

The financial position of Casey Ltd on 1/1/2003 is shown in the following balance sheet.

Balance Sheet as at 1/1/2003

Fixed Assets

Land & Buildings	460,000	13,800	446,200
Vans	76,000	33,000	43,000
	536,000	46,800	489,200

Current Assets

Stock		59,800	
Debtors		61,700	
Insurance prepaid		1,500	
		123,000	

Creditors; etc <1 yr

Creditors	62,500		
Bank	10,100		
Wages due	2,400	75,000	48,000
			537,200

Total Net Assets

Financed By

Capital & Reserves

Auth: - 850,000 @ €1 each			
Issued: - 430,000 @ €1 each		430,000	
Share Premium		40,000	
Profit & Loss Balance		67,200	
		537,200	537,200

The following transactions took place during 2003

- Jan Casey Ltd. Decided to revalue the land and buildings to €80,000 on 1/1/2003 which includes land valued at €100,000
- Feb On 1/2/2003 Casey Ltd. Bought an adjoining premises which included building €60,000, delivery vans €8,000 Stock €25,000 and creditors €33,000. The purchase price was discharged by granting the seller 400,000 €1 shares in Casey Ltd. at a premium of 20c per share.
- Mar Goods, previously sold by Casey for €1,800 were returned. The selling price of these goods was cost plus 20%. Owing to the delay in returning these goods a credit note as issued showing a deduction of 10% of invoice price as a restocking charge.
- Apr A delivery van which cost €20,000 was traded in against a new van costing €36,000. An allowance of €2,500 was made for the old van. Depreciation to date on the old van was €6,600
- May Received a bank statement on May 31st showing a direct debit of €4,800 to cover fire insurance for the year ended 31/5/2004
- Jul A payment of €720 was received from a debtor whose debt had been previously written off and who now wishes to trade with Casey Ltd. again. This represents 60% of the original debt and the debtor has undertaken to pay the remainder of the debt by January 2004
- Dec The buildings are to be depreciated at the rate of 2% of book value. The depreciation charge to be calculated from date of valuation and date of purchase. The total depreciation charge on delivery vans for the year was €22,000

You are required to

Record on a tabular statement the effect of each of the above transactions had on the relevant asset, liability and reserve accounts ascertain the total assets and liabilities on 31/12/2003

(60 marks)