

LEVEL/ LEFEL 4

MODULE CODE: LCBB4001
ACCOUNTING FUNDAMENTALS

ASSESSMENT: 1

STUDENT NAME &NUMBER: ANASTASIA SANDU (1915950)

LECTURER NAME : DR. REXON NTING

TASK 1

1 (a) Ledger account

Account # 1

Cash Account

Date	Description	Amount (£)	Date	Description	Amount (£)
05-Apr	Owner's Equity	300	07-Apr	Purchases	200
08-Apr	Loan from Tatiana	250	15-Apr	Motor Van	150
20-Apr	Sales	350	28-Apr	Rent	50
			29-Apr	Loan from Tatiana	200
			30-Apr	Drawing	60
				<i>Balance c/d</i>	240
Total		900	Total		900
01-May	<i>Balance b/d</i>	240			

Account # 2

Owner's Equity

Date	Description	Amount (£)	Date	Description	Amount (£)
			05-Apr	Cash	300
	<i>Balance c/d</i>	300			
Total		300	Total		300
			01-May	<i>Balance b/d</i>	300

Account # 3

Purchases

Date	Description	Amount (£)	Date	Description	Amount (£)
07-Apr	Cash	200			
				<i>Balance c/d</i>	200
Total		200	Total		200
01-May	<i>Balance b/d</i>	200			

Account # 4

Loan from Tatiana

Date	Description	Amount (£)	Date	Description	Amount (£)
29-Apr	Cash	200	08-Apr	Cash	250
	<i>Balance c/d</i>	50			
	Total	250		Total	250
			01-May	<i>Balance b/d</i>	50

Account # 5

Motor Van

Date	Description	Amount (£)	Date	Description	Amount (£)
15-May	Cash	150			
				<i>Balance c/d</i>	150
Total		150	Total		150
01-May	<i>Balance b/d</i>	150			

Account # 6

Sales Account

Date	Description	Amount (£)	Date	Description	Amount (£)
			20-Apr	Cash	350
	<i>Balance c/d</i>	350			
Total		350	Total		350
			01-May	<i>Balance b/d</i>	350

Account # 7

Rent

Date	Description	Amount (£)	Date	Description	Amount (£)
28-Apr	Cash	50			
				<i>Balance c/d</i>	50
Total			Total		
01-May	<i>Balance b/d</i>	50			

Account # 8

Drawing Account

Date	Description	Amount (£)	Date	Description	Amount (£)
30-Apr	Cash	60			
				<i>Balance c/d</i>	60
	Total	60		Total	60
01-May	<i>Balance b/d</i>	60			

1(b) Trial Balance

Trial Balance
as at 30 April

S. No	Heads of Account	Amount (£)	
		Dr	Cr
1	Sales account		350
2	Purchases	200	
3	Loan from Tatiana		50
4	Motor van	150	
5	Owner's Equity		300
6	Rent	50	
7	Cash account	240	
8	Drawings account	60	
Total		700	700

At 30 April Maxim had 100£ goods in hand

1 (c) Profit or loss and Balance sheet

Income statement

For the month ended 30 April

Details	Amount(£)	Amount(£)
Sales		350
Cost of goods sold:		
Purchases	200	
Less closing stock	100	<u>100</u>
Gross Profit		<u>250</u>
Less expenses:		
Expenses rent	50	
Net Profit		<u>200</u>

Balance sheet

As at 30 April

Assets	Amount(£)	Amount(£)
Fixed Assets:		
Motor Van		150
Curent assets:		
Stock		100
Cash		240
Total assets		490
Equities	Amount(£)	Amount(£)
Non curent liabilities:		
Loan		50
Capital	300	
Net profit	200	
Drawings	60	<u>440</u>
Total		490

TASK 2

2 (a) Ledger account

Account # 1

Cash Account

Date	Description	Amount (£)	Date	Description	Amount (£)
01-Jan	Owner`s Equity	5000	02-Jan	Motor Van	600
04-Jan	Loan from Sergei	1000	03-Jan	Purchases	1300
13-Jan	Sales	300	10-Jan	Expenses Motor Van	200
20-Jan	Sales	500	24-Jan	Storage expenses	150
			27-Feb	Loan from Sergei	350
			30-Jan	Drawings	175
				<i>Balance c/d</i>	4025
Total		6800			6800
01-Feb	<i>Balance b/d</i>	4025			

Account # 2

Owner`s Equity

Date	Description	Amount (£)	Date	Description	Amount (£)
			01-Jan	Cash	5000
	<i>Balance c/d</i>	5000			
Total		5000	Total		5000
			01-Feb	<i>Balance b/d</i>	5000

Account # 3

Motor Van

Date	Description	Amount (£)	Date	Description	Amount (£)
02-Jan	Cash	600			
				<i>Balance c/d</i>	600
Total		600	Total		600
01-Feb	<i>Balance b/d</i>	600			

Account # 4

Purchases

Date	Description	Amount (£)	Date	Description	Amount (£)
03-Jan	Cash	1300			
				<i>Balance c/d</i>	1300
Total			Total		
	<i>Balance b/d</i>	1300			

Account # 5

Loan from Sergei

Date	Description	Amount (£)	Date	Description	Amount (£)
27-Jan	Cash	350	04-Jan	Cash	1000
	<i>Balance c/d</i>	650			
Total		1000	Total		1000
			01-Feb	<i>Balance b/d</i>	650

Account # 6

Expenses Motor van

Date	Description	Amount (£)	Date	Description	Amount (£)
10-Jan	Cash	200			
				<i>Balance c/d</i>	200
Total		200	Total		200
01-Feb	<i>Balance b/d</i>	200			

Account # 7

Sales Account

Date	Description	Amount (£)	Date	Description	Amount (£)
			13-Jan	Cash	300
	<i>Balance c/d</i>	800	20-Jan	Cash	500
Total		800	Total		800
			01-Feb	<i>Balance b/d</i>	800

Account # 8

Storage Expenses

Date	Description	Amount (£)	Date	Description	Amount (£)
24-Jan	Cash	150			
				<i>Balance c/d</i>	150
Total		150	Total		150
01-Feb	<i>Balance b/d</i>	150			

Account # 9

Drawings Account

Date	Description	Amount (£)	Date	Description	Amount (£)
30-Jan	Cash	175			
				<i>Balance c/d</i>	175
Total		175	Total		175
01-Feb	<i>Balance b/d</i>	175			

2 (b) Trial balance

Trial balance *At 31 January*

S. No	Heads of accounts	Amount (£)	
		Dr	Cr
1	Sales		800
2	Purchases	1300	
3	Loan		650
4	Motor van	600	
5	Capital		5000
6	Expenses storage	150	
7	CASH	4025	
8	Expenses motor van	200	
9	Drawings	175	
Total		6450	6450

At 31 January closing inventory was £800

2 (b) Profit or Loss and Balance Sheet

Income statement *For the month ended 31 January*

Details	Amount (£)	Amount (£)
Sales		800
Cost of goods sold:		
Purchases	1300	
Closing inventory	800	500
Gross Profit		<u>300</u>
Less expenses:		
Expenses storage	150	
Expenses Motor Van	200	350
Loss		<u>50</u>

Balance Sheet *As at 31 January*

Assets	Amount	Amount
Fixed Assets:		
Motor Van		600
Curent assets:		
Inventory		800
Cash		4025
Total assets		5425
Equities	Amount	Amount
Non curent liabilities:		
Loan		650
Capital	5000	
Loss	50	
Drawings	175	<u>4775</u>
Total		5425

TASK 3

3 (a) Ledger accounts

Account # 1

Account Sales

Date	Description	Amount (£)	Date	Description	Amount (£)
			02-Jan	Account receivable	124
			11-Jan	Cash	64
			21-Jan	Cash	110
			28-Jan	Cash	84
	<i>Balance c/d</i>	412	31-Jan	Cash	30
Total			Total		412
			01-Feb	<i>Balance b/d</i>	412

Account # 2

Account Receivable

Date	Description	Amount (£)	Date	Description	Amount (£)
01-Jan	Balance b/d	83	07-Jan	Cash	18
02-Jan	Sales	124	23-Jan	Cash	25
				<i>Balance c/d</i>	164
Total		207	Total		207
01-Feb	<i>Balance b/d</i>	164			

Account # 3

Wages Account

Date	Description	Amount (£)	Date	Description	Amount (£)
05-Jan	Cash	12			
14-Jan	Cash	14			
21-Jan	Cash	17			
28-Jan	Cash	15		<i>Balance c/d</i>	58
Total		58	Total		58
01-Feb	<i>Balance b/d</i>	58			

Account # 4

Cash Account

Date	Description	Amount (£)	Date	Description	Amount (£)
01-Jan	Balance b/d	343	05-Jan	Wages	12
07-Jan	Receivables	18	09-Jan	Liabilities	21
11-Jan	Sales	64	14-Jan	Wages	14
21-Jan	Sales	110	14-Jan	Purchases	75
23-Jan	Receivables	25	15-Jan	Liabilities	162
28-Jan	Sales	84	20-Jan	Furniture and fittings	32
31-Jan	Sales	30	21-Jan	Wages	17
			23-Jan	Office expenses	3
			28-Jan	Wages	15
				<i>Balance c/d</i>	323
Total		674	Total		674
01-Feb	<i>Balance b/d</i>	323			

Account # 5

Account Liabilities

Date	Description	Amount (£)	Date	Description	Amount (£)
09-Jan	Cash	21	01-Jan	Balance b/d	33
15-Jan	Cash	162	05-Jan	Purchases	150
	<i>Balance c/d</i>	0			
Total		183	Total		183
			01-Feb	<i>Balance b/d</i>	0

Account # 6

Purchases

Date	Description	Amount (£)	Date	Description	Amount (£)
05-Jan	Liabilities	150			
14-Jan	Cash	75		<i>Balance c/d</i>	225
Total		225	Total		
01-Feb	<i>Balance b/d</i>	225			

Account # 7

Furniture and Fittings

Date	Description	Amount (£)	Date	Description	Amount (£)
01-Jan	Balance b/d	198			
20-Jan	Cash	32		<i>Balance c/d</i>	230
Total		230	Total		
01-Feb	<i>Balance b/d</i>	230			

Account # 8

Office Expenses

Date	Description	Amount (£)	Date	Description	Amount (£)
23-Jan	Cash	3			
				<i>Balance c/d</i>	3
Total		3	Total		
01-Feb	<i>Balance b/d</i>	3			

Determination of Capital

ASSETS	AMOUNT (£)	LIABILITIES	AMOUNT (£)
CASH IN HAND	343	LIABILITIES	33
INVENTORY	458		
FURNITURE AND FITTINGS	198		
RECEIVABLES	83		
TOTAL ASSETS	1082	TOTAL LIABILITIES	33
CAPITAL = ASSETS - LIABILITIES			1049

3 (b) Trial Balance

Trial Balance *At 31 January*

S. NO	Heads of Account	Amount (£)	
		Dr	Cr
1	Account Sales		412
2	Purchases	225	
3	Capital		1.049
4	Account Receivables	164	
5	Account Liabilities	0	
6	Cash account	323	
7	Inventory	458	
8	Furniture and fittings	230	
9	Office expenses	3	
10	Wages account	58	
Total		1.461	1.461

3 (c) Profit or Loss and Balance Sheet

Income statement *For the month ended 31 January*

Details	Amount (£)	Amount (£)
Sales		412
Opening Inventory	458	
Purchases	225	
Less: Closing Inventory	374	<u>309</u>
Gross Profit		103
Less expenses: Wages	58	
Office expenses	3	<u>61</u>
Net Profit		42

Balance sheet *As at 31 January*

Assets	Amount (£)	Amount (£)
Non current assets		
Furniture&fittings		230
Current assets		
Inventory		374
Cash Account		323
Account Receivables		164
Total Assets		1091
Equities	Amount (£)	Amount (£)
Capital	1049	
Profit or loss	42	1091
Total		1091

TASK 4

Ledger Accounts

Account # 1

Account Sales

Date	Description	Amount (£)	Date	Description	Amount (£)
			02-Jun	Receivables	8500
			14-Jun	Receivables	9000
			20-Jun	Cash	6000
	<i>Balance c/d</i>	23500			
Total			Total		23500
			01-Jul	<i>Balance b/d</i>	23500

Account # 2

Account Receivables

Date	Description	Amount (£)	Date	Description	Amount (£)
02-Jun	Sales	8500	23-Jun	Sales return	1000
14-Jun	Sales	9000	24-Jun	Discount	375
			24-Jun	Cash	7125
			25-Jun	Discount	450
			25-Jun	Cash	8550
	<i>Balance c/d</i>	0			
Total		17500	Total		17500
01-Jul	<i>Balance b/d</i>	0			

Account # 3

Purchases

Date	Description	Amount (£)	Date	Description	Amount (£)
13-Jun	Liabilities	12000			
21-Jun	Liabilities	4500			
24-Jun	Liabilities	5000		<i>Balance c/d</i>	21500
Total		21500	Total		21500
01-Jul	<i>Balance b/d</i>	21500			

Account # 4

Liabilities Account

Date	Description	Amount (£)	Date	Description	Amount (£)
25-Jun	Discount	840	13-Jun	Purchases	12000
25-Jun	Cash	11160	21-Jun	Purchases	4500
27-Jun	Discount	90	24-Jun	Purchases	5000
27-Jun	Cash	4410			
	<i>Balance c/d</i>	5000			
Total		21500	Total		21500
			01-Jul	<i>Balance b/d</i>	5000

Account # 5

Cash Account

Date	Description	Amount (£)	Date	Description	Amount (£)
20-Jun	Sales	6000	25-Jun	Liabilities	11160
24-Jun	Receivables	7125	27-Jun	Liabilities	4410
25-Jun	Receivables	8550			
				<i>Balance c/d</i>	6105
Total		21675	Total		21675
01-Jul	<i>Balance b/d</i>	6105			

Account # 6

Sales Return Account

Date	Description	Amount (£)	Date	Description	Amount (£)
23-Jun	Account Receivables	1000			
				<i>Balance c/d</i>	1000
Total		1000	Total		1000
01-Jul	<i>Balance b/d</i>	1000			

Account # 7

Discount Account

Date	Description	Amount (£)	Date	Description	Amount (£)
24-Jun	Account Receivables	375	25-Jun	Liabilities	840
25-Jun	Account Receivables	450	27-Jun	Liabilities	90
	<i>Balance c/d</i>	105			
Total		930	Total		930
			01-Jul	<i>Balance b/d</i>	105

Trial Balance

Trial Balance

At 27 June

S. No	Heads of Account	Amount (£)	Amount (£)
		<i>Dr</i>	<i>Cr</i>
1	SALES ACCOUNT		23500
2	PURCHASES	21500	
3	DISCOUNT ACCOUNT		105
4	CASH ACCOUNT	6105	
5	SALES RETURN ACCOUNT	1000	
6	LIABILITIES ACCOUNT		5000
Total		28605	28605