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Accounting Fundamentals
Module code:LCBB4001
Assigment Title: Accounting Fundamentals - Assessment 1
Lecture Name: DR Rexon Nting

TASK1

CAPITAL ACCOUNT

DRAWINGS	60	CASH	300
BAL C/F	240		
	300		300
		BAL B/F	240

CASH ACCOUNT

CAPITAL	300	PURCHASES	200
LOAN	250	LOAN REPAYMENT	200
SALES	350	MOTOR VAN	150
		RENT	50
		DRAWINGS	60
		BAL C/F	240
	900		900
	240		

PURCHASES ACCOUNT

CASH	200	COST OF GOODS SOLD	100
		CLOSING STOCK	100
	200		200

LOAN ACCOUNT

CASH	200	CASH	250
BALANCE C/F	50		
	250		250
		BALANCE B/F	50

MOTOR VAN ACCOUNT

CASH	150	BAL C/F	150

	150		150
BAL B/F	150		

SALES ACCOUNT

BAL C/F	350	CASH	350
	350		350
		BAL B/F	350

RENT EXPENSE ACCOUNT

CASH	50	BAL C/F	50
	50		50
BAL B/F	50		

DRAWINGS ACCOUNT

CASH	60	CAPITAL	60
	60		60
BAL B/F	60		

STOCK ACCOUNT

CLOSING STOCK	100	BAL C/F	100
	100		100

BAL B/F	100

MAXIM BAKERY
TRIAL BALANCE
AS OF 30TH APRIL

	DR	CR
CAPITAL		240
CASH	240	
LOAN		50
MOTOR VAN	150	
SALES		350
COST OF GOOD SOLD	100	
RENT EXPENSE	50	
STOCK	100	
	640	640

MAXIM BAKERY
STATEMENT OF PROFIT AND LOSS
AS OF 30TH APRIL

SALES	350
LESS COST OF GOODS SOLD	100
GROSS PROFIT	250
EXPENSES	
RENT EXPENSES	50
TOTAL EXPENSES	50
NET PROFIT	200

MAXIM BAKERY
STATEMENT OF FINANCIAL POSITION
AS AT 30TH APRIL

ASSETS		
NON-CURENT ASSETS		
MOTOR VAN		150
CURRENT ASSETS		
INVETORIES		100
CASH AND CASH EQUIVALENTS		240
		340
TOTAL ASSETS		490
EQUITLY AND LIABILITIES		
EQUITLY		
SHARE CAPITAL		300
LESS: DRAWINGS		60

RETAINED EARNINGS	200
TOTAL EQUITY	440
CURRENT LIABILITIES	
LOAN	50
TOTAL CURRENT LIABILITIES	50
TOTAL LIABILITIES	50
TOTAL EQUITY AND LIABILITIES	490

JOURNAL

Date:	**Particulars**		
05.04.18	Cash a/c		
	To Capital a/c		
	(being capital intodused in the business)		
07.04.18	Purcheses a/c		
	To Cash a/c		
	(being goods in purchased)		
08.04.18	Cash a/c		
	To loan a/c (Tatiana)		
	(being loan received from Tatiana)		
15.04.18	Motor Van a/c		
	To cash a/c		
	(being Motor van purchased in cash)		
20.04.18	Cash a/c		
	To Sales a/c		
	(being good is sold)		
28.04.18	Rent a/c		
	To Cash a/c		
	(being rent paid in cash)		
29.04.18	Loan a/c (Tatiana)		
	To Cash		
	(being loan's part repaid)		
30.04.18	Capital a/c		
	To Cash a/c		
	(being cash withdrawal by owner)		

	Debit	Credit
	300	
		300
	200	
		200
	250.00	
		250.00
	150	
		150
	350.00	
		350.00
	50	
		50
	200	
		200
	60.00	
		60.00

TASK 2

CAPITAL ACCOUNT

DRAWINGS	175	CASH	5000
BALANCE C/F	4825		
	5000		5000
		BAL B/F	4825

CASH ACCOUNT

CAPITAL	5000	MOTOR VAN	600
LOAN	1000	PURCHASES	1300
SALES	300	MOTOR VAN EXPENSES	200
SALES	500	STORAGE EXPENSES	150
		LOAN	350
		DRAWING	175
		BALANCE C/F	4025
	6800		6800
	4025		

PURCHASES ACCOUNT

CASH	1300	CLOSING INVENTORY	800
		COST OF GOODS SOLD	500
	1300		1300

LOAN ACCOUNT

CASH	350	CASH	1000
BALANCE C/F	650		
	1000		1000
		BAL B/F	650

MOTOR VAN ACCOUNT

CASH	600	BALANCE C/F	600

	600		600
BAL B/F	600		

SALES ACCOUNT

BAL C/F	800	CASH	300
		CASH	500
	800		800
		BAL B/F	800

MOTOR VAN EXPENSE ACCOUNT

CASH	200	BAL C/F	200
	200		200
BAL B/F	200		

STORAGE EXPENSES ACCOUNT

CASH	150	BAL C/F	150
	150		150
BAL B/F	150		

DRAWINGS ACCOUNT

CASH	175	CAPITAL	175
	175		175

STOCK ACCOUNT

CLOSING STOCK	800	BAL C/F	800

	800	800
BAL B/F	800	

PENDO FURNITURE
TRIAL BALANCE
AS AT 31ST JANUARY

	DR	CR
CAPITAL		4825
CASH	4025	
LOAN		650
MOTOR VAN	600	
SALES		800
COST OF GOOD SOLD	500	
MOTOR VAN EXPENSE	200	
STOTAGE EXPENSE	150	
CLOSING INVENTORY	800	
	6275	6275

PENDO FURNITURE
STATEMENT OF PROFIT AND LOSS
AS OF 31ST JANUARY

SALES	800
LESS COST OF GOODS SOLD	500
GROSS PROFIT	300
EXPENSES	
MOTOR VAN EXPENSE	200
STORAGE EXPENSE	150
TOTAL EXPENSES	350
NET PROFIT	50

PENDO FURNITURE
STATEMENT OF FINANCIAL POSITION
AS AT 31ST JANUARY

ASSETS	
NON-CURRENT ASSETS	
MOTOR VAN	600
CURRENT ASSETS	
INVENTORIES	800
CASH AND CASH EQUIVALENTS	4025

	4825
TOTAL ASSETS	5425
EQUITY AND LIABILITIES	
EQUITY	
SHARE CAPITAL	5000
LESS:DRAWINGS	175
RETAINED EARNINGS	-50
TOTAL EQUITY	4775
CURRENT LIABILITIES	
LOAN	650
TOTAL CURRENT LIABILIES	650
TOTAL LIABILITIES	650
TOTAL EQUITY AND LIABILITIES	5425

TASK3

OFFICE EXPENSE ACCOUNT

CASH	3	BAL C/F	3
	3		3
BAL B/F	3		

CASH ACCOUNT

BALANCE B/F	343	WAGES	12
ACCOUNTS RECEIVABLE:SMITH	18	ACCOUNTS PAYABLES:SMITH	21
SALES	64	WAGES	14
SALES	110	PURCHASE	75
ACCOUNTS RECEIVABLE:HARVEY	25	ACCOUNTS PAYABLES:RICH	162
SALES	84	OFFICE DESK	32
SALES	30	WAGES	17
		OFFICE EXPENSE	3
		WAGES	15
		BALANCE C/F	323
	674		674
BAL B/F	323		

WAGES EXPENSES ACCOUNT

CASH	12	BAL C/F	58
CASH	14		
CASH	17		
CASH	15		
	58		58
	58		

INVENTORY ACCOUNT

BALANCE B/F	458		
RICH:ACCOUNTS PAYABLES	150	COST OF GOODS SOLD	309
CASH	75		
		BALANCE C/F	374
	683		683
BAL B/F	374		

SALES ACCOUNT

BAL C/F	412	HARVEY	124
		CASH	64

		CASH	110
		CASH	84
		CASH	30
	412		412
			412

ACCOUNTS PAYABLES ACCOUNT

CASH	21	RICH:BAL B/F	12
CASH	162	MAX:BAL B/F	21
		SALES:RICH	150
	183		183

FURNITURE AND FITTINGS ACCOUNT

BALANCE B/F	198	BALANCE C/F	230
OFFICE DESK	32		
	230		230
BALANCE B/F	230		

ACCOUNTS RECEIVABLE ACCOUNT

SMITH:BAL B/F	18	CASH	18
HARVEY:BAL B/F	39	HARVEY CASH PAYMENT	25
MOON:BAL B/F	26		
HARVEY	124		
		BAL C/F	164
	207		207
BAL C/F	164		

MAFUTA
TRIAL BALANCE
AS AT 31ST JANUARY

	DR	CR
FURNITURE AND FITTINGS	230	
CASH	323	
ACCOUNTS RECEIVABLE	164	
SALES		412
COST OF GOODS SOLD	309	
OFFICE EXPENSE	3	
WAGES EXPENSE	58	
CAPITAL		1049

CLOSING INVENTORY	374	
	1461	1461

MAFUTA
STATEMENT OF PROFIT AND LOSS
AS OF 31ST JANUARY

SALES	412
LESS COST OF GOODS SOLD	309
GROSS PROFIT	103
EXPENSES	
OFFICE EXPENSE	3
WAGES EXPENSE	58
TOTAL EXPENSES	61
NET PROFIT	42

MAFUTA
STATEMENT OF FINANCIAL POSITION
AS AT 31ST JANUARY

ASSETS		
NON-CURRENT ASSETS		
FURNITURE AND FITTINGS	230	
CURRENT ASSETS		
INVENTORIES	374	
ACCOUNTS RECEIVABLE	164	
CASH AND CASH EQUIVALENTS	323	
	697	
TOTAL ASSETS		
EQUITY AND LIABILITIES		
EQUITY	969	
RETAINED EARNINGS	42	
TOTAL EARNINGS	927	
CURRENT LIABILITIES		
ACCOUNTS PAYABLE		
TOTAL CURRENT LIABILITIES		
TOTAL LIABILITIES		
TOTAL EQUITY AND LIABILITITIES	927	

TASK4

SALES ACCOUNT

BALANCE C/F	28500	ACCOUNTS RECEIVABLE	8500
		ACCOUNTS RECEIVABLE	9000
		CASH	6000
		ACCOUNTS RECEIVABLE	5000
	28500		28500
		BALANCE B/F	28500

ACCOUNTS RECEIVABLE ACCOUNT

SALES	8500	SALES RETURNS	1000
SALES	9000	CASH:CLAIRE	7125
SALES	5000	CASH:HYWEL	9000
		BALANCE C/F	5375
	22500		22500
BALANCE B/F	5375		

ACCOUNTS PAYABLE ACCOUNT

CASH	11460	PURCHASES	12000
CASH	4410	PURCHASES	4500
BALANCE C/F0	630		
	16500		16500
		BALANCE C/F	630

PURCHASES ACCOUNT

ACCOUNTS PAYABLE	12000	BALANCE C/F	16500
ACCOUNTS PAYABLE	4500		
	16500		16500
BALANCE C/F	16500		

DISCOUNT OFFERED ACCOUNT

BALANCE C/F	825	DISCOUNT ON SALES	450
		DISCOUNT ON SALES	375

	825		825
		BALANCE C/F	825

DISCOUNT EXPENSE ACCOUNT

DISCOUNT ON SALES	450	BALANCE C/F	825
DISCOUNT ON SALES	375		
	825		825
	825		

CASH ACCOUNT

SALES	6000	ACCOUNTS PAYABLE	11460
ACCOUNTS RECEIVABLE	6930	ACCOUNTS PAYABLE	4410
ACCOUNTS RECEIVABLE	9000	BALANCE C/F	7050
	22920		22920
BALANCE B/F	7050		

SALES RETURNS ACCOUNT

ACCOUNTS RECEIVABLE	1000	BALANCE C/F	1000
	1000		1000
BALANCE B/F	1000		

DISCOUNT RECEIVED ACCOUNT

DISCOUNT REVENUE	540	BALANCE C/F	SALE
DISCOUNT REVENUE	90		
	630		
BALANCE C/F	SALE		

DISCOUNT REVENIE ACCOUNT

BALANCE C/F	630	DISCOUNT ON PURCHASES	540
		DISCOUNT ON PURCHASES	90
	630		630

	BALANCE C/F		630

RICARDO
TRIAL BALANCE
AS AT 27TH JUNE

	DR	CR
SALES		28500
ACCOUNTS RECEIVABLE	5375	
ACCOUNTS PAYABLE		630
DISCOUNT EXPENSE	825	
DISCOUNT REVENUE		630
CASH	7050	
SALES RETURNS	1000	
COST OF GOODS SOLD	16500	
	30750	29760

Task 5

Capital expenditure is the amount spent by business or organization to acquire a fixed asset.
The fixed assets are assets consumped over a long (useful life) period of time and are charged via depreciation expense.(W.Kenton, 2019 and Moodle)
Revenue expenditure is the amount spent by business or organization for an expence to current period for the purpose of the trade of the business. These expenditures are reoccurring by nature and the effect of these expenditures is a short lived.(Moodle)

Examples

Capital Expenditure	Revenue Expenditure
Land	Repairs
Buildings	Maintenance
Equipment	Selling
Furnishing	General Expenses
Fixtures	Administrative expenses
Vehicles	

References

Recommendations in Moodle
Will Kenton, 25Jun 2019 ,"Capital Expenditure-Cap Ex Definition"- available at:
https://www.investopedia.com/terms/c/capitalexpenditure.asp
accessed at 23.12.2019