

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

## 0452 ACCOUNTING

0452/02

Paper 2, maximum raw mark 90

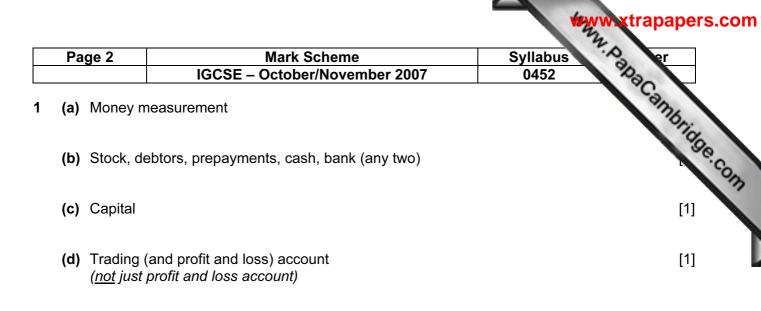
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All Examiners are instructed that alternative correct answers and unexpected approaches in candidates' scripts must be given marks that fairly reflect the relevant knowledge and skills demonstrated.

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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	<b>√</b> (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]

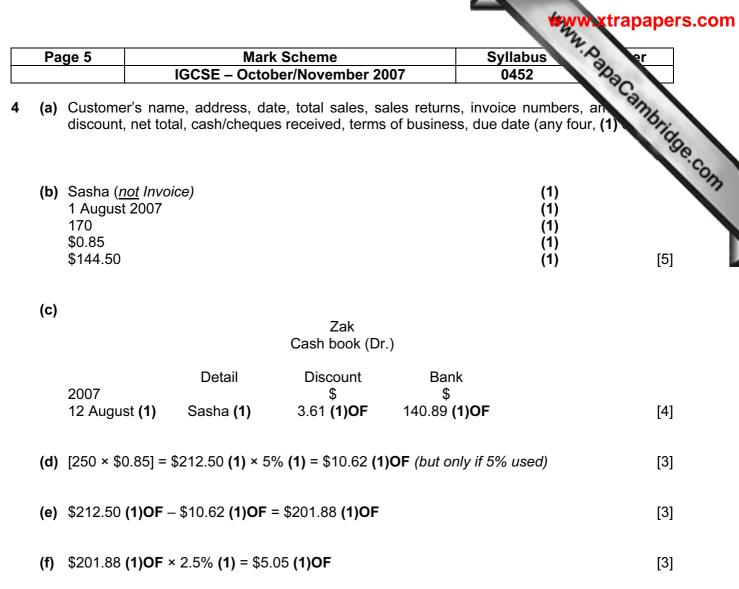
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F	Page 3	;		Mark Sche	eme		Sylla	abus	.D er
			IGCSE	– October/No	ovember 2	2007	04	52	No.
2 (a	<ul> <li>(a) The balance on Abdullah's cash book at 1 September 2007 is not the same as the on the bank statement at that date because there was an unpresented cheque (1) \$900 (2)</li> <li>Note: answer must relate to the question, and not be general</li> </ul>								
(k	<b>)</b> )				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 <sup>°</sup> (1)		20	Electricity	800	) <b>(1)</b>
	14		( <i>name and amoเ</i> Parma	<i>int for each ei</i> 4 600 <b>(1)</b>	ntry)	24	Insurance	240	) (1)
						28	Rent	1 000	) (1)
						30	Bank charges	75	5 <b>(1)</b>
						30	Balance c/d	16 485	5 (1)
				20 500				<u>20 500</u>	
	10	oct	Balance b/d	16 485 <b>(1)C</b>	<b>DF</b>				
							(+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 <b>(</b> <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]

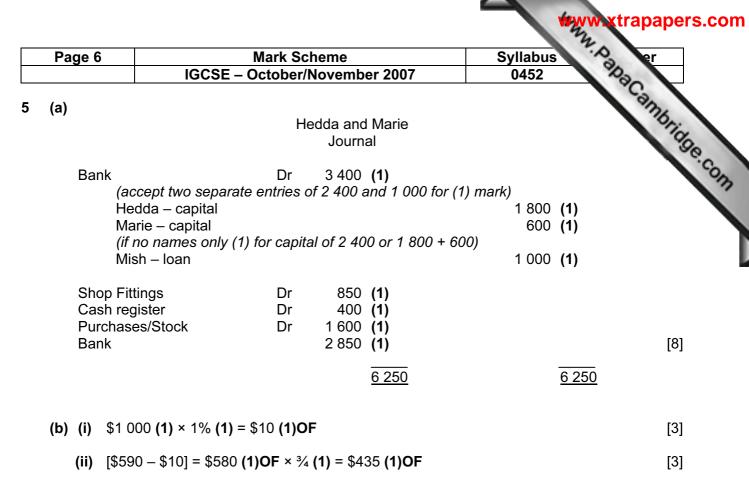
Note – accept answers beginning with cash book balance.

[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 <b>(viii)</b> )	(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 <b>(2)</b> /3 800 <b>(1)</b> = 3.92:1 <b>(1)OF</b>		[4]
(ii)	return on opening capital employed		
	= Net profit/opening capital employed × 100 = 6 700 <b>(1)</b> /13 000 <b>(1)</b> = 51.54% <b>(2)OF</b>		[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]