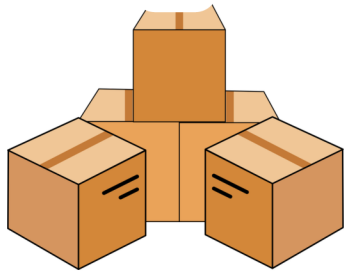


WORD BANK: Authorised / Issued Share Capital, Building, Wages, Debtors, Bank Overdraft, Dividends, Opening Stock

A



They started the year with €10,000 worth of stock that was then sold that year

B



Their building cost €300,000 and depreciated by 2% over the year through wear and tear

B



They paid their employees €89,000 over the year

C



€12,000 of their profits were paid out to shareholders

D



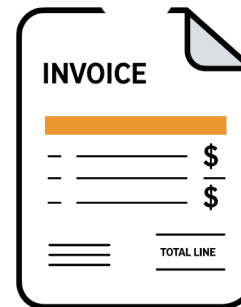
Their building cost €300,000 and depreciated by 2% over the year through wear and tear

E



Their current account was overdrawn by €3,000

E



They sold stock worth €21,000 but have not been paid for it yet

F



They can issue up to €400,000 shares. So far they have issued €300,000.

Income Statement of Parrott Entertainment Ltd for the year ended 31/12/2026			
	€	€	€
Sales			420,000
Less cost of sales			
Purchases		218,000	
Carraige Inwards		27,500	
		255,500	
Less Closing Stock		25,000	
Cost of Sakes			
Gross Profit			189,500
Less Expenses			
Insurance		11,500	
Advertising		27,600	
Light and Heat		8,000	
Depreciation on Equipment		12,000	
Total Expenses			
Net Profit			35,400
			23,400
Add Profit and Loss Balance 01/01/22			51,600
Profit and Loss Balance 31/12/22			75,000

Your friend who runs his own business is in trouble! He needs to complete his Final Accounts before the deadline and has to add in missing details from his records. Complete all missing numbers, and then check that your answers are correct by seeing if the Statement of Financial Position balances with them!

Statement of Financial Position for Parrott Entertainment Ltd for the year ended 31/12/2026			
	Cost	Dep	N.B.V.
	€	€	€
Fixed Assets			
Equipment	60,000	12,000	48,000
	360,000	18,000	342,000
Current Assets			
Cash	4,000		
Closing Stock 31/12/22	25,000		
Current Liabilities/Creditors amounts falling due within 1 year			
Creditors	14,000		
		17,000	
Working Capital			33,000
Total Net Assets			375,000
Financed by	Authorised	Issued	
Share Capital €1 Ordinary Shares			
Profit & Loss Balance 31/12/22		75,000	
Capital Employed			375,000

Income Statement of Parrott Entertainment Ltd for the year ended 31/12/2026			
	€	€	€
Sales			420,000
Less cost of sales			
Add Opening Stock		10,000	
Purchases		218,000	
Carraige Inwards		27,500	
		255,500	
Less Closing Stock		25,000	
Cost of Sakes			230,500
Gross Profit			189,500
Less Expenses			
Insurance		11,500	
Advertising		27,600	
Wages		89,000	
Light and Heat		8,000	
Depreciation on Buildings		6,000	
Depreciation on Equipment		12,000	
Total Expenses			154,100
Net Profit			35,400
Less Dividend Paid			12,000
			23,400
Add Profit and Loss Balance 01/01/22			51,600
Profit and Loss Balance 31/12/22			75,000

Statement of Financial Position for Parrott Entertainment Ltd for the year ended 31/12/2026			
	Cost	Dep	N.B.V.
	€	€	€
Fixed Assets			
Buildings	300,000	6,000	294,000
Equipment	60,000	12,000	48,000
	360,000	18,000	342,000
Current Assets			
Cash	4,000		
Debtors	21,000		
Closing Stock 31/12/22	25,000	50,000	
Current Liabilities/Creditors amounts falling due within 1 year			
Creditors	14,000		
Bank Overdraft	3,000	17,000	
Working Capital			33,000
Total Net Assets			375,000
Financed by	Authorised	Issued	
Share Capital €1 Ordinary Shares	400,000	300,000	
Profit & Loss Balance 31/12/22		75,000	
Capital Employed			375,000