

91176



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SUPERVISOR'S USE ONLY

Level 2 Accounting, 2019

91176 Prepare financial information for an entity that operates accounting subsystems

2.00 p.m. Thursday 21 November 2019
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 booklet relate to *Okupu Photography*. Refer to **Resource Booklet 91176R** when answering the questions.

Okupu Photography offers both wedding and family photography services. In the wedding season, Emma employs a photography assistant called a "second shoot". Emma uses a number of software applications to edit her photographs, for which she pays monthly licence fees. She also attends small wedding expos to advertise *Okupu Photography*. The remainder of Emma's advertising is done through her website.

The wedding and family photography offers include options to receive printed framed photographs and / or a selection of photographs on a USB flash drive. *Okupu Photography* has its own printing equipment but pays for the framing to be done by Emma's friend.

QUESTION ONE

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

- (a) Complete the general journal entry for wedding photo income received in advance of \$9 000, excluding GST.

31/03/2019			
	<i>Wedding photo income received in advance</i>		

- (b) Complete the following general ledger accounts showing entries at 31 March 2019, including a closing entry if relevant.

Family photo income					
31/03/2019	Balance			34 300	Cr

Depreciation on printing equipment					
31/03/2019					

- (c) Emma is interested in the profit she is making directly from her photography services. Complete the following income statement extract to determine the profit from the photography services of *Okupu Photography*. Do not use abbreviations.

<i>Okupu Photography</i>		
Income Statement (extract) for the year ended 31 March 2019		
	\$	\$
Photography revenue		
Less photography expenses		
Profit from photography services		

QUESTION TWO

Refer to **Resource A** when answering (a)–(d).

- (a) Complete the general journal entry to record the wedding expo expenses paid in advance of \$4 025, including GST.

31/03/2019			
	<i>Wedding expo expenses paid in advance</i>		

- (b) Complete the following general ledger accounts showing entries at 31 March 2019, including a closing entry if relevant.

Accounts receivable					
31/03/2019	Balance			12 700	Dr

Doubtful debts					
31/03/2019					

- (c) Complete the following note to the financial statements.

Okupu Photography Note to the financial statements

1. Accounts receivable

- (d) Complete the current assets section of the Statement of Financial Position.

<i>Okupu Photography</i> Statement of Financial Position (extract) as at 31 March 2019			
	Note	\$	\$
Current assets			
Total current assets			

- (e) Determine the cash received from accounts receivable during April 2019, using relevant information from your answer to (b) on page 4 and **Resource B**. Show and fully label all your workings. Only labelled working will be marked.

Cash received from accounts receivable \$ _____

QUESTION THREE

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

Note: Camera lenses are included in the photography equipment asset.

- (a) Complete the general journal entry to record the invoice on hand for the new camera lens of \$3450, including GST.

31/03/2019			
	<i>Invoice on hand for new camera lens</i>		

- (b) Complete the photography equipment column of the property, plant and equipment note to the financial statements. Do not use abbreviations.

Okupu Photography Note to the financial statements

Property, plant and equipment (extract)

	Photography equipment
	\$
For the year ended 31 March 2019	
As at 31 March 2019	

- (c) Complete the following general ledger account showing entries at 31 March 2019, including a closing entry if relevant.

Drawings					
31/03/2019					

- (d) The following closing entry was recorded in *Okupu Photography's* accounting software programme:

31/03/2019	Income summary	38 400	
	Capital		38 400
	<i>(closing entry)</i>		

Complete the equity section of *Okupu Photography's* Statement of Financial Position.

<i>Okupu Photography</i> Statement of Financial Position (extract) as at 31 March 2019	
	\$
Equity	
Closing capital	

