

91176



NEW ZEALAND QUALIFICATIONS AUTHORITY
MANA TOHU MĀTAURANGA O AOTEAROA

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SUPERVISOR'S USE ONLY

Level 2 Accounting, 2016

91176 Prepare financial information for an entity that operates accounting subsystems

2.00 p.m. Tuesday 22 November 2016
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

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Refer to **Resources A, B, and C** in **Resource Booklet 91176R** when answering the questions.

QUESTION ONE

Gymtime is a retailer selling gym equipment, workout clothing, and health supplements. The business uses a perpetual inventory system and is registered for GST on the invoice basis.

- (a) Using **Resource A**, prepare the **General Journal** entry to close the Office wages account. (The narration is NOT required.)

31/3/2016			

- (b) Using **Resource A**, complete the **Inventory General Ledger** account for the year ended 31 March 2016.

Inventory					
31/3/2016	Balance			250 000	Dr

- (c) Using **Resource A**, prepare the **Income Statement** for *Gymtime* on page 3. Group expenses under the following headings: Distribution costs, Administrative expenses, and Finance costs. (Do NOT use abbreviations.)

QUESTION TWO

Tentplanet is a retailer in Taupo that sells tents and other camping gear.

- (a) Using **Resource B**, calculate **cash paid** to suppliers (accounts payable). Ignore GST. Show and fully label your working in the space below.

WORKING

Cash paid to suppliers \$ _____

- (b) Using **Resource B**, prepare the cash payments section of *Tentplanet's* Cash Flow Statement (extract) for the year ended 31 March 2016. Ignore GST.

<i>Tentplanet</i>		
Cash Flow Statement (extract) for the year ended 31 March 2016		
	\$	\$
Cash payments		
Total cash payments		

Tentplanet is registered for GST on the invoice basis.

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- (c) Using **Resource B**, prepare the **General Journal** entries to record the following balance day information for *Tentplanet*. (Narrations are NOT required.)

One month's interest is owing to *Tentplanet* on the term deposit.

31/3/2016			

Close the **Drawings** account.

31/3/2016			

- (d) Using **Resource B**, complete the **General Ledger** accounts below for *Tentplanet* to show the relevant **balance day adjustments** and **closing entries** (if required) for the year ended 31 March 2016.

Bad debts					
31/3/2016	Balance				

Accrued income					
31/3/2016					

QUESTION THREE

Cleverclean provides cleaning services to businesses. It is registered for GST on the invoice basis.

- (a) Using **Resource C**, complete *Cleverclean*'s fully classified **Statement of Financial Position**. The **assets** have been entered for you. (Do NOT use abbreviations.)

<i>Cleverclean</i>				
Statement of Financial Position as at 31 March 2016				
	Note		\$	\$
Current assets				
Accounts receivable	1	17 225		
Cleaning supplies on hand		7 000		
			24 225	
Non-current assets				
Property, plant and equipment	2		768 600	
Total assets				792 825

- (b) Prepare the Accounts Receivable note for *Cleverclean*.

Notes to the Financial Statements
Note 1: Accounts Receivable

	\$

- (c) Prepare the **Cleaning Equipment** section of the Property, Plant and Equipment note for *Cleverclean*.

Note 2: Property, Plant and Equipment note (extract)

	Cleaning equipment
	\$
For the year ended 31 March 2016	
Opening carrying amount	121 000
Additions	
As at March 2016	

- (d) Prepare the **General Journal** entry to record depreciation on **computers** for the year ended 31 March 2016. (A narration is not required.)

31/3/2016			

Extra space if required.
Write the question number(s) if applicable.

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QUESTION
NUMBER

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