Name:____________ **Score:________/70**

Answer all questions

Suggested Exam Length: 35 minutes

Student Input (Pre-exam)

How confident are you about this exam?

What topic am I worried about before I look at the exam? Why?

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What strategies did you use to study for this exam? What was the best one?

____

____

Which activities in class did you most enjoy for this topic?

____

____

Student Reflection (Post-exam)

How happy were you with your result?

What were the hardest questions? Why?

____

____

Is there any exam technique I should change/use again for my next exam?

____

____

What topics should I look over again?

____

____

Q1 Indicate whether each of the assets of Bective Ltd listed below is fixed or current by placing a tick (✓) in the correct box:

Assets	Fixed	Current
Machinery		
Cash in the bank		
Furniture and Fittings		

Q2 Dunmore Ltd owns the fixed assets below. Calculate the depreciation expense for each asset for the year.

Asset	Cost	Depreciation	Workings and Answer
Buildings	€320,000	2%	**Answer: €**
Machinery	€45,000	20%	**Answer: €**

Q3 Complete the Income Statement of Slaney Sports Ltd for the year ended 31/12/2026 by filling in the three shaded areas, numbered (i) to (iii).

Income Statement of Slaney Sports Ltd for the year ended 31/12/2026		
	€	**€**
Sales		400,000
Less cost of sales		
Opening Stock	25,000	
Purchases	230,000	
	(i)	
Less Closing Stock	**(21,000)**	
Cost of Sales		**(ii)**
Gross Profit		**(iii)**

Workings:

Q4 Complete the Statement of Financial Position (extract) of Corrib Crafts Ltd below by filling in the three shaded areas, numbered (i) to (iii).

Statement of Financial Position of Corrib Crafts Ltd as at 31/12/2026			
Fixed Assets	**Cost €**	**Depreciation €**	**Net Book Value €**
Buildings	380,000	(7,600)	**(i)**
Vehicles	55,000	**(ii)**	44,000
Total Fixed Assets	**(iii)**	(18,600)	416,400

Workings:

Q5 The following trial balance was taken from the books of Okafor Eco Ltd, on 31/12/2026, the end of its financial year. The authorised share capital is 600,000 €1 ordinary shares.

Trial Balance of Okafor Eco Ltd as at 31/12/2026		
	€	**€**
Sales		290,000
Purchases	130,000	
Carriage inwards	9,900	
Stock 01/01/2026	15,000	
Insurance	6,000	
Advertising	44,000	
Wages	56,000	
Light & heat	16,000	
Buildings	300,000	
Equipment	90,000	
Cash	19,600	
Dividends paid	10,000	
Debtors	21,000	
Creditors		15,000
Bank overdraft		7,500
Profit and loss balance 01/01/2026		45,000
Issued share capital		360,000
Total	**717,500**	**717,500**

The following information is also provided:

Stock 31/12/2026: €26,000

Depreciation on Buildings: 2%

Depreciation on Equipment: 20%

(a) Complete the Income Statement for Okafor Eco Ltd for the year ended 31/12/2026.

Income Statement of Okafor Eco Ltd for the year ended 31/12/2026		
	€	**€**
Sales		
Less cost of sales		
Add Opening Stock (Stock 01/01/2026)		
Purchases		
Carriage inwards		
Less: Stock 31/12/2026		
Cost of Sales		
Gross Profit		
Less Expenses		
Insurance		
Advertising		
Wages		
Light & Heat		
Depreciation on Buildings		
Depreciation on Equipment		
Total Expenses		
Net Profit		
Less Dividend Paid		
Add P&L Balance 01/01/2026		
P&L Balance 31/12/2026		

Workings (Depreciation):

(b) Prepare the Statement of Financial Position for Okafor Eco Ltd as at 31/12/2026.

Statement of Financial Position of Okafor Eco Ltd as at 31/12/2026			
	Cost	**Dep**	**N.B.V.**
Fixed Assets	**€**	**€**	**€**
Buildings			
Equipment			
Total Fixed Assets			
Current Assets			
Cash			
Debtors			
Closing Stock 31/12/2026			
Current Liabilities			
Creditors			
Bank Overdraft			
Working Capital			
Total Net Assets			
Financed by	**Authorised**	**Issued**	
Share Capital €1 Ordinary Shares			
P&L Balance 31/12/2026			
Capital Employed			

Workings:

Exam Marking Scheme

Q1 Classify the assets of Bective Ltd.

MS: 6 marks - 3 x 2m

Machinery = Fixed. Bank = Current. Furniture and Fittings = Fixed.

Q2 Dunmore Ltd depreciation.

MS: 6 marks - 2 x 3m (workings 1m + answer 2m each; O.F. applies)

Buildings: 320,000 x 2% = €6,400.
Machinery: 45,000 x 20% = €9,000.

Q3 Slaney Sports Ltd Trading Account.

MS: 6 marks - 3 x 2m (O.F. applies)

(i) 25,000 + 230,000 = 255,000.
(ii) 255,000 - 21,000 = Cost of Sales (234,000).
(iii) 400,000 - 234,000 = Gross Profit 166,000.

Q4 Corrib Crafts Ltd fixed assets extract.

MS: 6 marks - 3 x 2m (O.F. applies)

(i) 380,000 - 7,600 = 372,400.
(ii) 55,000 - 44,000 = (11,000).
(iii) 380,000 + 55,000 = 435,000. Check: totals row 435,000 - 18,600 = 416,400.

Q5 (a) Income Statement of Okafor Eco Ltd.

MS: 26 marks - Trading: Sales 1m; Opening Stock 1m; Purchases 1m; Carriage inwards 1m; subtotal 1m; Closing Stock deducted 1m; Cost of Sales 1m O.F.; Gross Profit 2m O.F.

P&L: four expenses listed 4 x 1m; Depreciation on Buildings 3m O.F. (workings 1m + answer 2m); Depreciation on Equipment 3m O.F. (workings 1m + answer 2m); Total Expenses 1m O.F.; Net Profit 2m O.F.

Appropriation: Dividend deducted 1m; P&L Balance 01/01 added 1m; P&L Balance 31/12/2026 2m O.F.

Workings (Depreciation):
Depreciation on Buildings: €300,000 x 2% = €6,000
Depreciation on Equipment: €90,000 x 20% = €18,000

Income Statement of Okafor Eco Ltd for the year ended 31/12/2026		
	€	**€**
Sales		290,000
Less cost of sales		
Add Opening Stock (Stock 01/01/2026)	15,000	
Purchases	130,000	
Carriage inwards	9,900	
	154,900	
Less: Stock 31/12/2026	(26,000)	
Cost of Sales		(128,900)
Gross Profit		161,100
Less Expenses		
Insurance	6,000	
Advertising	44,000	
Wages	56,000	
Light & Heat	16,000	
Depreciation on Buildings	6,000	
Depreciation on Equipment	18,000	
Total Expenses		(146,000)
Net Profit		15,100
Less Dividend Paid		(10,000)
		5,100
Add P&L Balance 01/01/2026		45,000
P&L Balance 31/12/2026		50,100

Q5 (b) Statement of Financial Position of Okafor Eco Ltd.

MS: 20 marks - Buildings NBV 2m O.F.; Equipment NBV 2m O.F.; Total Fixed Assets 2m O.F.; three Current Assets 3 x 1m; two Current Liabilities 2 x 1m; Working Capital 2m O.F.;

Total Net Assets 2m O.F.; Authorised/Issued placed correctly, only Issued used 2m; P&L Balance 31/12 carried in 1m; Capital Employed 2m O.F. - must balance with Total Net Assets.

Statement of Financial Position of Okafor Eco Ltd as at 31/12/2026			
	Cost	**Dep**	**N.B.V.**
Fixed Assets	**€**	**€**	**€**
Buildings	300,000	(6,000)	294,000
Equipment	90,000	(18,000)	72,000
Total Fixed Assets	390,000	(24,000)	366,000
Current Assets			
Cash	19,600		
Debtors	21,000		
Closing Stock 31/12/2026	26,000	66,600	
Current Liabilities			
Creditors	15,000		
Bank Overdraft	7,500	(22,500)	
Working Capital			44,100
Total Net Assets			410,100
Financed by	**Authorised**	**Issued**	
Share Capital €1 Ordinary Shares	600,000	360,000	
P&L Balance 31/12/2026		50,100	
Capital Employed			410,100