

Name of Company  
 Manufacturing Account  
 For the year ended Dec 31<sup>st</sup> 2010

	\$	\$
<b><u>RAW MATERIAL CONSUMED</u></b>		
Opening raw material	xxxx	
purchases of raw material	xxxx	
carriage inwards	xxxx	
purchases returns	(xxxx)	
Closing raw material	<u>(xxxx)</u>	xxxx
<b><u>DIRECT COSTS</u></b>		
Direct labor	xxxx	
Royalties	xxxx	
Direct expenses	<u>xxxx</u>	<u>xxxx</u>
<i>PRIME COST</i>		<b>xxxxx</b>
<b><u>INDIRECT COSTS (F.O.H.)</u></b>		
Factory rent	xxx	
Factory repairs	xxx	
Supervisor's salary	xxx	
Factory fuel & power	xxx	
Factory machinery depreciation	xxx	
Factory insurance	<u>xxx</u>	<u>xxxx</u>
<i>MANUFACTURING COST</i>		<b>xxxxx</b>
Opening work in progress		xxxx
- Closing work in progress		(xxxx)
<i>COST OF PRODUCTION</i>		<b>xxxxx</b>
Manufacturing Profit @ 15%		<b>xxx</b>
<b>Factory Transfer Price</b>		<b>xxxxx</b>

Name of Company  
Income Statement  
For the year ended Dec 31<sup>st</sup> 2010

	£	£
Sales	xxx	
Less: sales returns	xxx	Xxx
<b><u>COST OF SALES:</u></b>		
Opening Inventory (Stock) (finished)	xxx	
Factory Transfer (including profit)	xxx	
- closing Inventory (Stock) (finished)	( xxx )	(xxx)
<b>GROSS PROFIT</b>		Xxx
<b><u>Add: Other Incomes</u></b>		
Discount received	xxx	
*Provision for doubtful (decrease)	xxx	Xxx
<b><u>less: Other Expenses</u></b>		
Bad debts	xxx	
Provision for doubtful (increase)	xxx	
Office salaries	xxx	
Office machinery Depreciation	xxx	
Office insurance	xxx	
Rent, rates	xxx	(xxx)
<b>NET PROFIT</b>		Xxx
<b>+ MANUFACTURING PROFIT</b>		Xxx
<b>- provision for unrealized profit</b>		( xxx )
<b>TOTAL NET PROFIT</b>		Xxx

Name of the Company  
Statement of Financial Position as at 31 Dec, 2010

<u>Fixed Assets:</u>	Cost	Dep'n	NBV	\$
Premises	xxx	(xx)	xxx	
Plant, Machinery, Equipment	xxx	(xx)	xxx	
Fixtures	xxx	(xx)	xxx	
				xxx
 <u>Current Assets:</u>				
Inventory (Stock)				
Raw Material	xxx			
Work in progress	xxx			
Finished Goods	xxx			
Provision for unrealized profit	(xx)	xxx		
Accounts Receivables (Debtors)	xxx			
Less; provision for doubtful	(xx)	xxx		
Prepaid		xxx		
Bank		xxx		
Cash		xxx	xxx	
 <u>Creditors: due within 1 year</u>				
Creditors		xxx		
Accruals		xxx		
Dividends proposed		xxx		
Taxation due		xxx	(xxx)	
Working capital				xxx
 <u>Creditors: due after 1 year</u>				
12% Debentures (Bank Loan)				(100,000)
<b>NET ASSETS</b>				<b>500,000</b>
 <u>Share capital and Reserves</u>				
<u>Issued share capital</u>				
300,000 ordinary shares @ \$ 1 each				300,000
100,000 6 % preference shares @ \$ 1 each				100,000
 <b>Reserves</b>				
Share premium a/c				40,000
Revaluation reserve				35,000
General reserve				15,000
Profit & loss a/c				10,000
<b>SHAREHOLDER'S FUNDS</b>				<b>500,000</b>