

Exercise 4.15: Corporate and taxable profit

The following items regarding game.area GmbH have yet to be taken into account (provisional profit: € 84,323.00):



1. A provision for deferred repairs was formed in the amount of € 2,000.00.
2. A car was purchased in July 20XX:
 - acquisition costs incl. 20 % VAT: € 25,500.00
 - useful life: six years (direct depreciation)

Your tasks:

- a) Calculate the closing entries as at 31 December 20XX.
- b) Determine the result (profit) calculated under the provisions of Austrian company law and the result calculated for tax purposes.