



Department of Education, Sabaragamuwa/weekly school

week- October 3

Subject-Accounting

Grade-13

Prepared by -
Zonal Education Office, Rathnapura.

Competency 12.0 – Prepares Financial Statements for a Limited Company.

Competency Level 12.4.2- Prepare statement of Cash flows of a limited liability company accordance with the Sri Lanka Accounting Standards.

Following cash control account was prepared by Newway PLC for the year ended 31.03.2017

Newway PLC			
Cash Control a/c for the year ended 31/03/2017			
(Rs.'000)			
Balance B/F a 01.04.2016	1500	Cash purchases	2 000
Cash sales	4 000	Creditor payments	3 500
Debtor receipt	7500	Expenses	
		Adminstration expenses paid	2 000
Income		Distribution expense paid	1 200
Dividend for invetsment	400	Loan interest paid	1 000
Rent Income	200	Other payments	
Other receipts		Income tax paid	2 000
Disposing a land	5 500	Purchase of motor vehicle	4 500
Ordinary Share Issue	3 000	Purchase of furniture & office	1 500
Bank loan obtained	2 000	equipment	
Collection from right issue	1 000	Lease repayment	1 000
		Loan installment and payment	2 800
		Dividend paid	2 400
		Balance C/d 31.3.2017	1200
	25 100		25 100
01.04.2017 Balance B/F	1200		

Note : Lease interest of Rs.500 was included in paid lease installment.

Required: Prepare statement of cash flow for the year ended 31/3/2017 of Newway PLC by applying direct approach according to LKAS - 7

