

NAME: CHIMA-DIM UCHENNA NICHOLAS
 DEPARTMENT: ACCOUNTING
 MATRICULATION NUMBER: 19/SMS02/017
 COURSE: ACC 102
 QUESTION 3

MAKEBA CLUB

(A) Bar Income Statement

	₦'000	₦'000
Bar Receipts		9,600
<u>Cost of Sales</u>		
Opening Inventories	1,250	
Purchases	<u>5,830</u>	
	7,080	
Closing Inventories	<u>1,630</u>	5,450
		4,150
Wages		<u>2,130</u>
Bar Profit		<u><u>2,020</u></u>

(B) Income and Expenditure for the year ended 31/12/2014

	₦'000	₦'000
<u>Income</u>		
Bar Profit		2,020
Membership Subscription (Wk 1)		8,460
Members' Admission		<u>670</u>
		11,150
<u>Expenditure</u>		
Depreciation on Furniture and Fittings (Wk 2)	1,030	
Depreciation on Equipment (25% of 5,620)	1,405	
General Wages	3,210	
Insurance (Wk 3)	589	
Rent & Rates	605	
Social Expenses	2,500	
Electricity Expenses	309	
Postage & Telephone	425	
Bank Charges	<u>132</u>	10,205
Surplus or Excess of Income Over Expenditure		<u><u>945</u></u>

(C) Statement of Financial Position as at 31st December, 2014

	Cost ₦'000	Dep. ₦'000	Carrying Value ₦'000
<u>Non-Current Assets</u>			
Premises	70,000	-	70,000
Furniture and Fittings	5,320	1,030	4,290
Equipment	<u>5,620</u>	<u>1,405</u>	<u>4,215</u>
	<u>80,940</u>	<u>2,435</u>	78,505
<u>Current Assets</u>			
Bar Inventories		1,630	
Insurance Prepaid		160	
Cash in Hand		<u>4,400</u>	<u>6,190</u>

	<u>84,695</u>
Accumulated Fund 1/1/2013 (Wk 4)	83,640
Surplus	<u>945</u>
	<u>84,585</u>

Current Liabilities

Subscription in Advance	<u>110</u>
Accumulated Fund 31/12/2013	<u>84,695</u>

(D) Working Notes:

Wk 1:

Membership Subscription A/C			
	₦'000		₦'000
Bal c/d	110	Bal b/f	70
I & E	<u>8,460</u>	R & P	<u>8,500</u>
	<u>8,570</u>		<u>8,570</u>
		Bal b/d	110

Wk 2: Depreciation Of Furniture and Fittings: 5,320 - 4,290 = 1030

Wk 3:

Insurance A/C			
	₦'000		₦'000
Bal b/f	140	I & E	589
R & P	<u>609</u>	Bal c/d	<u>160</u>
	<u>749</u>		<u>749</u>
Bal c/d	160		

Wk 4:

<u>Accumulated Fund</u>	₦'000	₦'000
<u>Assets</u>		
Premises	70,000	
Furniture and Fittings	5,320	
Bar Inventories	1,250	
Insurance Prepaid	140	
Cash in Hand	<u>7,000</u>	83,710
<u>Liabilites</u>		
Subscription in Advance		<u>110</u>
		<u>83,640</u>