

Assessment Schedule – 2010**Accounting: Prepare financial statements for partnerships and companies (90503)****Evidence Statement**

Q	Evidence			Code
ONE Part A	<i>LW Landscaping</i> Profit Distribution Statement for the year ended 31 March 2010			
		\$NZ	\$NZ	
	Profit for period		188 750	
	Less interest on current account			
	Sione	2 500		
	Mark	2 000	4 500	
			184 250	
	Add interest on drawings			
	Sione		2 000	V or S
			186 250	
	Less interest on capital			
	Sione	30 000		V or S
	Mark	26 250	56 250	V or C
			130 000	
	Less salaries			
	Sione	80 000		V for both
	Mark	60 000	140 000	
			(10 000)	
	Add share of loss			
	Sione	6 000		V or S(f)
Mark	4 000	10 000	V or S(f)	
		0	C#	
	<p>V appropriate stem, correct figure and treatment</p> <p>V or S V for appropriate stem, a figure and correct treatment S for appropriate stem, a correct figure and correct treatment.</p> <p>f follow-through with correct profit split, with share of loss the last entry</p> <p>V or C V for appropriate stem, a figure and correct treatment C for appropriate stem, a correct figure and correct treatment.</p> <p>C# Statement completed with no errors</p> <p>F foreign items, ie they do not belong in this financial statement</p>			

Q	Evidence	Code		
ONE Part B	LW Landscaping Balance Sheet (extract) as at 31 March 2010			
	(a)			
		\$NZ	\$NZ	
	Current liabilities			
	Accounts payable		12 000	V
	GST		1 000	V or S
	Accrued expense		400	V or C
	Loan		20 000	V
	V	correct stem and correct figure		
	V or S	V for correct stem and a figure		
V or C	S or C for correct stem and correct figure			
F	foreign items, ie they do not belong in this financial statement			
(b)	Property, plant and equipment note (extract)			
		Vehicles		
		\$NZ		
	For the year ended 31 March 2010			
	Opening carrying amount	60 000	V or C	
	Depreciation	15 000	V	
	Revaluation	0		
	Disposal	0		
	Additions	30 000	V* V	
	Closing carrying amount	75 000		
	As at 31 March 2010			
	Cost or valuation	120 000	V	
	Accumulated depreciation	45 000	V* V	
	Closing carrying amount	75 000	V* V#	
V or C	V for a figure correctly treated C for correct figure correctly treated			
V* V or V* V#	V* for appropriate stem; award V for correct figure correctly treated V# equal carrying amounts			

Judgement Statement – Question One

Achievement	Achievement with Merit	Achievement with Excellence
10 grades including 4 S or C Max 2 F	14 grades including 6 S or C Max 1 F	18 grades including 8 S or C No F

Q	Evidence	Code																																				
TWO Part A (a) (i) (ii)	<table border="1" style="margin: auto;"> <thead> <tr> <th colspan="3" data-bbox="288 304 1230 376">Expense Classification workings</th> </tr> <tr> <th data-bbox="288 376 772 425">Expense items</th> <th data-bbox="772 376 1002 425">Distribution</th> <th data-bbox="1002 376 1230 425">Administrative</th> </tr> <tr> <td></td> <th data-bbox="772 425 1002 474" style="text-align: center;">\$NZ</th> <th data-bbox="1002 425 1230 474" style="text-align: center;">\$NZ</th> </tr> </thead> <tbody> <tr> <td data-bbox="288 474 772 524">General expenses</td> <td data-bbox="772 474 1002 524" style="text-align: right;">135 000</td> <td data-bbox="1002 474 1230 524" style="text-align: right;">150 000</td> </tr> <tr> <td data-bbox="288 524 772 573">Advertising</td> <td data-bbox="772 524 1002 573" style="text-align: right;">18 000</td> <td data-bbox="1002 524 1230 573"></td> </tr> <tr> <td data-bbox="288 573 772 622">Depreciation</td> <td data-bbox="772 573 1002 622" style="text-align: right;">3 500</td> <td data-bbox="1002 573 1230 622" style="text-align: right;">2 000</td> </tr> <tr> <td data-bbox="288 622 772 672">Bad debts</td> <td data-bbox="772 622 1002 672"></td> <td data-bbox="1002 622 1230 672" style="text-align: right;">2 600</td> </tr> <tr> <td data-bbox="288 672 772 721">Doubtful debts</td> <td data-bbox="772 672 1002 721"></td> <td data-bbox="1002 672 1230 721" style="text-align: right;">(300)</td> </tr> <tr> <td data-bbox="288 721 772 770">Electricity</td> <td data-bbox="772 721 1002 770" style="text-align: right;">9 000</td> <td data-bbox="1002 721 1230 770" style="text-align: right;">3 000</td> </tr> <tr> <td data-bbox="288 770 772 860">Total</td> <td data-bbox="772 770 1002 860" style="text-align: right;">165 500</td> <td data-bbox="1002 770 1230 860" style="text-align: right;">157 300</td> </tr> </tbody> </table>	Expense Classification workings			Expense items	Distribution	Administrative		\$NZ	\$NZ	General expenses	135 000	150 000	Advertising	18 000		Depreciation	3 500	2 000	Bad debts		2 600	Doubtful debts		(300)	Electricity	9 000	3 000	Total	165 500	157 300	<table border="1" style="margin: auto;"> <tr><td></td></tr> <tr><td>S</td></tr> <tr><td>C S</td></tr> <tr><td>S</td></tr> <tr><td>C</td></tr> <tr><td>S S</td></tr> </table>		S	C S	S	C	S S
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(b)

Appliance World Ltd
Statement of Comprehensive Income
for the year ended 31 March 2010

	Note	\$NZ
Revenue	1	1 200 000
Less cost of sales		600 000
Gross profit		600 000
Add other income	2	14 000
Less		
Distribution costs		165 500
Administrative expenses		157 300
Finance costs	5	10 000
Profit before tax	3, 4	281 200
Income tax expense		80 000
Profit for the year		201 200
Other comprehensive income		
Gain on revaluation of land		30 000
Gain on revaluation of buildings		54 000
Other comprehensive income for the year		84 000
Total comprehensive income for the year		285 200

Note to the statement of comprehensive income (extract)	\$NZ
2. Other income	
Rent received	12 000
Interest received	2 000
Total	14 000

- Vf** correct figure or from total in Note 2
- Vt** correct figure or from totals in (ii)
- S** correct figure treated correctly
- Vp** correct figure or from correct treatment entered by candidate
- V* S/** **V*** for appropriate stem (must be correct stem for rent);
- V* C** **S** or **C** for correct figures treated correctly
- V#** both correct figures or both treated correctly
- V** correct stem and figure
- F** foreign items, ie they do not belong in this financial statement

Vf
Vt
Vt
V
Vp
V* S
V* C
V#
V* C
V

Q	Evidence				Code	
TWO Part B	<i>Appliance World Ltd</i> Statement of Changes in Equity for the year ended 31 March 2010					
		Contributed equity	Retained earnings	Land revaluation surplus	Buildings revaluation surplus	V*
		\$NZ	\$NZ	\$NZ	\$NZ	
	Balance at 31 March 2009	257 500	60 000	20 000	10 000	Vb Vb
	Changes in equity for 2010					
	Total comprehensive income for the year		201 200	30 000	54 000	Vf Vf
	Proceeds from share issue	142 500				C
	Distributions		75 000			V* S
	Balance at 31 March 2010	400 000	186 200	50 000	64 000	Cr Vr
						C#
V*	appropriate stem					
Vb	(ignore contributed equity when awarding) award both Vb for three correct 31 March 2009 balances; award one Vb if two correct balances					
Vf	both for either three correct figures or three correct figures from Part A one for two correct figures or two correct figures from Part A					
S/C	correct figure only					
Vr/Cr	Vr for both 2010 surplus balances correctly calculated Cr for correctly calculating 2010 retained earnings balance – (it doesn't have to be the correct amount for Vr and Cr , but must have correct process)					
C#	correct closing contributed equity figure and an appropriate opening balance					
F	foreign items, ie they do not belong in this financial statement					

Judgement Statement – Question Two

Achievement	Achievement with Merit	Achievement with Excellence
17 grades including 6 S or C Max 3 F	25 grades including 11 S or C Max 2 F	28 grades including 13 S or C No F

Q	Evidence		Code	
THREE	Furniture Warehouse Ltd Statement of Cash Flows (extract) for the year ended 31 March 2010			
		\$NZ 000	\$NZ 000	
	Cash flows from operating activities			
	<i>Cash was provided from</i>			
	Cash from accounts receivables		980	
	Cash from commission		40	V S
			1 020	
	<i>Cash was applied to</i>			
	Cash paid to accounts payable		495	V S S
	Cash paid for interest		30	V
	Cash paid for taxation		44	V S
	Cash paid for general expenses		296	V C
			865	
	Net cash inflow / outflow from operating activities		155	
	Cash flows from financing activities			
	<i>Cash was provided from</i>			
	Cash from share issue		40	V
	Cash from loan		50	V
	<i>Cash was applied to</i>			
Cash paid for dividends		85	V S	
Net cash inflow / outflow from financing activities		(5)		
<p>V appropriate stem and correct figure</p> <p>V S / V for an appropriate stem and a figure</p> <p>V C S / C for an appropriate stem and correct figure</p> <p>V S S V S S for an appropriate stem and correct figure if incorrect figure shown and some correct working shown, then award V S if an appropriate stem is used</p> <p>F foreign items, ie they do not belong in this financial statement</p> <p>All grades awarded can only be awarded if they are correctly entered under the appropriate heading, ie operating or financing</p>				

Judgement Statement – Question Three

Achievement	Achievement with Merit	Achievement with Excellence
7 grades including 2 S or C Max 2 F	10 grades including 4 S or C Max 1 F	12 grades including 5 S or C No F

Overall Judgement Statement

Achievement	Achievement with Merit	Achievement with Excellence
2 A	2 M plus 1 A	2 E plus 1 M