

Online-Task IM-3.11: Preparing Financial Statements

(Y = 4th digit of your matriculation number. Z = 5th digit of your matriculation number.)

HALMSTAD PLC is a British transportation business. On 2.01.20X1, the company is established by issuing capital of 100,000.00 GBP. The company operates 2 vans bought at 3X,000.00 GBP net amount. Depreciation is based on straight line method over 4 years commencing on 3.03.20X1. No residual value applies. The company records 3,Y00 rides which make it earn a revenue of 110.00 GBP/ride each. 75% of the revenue is paid on cash, the remainder in the next Accounting period. Operational costs are amounting to 160,000.00 GBP, they are not VATable.

The company declares a dividend of 40% of the distributable amount. The remainder is carried forward to the next Accounting period.

Required: Prepare a full set of financial statements as at 31.12.20X1 which includes a balance sheet, an income statement, a statement of cash flows and a statement of changes in equity.

Solution:

CH5-HALMSTAD.xls