

NAME: CLAUDIA CHRISTOPHER

DEPARTMENT: ECONOMICS

COURSE CODE: ACC 102

COLLEGE: SMS

MATRIC NUMBER: 19/SMS01/006

Solution to question four

(a) **BAR INCOME STATEMENT**

	₦	
₦		
Bar receipt		
154,200		
<u>Cost of sale:</u>		
Opening Inventories	27,000	
Purchases(wk1)	<u>127,400</u>	
	154,400	
Less Closing Inventories	42,700	-
111,700		
<b>Bar Profit</b>		
<u>42,400</u>		

(b) **INCOME AND EXPENDITURE FOR THE YEAR ENDED 30/09/2016**

	₦
₦	
INCOME	
Bar profit	
42,500	

Donation  
7,500

Subscription(wk2)  
46,900

### EXPENDITURE

Travelling Expenses 28,500

Ground Rent 6,000

Equipment(1/3\*12,000) 4,000  
38,500

Excess or surplus of income over expenditure  
58,400

### (c) Statement of Financial Position as at 30/09/2016

Carrying Value	Cost	Dep
<b><u>NON-CURRENT ASSET</u></b>	₺	₺
₺		
Equipment	<u>12,000</u>	<u>4,000</u>
<u>8,000</u>		
	<u>12,000</u>	<u>4,000</u>
<u>8,000</u>		

### CURRENT ASSETS

Cash in hand	2,000
Cash at bank	100,000
Bar Inventories	42,700
Subscription owing	<u>2,300</u>
<u>147,000</u>	

155,000

Accumulated Fund 1/10/2015(wk3)

86,400

Surplus

58,400

### Liabilities

Payables

10,200 Accumulated Fund 30/09/2016

155,000

### Workings

wk1

#### Purchases Account

Purchases Account	
₤	₤
R and P	Bal b/f
124,700	7,500
Bal c/d	Bar Income
<u>10,200</u>	<u>127,400</u>
<u>134,900</u>	<u>134,900</u>

wk2

#### Subscription Account

Subscription Account	
₤	₤
R and P	48,000

Bal b/f	Bal c/d	<u>2,300</u>
3,400		
I and E		<u>50,300</u>
<u>46,900</u>		
<u>50,300</u>		

wk3

**Accumulated Fund as at 1/10/2015**

	₪
₪	
<b>ASSETS</b>	
Inventories	27,000
Subscription owing	3,400
cash in hand	3,500
cash at bank	<u>60,000</u>
<u>93,900</u>	
<b><u>Liabilities</u></b>	
Payables	
<u>-7,500</u>	Accumulated fund 1/10/2015
<u>86,400</u>	