

The second second MARK SCHEME for the October/November 2007 question paper

0452 ACCOUNTING

0452/02

Paper 2, maximum raw mark 90

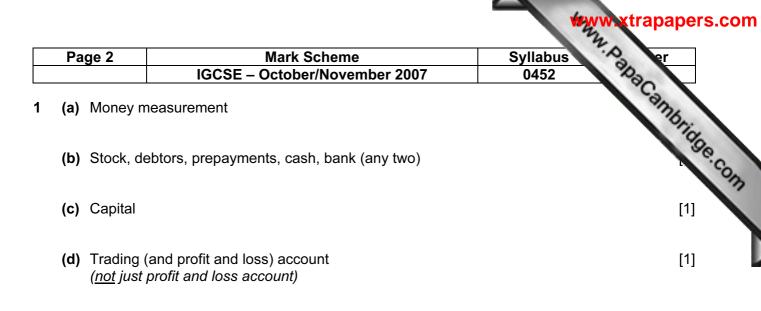
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All Examiners are instructed that alternative correct answers and unexpected approaches in candidates' scripts must be given marks that fairly reflect the relevant knowledge and skills demonstrated.

Mark schemes must be read in conjunction with the question papers and the report on the examination.

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- (e) Omission, commission, principle, compensating, original entry, complete reversal (any two) [2]
- (f) A debt which the debtor is unable or does not intend to pay

(g)

	Capital	Revenue
Rent paid for use of workshop		✓ (1)
Purchase of machine for workshop	√ (1)	
Purchase of materials for use in machine		✓ (1)
Repairs to roof of workshop		√ (1)

[4]

[1]

(h) Current assets (\$11 800)(1) – Stock (\$6 200)(1)/Creditors (\$3 200)(1) = 1.75:1 (1)OF (accept 1.75 but *not* %, times etc. or any negative figures)

or Debtors (\$4 000)(1) + Bank (\$1 600)(1)/Creditors (\$3 200)(1) = 1.75:1 (1)OF

[4]

[Total: 16]

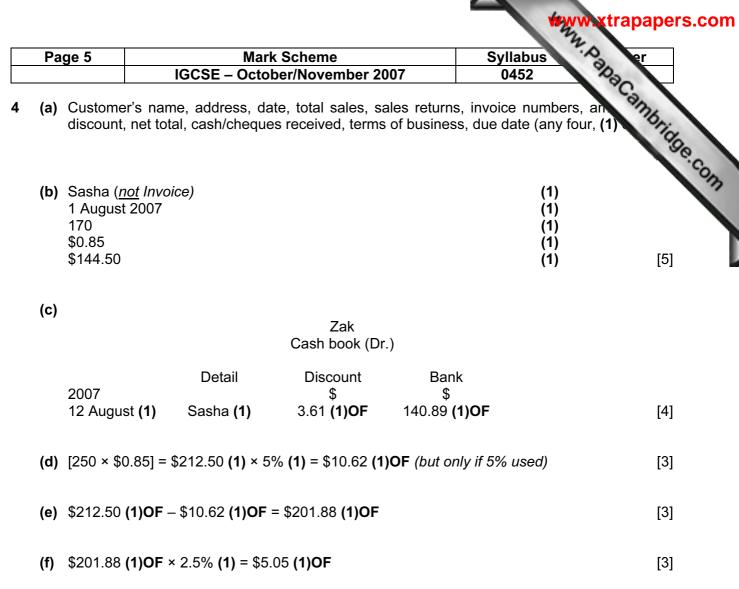
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F	Page 3	;		Mark Sche	eme		Sylla	abus	.D er
			IGCSE	– October/No	ovember 2	2007	04	52	No.
2 (a	 (a) The balance on Abdullah's cash book at 1 September 2007 is not the same as the on the bank statement at that date because there was an unpresented cheque (1) \$900 (2) Note: answer must relate to the question, and not be general 								
(k))				Abdullah ok (bank co	olumn	s)		
	200)7		\$		2007	7	\$; ;
	Sep	otem				Sept	tember		
	1		Balance b/d (<i>accept Bal, b/d,</i>	12 300 (1)		8	Tarvik	1 900) (1)
	2		Homer	3 600 [°] (1)		20	Electricity	800) (1)
	14		(<i>name and amoเ</i> Parma	<i>int for each ei</i> 4 600 (1)	ntry)	24	Insurance	240) (1)
						28	Rent	1 000) (1)
						30	Bank charges	75	5 (1)
						30	Balance c/d	16 485	5 (1)
				20 500				<u>20 500</u>	
	10	oct	Balance b/d	16 485 (1)C	DF				
							(+1 for dates)(allow 1 w	rrong date) [11]
(c	;)								
(-	,				Abdullah				
	Bank reconciliation statement at 30 September 2007								
	Bal Les		e at bank on 30 S unpresented ch	•			\$ 17 485 (<u>1 000</u> (<i>,</i> ,	ect figure only)

	unpresented cheque (073)	<u>1 000</u>	(1)	.,,
Balance	e per cash book at 30 September	<u>16 485</u>		F 4 1
NI-6-			(1)OF	[4]

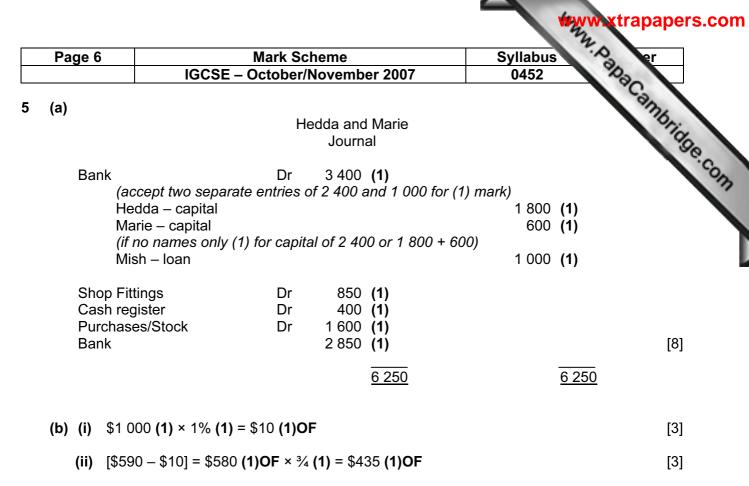
Note – accept answers beginning with cash book balance.

[Total: 18]

Page 4	Mark Scheme	Syllabus	er
	IGCSE – October/November 2007	0452	2
(a) (i)	Net book value (accept NBV, written down value, WDV)	Syllabus 0452 (1) (1) (1) (1)	annb
(ii)	\$300	(1)	19
(iii)	\$8 600	(1)	
(iv)	Net current assets or Working capital	(1)	
(v)	\$14 100	(1)	
(vi)	(Net) Profit <i>(<u>not</u> Gross profit)</i>	(1)	
(vii)	\$5 600 (based on (viii))	(1)OF	
(viii)	\$14 100 <i>(must agree with (v))</i>	(1)OF	[8]
(b) (i)	current ratio		
	= Stock + debtors + cash/bank/Creditors = 5 200 + 8 600 + 1 100 = 14 900 (2) /3 800 (1) = 3.92:1 (1)OF		[4]
(ii)	return on opening capital employed		
	= Net profit/opening capital employed × 100 = 6 700 (1) /13 000 (1) = 51.54% (2)OF		[4]
Diff	erent type of business erent products pital/labour intensive business		
Bus	siness with higher net profit siness with lower capital		
	ther reasonable answers (2 each)		[4]
		гт	otal: 20]



[Total: 22]



[Total: 14]