

## 2. Tabular Statements

The financial position of Bergin Ltd, a grocer, on 01/01/2020 is shown in the following balance sheet:

<b>Balance Sheet as at 01/01/2020</b>			
	<b>Cost</b>	<b>Dep to Date</b>	<b>Net</b>
	<b>€</b>	<b>€</b>	<b>€</b>
<b>Fixed Assets</b>			
Land and buildings	390,000	15,000	375,000
Equipment	<u>144,000</u>	<u>47,800</u>	<u>96,200</u>
	<u>534,000</u>	<u>62,800</u>	471,200
<b>Current Assets</b>			
Stock		56,200	
Debtors (Less 4% provision)		99,840	
Expenses prepaid		<u>1,200</u>	
		157,240	
<b>Less Creditors: amounts falling due within 1 year</b>			
Creditors	39,400		
VAT	4,000		
Bank	<u>14,500</u>	<u>57,900</u>	<u>99,340</u>
			<u>570,540</u>
<b>Financed by</b>			
<b>Capital and Reserves</b>			
Authorised - 600,000 ordinary shares @ €1 each			
Issued - 450,000 ordinary shares @ €1 each		450,000	
Share premium		90,000	
Profit and loss balance		<u>30,540</u>	
			<u>570,540</u>

The following transactions took place during 2020:

- Jan Bergin Ltd decided to revalue the land and buildings on 01/01/2020 at €450,000. The land element of the new value is €120,000.
- Feb Bergin Ltd bought an adjoining business on 01/02/2020 which included buildings €78,000, equipment €38,000, debtors €10,000 and creditors €12,000. The purchase price was discharged by granting the seller 100,000 shares in Bergin Ltd at a premium of 20c per share.
- Mar Management decided that the provision for bad debts should be increased to 4.5% of debtors on 31/03/2020.
- May Received a bank statement at the end of May 2020 showing a direct debit of €7,500 to cover insurance for the year ended 28/02/2021 and a credit transfer received of €6,350 to cover rent received in advance for the period 01/05/2020 to 28/02/2021.
- Aug Goods previously sold for €1,107 by Bergin Ltd were returned. This figure includes VAT at 23% and a mark-up on cost of 20%. Bergin Ltd issued a credit note for €1,000 due to a delay in returning these goods.
- Nov A creditor who was owed €2,700 by Bergin Ltd accepted a fridge freezer, the net book value of which was €2,600, in full settlement of the debt. This fridge freezer had cost €5,000.
- Dec The depreciation charge on buildings for the year is to be 2% of net book value. The depreciation charge is to be calculated from date of revaluation or date of purchase as appropriate. The total depreciation charge on equipment for the year was €9,200.

**Required:**

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 31/12/2020.

**(60 marks)**