

Name: Chidolue Jessie Ifeoma

Course: Accounting For Specialised Businesses

Course Code: ACC 206

Matric Number: 18/sms 02/015

Department: Accounting

A) Statement of Reconciliation.

	#
2019	
Day old chicks as at 1st January	260,000
2 years old chickens as at 1st January	2,800,000
6 months old chickens as at 1st July	750,000
Dead chickens	(216,000)
	3,594,000
Change in Fair Value	3,217,000

Closing Inventory - Biological assets.

One year old chickens at 31/12/2019	3,720,000
One and half years old chickens	1,551,000
3 years old chicken at 31/12/2019	1,540,000
	6,811,000

Working Note

1) Day old chicks at 1st January
 $1300 \times \# 200 = 260,000$

Statement of reconciliation

Working note cont'd

2) 2 year old chickens at 1st January
 $850 \times \text{₹} 3,550 = 2,850,000$

3) 6 month old chickens at 1st July
 $500 \times \text{₹} 1,500 = 750,000$

4) Dead chickens
 $120 \times 1,800 = 216,000$

5) 1 year old chickens
 $(1300 - 60) \times 3000 = 3,720,000$

6) One and half year old chickens
 $(1500 - 30) \times 3300 = 1,551,000$

7) Three year old chickens
 $(800 - 30) \times 2000 = 1,540,000$

ABUAD FARMIS

Statement of profit or loss and other comprehensive income for the year ended 31st December 2019.

	A	A	A
Sales			6,423,340
Cost of Sales			
Opening Inventory	1,500,000		
Purchases; Feed	2,096,570		
Insecticide	156,000		
Cost of goods available for sale	2,252,570		
Closing Inventory	(1,850,000)	(1,902,570)	
Gross profit			4,520,770
Miscellaneous Income			450,960
Change in fair value			3,217,000
			8,188,730
Expenses			
Staff Cost	770,000		
Fuel and oil	168,000		
Marketing Cost	105,500		
Repairs	52,500		
Insurance	77,600		
Hire of Tractors	180,800		
Bad Debt	175,500		
Other Operating Expenses	292,750		
Depreciation: Farm house	96,000		
Farm Machinery	160,750	(1,999,400)	
Net Profit			6,189,330

ABROAD FARMS

Statement of Financial position as at 31st December 2019

<u>Non current assets</u>	#	#
Land		12,567,850
Farmhouse		2,756,100
Farm Machinery		12,804,500
Biological assets		7,027,000
<u>Non current Assets Total</u>		<u>59,960,450</u> 59,960,450

Current Assets

Inventory	1,850,000	
Receivables	2,578,870	
Bank and cash	1,314,650	1,757,542
<u>Total Assets</u>		<u>77,535,870</u>

Liabilities

Non current liabilities

Loan	26,000,000
------	------------

Current liabilities

Payables	1,936,540	(2,793,654)
<u>Total Assets less liabilities</u>		<u>49,599,330</u>

Capital (Equity)

Capital	45,000,000
Net profit	6,189,330

Statement of Financial Position cont'd

Equity cont'd

Drawings	(1590,000)	
Total Equity		49,599,330

Booking Notes

	Non-current Assets (A) Cost ₹	(B) Accumulated Depreciation ₹	(A-B) Net Book Value ₹
i)	Land	12,567,830	12,567,830
ii)	Farm house	27,850,000	27,561,100
iii)	Farm machinery	13,290,750	12,804,500
			52,933,430
iv)	Biological Assets	3,810,000	
	Change in Fair Value	3,217,000	7,027,000
	Total Non-current Assets		59,960,430

2)	Accumulated depreciation	₹
	Farm house	(192900 + 96000) = 288900
	Farm machinery	(325500 + 160750) = 486250

Flock of Chickens A/c

1/1/19	Bal b/d	306000	Death of chicken	216000
1/2/19	Cash	750000	31/12/19 Bal b/d	6595000
31/12/19	ProL	3217000		

6,811,000

6,811,000

Bal b/d 6,595,000