No part of the candidate evidence in this exemplar material may be presented in an external assessment for the purpose of gaining credits towards an NCEA qualification.

91176





NEW ZEALAND QUALIFICATIONS AUTHORITY MANA TOHU MĀTAURANGA O AOTEAROA

QUALIFY FOR THE FUTURE WORLD KIA NOHO TAKATŪ KI TŌ ĀMUA AO!

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.

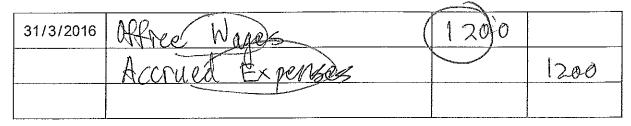


© New Zealand Qualifications Authority, 2016. All rights reserved. No part of this publication may be reproduced by any means without the prior permission of the New Zealand Qualifications Authority. Refer to Resources A, B, and C in Resource Booklet 91176R when answering the questions.

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.)



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

Inventory					
31/3/2016	Balance	250 000 D			
	Cost of Goods Sold	3000 247,000 Pr			
· · · · · · · · · · · · · · · · · · ·					

(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.)

ASSESSOR' USE ONLY

 $\{ f_{i}^{(i)} \}$

\$ 35,000 8000 120,000	\$	\$ 995 000 5000 940, 000 503,000 487, 000
8000		5000
8000		
8000		990,000 503,000 487,000
8000		<u>503,000</u> 487,000
8000		487,000
8000		
8000		
8000		
8000		
18,000		
56,000		
	238,800	
		a a balangga pangka nga saga sa ba
2,500		
46.200	64700	
		د من محمد من معن المعالي المار المعالي المعالي المعالي المعالي المعالي المعالي المعالي المعالي المعالي المعالي المعالي المحمد من معالي المعالي
- 20 '	2000	
		305,500
		181,500
	120,000 18,000 56,000 (1800) 2500 16,000	120,000 18,000 56,000 (1800) 238,800 (1800) 238,800 2500 16,000 16,000 46,200 64,700

ASSESSOR'S USE ONLY

₿

Ð

Ð

AЧ

Accounting 91176, 2016

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 + Opening Accounts Payable: \$25,000 + I wondels-Received 4550000 BAD Dehts -Discount Received: \$8000 - Credit Notes Received: \$ 5000 - closing. A counts Paulle: \$23,000 \$537,735 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				
Actounts Parable	23,000			
Office Expenses	35,000			
Rent	20,000			
Whees	225,000			
How Shap FAttings	1200			
· · · · ·				
Total cash payments		304,200		

Accounting 91176, 2016

ASSESSOR'S USE ONLY

o F

(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		6000	
	Interest Received		3000

Close the Drawings account.

31/3/2016 Balance Drawings	50,200	
Capital		50,000

(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 debt	5			
31/3/2016	Balance				1500	Dr
	Bat Pebts)		(726S)	>	2765	Dr
	LIVOME SUMMON			2765	0	
· · · · · · · · · · · · · · · · · · ·		·				

Accrued income					
31/3/2016 Int	erest Received	3000		3000	Dr
-In	ome Sammany		3000	-0-	<u>.</u>
	7				

5

ASSESSOR'S USE ONLY

č

÷

QUESTION THREE

t

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.)

Statement of Financ	Clevercl ial Posit		arch 2016	
	Note		\$	\$
Current assets				
Accounts receivable	1	17 225		
Cleaning supplies on hand		7 000		
			24225	
Non-current assets				
Property, plant and equipment	2		768600	
Total assets				792 825
Current Wahththes				
Accounts Buyable		21,900		
Bank (2000	-	
QBT		6375		
tcerwed Expenses		600	30,875	
Van-Lurrent knightings				
~00M			80,680	
Total Mabilities				110,875
MAN Neg Asserts				681950
clipital		\frown	561,114	/
rofit for the Year		(110,875)	11 37 685	50/610,85
tranings			1	75,000
VCK Kot V		and the second se		
Vel-frestit				535,875

Ø

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

Note 1: Accounts Receivable	
	\$
Accounts Receivable	(7,925
Less: Allowonce for Pouptful Depts	500

(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	6.000
Msposals	18000
repreciation.	3000
Closing Carrying Amount	17000
As at March 2016	
Cost	1\$0)000
Less: Accumulated Depresention	33,000
Canyohna Amount	117,000
	n ng £

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

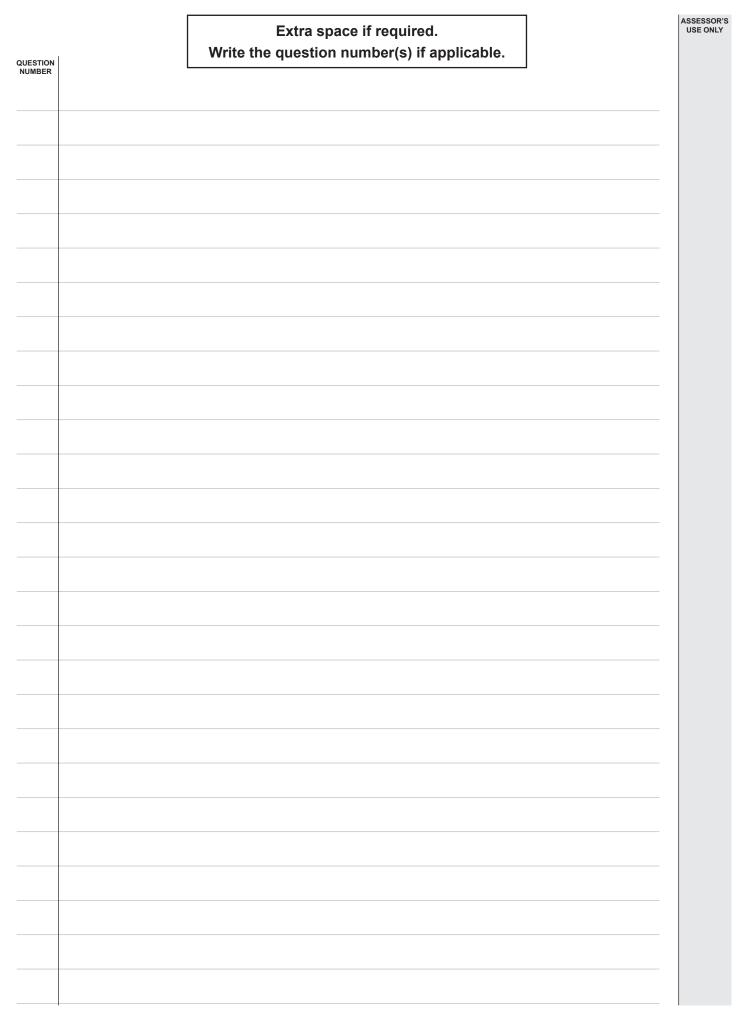
31/3/2016	Depresentan on Commuters	24.00	
·	Accumulated Demechan on Commoters		2400

ASSESSOR'S USE ONLY

> renj 1453 Stati

e

M5



Achievement exemplar 2016

Subject:		Accounting		Standard:	91176	Total score:	13
Q	Grade score		Annotation				
1	A4 The candidate provides enough evidence for A4 in this question because a majority of the unadjusted income and expenses are correctly reported. The adjustments for office wages and shop rent, using additional information for the figures provided, are correctly completed. It doesn't reach M5 because enough of the detailed additional information is correctly reported. E.g. the office wages of \$46 200 need to be closed to income summary, and the depreciation on equipment is not reported.					I. The on from use not the	
2	A4		The candidate provides enough evidence for A4 in this question because they correctly identify four of the cash payments, the balance for bad debts, and have earned follow through from their journal entry for the Accrued income ledger account. To have earned Merit, Drawings needed to be closed correctly (Dr Capital; Cr Drawings); Drawings of \$49 000 reported in the cash payments; and Bad debts needed to be debited \$1 100 (with the stem Accounts receivable) for the bad debt to be written off.				
3	M5		This answer demonstrates that some of the detailed additional information has been correctly reported (Accounts payable, Additions and Depreciation on computers). To have earned a higher Merit grade, all of the current liabilities needed to be reported and the profit for year figure needed to be an amount that saw net assets equal to equity.				