**Student Name:**

**PES**

**2020 ACCOUNTING UNIT 3**

## Unit 3 Exam

## FINANCIAL ACCOUNTING FOR A TRADING BUSINESS

**ANSWER BOOK**

**Structure of book**

|  |  |  |
| --- | --- | --- |
| *Number of* *Questions* | *Number of questions* *to be answered* | *Number of* *marks* |
| 8 | 8 | 100 |

* Students are permitted to bring into the SAC room: pens, pencils, highlighters, erasers, sharpeners, rulers and one scientific calculator.
* Students are NOT permitted to bring into the SAC room: blank sheets of paper and/or white out liquid/tape.

**Materials supplied**

* Question Book of 10 pages.
* Answer Book of 18 pages.

**Instructions**

* Write your name and your teacher’s name in the space provided on the front page of both this Question Book and the Answer Book.
* Answer all questions in the Answer Book.

**At the end of the task**

* Place this Answer Book on under the Question Book and wait for both to be collected.

**Students are not permitted to bring mobile phones and/or any other unauthorised electronic devices into the SAC room.**

**Question 1 (**8 marks)

1. 3 marks

|  |
| --- |
| **Explanation** |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |

1. 2 marks

|  |
| --- |
| **Description:** |
|  |
|  |
|   |
|  |
|  |

c. 3 marks

**General Journal**

|  |  |  |  |
| --- | --- | --- | --- |
| **Date****2020** | **Details** | **Debit** | **Credit** |
|  |  |  |  |
|  |  |  |  |
|  |  |  |  |
|  |  |  |  |
|  |  |  |  |
|  |  |  |  |
|  |  |  |  |

**Question 2** (10 marks)

**Working space:**

1. 5 marks

**Backboard**

**Balance Sheet as at 1 March 2020**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **$** | **$** |  | **$** | **$** |
|  |  |  |  |  |  |
|  |  |  |  |  |  |
|  |  |  |  |  |  |
|  |  |  |  |  |  |
|  |  |  |  |  |  |
|  |  |  |  |  |  |
|  |  |  |  |  |  |
|  |  |  |  |  |  |
|  |  |  |  |  |  |
|  |  |  |  |  |  |
|  |  |  |  |  |  |
|  |  |  |  |  |  |

**b.**  2 marks

|  |
| --- |
| **Definition** |
|  |
|  |
|  |
|  |
|  |

1. 3 marks

|  |
| --- |
| **Explanation** |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |

**Question 3** (10 marks)

**a.**  4 marks

|  |
| --- |
| **Explanation** |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |

**b.**  2 marks

|  |
| --- |
| **Explanation** |
|  |
|  |
|  |
|  |
|  |

**c.**  2 marks

|  |
| --- |
| **Financial indicator 1:** |
|  |
| **Financial indicator 2:** |
|  |

**d.**  2 marks

|  |
| --- |
| **Explanation** |
|  |
|  |
|  |
|  |
|  |

**Question 4** (19 marks)

**a**. 2 marks

**General Journal**

|  |  |  |  |
| --- | --- | --- | --- |
| **Date****2020** | **Details** | **Debit** | **Credit** |
|  |  |  |  |
|  |  |  |  |
|  |  |  |  |

**b.**  2 marks

|  |
| --- |
| **Reason 1:** |
|  |
| **Reason 2:** |
|  |

**c**. 3 marks

**General Journal**

|  |  |  |  |
| --- | --- | --- | --- |
| **Date****2020** | **Details** | **Debit** | **Credit** |
|  |  |  |  |
|  |  |  |  |
|  |  |  |  |
|  |  |  |  |
|  |  |  |  |
|  |  |  |  |

**d.**  2 marks

|  |
| --- |
| **Explanation** |
|  |
|  |
|  |
|  |
|  |

**e.**  7 marks

**Clickety Clack**

**Income Statement for the year ended 30 June 2020**

|  |  |  |
| --- | --- | --- |
| **Revenue** | **$** | **$** |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |

**f.**  3 marks

 **Capital**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Date****2020** | **Cross-reference** | **Amount** | **Date****2020** | **Cross-reference** | **Amount** |
|  |  |  | Jun 30 | Balance | 73 620 |
|  |  |  |  |  |  |
|  |  |  |  |  |  |
|  |  |  |  |  |  |
|  |  |  |  |  |  |

**Question 5** (8 marks)

**a.**  4 marks

|  |
| --- |
| **Explanation** |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |

**b.**  4 marks

|  |
| --- |
| **Description** |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |

**Question 6** (9 marks)

**a.**  2 marks

|  |
| --- |
| **Definition** |
|  |
|  |
|  |
|  |
|  |

**b.**  4 marks

|  |
| --- |
| **Description** |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |

**c.** 1 mark

|  |
| --- |
| **Indicator:** |

**d.**  2 marks

|  |
| --- |
| **Outline** |
|  |
|  |
|  |
|  |
|  |

**Question 7** (10 marks)

**a.**  2 marks

 **Bank**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Date****2020** | **Cross-reference** | **Amount** | **Date****2020** | **Cross-reference** | **Amount** |
| Apr 2 | Sales/GST Clearing | 770 | Apr 1 | Balance | 3 500 |
| 4 | Accounts Receivable | 2 400 | 2 | Advertising/GST Clearing | 440 |
| 7 | Sales/GST Clearing | 880 | 5 | Drawings | 900 |
| 11 | Sales/GST Clearing | 1 320 | 6 | Inventory/GST Clearing | 3 300 |
| 12 | Accounts Receivable | 950 | 9 | Wages | 700 |
| 19 | Sales/GST Clearing | 550 | 15 | Rent/GST Clearing | 990 |
| 28 | Sales/GST Clearing | 1 100 | 16 | Loan – Ace Finance | 350 |
| 29 | Capital | 10 000 |  | Interest Expense | 150 |
|  |  |  | 20 | Accounts Payable | 2 800 |
|  |  |  | 23 | Wages | 1 400 |
|  |  |  | 29 | GST Clearing | 1 470 |
|  |  |  | 30 | Equipment/GST Clearing | 4 400 |
|  |  |  |  |  |  |
|  |  |  |  |  |  |

1. 6 marks

**Door Jam**

**Cash Flow Statement (extract) for the month ended 30 April 2020**

|  |  |  |  |
| --- | --- | --- | --- |
| **OPERATING ACTIVITIES** |  | $ |  $ |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
| **Net Cash Flows from Operating Activities** |  |  |

**c.**  2 marks

|  |
| --- |
| **Definition** |
|  |
|  |
|  |
|  |
|  |

**Question 8** (26 marks)

**a.**  9 marks

|  |
| --- |
| **Inventory Item: Nuline Pro Cost Assignment Method: FIFO** |
| **Date****2020** | **Details** | **IN** | **OUT** | **BALANCE** |
| **Qty** | **Cost** | **Total** | **Qty** | **Cost** | **Total** | **Qty** | **Cost** | **Total** |
| June 1 | Balance |  |  |  |  |  |  | 3 | 50 | 150 |
| 3 | Inv. G801 | 15 | 55 | 825 |  |  |  | 315 | 5055 | 975 |
| 7 | EFT 346 |  |  |  | 1 | 50 | 50 | 215 | 5055 | 925 |
|  |  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |

**b**. 6 marks

**General Journal**

|  |  |  |  |
| --- | --- | --- | --- |
| **Date****2020** | **Details** | **Debit** | **Credit** |
|  |  |  |  |
|  |  |  |  |
|  |  |  |  |
|  |  |  |  |
|  |  |  |  |
|  |  |  |  |
|  |  |  |  |
|  |  |  |  |
|  |  |  |  |

**c.**  3 marks

|  |
| --- |
| **Explanation** |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |

**d.** 2 marks

|  |
| --- |
| **Calculation** |
| **Unit cost of 1 Nuline Expert**  | **$** |

**e.**  4 marks

|  |
| --- |
| **Explanation** |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |

**f.**  2 marks

|  |
| --- |
| **Explanation** |
|  |
|  |
|  |
|  |
|  |

**END OF ANSWER BOOK**