



MINISTRY OF EDUCATION, SINGAPORE  
in collaboration with  
CAMBRIDGE INTERNATIONAL EDUCATION  
Secondary Education Certificate

---

**G3 PRINCIPLES OF ACCOUNTS**

**K342/02**

Paper 2

**For examination from 2027**

SPECIMEN INSERT

**2 hours**

---



**INFORMATION**

- This insert contains the data for Question 1.
- You may annotate this insert and use the blank spaces for planning. **Do not write your answers** on the insert.

---

This document has 4 pages. Any blank pages are indicated.



### Data for Question 1

The following balances were extracted from the books of XY Pte Limited on 31 July 2027.

	\$
equipment at cost	196 000
motor vehicles at cost	84 000
accumulated depreciation:	
equipment	98 000
motor vehicles	30 240
sales revenue	325 000
sales returns	2 400
cost of sales	94 300
wages and salaries	78 960
equipment repairs	5 600
general expenses	39 700
rent received	1 000
trade receivables	20 000
trade payables	13 480
cash at bank (debit balance)	24 300
allowance for impairment of trade receivables	600
inventory	41 320
share capital, 100 000 ordinary shares	100 000
retained earnings at 1 August 2026	18 260

#### Additional information

- 1 General expenses of \$350 were prepaid and wages and salaries of \$560 were owing.
- 2 Rent owing to the company was \$500.
- 3 Equipment repairs for \$3000 had been incorrectly debited to the equipment account.
- 4 Equipment is depreciated at 25% per annum using the straight-line method.  
Motor vehicles are depreciated at 20% per annum using the reducing-balance method.
- 5 The allowance for impairment of trade receivables is to be maintained at 4% of trade receivables.
- 6 The company declared a dividend of \$0.12 per share. The dividend will be paid on 1 September 2027.



**BLANK PAGE**

---

Permission to reproduce items where third-party owned material protected by copyright is included has been sought and cleared where possible. Every reasonable effort has been made by the publisher (Cambridge University Press & Assessment) to trace copyright holders, but if any items requiring clearance have unwittingly been included, the publisher will be pleased to make amends at the earliest possible opportunity.

Cambridge International Education is the name of our awarding body and a part of Cambridge University Press & Assessment, which is a department of the University of Cambridge.