

- 1 Laila, a retailer, did not maintain a full set of accounting records for her business. She has provided the following information for the year ended 30 September 2023.

Balances at 1 October 2022

	\$
Inventory	12 030
Non-current assets at carrying value	22 180
Other payables: light and heat	210
Other receivables: insurance	480
Trade payables	3 840
Trade receivables	4 540

Summary of bank account for the year ended 30 September 2023

	\$		\$
Receipts: trade receivables	55 390	Balance b/d	1 220
Sale of non-current assets	860	Payments: trade payables	46 280
Balance c/d	1 170	Insurance	2 560
		Light and heat	3 510
		Drawings	3 850
	<u>57 420</u>		<u>57 420</u>
		Balance b/d	1 170

The following information is also available at 30 September 2023.

- 1 Laila has started to prepare her financial statements for the year ended 30 September 2023. The following figures are available to transfer to the statement of profit or loss **with no adjustment**.

	\$
Insurance	2 720
Light and heat	3 880
Loss on disposal of non-current asset	120

- 2 All sales are made at a mark-up of 25%.
- 3 All sales and purchases are made on credit.
- 4 The balance of trade receivables at 30 September 2023 was \$3650.
- 5 There were no additions to non-current assets during the year.
- 6 All non-current assets are to be depreciated at 10% per annum using the reducing balance method.
- 7 Laila was unable to physically count the inventory at 30 September 2023. The inventory was valued at \$14 400 on 4 October 2023.
- 8 Between 1 October 2023 and 4 October 2023, Sales were \$3400 and Purchases were \$1850.

- [3]

- Laila
- Statement of profit or loss for the year ended 30 September 2023

This image shows a blank sheet of white paper with horizontal ruling lines. The lines are evenly spaced and extend across the width of the page. There are no margins, text, or other markings on the paper.

Workings:

[8]

(c) Prepare the statement of financial position at 30 September 2023.

Workings:

Equity at 1 October 2022

Other receivables

Trade payables

Other payables

This image shows a full page of a handwriting practice worksheet. It consists of multiple rows of horizontal dashed lines spaced evenly down the page, providing a guide for letter height and placement. The background is plain white, and there are no other markings or text present.

Additional information

Laila wishes to expand the business and is considering forming a partnership with her friend.

- (d) State **four** provisions of the Partnership Act 1890 that would apply in the absence of a partnership agreement.

- 1
- 2
- 3
- 4

[4]

- (e) State **three** possible disadvantages to a business of maintaining a full set of accounting records.

- 1
- 2
- 3

[3]