

2009 Accounting and Finance

Standard Grade – Credit

Special Instructions

Finalised Marking Instructions

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2009 Standard Grade – Accounting and Finance

Credit Paper

Special Instructions

ACCEPT consequential errors LOSE award for any items omitted

		Award Marks Lost	Penalties
Ques	tion 1		
(a)	Mark as per solution		
	Wrong dates/omission of dates		-1 max
	Nomenclature wrong/missing		-1 max
	Any reasonable nomenclature	ACCEPT	
	Do not penalise nomenclature if consequential on transaction.		
	Mark nameless accounts if identifiable by its figures, if no name		-1 max
	If accounts completely reversed – award half marks (Maximum 9 marks)		
	If one entry correct mark as per solution		
	Ignore balances other than Opening balances		
	If opening balances for Bank, Equipment, and M Faraday not entered in debit or credit column check subsequent balance before awarding one mark for opening balance		
	Bank Account		
	Mark as per solution 18 May Repairs £120 VAT £21 $\}$ 1	Accept for one mark	
	Accept bank name – Bank Overdraft Accept separate accounts for Bank and Bank Overdraft		
	Equipment Account Mark as per solution		
	If 12 May treated as purchases – lose award for entry in Purchases account only		
	If 18 May debited to Equipment – lose award for entry in Repairs account only		
	22 May – Accept entries in Purchase Returns, VAT and Faraday as being consequential ONLY if 12 May treated as purchases		

Question 1 (a) cont M Faraday - Creditor - Version 1 Mark as per solution Accept for two marks 12 May Equipment £6,000 VAT £1,400 }1 Accept for one marks 22 May Equipment £80 VAT £1,400 Accept for one mark 12 May Equipment £8,000 VAT £1,400 Accept for one mark 22 May Equipment £8,000 VAT £1,400 Accept for one mark 22 May Equipment £80 VAT £1,400 Accept for one mark 24 May Equipment £80 VAT £1,400 Accept for one mark Purchases Mark as per solution Accept for one mark Purchases Mark as per solution Accept for one mark If Purchase treated as Sale – lose award for entries in Sales, VAT and Lavoiser accounts Accept for one mark If 22 May treated as Sales Returns – lose award for entry in Sales Return only. VAT and Faraday may be consequential Accept for one mark Lavoiser - Creditor Mark as per solution -1 each time (b) Mark as per solution. -1 each time (c) (i) Mark as per solution. Accept any valid advantage (ii) Mark as per solution. Accept any valid advantage				Award Marks Lost	Penalties
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(ii) Mark as per solution. Accept any valid advantage	(b)	Mark as per solutior	n. Accept any valid explanation		
	(c)	(i) Mark as p	er solution. Accept any valid advantage		
		(ii) Mark as p	er solution. Accept any valid advantage		
(111) Mark as per solution. Accept any valid advantage		(iii) Mark as p	er solution. Accept any valid advantage		

		Award Marks Lost	Penalties
Ques	tion 2		
(a)	NO COMPLETE REVERSAL Mark as per solution		
	Dates missing/wrong		-1 once
	Nomenclature missing/wrong (could be consequential)		-1 once
	If opening balance without debit or credit entry check subsequent balance before awarding one mark for opening balance		
	Ignore all other balances		
	Detailed alternative sales – see separate sheet		
	Any other sales figure with working mark accordingly		
	Any other sales figure without working – on correct side – award one mark for entry	4	
	If correct sales figure but on wrong side	1	
	If calculation for sales shown in statement award marks accordingly and deduct a penalty		-1
	Sales returns wrong	1	
	Bank wrong	1	
	Bank/Discount £500 – accept for 2 marks		
	Bank only £500 – no marks	2	
	Discount wrong (ignore allowed/received)	1	
(b)	Mark as per solution. Accept any valid advantage or disadvantage		
(c)	Mark as per solution		
(d)	Mark as per solution. Accept any valid explanation		

			Award Marks Lost	Penalties
Ques	tion 3			
(a)	(i) & (ii)	Mark as per solution		
		If opening balance debited	1	
		If opening balance without debit or credit entry check subsequent balance before awarding one mark for opening balance.		
		Rent If credit £92 and debit £29. ACCEPT		
		If debit £63 If debit £92 and credit £29	1 1	
		Discount Received		
		If credit £24 If credit £12	1 2	
		If debit £12	1	
		B Skinner If credit £120 If credit £141 or £138	1 2	
		If debit £141 or £138	1	
(b)	Mark as pe	er solution. Accept any valid explanation		
(c)	Mark as pe	er solution. Accept any valid explanation		
(d)		er solution. Accept any valid source and /disadvantage of each		

		Award Marks Lost	Penalties
Ques	tion 4		
(a)	Appropriation Account		
	Mark as per solution		
	Incorrect/no headings (Apply to the Appropriation Account and Balance Sheet once only)		-1 once
	If individual entries shown in both Appropriation Account and Balance Sheet apply +/- rule		
	Do not include capital in +/- rule		
	Any figure wrong or missing – lose award		
	Extraneous items in Appropriation Account: Vehicles, Stock, Debtors, VAT, Electricity paid in advance, Creditors, Bank Overdraft, Debentures, Debenture interest/owing, Expenses owing or prepaid, Provision for Bad Debts, Provision for Depreciation		-1 once
	No label for Net Profit – lose award for amount	1	
	Unappropriated Profit for 2008 deducted – lose award	1	
	Appropriations added – lose award for P&L Balance 2009	1	
	Arithmetical error in sub totals – lose award for P&L Balance 2009	1	
	No label for P&L Balance 2009 – lose award for amount	1	

			Award Marks Lost	Penalties
Ques	tion 4 (a) co	nt		
	Balance S	heet		
	Mark as pe	er solution		
	Accept con	nsequential answers		
	Vehicles s	hown at correct NBV only – Accept for 3 marks		
		for Current Assets or Current Liabilities wrong – l for Working Capital		
	If provisio and it is cl	£19 – accept for 2 marks; £25 – 1 mark n for bad debts shown immediately after Debtors, ear from sub total they have been correctly from Debtors – accept for 2 marks		
	No Workin	ng Capital label – Accept		
	Provision	for Bad Debts detached from Debtors – lose award	1	
	Current Li Working C	abilities added to Current Assets – lose award for Capital	1	
		g Capital added/subtracted wrongly to Fixed ose award for Balance Sheet totals	1	
	Sub-total f Sheet total	for Share Capital wrong – lose award for Balance	1	
	Ignore Aut	thorised Capital in Balance Sheet if shown		
	Profit and	Loss Balance may be consequential		
	P&L balan Balance Sl	nce subtracted from Capital – lose award for heet totals		
		s subtracted from sub-total for capital and lose award for Balance Sheet totals		
(b)	(i)	Mark as per solution. Accept any valid explanation		
	(ii)	Mark as per solution. Accept any valid advantage/disadvantage		
(c)	Mark as pe	er solution. Accept any valid differences		

		Award Marks Lost	Penalties
Ques	tion 5		
(a)	Mark as per solution		
	Correct and no working – award full marks		
	Wrong answer and no working	lose award	
	One of the parts of the ratio must be correct to gain consequential mark for answer in both years		
	WC Ratio the opposite way round ACCEPT		
	Return on Capital figures inverted	4	
(b)	Mark as per solution. Accept any valid comment and suggestion for change		
	Comments may be consequential		
(c)	Mark as per solution. Accept any valid ratio and explanation of importance		
(d)	Mark as per solution. Accept any valid explanation		

			Award Marks Lost	Penalties
Ques	tion 6			
(a)	Mark as	s per solution		
	No head	ling		-1
	Accept	consequential answers		
	If Sales, as the qu	, Cost of Goods Sold and Gross Profit are the same uestion	4	
	If Gross	s Profit is not 3/5 sales	1	
	Check C	Gross Profit before Cost of Goods Sold		
	Cost of	Goods Sold is consequential on Gross Profit		
	Gross P	rofit is consequential on Sales		
	Gross P	rofit label missing	1	
	Rent Re	eceived deducted - lose award for Net Profit	1	
	Extran	eous item – Bank Loan in expenses		-1
	Sales Bo	onus is consequential on Sales		
	Any oth	er figure for Sales Bonus	1	
	Overall	Expenses added – lose award for Net Profit	1	
	Overall	Expenses wrong - lose award for Net Profit	1	
	If Total	Expenses only is given award marks as follows:		
	£15,160) (3) £15,660 (3) £13,160 (2) £13,660 (2) £5,660 (5)		
	Mark ar	ny other figure that can be identified		
	If the fig	gure cannot be identified	4	
	Net Pro	fit label missing – lose award for figure	1	
(b)	Name –	mark as per solution		
	Accept	any valid explanation for how it would assist business		
(c)	(i)	Accept any valid explanation of how it is unsuitable		
	(ii)	Name – mark as per solution		
		Accept any valid justification		

Standard Grade Accounting and Finance

2009 Credit Level Paper – Analysis of Questions

Question		Marks	Element	Extended GRC
1	(a)	17	HI	b
	(b)	2	KU	f
	(c)	6	KU	а
2	(a)	9	HI	а
	(b)	4	KU	f
	(c)	3	KU	с
	(d)	6	KU	d
3		8	HI	b
3	(a) (b)	o 4	KU	d
	(b)	4		u f
	(c) (d)	4 10	KU KU	b
	(d)	10	NU	D
4	(a)	28	HI	e
	(b)	6	KU	b
	(c)	4	KU	f
5	(a)	8	HI	d
5	(b)	8	KU	e
	(0) (c)	6	KU	e
	(d)	4	KU	e
	(u)	7	ĸo	C
6	(a)	10	HI	e
	(b)	5	KU	e
	(c)	8	KU	f

Marks Distribution

Element	Extended GRC						Total Marks	
	A	В	С	D	E	F		
KU HI	6 9	16 25	3 38	10 8	23	22	= =	80 80

Total : 160

[END OF MARKING INSTRUCTIONS]