Exercise 4

Continue from **Exercise 3**. Sinar Bhd provides you additional information that was extracted from its adjusted trial balance as at 31 December 20x1 as follow:

	RM	**RM**
Ordinary share capital (as at 1 Jan 20x1)		1,380,000
5% Preference share capital (as at 1 Jan 20x1)		560,000
Retained profit (inclusive of the current year net profit)		2,563,240
General reserve (as at 1 Jan 20x1)		381,250
Property plant and equipment	3,656,500	
Investment	660,000	
Bank	618,000	
Inventory (as at 31 December 20x1)	68,000	
Accounts receivable	127,120	
Accounts payable		73,830
Accrued expense		26,600
Tax payable		34,000
Dividend (on ordinary shares)	96,600	
Dividend (on preference share)	28,000	
Dividends payable		60,300
5% Debentures		125,000
2% Bank loan		50,000
	5,254,220	**5,254,220**

Required:

i. Prepare Statement of Changes in Equity for the year ended 31 December 20x1 in a form suitable for publication and compliance with the Company Act 2016.



***Important note:**
1) Please add commas (,) to show the thousands separator. Eg: 1,250,300
2) Show the cost or expenses items in brackets. Eg: (70,500)
3) Do not put the symbol RM at the beginning of the number.

Your answer:

Statement of Changes in Equity for the year ended 31 December 20x1				
	Ordinary share capital	**5% Preference share capital**	**General reserve**	**Retained profit**
	RM	**RM**	**RM**	**RM**
Balance b/d	?	?	?	?
Dividend (on ordinary shares)	?	?	?	?
Dividend (on preference share)	?	?	?	?
Balance c/d	?	?	?	?

ii. A Statement of Financial Position shows the ending values for all company's assets, liabilities and equity accounts. In other words, it is a summary of company's "financial position" through its assets and the claims on those assets at the end of its accounting period. Based on the information that was extracted from Sinar Bhd account as at 31 December 20x1, **you are required to classify the accounts into the following category:**

Non-current assets Current assets

Non-current liabilities Current liabilities

Equity

Your answer:

Accounts	RM	RM	Category
Share capital		1,940,000	?
Reserves		2,819,890	?
Property plant and equipment	3,656,500		?
Investment	660,000		?
Accounts receivable	127,120		?
Accounts payable		73,830	?
Accrued expense		26,600	?
Tax payable		34,000	?
Bank	618,000		?
Inventory (as at 31 Dec 20x1)	68,000		?
Dividends payable		60,300	?
5% Debentures		125,000	?
2% Bank loan		50,000	?

iii. Based on question (ii), you are required to complete on the accounting equation **(type the number and add comma to show the thousands separator):**

Asset	=	Equity	+	liability
RM?	=	RM?	+	RM?