

Question 2.1

2.1 General Ledger Accounts

Inventory					
Balance	b/f	13 800	Trading Account	GJ	13 800
Trading Account	GJ	15 335			

Profit and Loss					
Credit Loss	GJ	349	Trading Account (W1)	GJ	102 609
Depreciation	GJ	15 400	Commission Income	GJ	15 000
Insurance	GJ	2 750	Rent Income	GJ	3 800
Packing Material	GJ	4 300	Credit Loss Recovered	GJ	2 500
Loss on Asset Disposal	GJ	5 700			
Wages	GJ	51 325			
Water & Elec	GJ	4 400			
Capital	GJ	39 685			
		<u>123 909</u>			<u>123 909</u>

Capital					
Drawings	GJ	2 695	Balance	b/d	100 000
Balance	c/d	136 990	Profit and Loss	GJ	39 685
		<u>139 685</u>			<u>139 685</u>
			Balance	b/d	136 990

Calculations

W1 -

Trading Account					
Inventory	GJ	13 800	Inventory	GJ	15 335
Purchases	GJ	155 130	Purchases Returns	GJ	1 130
Sales Returns	GJ	1 338	Sales	GJ	257 070
Carriage on Purchase	GJ	760	Settlement discount Received		405
Settlement discount Granted		303			
Profit and Loss	GJ	102 609			
		<u>273 940</u>			<u>273 940</u>

Question 2.2Statement of Financial Position for Khulong Traders as at 30 June 2012**ASSETS**

<u>Non-Current Assets</u>		309 600
Property, Plant & Equipment	W1	309 600
 <u>Current Assets</u>		33 390
Cash and Cash Equivalents	(8 025 + 750)	8 775
Trade and other Receivables		9 280
Inventory (Consumable Goods on Hand)		15 335
		342 990
 <u>EQUITY AND LIABILITIES</u>		
<u>Equity</u>		136 990
Capital		136 990
 <u>Non-current Liabilities</u>		250 000
Long -term loan		250 000
 <u>Current Liabilities</u>		6 000
Trade and other Payables	(4 500 + 1 500)	6 000
Current Portion of long-term loan		50 000
		392 990

Calculations

W1 -	<i>PPE:</i>	
	Land	200 000
	Vehicles	(122 000 - 54 700) 67 300
	Furniture	(65 000 - 22 700) 42 300
		309 600