

Solution:

The journal entries are as follows:

JOURNAL ENTRY (in millions of €)			
Name: Continental AG			
Date	Particulars	Debit	Credit
31 December 2012	Sundry Expenses To Pre-paid Expenses (Being expiration of expenses in 2012)	62.4	62.4
31 December 2012	Operating Expenses Pre-paid Expenses TO Cash (Being expenses bored for 2012)	126 38	164