

Practice Examination 2

Reading time: 15 minutes
Writing time: 1 hour 30 minutes

ANSWER BOOK

STUDENT		
NAME	 	

Instructions

- A question book is provided with this answer book.
- Answer all questions in the spaces provided in this book.
- Write your **name** in the space provided above on this page
- Refer to **Instructions** on the front cover of the question book

Students are NOT permitted to bring mobile phones and/or any other unauthorised electronic devices into the practice examination room.

Question 1 Melody's Music

1.1.1 Melody's Music

Variance Report extracts at 31 December 2010

Cash Flow Variance Report

	Budget	Actual	Variance	F/U
	\$	\$		
Cash Sales	270 000	255 000		
Prepaid Sales Revenue	-	2 000		
Wages	110 000	130 000		
Payments to Creditors	350 000	370 000		
Profit & Loss Variance Report	•	•		•
Sales	840 000	870 000		
Wages	113 000	135 000		
Depreciation - Vehicles	40 000	60 000		
Balance Sheet Variance Report				•
Creditors Control	50 000	65 000		
Accrued Wages	3 000	5 000		

4 marks

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Explanation:	
	2 max

2 marks

1.1.0
Wages:
Sales:
Creditors Control:

1.1.4		
Explanation:		
Liquidity: Improved / Deteriorated	(Circle appropriate answer)
		2 + 1 = 3 marks
1.1.5		
Reason:		
Explanation:		
•		
		1 + 2 = 3 marks
1.1.6		
Classification:		
Explanation:		
		1 + 2 = 3 marks

1.2.1 GENERAL JOURNAL

General Ledger Subsidiary Ledger								
		General Ledger						
Date	Particulars							
2011		Debit	Credit	Debit	Credit			
		\$	\$	\$	\$			

SALES JOURNAL

Date 2011	Debtor	Inv. No.	Cost Price	Sales Price	GST	Total Debtors

6 marks

1.2.2 CASH RECEIPTS JOURNAL

Date 2011	Details	Rec. No.	Bank	Disc. Exp.	Debtors	Cost of Sales	Sales	GST	Sundries

|--|

Explanation: Efficiency		
Evalenation, Drofitchility		
Explanation: Profitability		

2 + 2 = 4 marks

1.3.1

Cash Payments Journal

Casiira	yments Journal								
Date		Chq.		Disc.					
2011	Particulars	No.	Bank	Rev	Creditors	Stock	Wages	GST	Sundries

3 marks

•	~	_
	- 2	,

1.0.2	
Working space	
	Depreciation Expense \$
	Doprodiation Expense \$

1.3.3

Vehicle

Date 2011	Cross Reference	Amount	Date 2011	Cross Reference	Amount
Jan 1	Balance	36 000			

Disposal of Vehicle

Date 2011	Cross Reference	Amount	Date 2011	Cross Reference	Amount

3 + 4 = 7 marks

1.3.4

Classification:]
	_	1

1 mark

Total 45 marks

Question 2 AM Electrical

2.1.1

DEBTORS CONTROL

Cross-reference	Amount	Date 2011	Cross-reference	Amount
Balance	28 000			
			Cross-reference Amount 2011	Cross-reference Amount 2011 Cross-reference

4 marks

2.1.2

CREDITORS CONTROL

Date 2011	Cross-reference	Amount	Date 2011	Cross-reference	Amount
			Jan 1	Balance	42 000

2.1.3 STOCK CONTROL

Date			Date		
2011	Cross-reference	Amount	2011	Cross-reference	Amount
Jan 1	Balance	46 000			

6 marks

2.1.4 Budgeted Cash Flow Statement for 6 months ending 30 June 2011 (Extract)

Cash Flow from Operating Activities	\$ \$

2.1.5 Budgeted Profit and Loss Statement for 6 months Ended 30 June 2011

	Ψ	Ψ	
Revenue			
		3	marks
2.1.6			

Explanation:

Example 1:

Example 2: 2 + 2 = 4 marks

Exp	.7 Dianation:					
					2 m	
2.2	.1	GENERAL J	OURNAL		2 11	
					bsidiary Ledger	
ate 011	Particulars	Debit	Credit	Debit	Credit	
J 1 1		\$	\$	\$	\$	
					2 m	
2.2	.2					
Expl	anation:					

2 marks

2.2.3 CASH RECEIPTS JOURNAL

Date 201 2	Details	Rec. No.	Bank	Disc. Exp.	Debtors	Cost of Sales	Sales	Other Rev.	GST	Sundries

2.3.1 Working space		
Working space		
	Cost \$	
		1 marl
2.3.2		

Explanation:

2 marks

2.4.1 GENERAL JOURNAL

		Genera	Ledger	Subsidiary Ledger		
Date 2012		Debit \$	Credit \$	Debit \$	Credit \$	

2.4.2	
Explanation:	
Accounting Principle:	
	2 + 1 = 3 mark
	2 + T = 3 mark
2.4.3	
Explanation:	
	2 22 24
	2 mark
2.4.4	
Indicator:	
	 1 mar

Total 45 marks