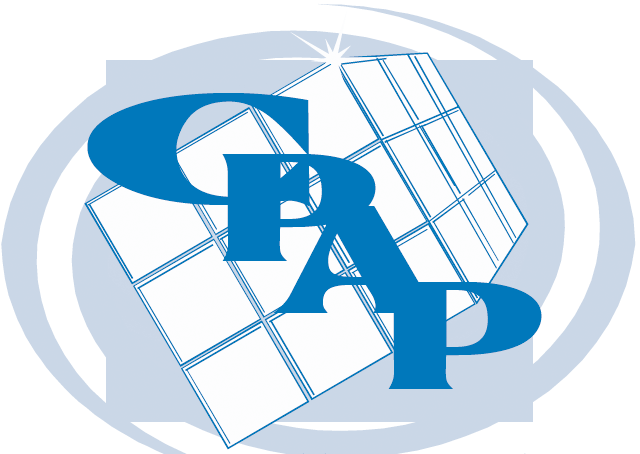
**COMMERCE PRESENTATIONS AND PUBLICATIONS**



# ACCOUNTING ASSESSMENT TASK 2019

**Unit 3 - Outcome 1A**

**Recording and analysing financial data**

## Reading time: 10 minutes Writing time: 40 minutes

**QUESTION BOOK**

## Structure of book

|  |  |  |
| --- | --- | --- |
| *Number of*  *Questions* | *Number of questions*  *to be answered* | *Number of*  *Marks* |
| **3** | **3** | **30** |

* Students are permitted to bring into the assessment task: pens, pencils, highlighters, erasers, sharpeners, rulers and one scientific calculator.
* Students are NOT permitted to use blank sheets of paper and/or white out liquid/tape.

**Materials supplied**

* Question book of 5 pages.
* Answer book of 6 pages.

**Instructions**

* Write your **full name (and teacher’s name)** in the space provided on the front page of the Answer book.
* Answer all questions in the Answer book.
* All written responses must be in English.

**At the end of the assessment task**

* Return all booklets to your teacher, unless otherwise directed.

## Question 1 – Lawrence’s Ladders (16 marks)

On 1 January 2019 Amelia Lawrence started Lawrence’s Ladders, a small business that will apply a fixed mark-up of 150 per cent on her supplier’s cost prices.

The following source documents for the first week of the business appear as follows.

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **CCA BANK BANK STATEMENT**  **Lawrence’s Ladders** | | | | |
| **Date** | **Particulars** | **Debit** | **Credit** | **Balance** |
| 01/01 | Balance |  |  | 0 |
| 01/01 | Transfer: Amelia Lawrence |  | 10 000 | 10 000 CR |
| 01/01 | Loan Transfer: CCA Bank |  | 25 000 | 35 000 CR |

**Lawrence’s Ladders**

**MEMO #** 1

**Date** 1 January 2019

I contributed my Van to Lawrence’s Ladders for the purpose of making deliveries. I purchased the Van in 2016 for $45 100 including GST.

I believe that the fair value of the Van is $15 000.

*Amelia Lawrence*

|  |  |  |  |
| --- | --- | --- | --- |
| **MITER 20**  **Date** 01/01/19 **Tax Invoice:** 3289 | | | |
| **Charge to** Lawrence’s Ladders | | | |
| **Item** | **Qty** | **Unit Cost** | **$** |
| ‘Gawn’ Ladder 10 200 2 000  ‘Grundy’ Ladder 15 120 1 800  ‘Lyon’ Step Ladder 12 60 720  ‘Rhen’ Ladder 8 240 1 920  6 440  GST(10%) 644  Total Owing 7 084  Terms 2/7,n/28 | | | |

**Question 1 –** continued

**CCA Bank**

**CHQ. No.** 001

**Date** 1 January 2019

**To** Ray’s Real Estate

**For** January’s Rent

**Amount** $2 200 incl. GST

**Lawrence’s Ladders**

**CCA Bank**

**CHQ. No.** 002

**Date** 2 January 2019

**To** Norman Harvey

**For** Office Equipment

**Amount** $7 480 incl. GST

**Lawrence’s Ladders**

|  |  |  |  |
| --- | --- | --- | --- |
| **LAWRENCE’S LADDERS**  **Date** 03/01/19 **Tax Invoice:** 001 | | | |
| **Charge to** Elroy’s Electrical | | | |
| **Item** | **Qty** | **Unit Cost** | **$** |
| ‘Gawn’ Ladder 3 500 1 500  GST(10%) 150  Total Owing 1 650  Terms 2/14,n/30 | | | |

**CCA Bank**

**CHQ. No.** 003

**Date** 4 January 2019

**To** Rancho Relaxo

**For** Family Holiday Deposit

**Amount** $3 000

**Lawrence’s Ladders**

|  |  |  |  |
| --- | --- | --- | --- |
| **LAWRENCE’S LADDERS**  **Date** 05/01/19 **Credit Note:** 001 | | | |
| **Credit to** Elroy’s Electrical | | | |
| **Item** | **Qty** | **Unit Cost** | **$** |
| ‘Gawn’ Ladder 1 500 500  GST(10%) 50  Total Credit 550 | | | |

**Lawrence’s Ladders Receipt #** 001

**Date** 8 January 2019

**To** Elroy’s Electrical

**For** Outstanding Account **Amount** $1 078 *Amelia Lawrence*

1. Record each of the source documents in the General Journal. Narrations are **not** required.

12 marks

1. Define the term ‘fair value’.
2. Explain the effect of cheque 1 on the accounting equation.

1 mark

3 marks

## Question 2 – Sampson’s Shirts (8 marks)

Andrew Sampson own’s and operates Sampson’s Shirts.

Andrew has been provided with the following Trial Balance as at 31 January 2019.

## Sampson’s Shirts

**Trial Balance as at 31 January 2019**

|  |  |  |
| --- | --- | --- |
| **Account** | **Debit** | **Credit** |
| Accounts Payable |  | 4 180 |
| Accounts Receivable | 8 800 |  |
| Bank |  | 3 060 |
| Capital |  | 69 757 |
| GST Clearing |  | 803 |
| Inventory | 19 500 |  |
| Loan – CCA Bank |  | 9 000 |
| Office Equipment | 6 300 |  |
| Shelving | 14 200 |  |
| Van | 38 000 |  |
| **Totals** | **86 800** | **86 800** |

**Additional Information**

Loan repayments of $250 are made to CCA Bank on a monthly basis.

1. Explain the purpose of a Trial Balance.
2. Prepare a classified Balance Sheet for Sampson’s Shirts as at 31 January 2019.

2 marks

6 marks

## Question 3 – Peter’s Pianos (6 marks)

Peter Russell owns and operates Peter’s Pianos.

Peter has provided you with the incomplete GST Clearing account from the General Ledger.

## GST Clearing

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Date** | **Cross-reference** | **Amount** | **Date** | **Cross-reference** | **Amount** |
| 06/01 | Bank | 45 | 01/01 | Balance | 710 |
| 11/01 | Accounts Payable | 3 400 | 08/01 | Bank | 1 230 |
| 14/01 | Bank | 60 | 19/01 | Accounts Payable **(1)** | 950 |
| 19/01 | Bank | 380 | 28/01 | Accounts Receivable | 1 580 |
| 21/01 | Bank **(2)** | 710 |  |  |  |
| 23/01 | Accounts Payable | 1 630 |  |  |  |
| 29/01 | Bank | 86 |  |  |  |

1. State the nature of transaction **(1)** and transaction **(2)** in the GST Clearing account above.
2. marks
3. Balance the GST Clearing account in the Answer Book as at 31 January 2019.

1 mark

1. State and explain how the balance of the GST Clearing account would be classified in the Balance Sheet of Peter’s Pianos as at 31 January 2019.
2. marks

## END OF QUESTION BOOKLET