

SOLUTION 1 TO SLIDES:

Transaction	1	2	3	4	5	6	Trial Balance	
							Debit	Credit
APPLICATIONS								
Cash	10000	-2000	-4000				3000	
Equipment		2000			8000		10000	
Bank			4000	5000	-8000		1000	
SOURCES								
Capital	10000							10000
Loan				5000		-1000		4000
							14000	14000

BALANCE SHEET:		
	€	€
FIXED ASSETS		
Equipment	<u>10000</u>	10000
CURRENT ASSETS		
Bank	1000	
Cash	<u>3000</u>	4000
		<u>14000</u>
finance by:		
CAPITAL ACCOUNT		10000
LOAN ACCOUNT		4000
		<u>14000</u>

SOLUTION 2 TO SLIDES:

Transaction	1	2	3	4	Trial Balance	
					Debit	Credit
APPLICATIONS						
Bank	20000	-10000	6000	-14000	2000	
Equipment		10000	-4000		6000	
Machinery				14000	14000	
SOURCES						
Capital	20000					20000
Profit on Disposal			2000			2000
					22000	22000

BALANCE SHEET:		
	€	€
FIXED ASSETS		
Equipment (at Cost)	6000	
Machinery (at Cost)	<u>14000</u>	20000
CURRENT ASSETS		
Bank	2000	
	<u>2000</u>	2000
		<u>22000</u>
finance by:		
CAPITAL ACCOUNT	20000	
add Profit on disposal	<u>2000</u>	22000
		<u>22000</u>

SOLUTION 3 TO SLIDES:

Transaction	1	2	3	4	5	Trial Balance	
						Debit	Credit
APPLICATIONS							
Bank	10000	-5000			-2250	2750	
Equipment		5000		1500		6500	
Machinery			2500			2500	
SOURCES:							
Capital	10000						10000
Creditors			2500	1500	-2250		1750
						11750	11750

BALANCE SHEET:		
	€	€
FIXED ASSETS		
Equipment	6500	
Machinery	<u>2500</u>	9000
CURRENT ASSETS		
Bank	2750	
	<u> </u>	2750
		<u><u>11750</u></u>
financed by:		
CAPITAL ACCOUNT		10000
CURRENT LIABILITIES		
Creditors	<u>1750</u>	1750
		<u><u>11750</u></u>

SOLUTION 4 TO SLIDES:

Transaction	1	2	3	4	5	6	Trial Balance	
							Debit	Credit
APPLICATIONS								
Bank	20000				-1000	500	19500	
Equipment		5000	-1000	-500			3500	
Debtors			1500	450		-500	1450	
SOURCES								
Capital	20000							20000
Creditors		5000			-1000			4000
Profit on Disposal			500	-50				450
							24450	24450

BALANCE SHEET:		
	€	€
FIXED ASSETS		
Equipment (at Cost)	3500	
	<u> </u>	3500
CURRENT ASSETS		
Bank	19500	
Debtors	1450	
	<u> </u>	20950
		<u> </u>
		<u> </u>
financed by:		
CAPITAL ACCOUNT	20000	
Add Profit in Disposal	450	
	<u> </u>	20450
CURRENT LIABILITIES		
Creditors	4000	
	<u> </u>	4000
		<u> </u>
		<u> </u>

SOLUTION 5 TO SLIDES:

Transaction	1	2	3	4	5	6	Trial Balance	
							Debit	Credit
APPLICATIONS								
Cash	10000	-8000	-300	14000	-1000	-200	14500	
Purchases		8000					8000	
Van Rental			300				300	
Wages					1000		1000	
Motor Expenses						200	200	
SOURCES								
Capital	10000							10000
Sales				14000				14000
								0
							24000	24000
							Closing Stock 1000	

TRADING PROFIT AND LOSS ACCOUNT				BALANCE SHEET:	
				€	€
SALES			14000		0
COST OF SALES:					
Opening Stock		0			
Add Purchases		8000			
		<u>8000</u>			
Less Closing Stock		-1000	7000		
GROSS PROFIT			7000		<u>15500</u>
EXPENSES:					
Van Rental		300			
Wages		1000			
Motor Expenses		<u>200</u>	1500		
NET PROFIT			<u>5500</u>		<u>15500</u>
				financed by:	
				CAPITAL ACCOUNT	10000
				Add Net Profit for year	<u>5500</u> 15500

