

Assessment Schedule – 2015**Accounting: Prepare financial statements for sole proprietors (90978)****Evidence**

Question One	Evidence			
	Mount Dairy Income Statement for the year ended 31 March 2015			
		\$	\$	\$
	Revenue			
	Sales			168 200 E
	Less sales returns			<u>(600) V</u>
	Net sales			167 600
	Less cost of goods sold			
	Opening inventory		15 500 V	
	Plus purchases	48 000 V		
	Less purchase returns	<u>(2 300) V</u>	45 700	
	Plus freight inwards		<u>3 100 V</u>	
	Goods available for sale		64 300	
	Less closing inventory		<u>(18 500) V</u>	
	Cost of goods sold			<u>45 800 V*</u>
	Gross profit			121 800 V*
	Add other income			
	Dividends received			<u>1 200 M</u>
				123 000
	Less expenses			
	Distribution costs			
	Advertising	1 950 M		
	Shop cleaning	1 650 V		
	Shop electricity	3 850 V		
	Insurance – (shop)	5 120 E*		
	Shop wages	48 400 V		
	Depreciation on shop fittings	2 400 E	63 370	
	Administrative expenses			
	Accountancy fees	2 200 V		
	Insurance – (office)	1 280		
Office expenses	1 700 V			
Depreciation on office equipment	600 M	5 780		
Finance costs				
Interest on mortgage		<u>4 300 M</u>		
Total expenses			73 450	
Profit for the year			\$49 550 V*	

	<p>Notes</p> <p>V correct stem (no abbreviations) and figure, correctly classified and correct treatment (ie is “less” must be deducted).</p> <p>M correct stem, correctly classified and the correct figure, (award V if number incorrect figure but still correctly classified and correct stem)</p> <p>E correct stem, correctly classified and the correctly calculated figure (award V if number incorrect but still correctly classified and correct stem)</p> <p>F foreign item</p> <p>V* correct stem and correct process</p> <p>E* insurance correct in both distribution costs and administrative expenses (award V if 6 400)</p> <p>Note: No credit if “double dipping” occurs (same item or stem used more than once)</p> <p>Detracting Errors include (but not limited to): % in insurance stems, abbreviated / inaccurate headings or labels where there isn’t one</p>
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Not Achieved		Achievement		Achievement with Merit		Achievement with Excellence	
N1	N2	A3	A4	M5	M6	E7	E8
6 V/M/E	8 V/M/E	11 V/M/E	14 V/M/E	16 V/M/E <i>inc</i> 3 M/E max 2 F	18 V/M/E <i>inc</i> 4 M/E max 1 F	20 V/M/E <i>inc</i> 6M/E no F	21 V/M/E <i>inc</i> 7 E/M no F no detracting errors

N0 = No or insufficient correct response; no relevant evidence.

Question
Two

Evidence

Mount Dairy			
Statement of Financial Position as at 31 March 2015			
	\$	\$	
Current assets			
Bank		23 100 V	
Inventory		18 500 V	
Prepayments		150 M	
Accrued income		100 M	
Accounts receivable		230 E	
			42 080
Non-current assets			
Intangible			
Goodwill		20 000 V	
Investment			
Shares in <i>Wholesale Foods Ltd</i>		16 000 V	
Property, plant and equipment			
Note 1 / Total Carrying amount		280 500 Vf	316 500
Total assets			358 580
Less liabilities			
Current liabilities			
GST (payable)	2 810 E*E*		
Accounts payable	920 E		
Accrued expenses	300 M		
		4 030	
Non-current liabilities			
Mortgage	100 000 V	100 000	
Total liabilities			104 030
Net assets			\$254 550 V*
Equity			
Capital			250 000 V
Plus profit for year			49 550 Vf
Less drawings			45 000 V
Closing capital			254 550 V*

Notes	
V	correct stem (no abbreviations) and figure (treated correctly), correctly classified
M	correct figure, correctly classified and correct stem (award V if number incorrect but still correctly classified and correct stem)
E	correctly calculated figure, correctly classified and correct stem (award V if number incorrect but still correctly classified and correct stem)
E*E*	award one E for 2930 or 2780
F	foreign item, including headings

Note to the Statement of Financial Position

1. Property, plant and equipment

	Land and building	Office equipment	Shop fittings	Total	
	\$	\$	\$	\$	
Cost V	270 000	4 000 E	24 000	298 000	V for 270 000 and 24 000
Accumulated V depreciation	0	2 100 M	15 400 E	17 500	
Carrying amount V	270 000	1 900	8 600	280 500	V*

Depreciation is calculated on a straight-line basis at the following rates:

Office equipment **\$600 per year V** (or 18.75% p.a.)

Shop fittings **10% per year** (\$2 400 per year) **V**

Notes

V stem, or correct figure, or correct depreciation statement including per year/pa reference

M correct figure (award **V** if incorrect but greater than or equal to TB figure)

E correct figure

F foreign item

V* Correct amount process – all 3 parts (not negative total) and total for carrying amount

Note: No credit if “double dipping” occurs (same item or stem used more than once)

Detracting Errors include (but not limited to): abbreviated / inaccurate headings or labels

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N1	N2	A3	A4	M5	M6	E7	E8
6 V/M/E	11 V/M/E	14 V/M/E	17 V/M/E	22 V/M/E <i>inc</i> 3 M/E max 1 F	24 V/M/E <i>inc</i> 4 M/E max 1 F	26 V/M/E <i>inc</i> 9 E/M no F	28 V/M/E <i>inc</i> 10 E/M no F No detracting errors

N0 = No response or insufficient correct response; no relevant evidence.

Question Three	Evidence																																																												
	<p>Mount Dairy Cash Budget for the month ended 31 July 2015</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 60%;"></th> <th style="width: 20%; text-align: right;">\$</th> <th style="width: 20%; text-align: right;">\$</th> </tr> </thead> <tbody> <tr> <td colspan="3">Estimated cash receipts</td> </tr> <tr> <td>Sales</td> <td style="text-align: right;">9 500 V</td> <td></td> </tr> <tr> <td>Dividends</td> <td style="text-align: right;">60 V</td> <td></td> </tr> <tr> <td>Capital</td> <td style="text-align: right;">3 000 V</td> <td></td> </tr> <tr> <td>Total estimated cash receipts</td> <td></td> <td style="text-align: right;">12 560</td> </tr> <tr> <td colspan="3">Estimated cash payments</td> </tr> <tr> <td>Shares (in Wholesale Foods Ltd)</td> <td style="text-align: right;">1 000 V</td> <td></td> </tr> <tr> <td>Wages</td> <td style="text-align: right;">2 800 C</td> <td></td> </tr> <tr> <td>Drawings</td> <td style="text-align: right;">3 200 C</td> <td></td> </tr> <tr> <td>Electricity</td> <td style="text-align: right;">300 V</td> <td></td> </tr> <tr> <td>Shelving (deposit)</td> <td style="text-align: right;">3 500 C</td> <td></td> </tr> <tr> <td>Interest on mortgage</td> <td style="text-align: right;">360 C</td> <td></td> </tr> <tr> <td>GST</td> <td style="text-align: right;">1 800 V</td> <td></td> </tr> <tr> <td>Cleaning</td> <td style="text-align: right;">120 C</td> <td></td> </tr> <tr> <td>Total estimated cash payments</td> <td></td> <td style="text-align: right;">13 080</td> </tr> <tr> <td>Surplus/ <u>Deficit</u> of cash</td> <td></td> <td style="text-align: right;">(520)</td> </tr> <tr> <td>Opening bank balance</td> <td></td> <td style="text-align: right;">21 200</td> </tr> <tr> <td>Closing bank balance</td> <td></td> <td style="text-align: right;">20 680</td> </tr> </tbody> </table>				\$	\$	Estimated cash receipts			Sales	9 500 V		Dividends	60 V		Capital	3 000 V		Total estimated cash receipts		12 560	Estimated cash payments			Shares (in Wholesale Foods Ltd)	1 000 V		Wages	2 800 C		Drawings	3 200 C		Electricity	300 V		Shelving (deposit)	3 500 C		Interest on mortgage	360 C		GST	1 800 V		Cleaning	120 C		Total estimated cash payments		13 080	Surplus/ <u>Deficit</u> of cash		(520)	Opening bank balance		21 200	Closing bank balance		20 680	C*
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N1	N2	A3	A4	M5	M6	E7	E8
3 V/C	4 V/C	6 V/C	8 V/C	9 V/C <i>inc 3 C</i> max 2 F	10 V/C <i>inc 4 C</i> max 1 F	11 V/C <i>inc 5 C</i> which must include the C* no F	12 V/C <i>inc 6 C</i> no F

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Cut Scores

Not Achieved	Achievement	Achievement with Merit	Achievement with Excellence
0 – 8	9 – 14	15 – 20	21 – 24