

NAME: ALALIBO GRACE
DEPARTMENT: ACCOUNTING
MATRIC NUMBER: 18/SMS02/011

YEAR	ACTUAL UNIT	ACTUAL ROYALTY(₦)	MIN ROYALTY(₦)	SHORTWORKING(₦)
2001	630	4410	4800	390
2002	465	3255	4800	1545
2003	840	5880	4800	-
2004	420	2940	4800	1860
2005	660	4620	4800	180
2006	675	4725	4800	75
2007	1170	8190	4800	-

		₦	ROYALTY(PAYABLE) ACCOUNT	
31/12/2001	LESSOR	4410	31/12/2001	
31/12/2002	LESSOR	3255	31/12/2002	
31/12/2003	LESSOR	5880	31/12/2003	
31/12/2004	LESSOR	2940	31/12/2004	
31/12/2005	LESSOR	4620	31/12/2005	
31//12/06	LESSOR	4725	31//12/06	
31/12/2007	LESSOR	8190	31/12/2007	

		₦	LESSOR ACCOUNT	
31/12/2001	BANK	4800	31/12/2001	ROY,
		4800	31/12/2001	SHORTW
31/12/2002	BANK	4800	31/12/2002	ROY,
		4800	31/12/2002	SHORTW
31/12/2003	SHORTWORKING	6080	31/12/2003	ROY,
31/12/2003	BANK	4800		
		5880		
31/12/2004	BANK	4800	31/12/2004	ROY,
		4800	31/12/2004	SHORTW
31/12/2005	BANK	4800	31/12/2005	ROY,
		4800	31/12/2005	SHORTW
31/12/2006	BANK	4800	31/12/2006	ROY,
		4800	31/12/2006	SHORTWOF
31/12/2007	SHORTWORKING	255	31/12/2007	ROY,
31/12/2007	BANK	7935		
		8190		

SHORTWORKINGS(RECOV

		₦		
31/12/2001	LESSOR	390	31/12/2001	BAL
01/01/2002	BAL B/D	390		
31/12/2002	LESSOR	1545	31/12/2002	BAL
		1935		
01/01/2003	BAL B/D	1935	31/12/2003	LES:
			31/12/2003	BAL
		1935		
01/01/2004	BAL B/D	855	31/12/2004	STATEMEI
31/12/2004	LESSOR	1860	31/12/2004	BAL
		2715		
01/01/2005	BAL B/D	1860	31/12/2005	BAL
31/12/2005	LESSOR	180		
		2040		
01/01/2006	BAL B/D	2040		
31/12/2006	LESSOR	75	31/12/2006	BAL
		2115		
01/01/2009	BAL B/D	2115	31/12/2007	LES:
			31/12/2007	BAL
		2115		
01/01/2008	BAL B/D	1860	31/12/2008	STATEMEI

QUESTION 6

Both shortworking receivable and shortworking allowable are presented as assets and liability in the statement of financial position. The landlord's accounting concept is that provisions should be made for all losses and due care should be practiced when not to recognise the shortworkings yet until they are lapsed. The tenant does not record the loss until the landlord doesn't record the shortworkings as profit till it is lapsed. The tenant doesn't also realise his loss until the landlord doesn't record the shortworkings as profit till it is lapsed.

SHORTWORKINGS RECOUPED(₺)	SHORTWORKING LAPSED(₺)	AMOUNT PAID(₺)
—	—	4800
—	—	4800
1080	—	4800
—	855	4800
—	—	4800
—	1860	4800
255	—	7935

₺

STATEMENT OF PROFIT AND LOSS	4410
STATEMENT OF PROFIT AND LOSS	3255
STATEMENT OF PROFIT AND LOSS	5880
STATEMENT OF PROFIT AND LOSS	2940
STATEMENT OF PROFIT AND LOSS	4620
STATEMENT OF PROFIT AND LOSS	4725
STATEMENT OF PROFIT AND LOSS	8190

₺

ALTY	4410
/ORKING	390
	4800
ALTY	3255
/ORKING	1545
	4800
ALTY	5880
	5880
ALTY	2940
/ORKING	1860
	4800
ALTY	4620
/ORKING	180
	4800
ALTY	4725
RKING	75
	4800
ALTY	8190
	8190

ERABLE) ACCOUNT

	₹	
C/D		390
C/D		1935
		1935
SOR		1080
C/D		855
		1935
NT OF P/L		855
C/D		1860
		2715
C/D		2040
		2040
C/D		2115
		2115
SOR		225
C/D		1860
		2115
NT OF P/L		1860

statement of financial position. It simply follows the prudence
 1 recognising profit. Here the landlord practices due care
 ie cant recover it. It follows the realisation concept ie.the
 st until he cant recover it