

91406



NEW ZEALAND QUALIFICATIONS AUTHORITY  
MANA TOHU MĀTAURANGA O AOTEAROA

3

SUPERVISOR'S USE ONLY

## Level 3 Accounting, 2013

### 91406 Demonstrate understanding of company financial statement preparation

9.30 am Thursday 21 November 2013

Credits: Five

Achievement	Achievement with Merit	Achievement with Excellence
Demonstrate understanding of company financial statement preparation.	Demonstrate in-depth understanding of company financial statement preparation.	Demonstrate comprehensive understanding of company financial statement preparation.

Check that the National Student Number (NSN) on your admission slip is the same as the number at the top of this page.

Pull out Resource Booklet 91406R from the centre of this booklet.

**You should attempt ALL the questions in this booklet.**

If you need more room for any answer, use the extra space provided at the back of this booklet.

Check that this booklet has pages 2–11 in the correct order and that none of these pages is blank.

**YOU MUST HAND THIS BOOKLET TO THE SUPERVISOR AT THE END OF THE EXAMINATION.**

**TOTAL**

ASSESSOR'S USE ONLY

You are advised to spend one hour answering the questions in this booklet.

**Note:** Each question in this booklet refers to a resource from Resource Booklet 91406R.

### QUESTION ONE

Refer to **Resource One** to answer this question.

- (a) Prepare the general journal entries indicated by the narrations in the general journal below, using the relevant information from Resource One.

**Sorano Healthcare Limited  
General Journal**

		NZ\$000	NZ\$000
01/11/12			
	<i>To record the repurchase of 400 000 shares at a fair value of \$7.00. The shares were originally issued at \$6.00 each.</i>		
31/05/13			
	<i>To record the closing entry for 2012 final dividend payment</i>		
31/05/13			
	<i>To record tax expense for the 2013 year</i>		



- (c) Complete the Statement of Cash Flows for *Sorano Healthcare Limited*, for the year ended 31 May 2013 on page 5.  
Show and fully label your working in the working box below. Working will be assessed.

**Working box**

**Sorano Healthcare Limited**  
**Statement of Cash Flows**  
**for the year ended 31 May 2013**

ASSESSOR'S  
USE ONLY

	NZ\$000	NZ\$000
<b>CASH FROM OPERATING ACTIVITIES</b>		
<b>Net cash inflow (outflow) from operating activities</b>		
<b>CASH FROM INVESTING ACTIVITIES</b>		
<b>Net cash inflow (outflow) from investing activities</b>		
<b>CASH FROM FINANCING ACTIVITIES</b>		
<b>Net cash inflow (outflow) from financing activities</b>		









- (b) Complete the note for contributed equity.

***Magnificent Air Services Limited***  
**Notes to the Financial Statements (extract)**

Contributed equity	No. of shares	NZ\$
Balance at 31 March 2013	800 000	2 000 000

- (c) Complete the property, plant and equipment note extract.

***Magnificent Air Services Limited***  
**Notes to the Financial Statements (extract)**

Property, plant, and equipment		
	Land	Buildings
	NZ\$	NZ\$
<b>For the year ended 31 March 2013</b>		
Opening carrying amount		
Disposals	0	0
<b>As at 31 March 2013</b>		





91406