	✓	
Light and heat		✓
Sales	✓	
Interest received		✓

2.

Bannister Ltd
Profit and Loss Account for the year ended 31 December 2006

	€	€
Gross Profit	65,000	
<i>Plus gains</i>		
Commission received	<u>5,000</u>	
		70,000
<i>Less Expenses</i>		
Bad debts	1,000	
Loan interest	5,000	
Wages	14,000	
Advertising	4,500	
Insurance	1,200	
Carriage out	<u>1,000</u>	
		<u>26,700</u>
<i>Net Profit</i>		<u>43,300</u>

3.

Faulkner Ltd
Profit and Loss Account for the year ended 30 June 2006

	€	€
Gross Profit	150,000	
<i>Plus gains</i>		
Interest received	<u>1,500</u>	
		151,500
<i>Less Expenses</i>		
Bad debts	2,000	
Rates	1,000	
Insurance	3,500	
Advertising	6,000	
Wages	50,000	
Carriage out	<u>500</u>	
		<u>63,000</u>
<i>Net Profit</i>		88.500

4.

Foley Ltd
Profit and Loss Account for the year ended 30 November 2006

-	€	€
Gross Profit	60,000	
<i>Plus gains</i>		
Interest received	1,000	
Rent received	<u>3,000</u>	64,000
<i>Less Expenses</i>		
Repairs	4,000	
Wages	40,000	
Light and heat	4,500	
Advertising	6,000	
Insurance	3,500	
Carriage out	2,500	
Bad debts	<u>5,000</u>	
		<u>65,500</u>
<i>Net Loss</i>		(1,500)

5.

Mullins Ltd**Profit and Loss Account for the year ended 31 December 2006**

	€	€
Gross Loss	(24,000)	
<i>Plus gains</i>		
Rent received	<u>3,000</u>	
		(21,000)
<i>Less Expenses</i>		
Telephone	950	
Loan interest	1,350	
Wages	8,000	
Advertising	4,000	
Insurance	3,200	
Carriage out	<u>1,300</u>	
		<u>18,800</u>
<i>Net Loss</i>		(39,800)

6.

Bertram Ltd**Profit and Loss Account for the year ended 31 December 2006**

	€	€
Gross Profit	65,000	
<i>Plus gains</i>		
Interest received	1,400	
Rent received	<u>5,000</u>	71,400
<i>Less Expenses</i>		
Light and heat	4,000	
Advertising	5,400	
Wages	15,000	
Telephone	650	
Bank charges	350	
Bad debts	3,600	
Insurance	4,200	
Carriage out	1,800	
Travelling expenses	<u>600</u>	<u>35,600</u>
<i>Net Profit</i>		35,800

Chapter 38: Final Accounts III

2.

Macken Ltd

Profit and Loss Appropriation Account for year ended 30 November 2006

		€	€
30/11/06	Net profit	120,000	
	Less dividend	<u>70,000</u>	
	Retained earnings		50,000

3.

Harvey Ltd

Profit and Loss Appropriation Account for year ended 30 November 2006

		€	€
31/12/06	Net profit	175,000	
	Less dividend	<u>120,000</u>	
	Retained earnings		55,000

4.

(a)

Dividend = €20,000

(b)

Donnelly Ltd

Profit and Loss Appropriation Account for year ended 31 December 2006

		€	€
30/12/06	Net profit	48,000	
	Less dividend	<u>20,000</u>	
	Retained earnings		28,000

5.

(a)

Dividend = €75,000

(b)

Reid Ltd

Profit and Loss Appropriation Account for year ended 30 June 2006

		€	€
30/06/06	Net profit	180,000	
	Less dividend	<u>75,000</u>	
	Retained earnings		105,000

A shareholder owning 8000 shares will receive €2,000

6.

(a)

Dividend = €50,000

(b)

Bright Start Ltd

Profit and Loss Appropriation Account for year ended 31 December 2007

		€	€
31/12/07	Net profit	80,000	
	Less dividend	<u>50,000</u>	
	Retained earnings		30,000

A shareholder owning 4000 shares will receive €800

7.

(a)

Dividend = €75,000

(b)

Barker Ltd
Profit and Loss Appropriation Account for year ended 31 December 2006

		€	€
30/11/06	Net profit	90,000	
	Less dividend	<u>75,000</u>	
			15,000
	Add balance 01/01/06		<u>25,000</u>
	Retained earnings (reserves)		40,000

8.

(a)

Dividend = €150,000

(b)

Larkin Ltd
Profit and Loss Appropriation Account for year ended 30 June 2007

		€	€
30/06/07	Net profit	250,000	
	Less dividend	<u>150,000</u>	
			100,000
	Add balance 01/07/06		<u>60,000</u>
	Retained earnings (reserves)		160,000

Chapter 39: Final Accounts IV

1.

Lynch Ltd

Trading, Profit and Loss and Appropriation Account for the Year ended 31 December 2006

Date		€	€
	Sales		275,000
	<i>Less cost of sales</i>		
	Opening stock	22,000	
	Purchases	130,000	
	Carriage inwards	<u>1,100</u>	
	<i>Cost of Goods available for sale</i>	153,100	
	Less closing stock	<u>23,000</u>	
	<i>Cost of sales</i>		<u>130,100</u>
	Gross profit		144,900
	<i>Less expenses</i>		
	Wages	56,000	
	Light and heat	5,100	
	Telephone	1,300	
	Insurance	3,500	
	Interest on overdraft	<u>1,800</u>	
	<i>Total expenses</i>		<u>67,700</u>
	Net profit		77,200
	Dividend paid		<u>16,000</u>
	Retained earnings (reserves)		61,200

Lynch Ltd

Balance Sheet as at 31 December 2006

		Cost	Depreciation	Net Book Value
	Fixed Assets			
	Premises			270,000
	Motor vans			<u>30,000</u>
				300,000
	Current Assets			
	Stock	23,000		
	Cash	<u>200</u>	23,200	
<i>Less</i>	Current Liabilities			
	Bank overdraft		<u>18,000</u>	
	Working Capital			<u>5,200</u>
	Total Net Assets			<u>305,200</u>
<i>Financed by</i>				
	Ordinary share capital	Authorised	Issued	
		300,000	244,000	
	Reserves			
	Retained earnings		<u>61,200</u>	
	Capital employed			<u>305,200</u>

2.

Vaughan Ltd

Trading, Profit and Loss and Appropriation Account for the Year ended 31 December 2007

Date		€	€
	Sales		220,000
	<i>Less cost of sales</i>		
	Opening stock	22,000	
	Purchases	105,000	
	Carriage inwards	<u>1,100</u>	
	<i>Cost of Goods available for sale</i>	128,100	
	Less closing stock	<u>19,000</u>	
	<i>Cost of sales</i>		<u>109,100</u>
	Gross profit		110,900
	<i>Less expenses</i>		
	Advertising	3,000	
	Telephone	800	
	Wages	31,000	
	Interest on overdraft	1,300	
	Heating and lighting	<u>600</u>	
	<i>Total expenses</i>		<u>36,700</u>
	Net profit		74,200
	Dividend paid		<u>18,000</u>
	Retained earnings (reserves)		56,200

Vaughan Ltd

Balance Sheet as at 31 December 2007

	Cost	Depreciation	Net Book Value
Fixed Assets			
Buildings			240,000
Machinery			<u>60,000</u>
			300,000
Current Assets			
Stock	19,000		
Cash	<u>200</u>	19,200	
<i>Less</i>			
Current Liabilities			
Bank overdraft		<u>23,000</u>	
Working Capital			<u>3,800</u>
Total Net Assets			<u>296,200</u>
<i>Financed by</i>			
Ordinary share capital	Authorised	Issued	
	350,000	240,000	
Reserves			
Retained earnings		<u>56,200</u>	
Capital employed			<u>296,200</u>

3.

Cooney Ltd

Trading, Profit and Loss and Appropriation Account for the Year ended 31 December 2006

Date		€	€
	Sales		175,000
	<i>Less cost of sales</i>		
	Opening stock	16,200	
	Purchases	85,000	
	Carriage inwards	400	
	<i>Cost of Goods available for sale</i>	101,600	
	Less closing stock	<u>17,000</u>	
	<i>Cost of sales</i>		<u>84,600</u>
	Gross profit		90,400
	<i>Less expenses</i>		
	Rent and rates	1,200	
	Telephone	750	
	Wages	18,500	
	Interest on overdraft	1,450	
	Heating and lighting	900	
	<i>Total expenses</i>		<u>22,800</u>
	Net profit		67,600
	Dividend paid		<u>9,000</u>
	Retained earnings (reserves)		58,600

Cooney Ltd

Balance Sheet as at 31 December 2006

	Cost	Depreciation	Net Book Value
Fixed Assets			
Machinery			65,000
Motor vans			<u>90,000</u>
			155,000
Current Assets			
Stock	17,000		
Cash	<u>600</u>	17,600	
<i>Less</i>			
Current Liabilities			
Bank overdraft		<u>14,000</u>	
Working Capital			<u>3,600</u>
Total Net Assets			<u>158,600</u>
<i>Financed by</i>			
Ordinary share capital	Authorised	Issued	
	200,000	100,000	
Reserves			
Retained earnings		<u>58,600</u>	
Capital employed			<u>158,600</u>

Chapter 40: Adjustments to Final Accounts (HL only)

1.

Dr			Wages a/c		Cr		
Date	Details	F	Total	Date	Details	F	Total
During 2006	Bank	ACB	36,000				
31/12/06	Bal c/d		<u>4,200</u>	31/12/06	P & L a/c		<u>40,200</u>
			<u>40,200</u>				<u>40,200</u>
				01/01/07	Bal b/d		4,200

Kiely Ltd
Profit and Loss Account for the year ended 31 December 2006 (extract)

	€	€
<i>Less expenses</i>		
Wages	36,000	
Plus wages due	4,200	40,200

Kiely Ltd
Balance Sheet as at 31 December 2006 (extract)

	€	€	€
<i>Less</i>	Current liabilities		
	Wages due	4,200	

2.

Dr			Light and Heat a/c		Cr		
Date	Details	F	Total	Date	Details	F	Total
During 2006	Bank	ACB	1,250				
31/12/06	Bal c/d		<u>950</u>	31/12/06	P & L a/c		<u>2,200</u>
			<u>2,200</u>				<u>2,200</u>
				01/01/07	Bal b/d		950

Kiely Ltd
Profit and Loss Account for the year ended 31 December 2006 (extract)

	€	€
<i>Less expenses</i>		
Light and heat	1,250	
Plus due	950	2,200

Kiely Ltd
Balance Sheet as at 31 December 2006 (extract)

	€	€	€
<i>Less</i>	Current liabilities		
	Light and heat due	950	

3.

Dr				Insurance a/c		Cr	
Date	Details	F	Total	Date	Details	F	Total
During 2006	Bank	ACB	6,000	31/12/06	P & L a/c		3,500
				31/12/06	Bal c/d		<u>2,500</u>
			<u>6,000</u>				<u>6,000</u>
01/01/07	Bal b/d		2,500				

Windmill Ltd
Profit and Loss Account for the year ended 31 December 2006 (extract)

	€	€
<i>Less expenses</i>		
Insurance	6,000	
Less insurance prepaid	(2,500)	3,500

Windmill Ltd
Balance Sheet as at 31 December 2006 (extract)

	€	€	€
Current assets			
Insurance prepaid	2,500		

4.

Dr				Rent a/c		Cr	
Date	Details	F	Total	Date	Details	F	Total
During 2006	Bank	ACB	12,000	31/12/06	P & L a/c		8,000
				31/12/06	Bal c/d		<u>4,000</u>
			<u>12,000</u>				<u>12,000</u>
01/01/07	Bal b/d		4,000				

Windmill Ltd
Profit and Loss Account for the year ended 31 December 2006 (extract)

	€	€
<i>Less expenses</i>		
Rent	12,000	
Less rent prepaid	(4,000)	8,000

Windmill Ltd
Balance Sheet as at 31 December 2006 (extract)

	€	€	€
Current assets			
Rent prepaid	4,000		

5.

Dr				Insurance a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
01/01/07	Bal b/d		2,500						
01/04/07	Bank	ACB	6,000	31/12/07	P & L a/c		11,500		
01/10/07	Bank	ACB	<u>6,000</u>	31/12/07	Bal c/d		<u>3,000</u>		
			<u>14,500</u>				<u>14,500</u>		
01/01/08	Bal b/d		3,000						

Johnson Ltd
Profit and Loss Account for the year ended 31 December 2007 (extract)

	€	€
<i>Less expenses</i>		
Insurance	14,500	
Less insurance prepaid	(3,000)	11,500

Johnson Ltd
Balance Sheet as at 31 December 2007 (extract)

	€	€	€
Current assets			
Insurance prepaid	3,000		

6.

Dr				Commission Receivable a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
31/12/07	P & L a/c		8,000	During 2007	Bank	ACB	12,000		
31/12/07	Bal c/d		<u>4,000</u>						
			<u>12,000</u>				<u>12,000</u>		
				01/01/08	Bal b/d		<u>8,000</u>		

Johnson Ltd
Profit and Loss Account for the year ended 31 December 2007 (extract)

	€	€
<i>Plus gains</i>		
Commission	12,000	
Less commission prepaid	(4,000)	8,000

Johnson Ltd
Balance Sheet as at 31 December 2007 (extract)

	€	€	€
Current liabilities			
Commission prepaid	4,000		

7.

Dr				Insurance a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total		
31/12/07	P & L a/c		38,000	During 2007	Bank	ACB	30,000		
				31/12/07	Bal c/d		<u>8,000</u>		
			<u>38,000</u>				<u>38,000</u>		
01/01/08	Bal b/d		8,000						

Fagan Ltd
Profit and Loss Account for the year ended 31 December 2007 (extract)

	€	€
<i>Plus gains</i>		
Insurance received	30,000	
Plus insurance due	<u>8,000</u>	38,000

Fagan Ltd
Balance Sheet as at 31 December 2007 (extract)

	€	€	€
Current assets			
Insurance due	8,000		

8.

Dr		Provision for Depreciation a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total
31/12/07	Bal c/d		<u>8,400</u>	31/12/07	P & L a/c		<u>8,400</u>
				01/01/08	Bal b/d		8,400

Fagan Ltd
Profit and Loss Account for the year ended 31 December 2007 (extract)

	€	€
<i>Less expenses</i>		
Depreciation		
Equipment	8,400	

Fagan Ltd
Balance Sheet as at 31 December 2007 (extract)

	€	€	€
Fixed assets	Cost	Depreciation	Net Book Value
Equipment	56,000	8,400	47,600

11.

Dr		Debtors Control a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total
31/12/07	Bal b/d		120,000	31/12/07	Bad debts		6,000
				31/12/07	Bal c/d		<u>114,000</u>
			<u>120,000</u>				<u>120,000</u>
01/01/08	Bal b/d		114,000				

Dr		Bad Debts a/c				Cr	
Date	Details	F	Total	Date	Details	F	Total
31/12/07	Debtors control		<u>6,000</u>	31/12/07	P & L a/c		<u>6,000</u>
			<u>6,000</u>				<u>6,000</u>

Fagan Ltd
Profit and Loss Account for the year ended 31 December 2007 (extract)

	€	€
<i>Less expenses</i>		
Bad debts	6,000	

Fagan Ltd
Balance Sheet as at 31 December 2007 (extract)

	€	€	€
Current assets			
Debtors	120,000		
Less bad debts	(6,000)	114,000	

12.

d) Current asset

13.

b) Current liability

14.

b) Current liability

15.

d) Expense

Chapter 41: Final Accounts with Adjustments (HL only)

1.

Clark Ltd

Trading, Profit and Loss and Appropriation Account for Year Ended 31 December 2006

			€	€
	Sales		370,000	
	Less sales returns		(6,000)	364,000
	<i>Less cost of sales</i>			
	Stock		17,000	
	Purchases		190,000	
	Carriage inwards	3,100		
	plus due	700	3,800	
	<i>Cost of goods available for sale</i>		210,800	
	Less closing stock		(18,000)	
	Cost of sales			<u>192,800</u>
	Gross Profit			171,200
	Plus rent received		9,000	180,200
	<i>Less expenses</i>			
	Insurance	8,500		
	Less prepaid	2,000	6,500	
	Wages	31,000		
	Plus wages due	8,000	39,000	
	Advertising	6,300		
	Plus advertising due	1,700	8,000	
	Depreciation - motor vans		6,500	
	<i>Total expenses</i>			<u>60,000</u>
	Net Profit			120,200
	Less dividend paid			<u>30,000</u>
	Retained earnings			90,200
	Profit and Loss balance 01/01/06			<u>17,700</u>
	Profit and Loss balance 31/12/06			<u>107,900</u>

Clark Ltd
Balance Sheet as at 31 December 2006

	Cost	Depreciation	Net Book Value
Fixed Assets			
Buildings	500,000		500,000
Motor vans	<u>65,000</u>	<u>6,500</u>	<u>58,500</u>
	<u>565,000</u>	<u>6,500</u>	558,500
Current Assets			
Stock		18,000	
Debtors		35,000	
Insurance prepaid		2,000	
Cash		800	
		55,800	
<i>Less</i>			
Current Liabilities (creditors falling due within one year)			
Creditors	280,000		
Bank overdraft	16,000		
Wages due	8,000		
Carriage inwards due	700		
Advertising due	<u>1,700</u>	<u>(306,400)</u>	
Working Capital			(250,600)
Total Net Assets			<u>307,900</u>
<i>Financed by</i>			
Ordinary share capital	Authorised	Issued	
200,000 €1 ordinary shares	<u>400,000</u>	200,000	
Profit and Loss bal 31/12/06		107,900	
Capital employed			<u>307,900</u>

2.

Gleeson Ltd
Trading, Profit and Loss and Appropriation Account for Year Ended 31 May 2006

		€	€
Sales			430,000
<i>Less cost of sales</i>			
Stock		22,000	
Purchases	216,000		
Less purchases returns	5,000	211,000	
Carriage inwards		4,700	
<i>Cost of goods available for sale</i>		237,700	
Less closing stock		<u>(21,000)</u>	
Cost of sales			<u>216,700</u>
Gross Profit			213,300
Plus commission receivable	16,000		
Less prepaid	(3,000)	13,000	226,300
<i>Less expenses</i>			
Repairs	6,000		
Plus repairs due	1,500	7,500	
Wages		40,000	
Advertising	8,250		
Less advertising prepaid	1,250	7,000	
Depreciation - motor vans		5,500	
<i>Total expenses</i>			<u>60,000</u>
Net Profit			166,300
Less dividend proposed			<u>20,000</u>
Retained earnings			146,300
Profit and Loss balance 01/06/06			<u>5,850</u>
Profit and Loss balance 31/05/07			<u>152,150</u>

Gleeson Ltd
Balance Sheet as at 31 May 2007

	Cost	Depreciation	Net Book Value
Fixed Assets			
Premises	420,000		420,000
Motor vans	<u>55,000</u>	<u>5,500</u>	<u>49,500</u>
	<u>475,000</u>	<u>5,500</u>	469,500
Current Assets			
Stock		21,000	
Debtors		32,000	
Advertising prepaid		1,250	
Cash		900	
		55,150	
<i>Less</i>			
Current Liabilities (creditors falling due within one year)			
Creditors	33,000		
Bank overdraft	10,000		
Dividends proposed	20,000		
Repairs due	1,500		
Commission receivable prepaid	<u>3,000</u>	<u>67,500</u>	
Working Capital			(12,350)
Total Net Assets			<u>457,150</u>
<i>Financed by</i>			
Ordinary share capital	Authorised	Issued	
280,000 €1 ordinary shares	<u>450,000</u>	280,000	
Profit and Loss bal 31/05/07		152,150	432,150
Long-term liabilities			
Term loan			25,000
Capital employed			<u>457,150</u>

3.

Redmond Ltd
Trading, Profit and Loss and Appropriation Account for Year Ended 30 June 2006

		€	€
	Sales		570,000
	Less sales returns		9,000
	<i>Less cost of sales</i>		<u>561,000</u>
	Stock		19,000
	Purchases	310,000	
	Less purchases returns	7,000	303,000
	Carriage inwards		<u>3,400</u>
	<i>Cost of goods available for sale</i>		325,400
	Less closing stock		<u>(18,000)</u>
	Cost of sales		<u>307,400</u>
	Gross Profit		253,600
	Plus rent receivable	13,000	
	Plus rent receivable due	2,000	15,000
	<i>Less expenses</i>		
	Bad debts		3,500
	Interest on overdraft		2,600
	Wages and salaries	39,000	
	Plus wages due	5,000	44,000
	Insurance	6,300	
	Less insurance prepaid	1,300	5,000
	Depreciation –equipment		15,000
	<i>Total expenses</i>		<u>70,100</u>
	Net Profit		198,500
	Less dividend proposed		<u>24,000</u>
	Retained earnings		174,500
	Profit and Loss balance 01/07/05		<u>8,000</u>
	Profit and Loss balance 30/06/06		<u>182,500</u>

Redmond Ltd
Balance Sheet as at 30 June 2006

	Cost	Depreciation	Net Book Value
Fixed Assets			
Buildings	280,000		280,000
Equipment	<u>100,000</u>	<u>15,000</u>	<u>85,000</u>
	<u>380,000</u>	<u>15,000</u>	365,000
Current Assets			
Stock		18,000	
Debtors		52,000	
Insurance prepaid		1,300	
Rent receivable due		2,000	
Cash		<u>1,200</u>	
		74,500	
<i>Less</i>			
Current Liabilities (creditors falling due within one year)			
Creditors	50,000		
Bank overdraft	18,000		
Dividends proposed	24,000		
Wages and salaries due	<u>5,000</u>	97,000	
Working Capital			(22,500)
Total Net Assets			<u>342,500</u>
<i>Financed by</i>			
Ordinary share capital	Authorised	Issued	
160,000 €1 ordinary shares	<u>300,000</u>	160,000	
Profit and Loss bal 30/06/06		182,500	
Capital employed			<u>342,500</u>

4.

Fogarty Ltd
Trading, Profit and Loss and Appropriation Account for Year Ended 31 March 2006

		€	€
	Sales		480,000
	Less sales returns		21,000
	<i>Less cost of sales</i>		<u>459,000</u>
	Stock		19,000
	Purchases		190,000
	Carriage inwards		<u>5,600</u>
	<i>Cost of goods available for sale</i>		214,600
	Less closing stock		<u>(18,000)</u>
	Cost of sales		<u>196,600</u>
	Gross Profit		262,400
	Plus commission receivable	15,000	
	Plus commission receivable due	2,000	17,000
	<i>Less expenses</i>		
	Wages and salaries	43,000	
	Plus wages and salaries due	3,000	46,000
	Insurance	10,000	
	Less insurance prepaid	2,000	8,000
	Interest on loan		2,700
	Advertising	8,700	
	Less advertising prepaid	700	8,000
	Depreciation – motor vans		12,000
	<i>Total expenses</i>		<u>76,700</u>
	Net Profit		202,700
	Less dividend proposed		<u>22,500</u>
	Retained earnings		180,200
	Profit and Loss balance 01/04/05		<u>11,600</u>
	Profit and Loss balance 31/03/06		<u>191,800</u>

Fogarty Ltd
Balance Sheet as at 31 March 2006

	Cost	Depreciation	Net Book Value
Fixed Assets			
Buildings	280,000		280,000
Motor vans	<u>120,000</u>	<u>12,000</u>	<u>108,000</u>
	<u>400,000</u>	<u>12,000</u>	388,000
Current Assets			
Stock		18,000	
Debtors		42,000	
Insurance prepaid		2,000	
Commission receivable due		2,000	
Advertising prepaid		700	
Cash		<u>600</u>	
		65,300	
<i>Less</i>			
Current Liabilities (creditors falling due within one year)			
Creditors	40,000		
Bank overdraft	16,000		
Dividends proposed	22,500		
Wages and salaries due	<u>3,000</u>	81,500	
Working Capital			(16,200)
Total Net Assets			<u>371,800</u>
<i>Financed by</i>			
Ordinary share capital	Authorised	Issued	
150,000 €1 ordinary shares	<u>250,000</u>	150,000	
Profit and Loss bal 31/03/06		<u>191,800</u>	341,800
Long-term liabilities			
Term loan			30,000
Capital employed			<u>371,500</u>

5.

Note: Reserves should read €25,550.

Reynolds Ltd
Trading, Profit and Loss and Appropriation Account for Year Ended 31 May 2006

		€	€
Sales		472,000	
Less sales returns		6,000	466,000
<i>Less cost of sales</i>			
Stock		22,000	
Purchases		262,000	
Import duty	4,000		
Plus import duty due	<u>1,500</u>	<u>5,500</u>	
<i>Cost of goods available for sale</i>		289,500	
Less closing stock		<u>(24,000)</u>	
Cost of sales			<u>265,500</u>
Gross Profit			200,500
Plus interest receivable	4,300		
Less interest receivable prepaid	1,300	3,000	203,500
<i>Less expenses</i>			
Wages		24,000	
Advertising	3,750		
Less advertising prepaid	750	3,000	
Repairs		1,900	
Depreciation – motor vans	24,000		
Equipment	7,000	31,000	
<i>Total expenses</i>			<u>59,900</u>
Net Profit			143,600
Less dividend proposed			<u>40,000</u>
Retained earnings			103,600
Profit and Loss balance 01/06/05			<u>25,550</u>
Profit and Loss balance 31/05/06			<u>129,150</u>

Reynolds Ltd
Balance Sheet as at 31 May 2006

		Cost	Depreciation	Net Book Value
	Fixed Assets			
	Premises	400,000		400,000
	Equipment	70,000	7,000	63,000
	Motor vans	<u>120,000</u>	<u>24,000</u>	<u>96,000</u>
		<u>590,000</u>	<u>31,000</u>	559,000
	Current Assets			
	Stock		24,000	
	Debtors		42,500	
	Advertising prepaid		750	
	Cash		<u>1,200</u>	
			68,450	
<i>Less</i>	Current Liabilities (creditors falling due within one year)			
	Creditors	37,500		
	Bank overdraft	18,000		
	Dividends proposed	40,000		
	Import duty due	1,500		
	Interest receivable prepaid	<u>1,300</u>	98,300	
	Working Capital			(29,850)
	Total Net Assets			<u>529,150</u>
<i>Financed by</i>				
	Ordinary share capital	Authorised	Issued	
	400,000 €1 ordinary shares	<u>500,000</u>	400,000	
	Profit and Loss bal 31/05/06		<u>129,150</u>	529,150
	Capital employed			<u>529,150</u>

Chapter 42: Assessing a Business

3.

- (a) €200,000
- (b) 28.125%
- (c) €120,000

4.

- (a) €385,000
- (b) 29.87%

5.

- (a) 19,000
- (b) 5.89 times
- (c) 55.2%

6.

	2005	2006
(a) Gross profit margin	37.5%	40%
(b) Return on capital employed	23.64%	23.65
(c) Current ratio	1.68:1	1.875:1
(d) Acid test ratio	.68:1	1:1
(e) Rate of dividend paid	20%	25%

7.

- (a) €110,000
- (b) 15%
- (c) 2:1

8.

- (b) Fixed assets plus net current assets

11.

Trading, Profit and Loss Account for year ended 31/12/2006

	€	€
Sales		380,000
Less cost of sales		<u>210,000</u>
Gross profit		170,000
Less expenses		<u>95,000</u>
Net profit		75,000

- (a) 15.96%
- (b) 19.74%
- (c) 44.74%
- (d) 8.75 times
- (e) €35,000
- (f) €2,000
- (g) 1.14:1
- (h) €100,000

Chapter 43: Club Accounts

1.

(a)

Dr. Analysed Receipts and Payments Book (Record Book 1) Cr.

	Details	Total	Receipt no.	Subscription	Disco	Raffle	Date	Details	Total	Rent	Disco	Raffle
01/06/07	Bal b/d	710					08/06/07	Prizes	160			160
02/06/07	Subs	180	70	180			11/06/07	Rent	120	120		
05/06/07	Raffle	390				390	12/06/07	Posters	40		40	
06/06/07	Disco	580			580		15/06/07	Prizes	200			200
09/06/07	Subs	180	71	180			23/06/07	Prizes	140			140
14/06/07	Raffle	410				410	26/06/07	DJ	160		160	
17/06/07	Disco	670			670		29/06/07	Rent	120	120		
21/06/07	Raffle	380				380	30/06/07	Bal c/d	2,560			
		<u>3,500</u>		360	1,250	1,180			<u>3,500</u>	240	200	500
01/07/07	Bal b/d	2,560										

(b)

€1,050

(c)

€680

2.

Dr. Analysed Receipts and Payments Book Cr.

	Details	Total	Receipt no.	Subscription	Disco	Competition.	Date	Details	Total	Wages	Disco	Competition
01/02/06	Bal b/d	480					04/02/06	Prizes	65			65
02/02/06	Subs	300	84	300			14/02/06	DJ	120		120	
06/02/06	Disco	460			460		17/02/06	Wages	165	165		
07/02/06	Fees	175				175	21/02/06	Posters	35		35	
10/02/06	Subs	300	85	300			26/02/06	Prizes	65			65
19/02/06	Fees	185				185	28/02/06	Wages	165	165		
22/02/06	Subs	300	86	300								
23/02/06	Disco	570			570		28/02/06	Bal c/d	2,155			
		<u>2,770</u>		900	1,030	360			<u>2,770</u>	330	155	130
01/03/06	Bal b/d	2,155										

3.

Dr. Receipts and Payments A/c Cr.

Date	Details	F	Total	Date	Details	F	Total
01/01/06	Bal b/d		350		Posters		95
	Subscriptions		750		Prizes		150
	Competition		460		Hire of hall		610
	Raffle		<u>680</u>	31/12/06	Bal c/d		<u>1,385</u>
			<u>2,240</u>				<u>2,240</u>
01/01/07	Bal b/d		1,385				

4.

Canteen Trading Account for year ended 31 December 2006

Canteen receipts		24,200
Less cost of sales		
	2,300	
Stock 01/01/06		
Purchases	<u>9,500</u>	
	11,800	
Stock 31/12/06	<u>2,100</u>	
Canteen profit		9,700

Tullamore Social Club**Income and Expenditure Account for the year ended 31 December 2006**

Income	€
Canteen profit	9,700
Subscriptions 17,500	
Plus subscriptions due 1,200	18,700
Profit on raffle (12,350-3,400)	<u>8,950</u>
	37,350
Expenditure	
Rent 12,000	
Less rent prepaid <u>1,000</u> 11,000	
Insurance 1,500	
Travel expenses 1,800	
Plus due <u>150</u> 1,950	
Caretaker's wages 10,500	
Depreciation –equipment <u>4,650</u>	<u>29,600</u>
Excess of income over expenditure	<u>7,750</u>

5.

Whiterock Sailing Club**Income and Expenditure Account for the year ended 31 December 2006**

Income	€
Subscriptions 42,600	
Less prepaid <u>1,600</u>	41,000
Raffle income	19,200
Dinner dance 32,400	
Plus due <u>2,600</u>	<u>35,000</u>
	95,200
Expenditure	
Instructor's wages 29,000	
Telephone 1,370	
Plus due <u>130</u> 1,500	
Catering expenses 1,200	
Insurance 9,310	
Light and heat <u>4,350</u>	<u>45,360</u>
Excess of income over expenditure	<u>49,840</u>

6.

Receipts and Payments Account

		€			€
	Raffle	1,890	01/01/07	Bal b/d	650
	Concert	4,450		Advertising	340
	Refreshments	450		Refreshments	290
	Subscriptions	900		Rent	720
				Travel	850
				Equipment	3,100
			31/12/07	Bal c/d	<u>1,740</u>
		<u>7,690</u>			<u>7,690</u>
01/01/08	Bal b/d	1,740			

Kenmare Choral Society

Income and Expenditure Account for the year ended 31 December 2006

Income	€
Raffle	1,890
Concert	4,450
Profit on refreshments (450 – 290)	160
Subscriptions 900	
Plus subscriptions due <u>100</u>	<u>1,000</u>
	7,500
Expenditure	
Advertising 340	
Less advertising prepaid 40 300	
Rent 720	
Plus rent due <u>380</u> 1,100	
Travel <u>850</u>	<u>2,250</u>
Excess of income over expenditure	5,250

7.

(a)

Bar Trading Account for year ended 30 June 2007

Sales		100,000
Less cost of sales		
	2,500	
Stock 01/07/06		
Purchases	<u>34,000</u>	
	36,500	
Less stock 30/06/07	<u>2,400</u>	
Cost of sales		34,100
Bar profit		65,900

Income and Expenditure Account for year ended 30 June 2007

	€	€	€
Income			
Bar profit			65,900
Subscriptions		130,000	
Plus subscriptions due		<u>2,500</u>	132,500
Profit on raffle (7,500 – 2,100)			<u>5,400</u>
			203,800
Expenditure			
Light and heat	2,700		
Plus light and heat due	<u>300</u>	3,000	
Telephone		500	
Wages		10,400	
Repairs		1,400	
Depreciation			
	9,000		
Equipment			
	800	<u>9,800</u>	<u>25,100</u>
Furniture			
			<u>178,700</u>
Excess of income over expenditure			

Balance Sheet as at 30 June 2007

Fixed Assets	Cost	Depreciation	Net Book Value
Clubhouse	250,000		250,000
Equipment	60,000	9,000	51,000
Furniture	<u>8,000</u>	800	<u>7,200</u>
	<u>318,000</u>	<u>9,800</u>	308,200
Current Assets			
Bar stock		2,400	
Subscriptions due		<u>2,500</u>	
		4,900	
Current Liabilities			
Light and heat due		<u>300</u>	
Working capital			<u>4,600</u>
			<u>312,800</u>
Financed by			
Accumulated fund		134,100	
Excess income over expenditure		<u>178,700</u>	
			<u>312,800</u>

8.

Balance Sheet as at 01 January 2007

Assets	€
Clubhouse	350,000
Equipment	90,000
Cash	1,500
Subscriptions due	<u>2,200</u>
	443,700
Liabilities	
Telephone due 500	
Term loan <u>25,500</u>	<u>26,000</u>
Accumulated fund	417,700

Chapter 44: Accounts for Farms and Service Businesses

2.

Analysed Receipts and Payments Book Debit (Receipts side)

Date	Details	Bank	Rec. no.	Cattle	Grants	Other
01/03/07	Bal b/d	3,900				
02/03/07	Cattle	16,800	55	16,800		
08/03/07	Grant	8,000	56		8,000	
19/03/07	Cattle	<u>11,800</u>		11,800		
		<u>40,500</u>		28,600	8,000	
01/04/07	Bal b/d	22,720				

Analysed Receipts and Payments Book Credit (Payments side)

Date	Details	Bank	Ch. no.	Cattle	Feed	Diesel	Vet	Other
04/03/07	Feed	1,200	41		1,200			
05/03/07	Vet	750	42				750	
09/03/07	Cattle	4,400	43	4,400				
10/03/07	Repairs	900	44					900
11/03/07	Diesel	550	45			550		
17/03/07	Vet	750	46				750	
21/03/07	Feed	1,850	47		1,850			
23/03/07	Diesel	480	48			480		
29/03/07	Cattle	6,900	49	6,900				
31/03/07	Bal c/d	<u>22,720</u>						
		<u>40,500</u>		11,300	3,050	1,030	1,500	900

3.

Analysed Receipts and Payments Book Debit (Receipts side)

Date	Details	Bank	Rec. no.	Cattle	Grants	Other
01/04/06	Bal b/d	2,400				
03/04/06	Cattle	8,900	63	8,900		
08/04/06	Grant	7,500	64		7,500	
23/04/06	Cattle	<u>8,400</u>	65	8,400		
		<u>27,200</u>		17,300	7,500	
01/05/06	Bal b/d	15,880				

Analysed Receipts and Payments Book Credit (Payments side)

Date	Details	Bank	Ch. no.	Cattle	Feed	Diesel	Vet	Other
05/04/06	Feed	670	51		670			
06/04/06	Vet	490	52				490	
09/04/06	Cattle	3,500	53	3,500				
10/04/06	Repairs	460	54					460
12/04/06	Diesel	310	55			310		
17/04/06	Vet	475	56				475	
24/04/06	Feed	925	57		925			
25/04/06	Diesel	290	58			290		
28/04/06	Cattle	4,200	59	4,200				
30/04/06	Bal c/d	<u>15,880</u>						
		<u>27,200</u>		7,700	1,595	600	965	460

4.

Rainbow Cabs Ltd.**Operating Statement for the year ended 31/12/2006**

Income	€	€
Tralee		160,000
Kenmare		90,000
Dingle		<u>120,000</u>
		370,000
Less expenditure		
Insurance	34,000	
Advertising	4,500	
Light and heat	1,600	
Telephone	10,300	
Petrol and car servicing	29,400	
Road tax	6,200	
Wages	<u>49,000</u>	<u>135,000</u>
Operating profit		235,000

Balance Sheet as at 31 December 2006

	Cost	Depreciation	Net Book Value
Fixed assets			
Premises			130,000
Office furniture			15,000
Motor vehicles			<u>300,000</u>
			445,000
Current assets			
Cash		1,000	
Less current liabilities			
Bank overdraft		<u>11,000</u>	
Working capital			<u>(10,000)</u>
			<u>435,000</u>
Financed by			
Capital		200,000	
Operating profit		<u>235,000</u>	<u>435,000</u>

5.

Sheila Sands Ltd**Operating Statement for the Year ended 31/12/2006**

Income	€	€
Camping holidays	125,000	
Cruise holidays	145,000	
Weekend breaks	<u>42,000</u>	312,000
Less expenditure		
Insurance	2,900	
Advertising	15,100	
Telephone	1,900	
Light and heat	3,600	
Salaries	<u>31,000</u>	<u>54,500</u>
Operating profit		257,500

Balance Sheet as at 31 December 2006

Fixed Assets	Cost	Depreciation	Net Book Value
Premises			320,000
Office furniture			25,000
Motor vehicles			<u>21,000</u>
			366,000
Current assets			
Cash		1,500	
Less current liabilities	Bank overdraft	<u>20,000</u>	
Working Capital			<u>(18,500)</u>
			<u>347,500</u>
Financed by			
Capital		90,000	
Net Profit		257,500	<u>347,500</u>

6.

In Question term loan should read €20,000

Income and Expenditure Account for Year Ended 31 December 2006

	€	€	€
<i>Income</i>			
Sale of potatoes		2,900	
Sale of sugar beet		4,900	
Sale of fruit		1,700	
Sale of vegetables		<u>800</u>	10,300
Less Expenditure			
Loan interest		1,200	
Wages	2,900		
Plus wages due	<u>300</u>	3,200	
Light and heat	360		
Plus due	<u>140</u>	500	
Rent	760		
Less prepaid	<u>160</u>	600	
Plants		800	
Seed		1,700	
Insurance		460	
Depreciation			
Tractor		<u>1,590</u>	<u>10,050</u>
			250
<i>Excess of income over expenditure</i>			

Balance Sheet as at 31 December 2006

	€	€	€
Fixed assets	Cost	Depreciation	Net Book Value
Land	500,000		500,000
Buildings	300,000		300,000
Tractors	15,900	1,590	14,310
Machinery	<u>3,600</u>		<u>3,600</u>
	<u>819,500</u>	<u>1,590</u>	817,910
Current assets			
Stock	20,000		
Cash	970		
Rent prepaid	<u>160</u>	21,130	
Less current liabilities			
Wages due	300		
Light and heat due	<u>140</u>	<u>440</u>	
Working capital			<u>20,690</u>
			<u>838,600</u>
Financed by			
Capital		818,350	
Plus profit		<u>250</u>	818,600
Loan			<u>20,000</u>
			<u>838,600</u>

7.

Income and Expenditure Account for Year Ended 31 December 2007

	€	€	€
Income			
Sale of potatoes		4,200	
Sale of sugar beet		5,200	
Sale of fruit		2,800	
Sale of vegetables		<u>1,600</u>	13,800
Less Expenditure			
Loan interest		2,500	
Wages	4,500		
Plus wages due	<u>500</u>	5,000	
Light and heat	640		
Plus due	<u>260</u>	900	
Rent	1,650		
Less rent prepaid	<u>150</u>	1,500	
Plants		1,200	
Seed		1,900	
Insurance		580	
Depreciation			
Tractors		<u>4,800</u>	<u>18,380</u>
			4,580
Excess of expenditure over income			

Balance Sheet as at 31 December 2007

	€	€	€
Fixed assets	Cost	Depreciation	Net Book Value
Land	200,000		200,000
Buildings	400,000		400,000
Tractors	32,000	4,800	27,200
Machinery	<u>6,500</u>		<u>6,500</u>
	<u>638,500</u>	<u>4,800</u>	633,700
Current assets			
Stock	30,000		
Rent prepaid	<u>150</u>	30,150	
Less current liabilities			
Light and heat due	260		
Wages due	500		
Bank overdraft	<u>320</u>	<u>1080</u>	
Working capital			<u>29,070</u>
			<u>662,770</u>
Financed by			
Capital		607,350	
Less loss		<u>4,580</u>	602,770
Term loan			<u>60,000</u>
			<u>662,770</u>

Chapter 45: Information Technology

20.

General Ledger (Page 8)

Dr.				Office Equipment A/c				Cr.			
Date	Details	F	Total	Date	Details	F	Total				
--/--/--	Bank	ACB7	14,500								

Analysed Cash Book (Page 7)

Date	Details	F	Rec. no.	Cash	Bank	Sales	VAT	Debtor	Other	Date	Details	F	Ch. no.	Cash	Bank	Purchases	VAT	Creditors	Wages	Other	
	Bal	B/d								--/--/--	Computer	GL8			14,500						14,500