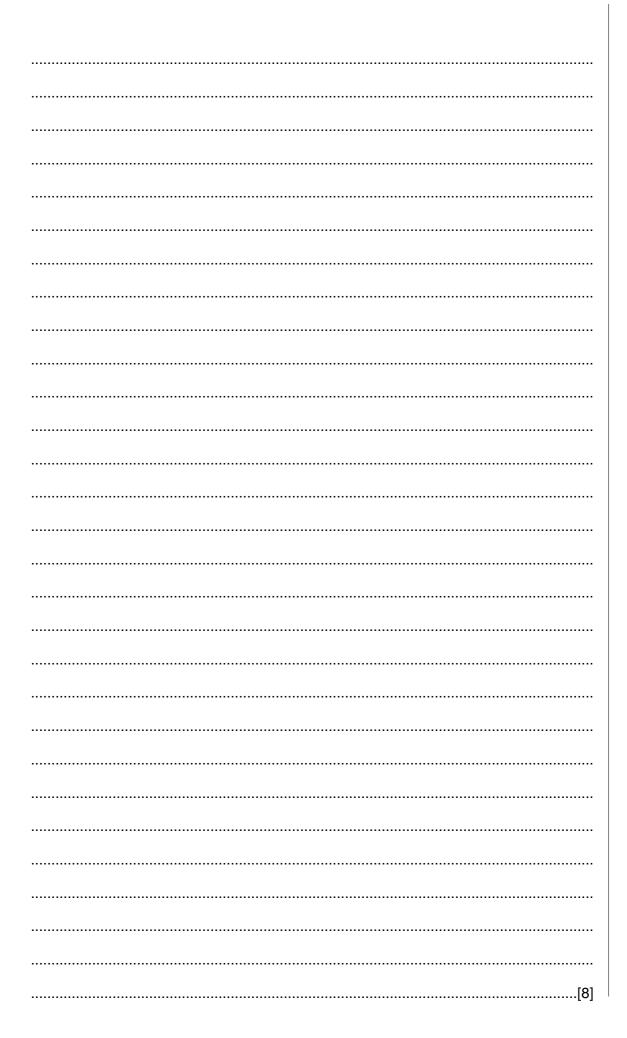
1	The Happy Elephant Warehousing Company Ltd is an old family-run business which is
	expanding its operations and has therefore purchased premises to add to its existing rented
	warehouses.

The following figures are end of the year balances.

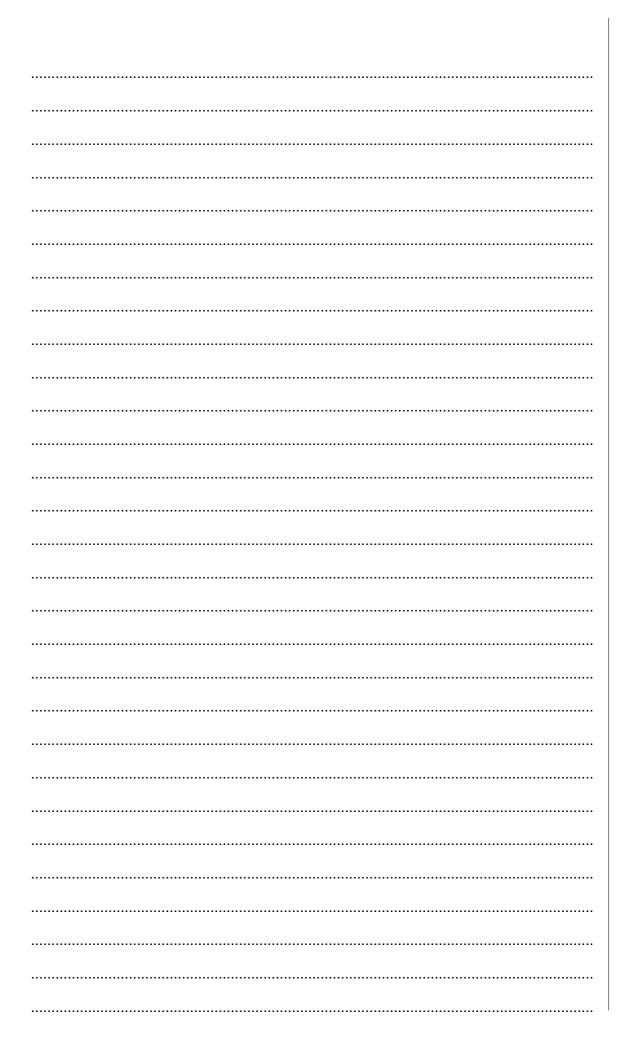
	Years ended 31 August		
	1999	2000	2001
	\$000	\$000	\$000
Fittings at cost	33	40	173
Provision for depreciation on fittings	10	14	31
Depreciation for the year on fittings	3	4	7
Net sales	450	510	640
Cost of sales	350	423	577
Trade debtors	18	25	21
Trade creditors	36	47	73
Long term loan (from 1 June 2001)	_	_	68
Cash at bank	51	45	_
Bank overdraft	_	_	52
Stock	44	49	107
Rent paid	10	11	12
General expenditure	53	60	66
Loan interest due and paid	_	_	5
Share capital	60	60	80
Proposed dividends	14	14	_

Profit and Loss Account balance of \$6000 (Cr) was brought forward on 1 September 1998.

(a)	Prepare, in columnar format, the Profit and Loss and Appropriation Accounts for each of the three years ended 31 August 1999, 2000 and 2001.



(b)	Prepare, in columnar format, Balance Sheets as at 31 August 1999, 2000 and 2001.



	[14]
(c)	Identify and comment on four trends shown in the company's results for the three years	
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