

The draft balance sheets of **Waumini Ltd** as at 31 December 2008 and 31 December 2009 are as follows.

	<b>2008</b>	<b>2009</b>
<b>Fixed Assets</b>	Sh' 000	Sh' 000
Land and building at cost	2,400	3,000
Aggregate depreciation on buildings	(450)	(525)
Plant and equipment at cost	3,000	5,100
Aggregate depreciation on plant	(1,350)	<u>(1,875)</u>
	<u>3,600</u>	5,700

#### **Current assets**

Stock	900	1,125
Debtors	450	675
Cash	<u>300</u>	-
	<u>1,650</u>	<u>1,800</u>

#### **Current liabilities**

Creditors	300	450
Taxation	375	450
Dividends	225	225
Overdraft	-	<u>75</u>
	<u>900</u>	<u>1,200</u>
Net current assets	750	600
	<u>4,350</u>	<u>6,300</u>

#### **Capital and reserves**

Ordinary share capital	3,000	4,500
Share premium	300	600
Retained profits	750	1,200
10% debentures repayable 31/12/20 x 1	300	-
	<u>4,350</u>	<u>6,300</u>

**Extracts form the profit and loss account for the year ended 31 December 2009 are as follows:**

	Shs' 000	Shs'000
Profit before taxation	1,350	
Taxation for the year	<u>525</u>	825
Dividends for the year		
Interim dividends paid	150	
Final dividend proposed	<u>225</u>	<u>375</u>
Retained profit for the year		450
Retained profits at 1 January 2006		<u>750</u>
Retained profits at 31 December 2006		<u>1,200</u>

#### **Further information**

1. Depreciation charge for the year amounted to Sh 900,000.
2. An item of plant was disposed during the year for Sh 225,000. it had cost Sh 450,000 when new and had a depreciated value of Sh 150,000.

**Required:** cash flow statement for the period

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