

**ADVANCED GCE**  
**ACCOUNTING**  
Company Accounts and Interpretation

**F013**

Candidates answer on the question paper.

**OCR supplied materials:**

- Resource booklet

**Other materials required:**

- A calculator may be used

**Wednesday 26 January 2011**  
**Morning**

**Duration: 1 hour 30 minutes**



Candidate forename		Candidate surname	
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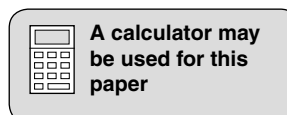
Centre number						Candidate number				
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**INSTRUCTIONS TO CANDIDATES**

- Write your name, centre number and candidate number in the boxes above. Please write clearly and in capital letters.
- Use black ink. Pencil may be used for diagrams only.
- The information required to answer questions 1–3 is contained within the resource booklet.
- Read each question carefully. Make sure you know what you have to do before starting your answer.
- You must show the calculations leading to your answers.
- Write your answer to each question in the space provided. Additional paper may be used if necessary but you must clearly show your candidate number, centre number and question number(s).
- Answer **all** the questions.
- Do **not** write in the bar codes.

**INFORMATION FOR CANDIDATES**

- The number of marks is given in brackets [ ] at the end of each question or part question.
- The total number of marks for this paper is **80**.
- The quality of your written communication will be taken into account when marking your answers to the two questions/sub-questions labelled with an asterisk (\*).
- In one of these questions, the focus will be on your ability to present numerical information legibly and in an appropriate accounting format. In the other, you will be assessed on the legibility and style of writing, the clarity and coherence of your arguments and the accuracy of your spelling, punctuation and grammar.
- This document consists of **12** pages. Any blank pages are indicated.





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**2 REQUIRED**

(a) Calculate each of the following (where appropriate calculations should be to two decimal places):

(i) return on capital employed;

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.....  
.....

Answer: ..... [2]

(ii) sales/capital employed;

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.....  
.....

Answer: ..... [2]

(iii) liquid (acid test) ratio;

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.....  
.....

Answer: ..... [2]

(iv) rate of stock turnover;

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Answer: ..... [3]

(v) dividend yield.

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Answer: ..... [3]





**3 REQUIRED**

**(a)** For Flintoft plc, prepare the following ledger account to record the share issue. Where appropriate the closing balance should be shown (dates are not required).

**(i)** Application and Allotment Account

	<b>[7]</b>

**(ii)** Ordinary Share Capital Account

	<b>[3]</b>



(iii)

Share Premium Account

Share Premium Account	

[4]

(b) Flintoft plc is planning an issue of preference shares. Explain **three** types of preference shares that it could issue.

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..... [9]

(c) Discuss the implications of an issue of preference shares for the ordinary shareholders of Flintoft plc.

..... [6]

**Total marks [29]**

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