The fixtures and fittings are depreciated at 25% on the reducing balance basis, a full year's depreciation being provided in the year of addition and none in the year of disposal

(iii) It is estimated that the net book value of fixtures sold was ₦3,210. The sales proceeds were ₦2,500

(iv) Assets and liabilities (other than subscriptions) were as follows:

	1996 ₦	1995 ₦
Rates prepaid	6,470	5,390
Accrued expenses - telephone	1,520	1,360
Accrued Expenses - electricity	2,790	2,510
Bar purchases Creditors	14,050	15,370
Bar stocks	32,410	21,970
expenses accrued	4,870	4,230

(v) The bar earns an average gross profit of 25% on sales

(vi) Although no cash book has been written up, an analysis of the cash vouchers showed the following expenditure:

Sundry expenses	5,930
Bar wages	23,910
Repairs	6,340
Bar purchases	7,920

A float of ₦500 was in the till at 31st December 1996.

(vii) From the returns of the cigarette slotting machine company, it was ascertained that the machine takings for the year amounted to ₦87,930. All takings from the machine were banked during the year.

You are required to:

(a) Prepare a Bar Trading Account for the year ended 31st December 1996.

(b) Prepare an Income and Expenditure Account for the same period

(c) Prepare a Balance sheet at that date