NZQA

NEW ZEALAND QUALIFICATIONS AUTHORITY
MANA TOHU MĀTAURANGA O AOTEAROA

Level 2 Accounting, 2012

91176 Prepare financial information for an entity that operates accounting subsystems

9.30 am Friday 30 November 2012
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

You are advised to spend 60 minutes answering the questions in this booklet.

Note: Each question in this booklet refers to a different resource from **Resource Booklet 91176R**.

QUESTION ONE

Refer to **Resource One** in Resource Booklet 91176R when answering this question.

Stationery Pad is a retail business supplying stationery to schools throughout New Zealand. The business is registered for GST on the invoice basis.

Prepare the Income Statement on the following page.

Stationery Pad
Income Statement for the year ended 31 March 2012

	$	$	$
Revenue			
Other income			
Distribution costs			
Administrative expenses			
Finance costs			
Total expenses			
Profit (loss) for the year			

QUESTION TWO

Refer to **Resource Two** in Resource Booklet 91176R when answering **Part A and Part B** of this question.

Garden Life is a business owned by Reggie Tulip. *Garden Life* sells everything a home gardener and landscaper would need and is registered for GST on the invoice basis.

Part A
Prepare the Statement of Financial Position extract and Accounts Receivable note below.

Garden Life
Statement of Financial Position (extract) as at 31 March 2012

	Note	$	$
Current assets			
Total current assets			

Current liabilities	$	$
Total current liabilities		

Note 1   Accounts Receivable

	$

Part B

Prepare the General Journal entries to record the following. Narrations are not required.

(a) Insurance $3 000 excluding GST has been paid in advance.

31/3/12			

(b) Trailers are depreciated on a straight-line basis. They have a residual value of $5 000 excluding GST and an estimated useful life of 10 years.

31/3/12			

(c) Close the Dividends received General Ledger account.

31/3/12			

Complete the General Ledger accounts below to show the relevant **balance sheet day adjustments** and **closing entries if required** for the year ended 31 March 2012.

(d)

Bad debts

31/3/12	Balance			1 600	Dr

Accumulated depreciation – Delivery vehicles

31/3/12	Balance			20 000	Cr

QUESTION THREE

Refer to **Resource Three** in Resource Booklet 91176R when answering this question. You are **not** required to account for GST.

Jetboat Fun is owned by Jodi Ropati. *Jetboat Fun* provides river jetboat adventures, primarily for tourists and for businesses looking to entertain important clients.

(a)   Calculate cash from **credit** customers.
       Show and fully label your workings in the space provided below.

Cash from **credit** customers: $ _____

(b)   Calculate cash paid to **fuel** suppliers.
       Show and fully label your workings in the space provided below.

Cash paid to **fuel** suppliers: $ _____

(c)   Prepare *Jetboat Fun*'s Cash Flow Statement for the month ended 31 December 2011.

Jetboat Fun
Cash Flow Statement for the month ended 31 December 2011

	$	$
Receipts		
Total receipts		
Payments		
Total payments		
Net increase (decrease)		
Opening bank balance		2 000 in funds
Closing bank balance		

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

QUESTION
NUMBER

91176