

- 3 Jasmine owns a consulting business.

At 1 April 2024, Jasmine's ledger accounts included the following balances.

	\$
Motor vehicles	16 000
Provision for depreciation of motor vehicles	7 000
Trade receivables	12 220
Provision for doubtful debts	366
Rent (prepaid)	900
Rates (unpaid)	270

During the year ended 31 March 2025, Jasmine's bank payments included the following amounts.

	\$
Motor vehicles	18 000
Rent and rates	14 960

#### Additional Information

- Depreciation is to be provided at 25% per annum using the reducing balance method. A full year's depreciation is to be charged on vehicles purchased during the year.
- Trade receivables at 31 March 2025 were \$11 800. An amount of \$300 is still to be written off as irrecoverable.
- The provision for doubtful debts is to be maintained at 3% of net trade receivables.
- At 31 March 2025, prepaid rent was \$925 and unpaid rates were \$185.

#### REQUIRED

- (a) Prepare the provision for depreciation of motor vehicles account for the year ended 31 March 2025. Balance the account and bring down the balance at 1 April 2025.

#### Jasmine Provision for depreciation of motor vehicles account

Date	Details	\$	Date	Details	\$
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....





- (c) Prepare the rent and rates account for the year ended 31 March 2025. Balance the account and bring down the balances at 1 April 2025.

Jasmine  
Rent and rates account

Date	Details	\$	Date	Details	\$
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....

[6]



Question	Answer						Marks
3(c)	Jasmine Rent and Rates account						6
	Date	Details	\$	Date	Details	\$	
	2024			2024			
	Apr 1	Balance b/d (1)	900	Apr 1	Balance b/d (1)	270	
	2025			2025			
	Mar 31	Bank (1)	14 960	Mar 31	Income statement (1)OF	14 850	
		Balance c/d	185		Balance c/d	925	
			16 045			16 045	
	Apr 1	Balance b/d (1)	925	Apr 1	Balance b/d (1)	185	