

91176



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## Level 2 Accounting, 2018

### 91176 Prepare financial information for an entity that operates accounting subsystems

2.00 p.m. Wednesday 14 November 2018  
Credits: Five

Achievement	Achievement with Merit	Achievement with Excellence
Prepare financial information for an entity that operates accounting subsystems.	Prepare in-depth financial information for an entity that operates accounting subsystems.	Prepare comprehensive financial information for an entity that operates accounting subsystems.

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

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

Pull out Resource Booklet 91176R from the centre of 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 2–8 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

**Note:** All questions in this examination paper relate to *Awa Motel*.  
Refer to **Resource Booklet 91176R** when answering the questions in this booklet.

*Awa Motel* is a sole proprietor business owned by Max and registered for GST on the invoice basis. *Awa Motel's* guests are able to purchase breakfast for an additional charge. A part-time receptionist looks after the motel's check-in desk in the evenings. *Awa Motel* relies heavily on its Internet presence, including its own website and social media pages, to gain bookings.

### QUESTION ONE

Refer to **Resource A** when answering all parts of this question.

- (a) Complete the General Journal entries to record the following balance day information.

Insurance and rates paid in advance \$1 500 excluding GST:

31/03/2018			
	<i>Insurance and rates paid in advance</i>		

Close the interest expense account:

31/03/2018			
	<i>Closing entry</i>		

- (b) Complete the following General Ledger account showing entries at 31 March 2018, including closing entries, where relevant.

<b>Motel electricity</b>					
31/03/2018					

Max wants to determine the profit that *Awa Motel* makes from motel room sales alone (excluding breakfast sales). Direct motel operating expenses include cleaning, laundry, reception, and bookings. The furniture and fittings asset includes all of the motel furniture and appliances.

- (c) Complete the following Income Statement extract. Do not use abbreviations.

<b><i>Awa Motel</i></b>			
<b>Income Statement (extract) for the year ended 31 March 2018</b>			
	\$	\$	\$
<b>Revenue</b>			
<b>Other income</b>			
<b>Less motel operating expenses</b>			
<b>Profit from motel room sales</b>			

**QUESTION TWO**

Refer to **Resource A** when answering all parts of this question.

- (a) Complete the General Journal entry for the invoices on hand for breakfast sales \$1 150 including GST.

31/03/2018			
	<i>Invoices on hand for breakfast sales</i>		

- (b) Complete the following General Ledger accounts showing entries at 31 March 2018, including a closing entry, if relevant.

<b>Cost of breakfast supplies sold</b>					
31/03/2018					

<b>Inventory – breakfast supplies</b>					
31/03/2018					

- (c) Complete the following extracts from the notes to the financial statements.

***Awa Motel* Notes to the financial statements**

**1. Accounts receivable**


**2. Property, plant and equipment (extract)**

	<b>Furniture and fittings</b>
<b>For the year ended 31 March 2018</b>	
<b>As at 31 March 2018</b>	

**Investment asset**

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**QUESTION THREE**

Refer to **Resource A** to answer (a)–(c).

- (a) Complete the General Journal entry for the two weeks of wages owing to the part-time receptionist, who works 15 hours a week for \$20 an hour.

31/03/2018			
	<i>Receptionist wages owing</i>		

- (b) Complete the following General Ledger accounts showing entries at 31 March 2018, including a closing entry, if relevant.

<b>Accounts payable</b>					
31/03/2018					

<b>Receptionist wages</b>					
31/03/2018					

- (c) Complete the Current Liabilities section of the Statement of Financial Position.

***Awa Motel***  
**Statement of Financial Position (extract) as at 31 March 2018**

	\$	\$
<b>Current liabilities</b>		
<b>Total current liabilities</b>		

- (d) Determine the cash paid to accounts payable during April 2018.  
Use relevant information from your answer to (b) on page 6 and from **Resource B**.  
Show and fully label all your workings. Only labelled working will be marked.

Cash paid to accounts payable \$ \_\_\_\_\_

