

Forekewone Chimanya
Accounting

Acc 206

Question 2

	#	#
Sales		
farm produce		6423540
Inventory	1500000	
Add purchase		
feeds	770000	
Insecticide	<u>2096570</u>	<u>4366570</u>
		2056770
less closing inven		<u>1875000</u>
GROSS PROFIT		181770
Miscellaneous		<u>450860</u>
		632730
Depreciation		
farm house	102900	
Machine	<u>168300</u>	
	271400	
Expenses		
Insurance	77600	
Bad debt	175500	
Hire of tractor	100800	
market cost	103500	
Fuel & oil	168000	
staff cost	770000	
farm house	27850000	
farm machinery	<u>13290750</u>	
Other expenses	292750	<u>42830900</u>
		42198170

A ~~10/2019~~ chicken @

A 1300 day old chicks @ 180 each	234000	
2 year old chicken (800) @ 3480	2784000	
6 month old chicken (500) @ 1500	750000	
	<u>3768000</u>	39

fair

one year old chicken @ 8000	3000
one and half year old chicken @ 3300	1650
Three year old chicken @ 2000	6000
	<u>10650</u>

= 3768000 - 10650 = 3757350

st

Statement of financial position

	cost	Accumulated Deprec	Carrying Value
Noncurrent			
land	125		
farmhouse	192900	90000	282900
farm machine	<u>325500</u>	<u>157000</u>	<u>1895500</u>
	518400	247000	2178400

current Asset

Inventory	1875000
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34000
 34000
 0000
 8000
 70
 50
 000
 650

39 Freight: These are income collected against transportation of goods

F
 Passage money: It is collected from passengers in case it is a passenger's vessel.

b Primage: It is an additional type of freight in form of ~~surcharge~~ surcharge on the freight

c Stevedores: It involves the loading and unloading of cargo and it is debited from the voyage account

② Bunker cost: It is the charge shippers incur to compensate for fluctuating fuel price.

③ QUESTIONS ⑤

Date	Particular	office	debit	Date	Particular	office	credit
June	cash			June	cash		
10	to Advance	170000	-	20	cash		900000
	cash						
15	Advance	110000	-	20	cash	170000	-
20	cash	-	900000	20	cash	110000	-
25	cash	-	520000				
25	cash	-	55000				
	Private ledger	280000	1475000			280000	

4 Question 4 (B)

underwriting commission and overriding ^{commission}
Answer

underwriting commission is the compensation that an underwriter receives (get from placing new issues with investors. It is the fee in which the investment banker charges for underwriting a security issue while overriding commission is a commission paid by an ~~insurer~~ insurer to an agent for premium volume produced by other agent in a given territory.

b firm application and shares acquired through underwriting.