



Pearson LCCI Level 1 Certificate in Bookkeeping (VRQ) (ASE20091)

SAMPLE ASSESSMENT MATERIALS

Issue 3

First teaching from September 2015

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Pearson LCCI

Certificate in Bookkeeping (VRQ) Level 1

Sample assessment material for first teaching
August 2017

Time: 3 hours

Paper Reference

ASE20091

Complete the details below in block capitals.

Candidate name

Centre Code

--	--	--	--	--	--	--	--

Candidate Number

--	--	--	--	--	--	--	--

Candidate ID Number

--	--	--	--	--	--	--	--

You must have:

Resource Booklet (enclosed)

Total Marks

Instructions

- Use **black** ink or ball-point pen
 - *pencil can only be used for graphs, charts, diagrams, etc.*
- **Fill in the boxes** at the top of this page with your name, candidate number, centre code and your candidate ID number.
- Answer **all** questions.
- Answer the questions in the spaces provided
 - *there may be more space than you need.*
- Calculators may be used.
- Any diagrams may NOT be accurately drawn, unless otherwise indicated.
- You must **show all your working out** with **your answer clearly identified** at the **end of your solution**.

Information

- The total mark for this paper is 100.
- The marks for **each** question are shown in brackets
 - *use this as a guide as to how much time to spend on each question.*

Advice

- Read each question carefully before you start to answer it.
- Try to answer every question.
- Check your answers if you have time at the end.

Turn over ►

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Answer ALL questions. Write your answers in the spaces provided.

Some questions must be answered with a cross in a box ☒. If you change your mind about an answer, put a line through the box ☒ and then mark your new answer with a cross ☒.

Use the data on pages 3 and 4 of the Resource Booklet to answer parts (c) and (d).

1 (a) Identify the book of original entry which is also a ledger account. (1)

- A** Cash book
- B** Petty cash book
- C** Returns outwards day book
- D** Sales day book

(b) Identify the book of original entry where credit notes issued are recorded. (1)

- A** Purchases day book
- B** Returns inwards day book
- C** Returns outwards day book
- D** Sales day book

DO NOT WRITE IN THIS AREA

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(c) Prepare the following documents.

(4)

(i)

BAFANA The Joinery, Milton Keynes MK1 3JP		Invoice	
Customer: Binks		Invoice No.	4156
		Date:	8 June 2017
Quantity	Description	Unit Cost \$	Total Cost \$
Sub-total			
Trade Discount			
Total			
Terms of trade: 30 days net.			

(4)

(ii)

BAFANA The Joinery, Milton Keynes MK1 3JP		Invoice	
Customer: Parminder		Invoice No.	4157
		Date:	15 June 2017
Quantity	Description	Unit Cost \$	Total Cost \$
Sub-total			
Trade Discount			
Total			
Terms of trade: 30 days net.			

(4)

(iii)

BAFANA		Invoice	
The Joinery, Milton Keynes MK1 3JP			
Customer: Parminder		Credit Note No. 044	
		Date: 21 June 2017	
Quantity	Description	Unit Cost \$	Total Cost \$
Sub-total			
Trade Discount			
Total			
Reason for return			

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(d) Prepare the following ledger accounts for the month of June 2017.

Balance the accounts on 30 June 2017 and bring the balances down to 1 July 2017.

(i) Emily's Account

(4)

Date	Details	\$	Date	Details	\$

(ii) Ming's Account

(4)

Date	Details	\$	Date	Details	\$

(Total for Question 1 = 22 marks)

- 2 (a) Complete the petty cash book on **page 7** for the month of July 2017 to record the transactions below.

Balance the petty cash book on 31 July 2017 and bring the balance down to 1 August 2017.

(8)

Date	Voucher number	Transaction
2017		
20 July	-	Stamps sold to member of staff \$2.50
24 July	084	Parcel postage paid for \$23.20
31 July	085	Printer ink paid for \$39.60

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Petty Cash Book

Receipts	Date	Details	Voucher Number	Total	Postage	Stationery	Travel
\$				\$	\$	\$	\$
63.60	1 July	Balance b/d					
86.40	1 July	Cash book					
	8 July	Train ticket	081	19.90			19.90
	11 July	Stamps	082	31.30	31.30		
	19 July	Pens	083	1.60		1.60	

(b) (i) State the amount of petty cash at 31 July 2017.

(1)

(ii) Calculate the amount needed to restore the petty cash float.

(3)

(c) Identify the section of the statement of financial position where the petty cash balance would be found.

- A** Current assets
- B** Current liabilities
- C** Non-current assets
- D** Non-current liabilities

(1)

At 1 July 2017 the balance on the postage account was \$194.45

- (d) Prepare the postage account for the year ending 31 July 2017, showing the transfer to the statement of profit or loss.

(5)

Postage Account					
Date	Details	\$	Date	Details	\$

On 7 September 2017, the balance in the petty cash book is \$87.50 but the actual cash counted was \$56.50

- (e) Explain **one** possible reason for this difference.

(2)

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(Total for Question 2 = 20 marks)

- 3 (a) Identify which transaction would be recorded in the purchases day book. (1)
- A** Purchase of goods for cash
 - B** Purchase of goods on credit
 - C** Purchase of machinery on credit
 - D** Purchase of stationery for cash

- (b) Identify which entries would be made to post the returns outwards day book totals into the general ledger. (1)

		Account to be debited	Account to be credited
<input type="checkbox"/>	A	Purchase returns	Trade payables ledger control
<input type="checkbox"/>	B	Trade payables ledger control	Purchase returns
<input type="checkbox"/>	C	Sales returns	Trade receivables ledger control
<input type="checkbox"/>	D	Trade receivables ledger control	Sales returns

(c) Prepare the trial balance for Cuthbert at 31 July 2017.

(8)

		Cuthbert	
		Trial balance at 31 July 2017	
Account	\$	Debit \$	Credit \$
Cash at bank	1 550		
Drawings	34 500		
Equity	46 044		
Fixtures and fitting – accumulated depreciation	9 360		
Fixtures and fittings – cost	18 360		
General expenses	48 800		
Irrecoverable debts	410		
Opening inventory	9 876		
Purchases	101 304		
Returns inwards	322		
Returns outwards	614		
Revenue	174 204		
Trade payables ledger control account	18 350		
Trade receivables ledger control account	33 450		
Total			

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On 31 August 2017 Cuthbert provided the following information:

	\$
Credit sales	43 882
Receipts from credit customers	39 250
Early payment discount	370

- (d) (i) Prepare the trade receivables ledger control account for the month of August 2017.

Balance the account on 31 August 2017 and bring the balance down to 1 September 2017.

(6)

Trade Receivables Ledger Control Account					
Date	Details	\$	Date	Details	\$

- (ii) State where the balance of the account will be shown.

(2)

Financial Statement

Section

(e) Explain why the preparation of the trade receivables control account will assist the preparation of the financial statements.

(2)

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(Total for Question 3 = 20 marks)

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(b) Complete the table to show the types of errors and entries needed to make the corrections.

(9)

Error	Type of error	Account to be debited	Account to be credited
A			
B			
C			

(Total for Question 4 = 18 marks)

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Use the data on page 6 of the Resource Booklet to answer parts (a) and (b).

- 5 (a) Prepare Ahmed's cash book at 31 May 2017. Balance the account on this date and bring the balance down on 1 June 2017.

(11)

Cash Book (bank column only)					
Date	Details	\$	Date	Details	\$

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DO NOT WRITE IN THIS AREA

(b) Prepare the bank reconciliation statement at 31 May 2017.

(7)

Ahmed Bank Reconciliation Statement at 31 May 2017

	\$	\$
Balance per updated cash book		
Balance per bank statement		

(c) Explain why, on 31 May 2017, the cash book is a **debit** balance whereas the bank statement is a **credit** balance.

(2)

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(Total for Question 5 = 20 marks)

TOTAL FOR PAPER = 100 MARKS

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Pearson LCCI

Certificate in Bookkeeping (VRQ)

Level 1

Sample assessment material for first teaching
August 2017
RESOURCE BOOKLET

Paper Reference(s)
ASE20091

Do not return this Resource Booklet with the question paper.

Instructions

- All workings and answers must be given in the question paper.
- Please note that any workings and answers written in the Resource Booklet will not be marked

Turn over ►

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Resource for Question 1 – Parts (c) and (d)

Data for part (c)

Bafana sells doors and windows on credit. All customers receive a 5% trade discount on orders over \$2 500.

He provided the following information.

Price List	
	Price
	\$
Door	500
Small window	250
Medium window	375
Large window	450

Date 2017	Transaction
8 June	Sold 2 doors and 3 medium windows to Binks
15 June	Sold 10 large windows to Parminder
21 June	Parminder returned 1 large window purchased on 15 June as it was damaged

Data for part (d)

Bafana buys his goods on credit from two suppliers.

In June 2017, Bafana made the following transactions.

Supplier	Balance at 1 June 2017
	\$
Emily	3 890
Ming	4 200

Date 2017	Transaction
3 June	Returned goods to Emily, list price \$450
10 June	Purchased goods from Ming, list price \$608
19 June	Paid Emily by bank transfer for the total amount owed on 19 June 2017

Resource for Question 4 – part (a) and part (b)

Part (a)

Charles provided the following information for the year ending 30 September 2017.

	\$
Carriage inwards	350
Opening inventory	8 060
Closing inventory	6 340
Purchases	19 600
Returns inwards	85
Returns outwards	140
Revenue	79 365

Part (b)

Charles identified the following errors.

- A. A cheque payment for wages had not been recorded in the books.
- B. Sales of goods to Bernie had been entered in the account of Barny.
- C. The purchase of a motor vehicle had been entered in the motor expenses account.

Resource for Question 5 – part (a) and part (b)

Data for part (a)

On 31 May 2017, the bank balance in Ahmed's cash book was \$4 437 debit.

The following transactions had **not** been entered in the cash book:

Date 2017	Transaction
25 May	Credit transfer of \$1 411 from Kirsty
26 May	Electronic transfer to Jagdeep of \$936
27 May	Bank charge of \$38
28 May	Interest received of \$11
30 May	A cheque from Michael for \$186 had been returned as dishonoured by the bank

Additional information

- On 30 May 2017, the bank paid the monthly charge for electricity by direct debit. The charge for the year was \$1 800, paid in equal installments.
- On 31 May 2017, the bank paid the monthly charge of \$65 for car insurance by standing order.

Data for part (b)

On 31 May 2017, Ahmed's bank statement showed a credit balance of \$3 435.

The following items had not yet appeared on the bank statement:

- Cash banked of \$1 504
- Unpresented cheques
 - Cheque 365 H Bonds \$114
 - Cheque 367 K Dart \$317

The bank has advised:

- A direct debit of \$65 had been paid by the bank in error.

A cheque written by Ahmed of \$89 had been returned unpaid by the bank because a signature was missing.

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Mark Scheme

Sample Assessment Material 1

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General marking guidance

- All candidates must receive the same treatment. Examiners must mark the first candidate in exactly the same way as they mark the last.
- Mark schemes should be applied positively. Candidates must be rewarded for what they have shown they can do rather than penalised for omissions.
- Examiners should mark according to the mark scheme not according to their perception of where the grade boundaries may lie.
- There is no ceiling on achievement. All marks on the mark scheme should be used appropriately.
- All the marks on the mark scheme are designed to be awarded. Examiners should always award full marks if deserved, i.e. if the answer matches the mark scheme. Examiners should also be prepared to award zero marks if the candidate's response is not worthy of credit according to the mark scheme.
- Where some judgement is required, mark schemes will provide the principles by which marks will be awarded and exemplification may be limited.
- When examiners are in doubt regarding the application of the mark scheme to a candidate's response, the team leader must be consulted.
- Crossed out work should be marked UNLESS the candidate has replaced it with an alternative response.
- Candidates are not likely to be sitting this exam in their first language. Mark positively based on the ideas presented/understanding demonstrated rather than the quality of written English. It is acceptable for the answers to be presented in the form of bullets/short sentences

Abbreviations

of Own Figure rule

Accuracy marks can be awarded where the candidate's answer does not match the mark scheme, though is accurate based on their valid method.

cao Correct Answer Only rule

Accuracy marks will be awarded only if the candidate's answer is correct and in line with the mark scheme.

2/1 Two marks are awarded for the correct answer. One mark is awarded for own figure where appropriate.

Question number	Answer AO1(1)	Mark
1(a)	A	(1)

Question number	Answer AO1(1)	Mark
1(b)	B	(1)

Question number	Answer AO2 (12)	Mark																																								
1(c)(i)	<p>Award 1 mark for each correct line.</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td colspan="2" style="text-align: center;">BAFANA</td> <td colspan="2" style="text-align: right;">Invoice</td> </tr> <tr> <td colspan="2" style="text-align: center;">The Joinery, Milton Keynes MK1 3JP</td> <td>Invoice No.</td> <td>4156</td> </tr> <tr> <td>Customer: Binks</td> <td></td> <td>Date</td> <td>8 June 2017</td> </tr> <tr> <th style="text-align: center;">Quantity</th> <th style="text-align: center;">Description</th> <th style="text-align: center;">Unit Cost \$</th> <th style="text-align: center;">Total Cost \$</th> </tr> <tr> <td style="text-align: center;">2</td> <td style="text-align: center;">Doors</td> <td style="text-align: center;">500</td> <td style="text-align: center;">1 000</td> </tr> <tr> <td style="text-align: center;">3</td> <td style="text-align: center;">Medium windows</td> <td style="text-align: center;">375</td> <td style="text-align: center;">1 125</td> </tr> <tr> <td colspan="3" style="text-align: right;">Sub-total</td> <td style="text-align: center;">2 125</td> </tr> <tr> <td colspan="3" style="text-align: right;">Trade Discount</td> <td></td> </tr> <tr> <td colspan="3" style="text-align: right;">Total</td> <td style="text-align: center;">2 125</td> </tr> <tr> <td colspan="4">Terms of trade: 30 days net</td> </tr> </table>	BAFANA		Invoice		The Joinery, Milton Keynes MK1 3JP		Invoice No.	4156	Customer: Binks		Date	8 June 2017	Quantity	Description	Unit Cost \$	Total Cost \$	2	Doors	500	1 000	3	Medium windows	375	1 125	Sub-total			2 125	Trade Discount				Total			2 125	Terms of trade: 30 days net				<p>(1)</p> <p>(1)</p> <p>(1 of)</p> <p>(1 of)</p> <p>4</p>
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Additional guidance Award of mark only if trade discount not shown.																																										

Question number		Mark																																								
1(c)(ii)	<p>Award 1 mark for each correct line.</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td colspan="2" style="text-align: center;">BAFANA</td> <td colspan="2" style="text-align: right;">Invoice</td> </tr> <tr> <td colspan="2" style="text-align: center;">The Joinery, Milton Keynes MK1 3JP</td> <td colspan="2"></td> </tr> <tr> <td colspan="2" style="text-align: center;">Customer: Parminder</td> <td style="text-align: right;">Invoice No. 4156</td> <td></td> </tr> <tr> <td colspan="2"></td> <td style="text-align: right;">Date 15 June 2017</td> <td></td> </tr> <tr> <th style="width: 15%;">Quantity</th> <th style="width: 35%;">Description</th> <th style="width: 15%;">Unit Cost \$</th> <th style="width: 35%;">Total Cost \$</th> </tr> <tr> <td style="text-align: center;">10</td> <td style="text-align: center;">Large windows</td> <td style="text-align: center;">450</td> <td style="text-align: center;">4 500</td> </tr> <tr> <td colspan="3" style="text-align: right;">Sub-total</td> <td style="text-align: center;">4 500</td> </tr> <tr> <td colspan="3" style="text-align: right;">Trade Discount</td> <td style="text-align: center;">(225)</td> </tr> <tr> <td colspan="3" style="text-align: right;">Total</td> <td style="text-align: center;">4 275</td> </tr> <tr> <td colspan="4">Terms of trade: 30 days net</td> </tr> </table>	BAFANA		Invoice		The Joinery, Milton Keynes MK1 3JP				Customer: Parminder		Invoice No. 4156				Date 15 June 2017		Quantity	Description	Unit Cost \$	Total Cost \$	10	Large windows	450	4 500	Sub-total			4 500	Trade Discount			(225)	Total			4 275	Terms of trade: 30 days net				<p>(1)</p> <p>(1)</p> <p>(1)</p> <p>(1 of)</p> <p>4</p>
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Total			427.50																																											
Reason for return																																														
Window is damaged																																														

1(d)(i)	Award 1 mark for each correct figure as indicated. Award 1 mark for all correct labels and dates						
	Emily's Account						
	Date	Details	\$	Date	Details	\$	
	3 June 2017	Returns outwards day book	450 (1)	1 June 2017	Balance b/d	3 890 (1)	
	19 June 2017	Cash book	3 440 (1)				
		<u>3 890</u>			<u>3 890</u>	(4)	

Question number	Answer AO2(4)	Mark				
1(d)(ii)	Award 1 mark for each correct figure as indicated. Award 1 mark for all correct labels and dates.					
	Ming's Account					
	Date	Details	\$	Date	Details	\$
	30 June 2017	Balance c/d	4 808	1 June 2017	Balance b/d	4 200 (1)
				10 June 2017	Purchases day book	608 (1)
			<u>4 808</u>			<u>4 808</u>
			1 July 2017	Balance b/d	4 808 (1 of)	(4)

TOTAL FOR QUESTION 1 – 22 MARKS

Question number	Answer AO2(8)								Mark
2(a)	Award marks for correct row as indicated.								
	Receipts \$	Date 2017	Details	Voucher Number	Total \$	Postage \$	Stationery \$	Travel \$	
	63.60	1 July	Balance b/d						
	86.40	1 July	Cash book						
		8 July	Train ticket	081	19.90			19.90	
		11 July	Stamps	082	31.30	31.30			
		19 July	Pens	083	1.60		1.60		
	2.50	20 July	Sale of stamps						(1)
		24 July	Parcel postage	084	23.20	23.20			(1)
		31 July	Printer ink	085	39.60		39.60		(1)
					115.60	54.50	41.20	19.90	(2/1of)
		31 July	Balance c/d		36.90				
	152.50				152.50				(1)
	36.90	1 August	Balance b/d						(2/1of)
									(8)
Additional guidance									
Award 1 mark for own figure total and award 1 own figure mark for all individual totals.									

Question number	Answer AO2 (1)	Mark
2(b)(i)	36.90 (1 of)	(1)

Question number	Answer AO2 (3)	Mark
2(b)(ii)	<p>Award marks as indicated.</p> <p>150 W1 (1) – 36.90 (1 of) = 113.10 (1 of)</p> <p>W1 63.60 + 86.40 = 150</p>	(3)

Additional guidance

No specific format required. Correct answer scores 3 marks.

Question number	Answer AO1 (1)	Mark
2(c)	A	(1)

Question number	Answer AO2(5)	Mark																														
2(d)	<p>Award 1 mark for each correct figure as indicated.</p> <p>Award 1 mark for all correct labels and dates.</p> <table border="1" style="margin-left: auto; margin-right: auto;"> <thead> <tr> <th colspan="6" style="text-align: center;">Postage Account</th> </tr> <tr> <th>Date</th> <th>Details</th> <th>\$</th> <th>Date</th> <th>Details</th> <th>\$</th> </tr> </thead> <tbody> <tr> <td>1 July 2017</td> <td>Balance b/d</td> <td style="text-align: right;">194.45 (1)</td> <td>31 July 2017</td> <td>Petty cash book</td> <td style="text-align: right;">2.50 (1)</td> </tr> <tr> <td>31 July 2017</td> <td>Petty cash book</td> <td style="text-align: right;">54.50 (1)</td> <td></td> <td>Statement of profit or loss</td> <td style="text-align: right;">246.45 (1 of)</td> </tr> <tr> <td></td> <td></td> <td style="text-align: right;"><u>248.95</u></td> <td></td> <td></td> <td style="text-align: right;"><u>248.95</u></td> </tr> </tbody> </table>	Postage Account						Date	Details	\$	Date	Details	\$	1 July 2017	Balance b/d	194.45 (1)	31 July 2017	Petty cash book	2.50 (1)	31 July 2017	Petty cash book	54.50 (1)		Statement of profit or loss	246.45 (1 of)			<u>248.95</u>			<u>248.95</u>	(5)
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Question number	Answer A03(2)	Mark
2(e)	<p>Award 1 mark for identification of the reason for difference and 1 mark for a linked justification/reasoning.</p> <ul style="list-style-type: none"> • Cash stolen (1), causing petty cash to be short (1) • A petty cash voucher may not have been received by the cashier (1), causing petty cash to be short (1) • An employee may have received more cash than the voucher (1), causing the petty cash to be less than the petty cash book (1) <p>Accept any other appropriate responses.</p>	(2)

TOTAL FOR QUESTION 2 – 20 MARKS

Question number	Answer AO1(1)	Mark
3(a)	B	(1)

Question number	Answer AO1(1)	Mark
3(b)	B	(1)

Question number	Answer AO2 (8)	Mark																																																																				
3(c)	<p>Award 1 mark for each correct pair of entries. Award 1 of for balance totals.</p> <table border="1" data-bbox="274 371 1356 1626"> <thead> <tr> <th colspan="2"></th> <th colspan="2">Trial balance at 31 July 2017</th> </tr> <tr> <th>Account</th> <th>\$</th> <th>Debit \$</th> <th>Credit \$</th> </tr> </thead> <tbody> <tr> <td>Cash at bank</td> <td>1 550</td> <td>1 550</td> <td></td> </tr> <tr> <td>Drawings</td> <td>34 500</td> <td>34 500</td> <td></td> </tr> <tr> <td>Equity</td> <td>46 044</td> <td></td> <td>46 044</td> </tr> <tr> <td>Fixtures and fitting - accumulated depreciation</td> <td>9 360</td> <td></td> <td>9 360</td> </tr> <tr> <td>Fixtures and fittings - cost</td> <td>18 360</td> <td>18 360</td> <td></td> </tr> <tr> <td>General expenses</td> <td>48 800</td> <td>48 800</td> <td></td> </tr> <tr> <td>Irrecoverable debts</td> <td>410</td> <td>410</td> <td></td> </tr> <tr> <td>Opening inventory</td> <td>9 876</td> <td>9 876</td> <td></td> </tr> <tr> <td>Purchases</td> <td>101 304</td> <td>101 304</td> <td></td> </tr> <tr> <td>Returns inwards</td> <td>322</td> <td>322</td> <td></td> </tr> <tr> <td>Returns outwards</td> <td>614</td> <td></td> <td>614</td> </tr> <tr> <td>Revenue</td> <td>174 204</td> <td></td> <td>174 204</td> </tr> <tr> <td>Trade payables ledger control account</td> <td>18 350</td> <td></td> <td>18 350</td> </tr> <tr> <td>Trade receivables ledger control account</td> <td>33 450</td> <td>33 450</td> <td></td> </tr> <tr> <td>Total</td> <td></td> <td>248 572</td> <td>248 572</td> </tr> </tbody> </table>			Trial balance at 31 July 2017		Account	\$	Debit \$	Credit \$	Cash at bank	1 550	1 550		Drawings	34 500	34 500		Equity	46 044		46 044	Fixtures and fitting - accumulated depreciation	9 360		9 360	Fixtures and fittings - cost	18 360	18 360		General expenses	48 800	48 800		Irrecoverable debts	410	410		Opening inventory	9 876	9 876		Purchases	101 304	101 304		Returns inwards	322	322		Returns outwards	614		614	Revenue	174 204		174 204	Trade payables ledger control account	18 350		18 350	Trade receivables ledger control account	33 450	33 450		Total		248 572	248 572	(8)
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Question number	Answer A02 (6)	Mark																																				
3(d)(i)	<p>Award 1 mark for each correct figure as indicated. Award 1 mark for all correct labels and dates.</p> <p style="text-align: center;">Trade Receivables Ledger Control Account</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th>Date</th> <th>Details</th> <th>\$</th> <th>Date</th> <th>Details</th> <th>\$</th> </tr> </thead> <tbody> <tr> <td>1 August</td> <td>Balance b/d</td> <td style="text-align: right;">33 450 (1)</td> <td>31 August</td> <td>Cash book</td> <td style="text-align: right;">39 250 (1)</td> </tr> <tr> <td>31 August</td> <td>Sales day book</td> <td style="text-align: right;">43 882 (1)</td> <td></td> <td>Cash book - discount allowed</td> <td style="text-align: right;">370 (1)</td> </tr> <tr> <td></td> <td></td> <td></td> <td></td> <td>Balance c/d</td> <td style="text-align: right;">37 712</td> </tr> <tr> <td></td> <td></td> <td style="text-align: right;">77 332</td> <td></td> <td></td> <td style="text-align: right;">77 332</td> </tr> <tr> <td>1 September</td> <td>Balance b/d</td> <td style="text-align: right;">37 712 (1 of both)</td> <td></td> <td></td> <td></td> </tr> </tbody> </table>	Date	Details	\$	Date	Details	\$	1 August	Balance b/d	33 450 (1)	31 August	Cash book	39 250 (1)	31 August	Sales day book	43 882 (1)		Cash book - discount allowed	370 (1)					Balance c/d	37 712			77 332			77 332	1 September	Balance b/d	37 712 (1 of both)				(6)
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Question number	Answer A01(2)	Mark
3(d)(ii)	Statement of financial position (1) Current Assets (1)	(2)

Question number	Answer A03(2)	Mark
3(e)	<p>Award 1 mark for identification and 1 mark for a linked justification/reasoning.</p> <p>Time will be saved (1), as the total of trade receivables is extracted from the trade receivables ledger control account (1).</p> <p>Accept any other appropriate responses.</p>	(2)

TOTAL FOR QUESTION 3 – 20 MARKS

Question number	Answer A02 (9)	Mark																																							
4(a)	<p>Award 1 mark for each correct figure with understandable label as indicated.</p> <table border="1" data-bbox="260 353 1358 1193"> <thead> <tr> <th colspan="3" data-bbox="260 353 1358 488" style="text-align: center;">Charles Statement of profit or loss for the year ended 30 September 2017</th> </tr> <tr> <th data-bbox="260 488 818 544"></th> <th data-bbox="818 488 1098 544" style="text-align: right;">\$</th> <th data-bbox="1098 488 1358 544" style="text-align: right;">\$</th> </tr> </thead> <tbody> <tr> <td data-bbox="260 544 818 600">Revenue</td> <td data-bbox="818 544 1098 600"></td> <td data-bbox="1098 544 1358 600" style="text-align: right;">79 365 (1)</td> </tr> <tr> <td data-bbox="260 600 818 656">Returns inwards</td> <td data-bbox="818 600 1098 656"></td> <td data-bbox="1098 600 1358 656" style="text-align: right;">85 (1)</td> </tr> <tr> <td data-bbox="260 656 818 712"></td> <td data-bbox="818 656 1098 712"></td> <td data-bbox="1098 656 1358 712" style="text-align: right;">79 280</td> </tr> <tr> <td data-bbox="260 712 818 768">Cost of sales</td> <td data-bbox="818 712 1098 768"></td> <td data-bbox="1098 712 1358 768"></td> </tr> <tr> <td data-bbox="260 768 818 824">Opening inventory</td> <td data-bbox="818 768 1098 824" style="text-align: right;">8 060 (1)</td> <td data-bbox="1098 768 1358 824"></td> </tr> <tr> <td data-bbox="260 824 818 880">Purchases</td> <td data-bbox="818 824 1098 880" style="text-align: right;">19 600 (1)</td> <td data-bbox="1098 824 1358 880"></td> </tr> <tr> <td data-bbox="260 880 818 936">Carriage inwards</td> <td data-bbox="818 880 1098 936" style="text-align: right;">350 (1)</td> <td data-bbox="1098 880 1358 936"></td> </tr> <tr> <td data-bbox="260 936 818 992">Returns outwards</td> <td data-bbox="818 936 1098 992" style="text-align: right;">(140) (1)</td> <td data-bbox="1098 936 1358 992"></td> </tr> <tr> <td data-bbox="260 992 818 1048"></td> <td data-bbox="818 992 1098 1048" style="text-align: right;">27 870</td> <td data-bbox="1098 992 1358 1048"></td> </tr> <tr> <td data-bbox="260 1048 818 1104">Closing inventory</td> <td data-bbox="818 1048 1098 1104" style="text-align: right;">(6 340) (1)</td> <td data-bbox="1098 1048 1358 1104" style="text-align: right;">(21 530) (1 of)</td> </tr> <tr> <td data-bbox="260 1104 818 1193">Gross profit</td> <td data-bbox="818 1104 1098 1193"></td> <td data-bbox="1098 1104 1358 1193" style="text-align: right;">57 750 (1 of)</td> </tr> </tbody> </table>	Charles Statement of profit or loss for the year ended 30 September 2017				\$	\$	Revenue		79 365 (1)	Returns inwards		85 (1)			79 280	Cost of sales			Opening inventory	8 060 (1)		Purchases	19 600 (1)		Carriage inwards	350 (1)		Returns outwards	(140) (1)			27 870		Closing inventory	(6 340) (1)	(21 530) (1 of)	Gross profit		57 750 (1 of)	(9)
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<p>Additional guidance Two marks for 79 280 with an appropriate label. Award 6 marks for 21 530 with an appropriate label.</p>																																									

Question number	Answer AO1 (3), AO2 (6)	Mark																
4(b)	<p>Award marks as indicated.</p> <table border="1" data-bbox="244 264 1070 537"> <thead> <tr> <th data-bbox="244 264 352 331">Error</th> <th data-bbox="352 264 592 331">Type of error</th> <th data-bbox="592 264 826 331">Account to be debited</th> <th data-bbox="826 264 1070 331">Account to be credited</th> </tr> </thead> <tbody> <tr> <td data-bbox="244 331 352 383">A</td> <td data-bbox="352 331 592 383">Omission (1)</td> <td data-bbox="592 331 826 383">Wages (1)</td> <td data-bbox="826 331 1070 383">Bank (1)</td> </tr> <tr> <td data-bbox="244 383 352 443">B</td> <td data-bbox="352 383 592 443">Commission (1)</td> <td data-bbox="592 383 826 443">Bernie (1)</td> <td data-bbox="826 383 1070 443">Barny (1)</td> </tr> <tr> <td data-bbox="244 443 352 537">C</td> <td data-bbox="352 443 592 537">Principle (1)</td> <td data-bbox="592 443 826 537">Motor Vehicle (1)</td> <td data-bbox="826 443 1070 537">Motor Expenses (1)</td> </tr> </tbody> </table>	Error	Type of error	Account to be debited	Account to be credited	A	Omission (1)	Wages (1)	Bank (1)	B	Commission (1)	Bernie (1)	Barny (1)	C	Principle (1)	Motor Vehicle (1)	Motor Expenses (1)	(9)
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Additional guidance																		

TOTAL FOR QUESTION 4 – 18 MARKS

Question number	Answer AO2(11)	Mark																																																						
5(a)	<p>Award 1 mark for each correct figure with understandable label as indicated.</p> <p style="text-align: center;">Cash book (bank column only)</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th>Date</th> <th>Details</th> <th>\$</th> <th>Date</th> <th>Details</th> <th>\$</th> </tr> </thead> <tbody> <tr> <td>31 May 2017</td> <td>Balance b/d</td> <td style="text-align: right;">4 437 (1)</td> <td>30 May 2017</td> <td>Dishonoured cheque</td> <td style="text-align: right;">186 (1)</td> </tr> <tr> <td></td> <td>Credit transfer</td> <td style="text-align: right;">1 411 (1)</td> <td>31 May</td> <td>Credit transfer</td> <td style="text-align: right;">936 (1)</td> </tr> <tr> <td></td> <td>Interest received</td> <td style="text-align: right;">11 (1)</td> <td></td> <td>Electricity D/D W1</td> <td style="text-align: right;">150 (2/1)</td> </tr> <tr> <td></td> <td></td> <td></td> <td></td> <td>Car insurance S/O</td> <td style="text-align: right;">65 (1)</td> </tr> <tr> <td></td> <td></td> <td></td> <td></td> <td>Bank charges</td> <td style="text-align: right;">38 (1)</td> </tr> <tr> <td></td> <td></td> <td></td> <td></td> <td>Balance c/d</td> <td style="text-align: right;">4 484</td> </tr> <tr> <td></td> <td></td> <td style="text-align: right;">5 859</td> <td></td> <td></td> <td style="text-align: right;">5 859</td> </tr> <tr> <td>1 June 2017</td> <td>Balance b/d</td> <td style="text-align: right;">4 484 (2/1 of for both)</td> <td></td> <td></td> <td></td> </tr> </tbody> </table> <p>W1 1800/12 = 150</p>	Date	Details	\$	Date	Details	\$	31 May 2017	Balance b/d	4 437 (1)	30 May 2017	Dishonoured cheque	186 (1)		Credit transfer	1 411 (1)	31 May	Credit transfer	936 (1)		Interest received	11 (1)		Electricity D/D W1	150 (2/1)					Car insurance S/O	65 (1)					Bank charges	38 (1)					Balance c/d	4 484			5 859			5 859	1 June 2017	Balance b/d	4 484 (2/1 of for both)				(11)
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Question number	Answer A02(7)	Mark																																	
5(b)	<p>Award 1 mark for each correct figure with understandable label as indicated.</p> <table border="1" style="margin-left: auto; margin-right: auto;"> <thead> <tr> <th colspan="3" style="text-align: center;">Ahmed Bank Reconciliation Statement at 31 May 2017</th> </tr> <tr> <th></th> <th style="text-align: center;">\$</th> <th style="text-align: center;">\$</th> </tr> </thead> <tbody> <tr> <td>Balance per updated cash book</td> <td></td> <td style="text-align: right;">4 484 (10F)</td> </tr> <tr> <td>Add: Unpresented cheques:</td> <td></td> <td></td> </tr> <tr> <td>Cheque 365 H Bonds</td> <td style="text-align: right;">114 (1)</td> <td></td> </tr> <tr> <td>Cheque 367 K Dart</td> <td style="text-align: right;">317 (1)</td> <td style="text-align: right;">431</td> </tr> <tr> <td>Cheque returned by bank</td> <td></td> <td style="text-align: right;">89 (1)</td> </tr> <tr> <td>Less:</td> <td></td> <td></td> </tr> <tr> <td>Direct debit paid in error</td> <td style="text-align: right;">65 (1)</td> <td></td> </tr> <tr> <td>Cash banked</td> <td style="text-align: right;"><u>1 504 (1)</u></td> <td style="text-align: right;"><u>(1 569)</u></td> </tr> <tr> <td>Balance per bank statement</td> <td></td> <td style="text-align: right;"><u>3 435 (1)</u></td> </tr> </tbody> </table>	Ahmed Bank Reconciliation Statement at 31 May 2017				\$	\$	Balance per updated cash book		4 484 (10F)	Add: Unpresented cheques:			Cheque 365 H Bonds	114 (1)		Cheque 367 K Dart	317 (1)	431	Cheque returned by bank		89 (1)	Less:			Direct debit paid in error	65 (1)		Cash banked	<u>1 504 (1)</u>	<u>(1 569)</u>	Balance per bank statement		<u>3 435 (1)</u>	(7)
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Question number	Answer A03(2)	Mark
5(c)	<p>Award 1 mark for identification and 1 mark for linked justification/reasoning.</p> <p>The credit balance of the bank indicates that they are a creditor to the business (1), as the bank is owing the customer (1).</p> <p>Or</p> <p>The debit balance of the cash book indicates that the bank is a debtor to the business (1), as the bank is owing the customer (1).</p> <p>Accept any other appropriate response.</p>	(2)

TOTAL FOR QUESTION 5 – 20 MARKS

October 2017

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