

**Assessment Schedule – 2009****Accounting: Prepare financial statements for partnerships and companies (90503)****Evidence Statement*****HH Valuations*****Profit Distribution Statement for the year ended 31 March 2009**

Question One Part A	Evidence		Code
	\$NZ 000	\$NZ 000	
Profit for period		180	
Less salaries			
Hone	60		<b>V</b>
Hemi	60	120	
		60	
Less interest on capital			
Hone	16		<b>V OR C</b>
Hemi	10	26	<b>V</b>
		34	
Less interest on current			
Hone	2		<b>V</b>
Hemi	(1)	1	<b>V OR S</b>
		33	
Less share of residual profit			
Hone	22		<b>Vf</b>
Hemi	11	33	
		0	

**Judgement**

- V** appropriate stem, correct figure and treatment
- V OR S** **V** for appropriate stem, a figure and correct treatment  
**S** for appropriate stem, correct figure and correct treatment
- V OR C** **V** for appropriate stem, a figure and correct treatment  
**C** for appropriate stem, correct figure and correct treatment
- Vf** appropriate stem residual profit shared in correct ratio, no extra items
- F** foreign items – entries that are not part of a profit distribution statement

**HH Valuations****Balance Sheet (extract) as at 31 March 2009**

Question One Part B (a)	Evidence		Code
	\$NZ 000	\$NZ 000	
<b>Current liabilities</b>			
Accounts payable	43		<b>V OR S</b>
Bank	2		<b>V</b>
GST	3		<b>V OR S</b>
Income in advance	2		<b>V OR C</b>
Accrued expenses	4		<b>V OR S</b>
<b>Total</b>		54	

**HH Valuations****Balance Sheet (extract) as at 31 March 2009**

Question One Part B (b)	Note	Evidence	Code
		\$NZ 000	
<b>Equity</b>	<b>1</b>		
(Contributed) capital		290	<b>V<sup>f</sup></b>
Current capital		70	<b>V</b>

	\$NZ 000	\$NZ 000	\$NZ 000	Code
	Capitals	Currents	Totals	
Hone Norton	190	50	240	<b>C</b>
Hemi Pomare	100	20	120	<b>S</b>

**Judgement**

- V<sup>f</sup>** correct figure correctly transferred from table below
- V** appropriate stem, correct figure and treatment
- V OR S** **V** for appropriate stem, a figure and correct treatment  
**S** for appropriate stem, correct figure and correct treatment
- V OR C** **V** for appropriate stem, a figure and correct treatment  
**C** for appropriate stem, correct figure and correct treatment
- F** foreign items – entries that are not part of a balance sheet

**Question Two**

**Note: Working Cs** can be awarded for the following items and **ONLY** if the working is actually provided – it may be in any acceptable form: T-form or 3-column ledger or logical flow.

Accounts receivable				
Balance			55	Dr
Sales	900		955	Dr
Bad debts		10	945	Dr
Bank		875	70	Dr

**Note:** One **C** can be awarded for some valid working for accounts receivable, eg correct treatment of open balance / sales / close balance and bad debts

Retained earnings				
Balance			49	Cr
Profit		135	184	Cr
Repurchase	30		154	Cr
Dividend	69		85	Cr

**Note:** One **C** can be awarded for some valid working for retained earnings, eg correct treatment of open balance / profit / close balance and repurchase

**Shoe Warehouse Ltd**  
**Statement of Cash Flows for the year ended 31 March 2009**

Question Two	Evidence		Code
	\$NZ 000	\$NZ 000	
<b>Cash flows from operating activities</b>			
<i>Cash was provided from</i>			
Cash from customers	875		<b>CC</b>
Cash from commission	70	945	<b>S</b>
<i>Cash was applied to</i>			
<b>Cash paid to suppliers</b>	415		
<b>Cash paid for taxation</b>	67		
Cash paid for general expenses	305		<b>S</b>
Cash paid for interest	36	823	<b>S</b>
<b>Net cash inflow (outflow) from operating activities</b>		122	
<b>Cash flows from investing activities</b>			
<i>Cash was provided from</i>			
Cash from sale of shop fittings	2		<b>V</b>
Cash from term deposit	20	22	<b>C</b>
<i>Cash was applied to</i>			
Cash paid for shop fittings	35		<b>C</b>
Cash paid for buildings	100	135	<b>S</b>
<b>Net cash inflow (outflow) from investing activities</b>		(113)	
<b>Cash flows from financing activities</b>			
<i>Cash was provided from</i>			
Cash from share issue	80		<b>V</b>
Cash from mortgage	75	155	<b>V</b>
<i>Cash was applied to</i>			
Cash paid for share repurchase	50		<b>V</b>
Cash paid for dividends	69	119	<b>CC</b>
<b>Net cash inflow (outflow) from financing activities</b>		36	
<b>Judgement</b>			
<b>V</b> an appropriate stem and correct figure			
<b>S</b> an appropriate stem and correct figure			
<b>C</b> a correct figure against appropriate stem			
customers and dividends: the correct figure is awarded <b>CC</b> (working is not required)			
<b>F</b> indicates foreign items as those that do not belong in the cash flow statement, not misclassified items.			

Question Three (a)	Evidence		Code
	Cost of sales	Distribution Costs	
Expense items			
	<b>\$NZ 000</b>	<b>\$NZ 000</b>	
Raw materials and consumables used	380		<b>V</b>
Changes in inventory	(10)		<b>S</b>
Write-down on inventory	6		<b>V OR S</b>
General expenses		42	<b>V OR S</b>
Depreciation on property, plant and equipment		8	<b>V OR S</b>
Sales staff wages		80	<b>V</b>
Advertising		19	<b>V OR C</b>
<b>Totals</b>	376	149	
<b>Judgement</b>			
<b>V</b>	appropriate stem and correct figure correctly classified		
<b>S</b>	correct stem and figure correctly classified		
<b>V OR S</b>	<b>V</b> for appropriate stem, a figure and correct classification		
	<b>S</b> for appropriate stem, correct figure and correct classification		
<b>V OR C</b>	<b>V</b> for appropriate stem, a figure and correct classification		
	<b>C</b> for appropriate stem, correct figure and correct classification		

Question Three (b)	Evidence		Code
	Note	\$NZ 000	
Revenue	1	850	
Less cost of sales		376	V <sup>f</sup>
Gross profit		474	
Other income	2	3	S
Less			
Distribution costs		149	V <sup>f</sup>
Administrative expenses		211	
Operating profit before interest and tax	3,4	117	
Finance costs	5	14	C
Profit before tax		103	
Taxation expense		30	
Profit for the period		73	S#
<b>Judgement</b> V <sup>f</sup> correct figure correctly transferred S correct figure C correct figure S# profit for the period figure based on correct treatment at all stages of the statement			

<b>Question Three (b) continued</b>	<b>Evidence</b>	<b>Code</b>
<b>Notes to the income statement (extract)</b>	<b>\$ NZ 000</b>	
<b>3. Operating profit</b>		
Fees for audit	6	<b>S</b>
Tax and advice planning	8	
	14	
Donations	6	<b>S</b>
Directors' Fees	28	
<b>4. Classification of expenses by nature</b>		
Advertising	19	<b>V<sup>f</sup></b>
Employees' benefit expense	129	<b>S</b>
Depreciation property, plant and equipment	20	<b>S</b>
Doubtful debts	2	<b>V</b>
Bad debts	2	<b>V</b>
Write down on inventory	6	<b>V<sup>f</sup></b>
Changes in inventory	(10)	<b>V<sup>f</sup></b>
Raw materials and consumables used	380	<b>V<sup>f</sup></b>
General expenses	140	<b>V</b>
<b>Judgement</b>		
<b>V<sup>f</sup></b> correct figure correctly transferred		
<b>V</b> appropriate stem and correct figures		
<b>S</b> appropriate stem and correct figures		

**Question Three (c) – Working**

Retained earnings				
Balance			45	Cr
Profit		73	118	Cr
Dividend	85		33	Cr
Working <b>C</b> for a balance and either a profit figure consistent with Three (b) or dividend <b>CC</b> for a balance plus profit from (b) less dividends 85				

Question Three (c)	Evidence	Code
<b>Equity</b>	<b>\$ NZ 000</b>	
Retained earnings	33	<b>CC</b>
Contributed equity	1095	<b>V OR C</b>
Land revaluation surplus	45	<b>V OR S</b>
<b>Judgement</b>		
<b>CC</b> for correct amount		
<b>V OR S</b> <b>V</b> for appropriate stem, a figure and correct classification <b>S</b> for appropriate stem, correct figure and correct classification		
<b>V OR C</b> <b>V</b> for appropriate stem, a figure and correct classification <b>C</b> for appropriate stem, correct figure and correct classification		

**Judgement Statement**

Achievement	Achievement with Merit	Achievement with Excellence
12 <b>S / C</b> 12 other grades	19 <b>S / C</b> 15 other grades  Maximum 2 foreign items	10 <b>C</b> 15 <b>S</b> (must have 6 from partnership questions) 18 other grades No foreign items

Lower case **a, m, e** may be used throughout the paper to indicate contributing evidence for overall grades for questions.

The following Accounting-specific marking codes may have been used when marking this paper:

- S** correct stem and figure
- C** correct figure for adjustments
- F** foreign items