

2. **Tabular Statement**

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

**Balance sheet as at 1/1/2000**

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

The following transactions took place during 2000:

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

**You are required to:**

Record on a tabular statement the effect each of the above transactions had on the relevant asset and liability and ascertain the total assets and liabilities on 31/12/2000.

**(60 marks)**