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Cambridge International General Certificate of Secondary Education

ACCOUNTING

0452/13

Paper 1

October/November 2017

MARK SCHEME

Maximum Mark: 120

Published

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This document consists of **13** printed pages.

Question	Answer	Marks
1(a)	D	1
1(b)	C	1
1(c)	B	1
1(d)	C	1
1(e)	C	1
1(f)	A	1
1(g)	D	1
1(h)	B	1
1(i)	B	1
1(j)	A	1

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2(a)	The amount owed by the business to the owner. The funds put into the business/contributed by the owner (plus profits net of drawings). Any one for (1) mark	1															
2(b)	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 60%;"></td> <td style="width: 40%;">Principle</td> </tr> <tr> <td>A trader withdraws goods for his own use and records this in the drawings account.</td> <td>Business entity (1)</td> </tr> <tr> <td>A book-keeper writes off debts which will not be paid to the business.</td> <td>Prudence/accruals (matching) (1)</td> </tr> <tr> <td>An accountant does not include staff morale as an asset in the statement of financial position.</td> <td>Money measurement (1)</td> </tr> <tr> <td>A business uses the double entry system of book-keeping to record transactions.</td> <td>Duality (1)</td> </tr> </table>		Principle	A trader withdraws goods for his own use and records this in the drawings account.	Business entity (1)	A book-keeper writes off debts which will not be paid to the business.	Prudence/accruals (matching) (1)	An accountant does not include staff morale as an asset in the statement of financial position.	Money measurement (1)	A business uses the double entry system of book-keeping to record transactions.	Duality (1)	4					
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2(c)	Nominal (general) ledger	1															
2(d)	(Limited) company	1															
2(e)	Items which a business owns or which are owed to the business are known as ASSETS.	1															
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Question	Answer		Marks
2(g)		True or False	3
	Work in progress may appear in Jake's manufacturing account.	True (1)	
	Prime cost appears in Jake's income statement.	False (1)	
	Jake's business is a service business.	False (1)	

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3(a)	A bank statement is a copy of the customer's account as it appears in the books of the bank.	1																																																												
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3(d)	A loan is of fixed amount but an overdraft is of varying amount. A loan is for a fixed term but an overdraft may be paid back at any time. A loan may require security but an overdraft may be unsecured. A loan may have a fixed rate of interest but an overdraft will have a variable rate. Any two for (1) each	2
3(e)	Non-current liabilities	1

Question	Answer	Marks
4(a)	$\frac{(17\,040 - 12\,780)}{42\,600} \times 100 = 10\%$ (1) (1) OF	3
4(b)	1 May 2015: Cash book (1) 1 August 2016: 1 Nominal (general) journal (1) 2 Cash book (1)	3

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4(c)	<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 45%;"></th> <th style="width: 35%; text-align: center;">workings</th> <th style="width: 20%; text-align: center;">\$</th> </tr> </thead> <tbody> <tr> <td>fixtures and fittings at cost on 31 December 2015</td> <td style="text-align: center;">42 600 + 12 000</td> <td style="text-align: center;">54 600 (1)</td> </tr> <tr> <td>fixtures and fittings at cost on 31 December 2016</td> <td style="text-align: center;">54 600 (OF) – 10 000</td> <td style="text-align: center;">44 600 (1)OF</td> </tr> <tr> <td>depreciation charge for the year ended 31 December 2015</td> <td style="text-align: center;">(54 600 (OF) × 10%) (1)OF</td> <td style="text-align: center;">5 460 (1)OF</td> </tr> <tr> <td>accumulated depreciation at 31 December 2015</td> <td style="text-align: center;">17 040 + 5 460 (1)OF</td> <td style="text-align: center;">22 500 (1)OF</td> </tr> <tr> <td>depreciation charge for the year ended 31 December 2016</td> <td style="text-align: center;">(44 600 (OF) × 10%) (1)OF</td> <td style="text-align: center;">4 460 (1)OF</td> </tr> <tr> <td>accumulated depreciation at 31 December 2016</td> <td style="text-align: center;">22 500 (1)OF + 4 460 (1)OF – 4 000 (1)</td> <td style="text-align: center;">22 960 (1)OF</td> </tr> </tbody> </table>				workings	\$	fixtures and fittings at cost on 31 December 2015	42 600 + 12 000	54 600 (1)	fixtures and fittings at cost on 31 December 2016	54 600 (OF) – 10 000	44 600 (1)OF	depreciation charge for the year ended 31 December 2015	(54 600 (OF) × 10%) (1)OF	5 460 (1)OF	accumulated depreciation at 31 December 2015	17 040 + 5 460 (1)OF	22 500 (1)OF	depreciation charge for the year ended 31 December 2016	(44 600 (OF) × 10%) (1)OF	4 460 (1)OF	accumulated depreciation at 31 December 2016	22 500 (1)OF + 4 460 (1)OF – 4 000 (1)	22 960 (1)OF	12
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4(f)	<p>Reducing (diminishing) balance method (1) Annual percentage rate (1) is applied to the net book value (1) of the asset. OR Revaluation method (1) The difference between the opening and closing valuations is taken (1) and adjusted for any purchases or disposals (1)</p>			3																					

Question	Answer			Marks
4(g)		capital expenditure	revenue expenditure	4
cost of vehicle	✓ (1)			
number plates	✓ (1)			
fuel		✓ (1)		
insurance of vehicle		✓ (1)		
4(h)	Capital introduced Receipt of loan Proceeds of sale of non-current asset Any one for (1) mark			1

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5(a)	<p style="text-align: center;">Satisfish Suspense account</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 20%;">2017</td> <td style="width: 10%;"></td> <td style="width: 10%; text-align: right;">\$</td> <td style="width: 10%;"></td> <td style="width: 20%;">2017</td> <td style="width: 10%;"></td> <td style="width: 10%; text-align: right;">\$</td> </tr> <tr> <td>Jun 30</td> <td>Drawings</td> <td style="text-align: right;">2 000</td> <td style="text-align: right;">(1)</td> <td>Jun 30</td> <td>Balance b/d</td> <td style="text-align: right;">3 900</td> </tr> <tr> <td></td> <td>Capital</td> <td style="text-align: right;"><u>2 000</u></td> <td style="text-align: right;">(1)</td> <td></td> <td>Purchases</td> <td style="text-align: right;"><u>100</u></td> </tr> <tr> <td></td> <td></td> <td style="text-align: right;"><u>4 000</u></td> <td></td> <td></td> <td></td> <td style="text-align: right;"><u>4 000</u></td> </tr> </table>	2017		\$		2017		\$	Jun 30	Drawings	2 000	(1)	Jun 30	Balance b/d	3 900		Capital	<u>2 000</u>	(1)		Purchases	<u>100</u>			<u>4 000</u>				<u>4 000</u>	4												
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