



Department of Education, Sabaragamuwa/weekly school

week- September 1

Subject-Accounting

Grade-13

Prepared by -  
Zonal Education Office, Rathnapura.

Competency 12.0 – Prepares Financial Statements for a Limited Company.

Competency Level 12.4.1 – Preparing of financial statement of Limited Liability Company by applying Sri Lanka Accounting Standards.

Balance of income and expenses for the financial year of 2017/2018 of Milano PLC given below.

	(Rs.000)
Sales	40600
Purchases	25000
Inventory 01/04/2017	4000
Carriage inward charges	1000
Return Inwards	600
Return Outwards	500
Profit on disposal of motor vehicle	100
Rent income	600
Interest Income	300
Salaries and wages	4000
Book keeping expenses	200
Loan interest	30
Impairment loss of trade receivables	170
Stock Donations	50
Director remmittances	2600
Audit fee	160
Sales warantee	140
Depreciation for Buildings	80
Depreciation for moteo vehicle	120
Eco emisson and vehicle license fee	40
Telephone and Electricity expenses	200

Advertising expenses	100
Lease interest	60
EPF Expense	600
ETF Expense	120
Other Administration Expense	1230
Other distribution expense	150
Other Financial expense	50
Surplus on Land revaluation for first time	2000

#### **Additional Information**

1. Inventory as at 31/3/2018 was Rs. 3500 000. Net Realizable value of it was estimated as Rs. 3200 000
2. Income Tax is  $\frac{1}{5}$  of profit before tax of the accounting year.

#### **Required :**

1. Prepare statement of profit or loss and other comprehensive Income for the year ended 31/3/2018 of Milano PLC referring the above details.
2. Prepare notes to the account for the year ended 31.03.2018 of Milano PLC

