

Emmanuel Lawson
 18/sms02/033
 Accounting department

3b)

| Client's Ledger (Beef) | | | |
|------------------------|----------------|---------|---------|
| Dr | | Cr | |
| Date | Particular | office | client |
| 10 June | Cash advance | 170,000 | |
| 15 June | Cash adv | 110,000 | |
| 20 June | Cash | - | 280,000 |
| 25 June | Cash | - | 520,000 |
| 25 June | Cash | - | 55,000 |
| June 31 | Cash (BR) | 45,000 | |
| June 31 | Private Ledger | 55,000 | - |
| | | 335,000 | 900,000 |

| Cash Books | | | |
|------------|------------|---------|---------|
| Date | Particular | office | client |
| 20 June | Cash | - | 900,000 |
| 20 June | Cash | 280,000 | |
| 25 June | Cash | 55,000 | |
| 10 June | Beef adv | 170,000 | |
| 15 June | Beef adv | 110,000 | |
| 20 June | Beef | | 280,000 |
| 25 June | Beef | | 520,000 |
| 25 June | Beef | | 55,000 |
| 31 June | Beef (BR) | | 45,000 |
| 31 June | Beef c/d | 55,000 | |
| | | 335,000 | 900,000 |

U-24 - \$72,200
proceeds (250,000 Shares @ 0.29)
Shares
\$ 237,500

| Private Ledger | |
|------------------------------|------------------------------|
| June 31 Pork <u>\$55,000</u> | June 31 Beef <u>\$25,000</u> |

237.500
3A) Freight: Freight charges are the main income collected against the transportation of the goods

Passage Money: Passage money is collected from the passengers. In case it is passengers vessel

Primage - Primage is an additional freight in the form of surcharge on the freight.

Stevedoring charges: Loading and unloading of cargo called stevedoring charges and should be debited from the Voyage Account.

Bunker cost: Cost of water, coal, diesel, fuel, etc used for the purpose of voyage is called bunker cost and ~~may~~ may be debited from the Voyage Account

2. ABUAD FARM

Statement of Reconciliation shown changes in fair value
 as at 31st December, 2019

| | N |
|--|-----------|
| Day old chicks $1300 \times \text{N}180$ | 234,000 |
| 2 year old chick $800 \times \text{N}3450$ | 2,784,000 |
| 6 month old chick $500 \times \text{N}1500$ | 750,000 |
| | <hr/> |
| | 3,768,000 |
| Dead chicken during the year (120×1750) | (210,000) |
| | <hr/> |
| Changes in Fair Values | 3,558,000 |
| | 3,253,000 |

31st December, 2019

| | |
|--|-----------|
| One year chickens (1240×3000) | 3,720,000 |
| One at a half-year old chicken (470×3300) | 1,551,000 |
| Three year old chickens (770×2000) | 1,540,000 |
| | <hr/> |
| | 6,811,000 |

Statement

Statement of Profit and Loss and Other Comprehensive Income.

| | # | # |
|----------------------------|-------------|-------------|
| Sales: Farm Produce (Eggs) | | 6,423,340 |
| Opening Inventory | 1,500,000 | |
| Purchases: Feeds | 2,096,510 | |
| Insecticide | 156,000 | |
| COGAS | 3,752,510 | |
| Closing Inventory | (1,875,000) | (1,871,510) |
| Gross Profit | | 4,545,770 |
| Miscellaneous Income | | 450,960 |
| Changes in Fair Value | | 3,253,000 |
| | | 8,249,730 |
| <u>Expenses</u> | | |
| Depreciation: | | |
| Farm House | 90,000 | |
| Farm Machinery | 157,000 | |
| Staff cost | 770,000 | |
| Fuel and oil for machines | 168,000 | |
| Marketing Cost | 105,500 | |
| Repairs | 52,500 | |
| Insurance | 77,600 | |
| Hire of Tractors | 100,500 | |
| | 175,500 | |
| Bad debt | 292,750 | |
| Other Operating expenses | | (1,989,650) |
| Net profit for the year | | 6,260,080 |

A Value of Cheque deposited = Underwritten x No of share
 Issued x Application money
 $= 86\% \times 4,000,000 \times 0.35 = 1,196,800$

No of Shares to be taken up by the underwriter.

No of Shares Issued 3,000,000

No of shares allotted (2,650,000)

No of shares unsubscribed 350,000

∴ Shares to be taken up $(86\% \times 350,000)$ 301,000

Balance Due on Allotment A

Total amount Due 355,180

$(0.35 + 0.8) \times 301,000$

Commission

Cash! $7\% \times 86\% \times \text{A} 6,000,000 = \text{A} 361,200$

Shares! $3\% \times 86\% \times \text{A} 6,000,000 = \text{A} 154,800$

Amount Paid on 1st call

301,000 shares @ 0.6 = A 180,600

Amount paid on final call

301,000 shares @ 0.24 = A 72,240

Profit on sales of shares

Sales Proceeds (250,000 Shares @ 0.95)

Cost of shares

A

A

237,500

Perk unit trust
Statement of Valuation

| Month | Description | A |
|-------|---------------------------------|---------|
| 1 | Value/unit | 6,000 |
| 2 | 8,500 First bank shares @ 27.50 | 233,750 |
| | Month 1 Balance | 31,750 |
| | Value/unit (265,500/40) | 265,500 |
| | | 6638 |
| 3 | 8,500 First Bank shares @ A 25 | 212,500 |
| | 16,500 BuA shares @ 1350 | 222,750 |
| | Month 2 Balance | 18,220 |
| | Value/unit (453,270/40) | 453,270 |
| | | 11332 |
| 4 | 8,500 First Bank shares @ A 26 | 221,000 |
| | 16,500 BuA shares @ A 14 | 231,000 |
| | 58,000 Conoil shares @ A 3.70 | 214,600 |
| | Month 3 Balance | 114,296 |
| | Value/unit (780,896/108) = 7231 | 780,896 |
| | | 7231 |

3 meeting x 4 Presigned People = 12
120 - 12 = 108

Bank

| | | | | | |
|---|---------------|------------------|---------|--------------|------------------|
| 1 | Unit Capital | 240,000 | Month 1 | Investment | 280,250 |
| 2 | 11 | 265,520 | Month 2 | 11 | 247,500 |
| 3 | 11 | 407,952 | Month 3 | 11 | 203,000 |
| 4 | 11 | 260,316 | Month 4 | Unit Capital | 00,656 |
| | Invest Income | 19,000 | Bank | | |
| | | <u>1,192,785</u> | | | <u>374,382</u> |
| | | | | | <u>1,192,788</u> |

| | | | | |
|---------|------|----------------|------|----------------|
| Month 1 | Bank | 280,250 | Bank | 130,750 |
| Month 2 | Bank | 247,500 | | |
| Month 3 | Bank | 203,000 | | |
| | | <u>730,750</u> | | <u>730,750</u> |

| | | | | |
|---------|------|------------------|---------|------------------|
| Month 4 | Bank | 00,656 | Month 1 | 240,000 |
| | Bank | 1083,132 | Month 2 | 265,520 |
| | | | Month 3 | 407,952 |
| | | | Month 4 | 260,316 |
| | | <u>1,173,788</u> | | <u>1,173,788</u> |

| | | | | | |
|---------|------|--------|---------|------|--------|
| Month 4 | Bank | 19,000 | Month 4 | Bank | 19,000 |
| | | | | | |

10 The key parties are as follows.

The Manager: This is an individual employed by the trustees to manage the funds of the unit trust. He will usually be someone with experience in investment in various kind of securities (for example a Banker, a trader and a finance expert etc). His main responsibility is to seek out the best investment opportunities from time to time to yield the best return.

The Trustee: This is an individual appointed by the unit holders to oversee the unit trust. He has oversight responsibility over the activities and decision of the manager. While he is not the owner of the fund generated by the unit trust, he has been appointed to oversee the utilisation and performance of the funds.

The Unit Holders: This are owners of the unit trust. They contribute funds by paying subscriptions from time to time based on laid down agreements. They own units in the organisation, and a unit is the token of ownership in a unit trust.

Underwriting Commission and Overriding Commission

→ Underwriting Commission is the Commission Payable to the Underwriter. It may be paid partly in Shares and cash, and it is not calculated as a Percentage of the Promotion underwritten by the total value of the offer.

→ Overriding Commission is the Commission Payable to the Underwriter in addition to the Underwriting Commission for placing blocks of the Shares offered with its clients.

- Firm Application and Shares Acquired through Underwriting

→ Firm Application is an Underwriter agrees to buy a certain number of Shares/debentures in addition to the Shares he has to take under the Underwriting agreement.

While Shares Acquired through Underwriting means with respect to the Participant the Shares of Common Stock purchased by the Participant Pursuant to its Subscription Agreement.

145 subscriptions
 Stocks Purchased
 100000
 100000
 100000

Perk unit trust
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