

- 1 D Limited is a retailer of sports equipment. The following balances have been extracted from the books of account at 31 December 2018.

	Debit \$000	Credit \$000
8% Debentures (2021–23)		250
10% Bank loan		60
Administrative expenses	608	
Bank overdraft		11
Carriage inwards	8	
Carriage outwards	22	
Distribution costs	937	
Dividends paid	35	
Land and buildings at 1 January 2018		
Cost	2 100	
Provision for depreciation		360
Fixtures and fittings at 1 January 2018		
Cost	840	
Provision for depreciation		320
Motor vehicles at 1 January 2018		
Cost	202	
Provision for depreciation		106
Interest paid	29	
Inventory at 1 January 2018	620	
Property costs	239	
Purchases	2 502	
Retained earnings		898
Returns outwards		12
Revenue		5 120
Share capital – ordinary shares of \$0.50 each		1 200
Share premium		60
Trade payables		385
Trade receivables	640	

The following information is also available.

- 1 Revenue included goods that had been sold to a customer on a sale or return basis on 28 December 2018. The selling price of the goods was \$40 000 and they were sold at a mark-up of 25%. The directors were unsure whether or not the goods would be returned.
- 2 Inventory on D Limited's premises at 31 December 2018 had been counted and valued at a cost of \$585 000.
- 3 Included in distribution costs is \$24 000 in respect of delivery van licenses for the year ended 31 March 2019.