	following is an June 2015:	extract from	the	statement	of	financial	position	of	Chopin	Limited	d at
Ordi Sha	-current assets inary shares of \$0 re premium ained earnings	.25 each	300 20	\$ 0000 0000 0000 5210							
During the year ended 30 June 2016, the following took place:											
1 November 2015		Non-current assets were revalued to \$1 000 000.									
1 January 2016		A bonus issue of shares was made. The terms of the issue were 1 new share for every 10 shares in existence. Reserves were maintained in the most flexible form.									
1 April 2016		Dividend of \$0.02 per share was paid.									
Profit for the year ended 30 June 2016 was \$230 809.											
REQUIRED											
(a)	Prepare a statem	ent of changes	s in e	quity for the	е ує	ear ended	30 June	201	6.		
											[7]

(b)	Explain why the company should not use its revaluation reserve to pay dividends the shareholders.	to
		•••
		•••
		•••
		•••
	[4	
	[4	+]
(c)	State two uses of a share premium account.	
	1	•••
	2	
(d)	State the difference between a bonus issue of shares and a rights issue of shares.	
		•••
		•••
		•••
		•••
	[A	2]