



Mark Scheme

**April 2019**

Pearson LCCI  
Certificate in Financial Accounting  
Level 3 (ASE20097)

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April 2019

Publication Code: 63795\_MS

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## General Marking Guidance

- All candidates must receive the same treatment. Examiners must mark the first candidate in exactly the same way as they mark the last.
- Mark schemes should be applied positively. Candidates must be rewarded for what they have shown they can do rather than penalised for omissions.
- Examiners should mark according to the mark scheme not according to their perception of where the grade boundaries may lie.
- There is no ceiling on achievement. All marks on the mark scheme should be used appropriately.
- All the marks on the mark scheme are designed to be awarded. Examiners should always award full marks if deserved, i.e. if the answer matches the mark scheme. Examiners should also be prepared to award zero marks if the candidate's response is not worthy of credit according to the mark scheme.
- Where some judgement is required, mark schemes will provide the principles by which marks will be awarded and exemplification may be limited.
- When examiners are in doubt regarding the application of the mark scheme to a candidate's response, the team leader must be consulted.
- Crossed out work should be marked UNLESS the candidate has replaced it with an alternative response.
- Where marks are awarded for own figure answers, these marks can only be awarded if evidence of how the candidate arrived at their values has been provided (their workings).
- If candidate's fail to provide their workings when instructed in the paper, it may not be possible to achieve all marks associated with the question, even if the final answer is correct.
- For calculation questions full marks can be awarded where correct answer is seen with no workings shown, unless question states that candidate must provide workings.

## **Abbreviations**

**of Own Figure rule**

Accuracy marks can be awarded where the candidates' answer does not match the mark scheme, though is accurate based on their valid method.

**cao Correct Answer Only rule**

Accuracy marks will only be awarded if the candidates' answer is correct, and in line with the mark scheme.

Question Number	Answer AO2 (5)	Mark																																				
<b>1(a)(i)</b>	<p><b>Award 1 mark for each correct figure as indicated.</b>  <b>Award 1 mark for all correct labels and dates.</b></p> <p style="text-align: center;"><b>Trade Receivables Ledger Control Account</b></p> <table border="1"> <thead> <tr> <th>Date</th> <th>Details</th> <th>\$</th> <th>Date</th> <th>Details</th> <th>\$</th> </tr> </thead> <tbody> <tr> <td>31 December 2018</td> <td>Balance b/d</td> <td>96 000</td> <td>31 December 2018</td> <td>Journal</td> <td>1 000 <b>(1)</b></td> </tr> <tr> <td>31 December 2018</td> <td>Cashbook/ Bank</td> <td>245 <b>(1)</b></td> <td>31 December 2018</td> <td>Cashbook/ Bank</td> <td>2 365 <b>(1)</b></td> </tr> <tr> <td></td> <td></td> <td></td> <td>31 December 2018</td> <td>Balance c/d</td> <td>92 880</td> </tr> <tr> <td></td> <td></td> <td>96 245</td> <td></td> <td></td> <td>96 245</td> </tr> <tr> <td>1 January 2019</td> <td>Balance b/d</td> <td>92 880 <b>(1of)</b></td> <td></td> <td></td> <td></td> </tr> </tbody> </table>	Date	Details	\$	Date	Details	\$	31 December 2018	Balance b/d	96 000	31 December 2018	Journal	1 000 <b>(1)</b>	31 December 2018	Cashbook/ Bank	245 <b>(1)</b>	31 December 2018	Cashbook/ Bank	2 365 <b>(1)</b>				31 December 2018	Balance c/d	92 880			96 245			96 245	1 January 2019	Balance b/d	92 880 <b>(1of)</b>				<b>(5)</b>
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<b>1(a)(ii)</b>	<p><b>Award 1 mark for each correct figure as indicated.</b>  <b>Award 1 mark for all correct labels and dates.</b></p> <p style="text-align: center;"><b>Bank Account</b></p> <table border="1"> <thead> <tr> <th>Date</th> <th>Details</th> <th>\$</th> <th>Date</th> <th>Details</th> <th>\$</th> </tr> </thead> <tbody> <tr> <td>31 December 2018</td> <td>Balance b/d</td> <td>1 575</td> <td>31 December 2018</td> <td>Trade receivables ledger control</td> <td>245 <b>(1)</b></td> </tr> <tr> <td>31 December 2018</td> <td>Trade receivables ledger control</td> <td>2 365 <b>(1)</b></td> <td>31 December 2018</td> <td>Trade payables ledger control</td> <td>315 <b>(1)</b></td> </tr> <tr> <td></td> <td></td> <td></td> <td>31 December 2018</td> <td>Rent</td> <td>200 <b>(1)</b></td> </tr> <tr> <td></td> <td></td> <td></td> <td>31 December 2018</td> <td>Balance c/d</td> <td>3 180</td> </tr> <tr> <td></td> <td></td> <td>3 940</td> <td></td> <td></td> <td>3 940</td> </tr> <tr> <td>1 January 2019</td> <td>Balance b/d</td> <td>3 180 <b>(1of)</b></td> <td></td> <td></td> <td></td> </tr> </tbody> </table>	Date	Details	\$	Date	Details	\$	31 December 2018	Balance b/d	1 575	31 December 2018	Trade receivables ledger control	245 <b>(1)</b>	31 December 2018	Trade receivables ledger control	2 365 <b>(1)</b>	31 December 2018	Trade payables ledger control	315 <b>(1)</b>				31 December 2018	Rent	200 <b>(1)</b>				31 December 2018	Balance c/d	3 180			3 940			3 940	1 January 2019	Balance b/d	3 180 <b>(1of)</b>				<b>(6)</b>
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Question number	Answer AO1 (1)	Mark
<b>1(b)</b>	<p><b>Award 1 mark for a clearly stated difference as indicated.</b></p> <p>A standing order is usually for a fixed amount/whereas with a direct debit the amount can be variable.</p> <p><b>Accept any other appropriate responses.</b></p>	<b>(1)</b>

Question number	Answer AO1 (6)	Mark														
<b>1(c)</b>	<p><b>Award marks as indicated</b></p> <table border="1"> <thead> <tr> <th><b>Accounting Concept</b></th> <th><b>Application</b></th> </tr> </thead> <tbody> <tr> <td>Accruals</td> <td>The revenue of the accounting period is matched against the costs of the same period <b>(1)</b></td> </tr> <tr> <td>Business entity</td> <td>The business is treated separately from its owner <b>(1)</b></td> </tr> <tr> <td>Consistency</td> <td>Where there is a choice of methods this must be applied consistently <b>(1)</b></td> </tr> <tr> <td>Going concern</td> <td>It is assumed the business will continue to operate for the foreseeable future <b>(1)</b></td> </tr> <tr> <td>Materiality</td> <td>Items of low value are not worth recording separately <b>(1)</b></td> </tr> <tr> <td>Prudence</td> <td>Profits and assets should not be overstated <b>(1)</b></td> </tr> </tbody> </table>	<b>Accounting Concept</b>	<b>Application</b>	Accruals	The revenue of the accounting period is matched against the costs of the same period <b>(1)</b>	Business entity	The business is treated separately from its owner <b>(1)</b>	Consistency	Where there is a choice of methods this must be applied consistently <b>(1)</b>	Going concern	It is assumed the business will continue to operate for the foreseeable future <b>(1)</b>	Materiality	Items of low value are not worth recording separately <b>(1)</b>	Prudence	Profits and assets should not be overstated <b>(1)</b>	<b>(6)</b>
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**Total for Question 1 = 18 marks**

Question Number	Answer AO2 (15)	Mark		
<b>2(a)</b>	<b>Award marks as indicated.</b>	<b>(15)</b>		
<b>Mia</b>				
<b>Extended trial balance extract at 31 March 2019</b>				
	<b>Balance</b>		<b>Adjustments</b>	
	<b>\$</b>		<b>Debit</b> <b>\$</b>	<b>Credit</b> <b>\$</b>
Closing inventory - statement of financial position	35 000			2 000 <b>(1)</b>
Closing inventory - statement of profit or loss	35 000		2 000 <b>(1)</b>	
Drawings	38 950		1 450 <b>(1)</b>	
Equity	150 000			
Machinery – accumulated depreciation	32 520			8 998 <b>(1)</b>
Machinery - cost	120 000		2 500 <b>(1)</b>	
Opening Inventory	15 875			
Purchases	298 450			750 <b>(1)</b>
Rent payables	8 970			357 <b>(1)</b>
Rent receivable	4 250			375 <b>(1)</b>
Repairs	5 572			2 500 <b>(1)</b>
Revenue	369 785		750 <b>(1)</b>	
Trade payables	68 950		2 800 <b>(1)</b>	
Trade receivables	76 450		2 800 <b>(1)</b>	
Wages and salaries	23 465		1 450 <b>(1)</b>	
Depreciation charge		8 998 <b>(1)</b>		
Suspense		732 <b>(1)</b>		

Question number	Answer AO1 (2)	Mark
<b>2(b)</b>	<p><b>Award 1 mark for each correct stakeholder up to a maximum of 2 marks.</b></p> <p>Managers Suppliers Customers Employees Trade associations Government Potential investors Providers of external finance Competitors Local community Trade unions</p>	<b>(2)</b>

Question Number	Answer AO3 (2)	Mark
<b>2(c)</b>	<p><b>Award 1 mark for identification and 1 mark for linked justification /reasoning.</b></p> <p>It will reduce the profit for the year <b>(1)</b> as the expenses will be overstated due to recording of cost as repairs. <b>(1)</b>.</p>	<b>(2)</b>

**Total for Question 2 = 19 marks**



Question Number	Answer A02 (5)	Mark																																																																																						
<b>3(a)(i)</b>	<p><b>Award 1 mark for each correct figure as indicated.</b>  <b>Award 1 mark for all correct labels and dates.</b></p> <p style="text-align: center;"><b>Revaluation Account</b></p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 16.6%;">Date</th> <th style="width: 25%;">Details</th> <th style="width: 16.6%;">\$</th> <th style="width: 16.6%;">Date</th> <th style="width: 25%;">Details</th> <th style="width: 16.6%;">\$</th> </tr> </thead> <tbody> <tr> <td>1 January 2019</td> <td>Inventory</td> <td>45 000</td> <td>1 January 2019</td> <td>Inventory</td> <td>42 500 <b>(1)</b></td> </tr> <tr> <td></td> <td>Land and buildings</td> <td>150 000</td> <td></td> <td>Land and buildings</td> <td>200 000 <b>(1)</b></td> </tr> <tr> <td></td> <td>Trade receivables</td> <td>23 450</td> <td></td> <td>Trade receivables</td> <td>22 510 <b>(1)</b></td> </tr> <tr> <td></td> <td>Ali - Capital</td> <td>15 520</td> <td rowspan="3" style="text-align: center; vertical-align: middle;"><b>(1of)</b></td> <td></td> <td></td> </tr> <tr> <td></td> <td>Bob - Capital</td> <td>15 520</td> <td></td> <td></td> </tr> <tr> <td></td> <td>Chander - Capital</td> <td>15 520</td> <td></td> <td></td> </tr> <tr> <td></td> <td></td> <td>265 010</td> <td></td> <td></td> <td>265 010</td> </tr> </tbody> </table> <p><b>Or</b></p> <p style="text-align: center;"><b>Revaluation Account</b></p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 16.6%;">Date</th> <th style="width: 25%;">Details</th> <th style="width: 16.6%;">\$</th> <th style="width: 16.6%;">Date</th> <th style="width: 25%;">Details</th> <th style="width: 16.6%;">\$</th> </tr> </thead> <tbody> <tr> <td>1 January 2019</td> <td>Inventory</td> <td>2 500 <b>(1)</b></td> <td>1 January 2019</td> <td>Land and buildings</td> <td>50 000 <b>(1)</b></td> </tr> <tr> <td></td> <td>Trade receivables-Discount allowed</td> <td>940 <b>(1)</b></td> <td></td> <td></td> <td></td> </tr> <tr> <td></td> <td>Ali - Capital</td> <td>15 520</td> <td rowspan="3" style="text-align: center; vertical-align: middle;"><b>(1of)</b></td> <td></td> <td></td> </tr> <tr> <td></td> <td>Bob - Capital</td> <td>15 520</td> <td></td> <td></td> </tr> <tr> <td></td> <td>Chander - Capital</td> <td>15 520</td> <td></td> <td></td> </tr> <tr> <td></td> <td></td> <td>50 000</td> <td></td> <td></td> <td>50 000</td> </tr> </tbody> </table>	Date	Details	\$	Date	Details	\$	1 January 2019	Inventory	45 000	1 January 2019	Inventory	42 500 <b>(1)</b>		Land and buildings	150 000		Land and buildings	200 000 <b>(1)</b>		Trade receivables	23 450		Trade receivables	22 510 <b>(1)</b>		Ali - Capital	15 520	<b>(1of)</b>				Bob - Capital	15 520				Chander - Capital	15 520					265 010			265 010	Date	Details	\$	Date	Details	\$	1 January 2019	Inventory	2 500 <b>(1)</b>	1 January 2019	Land and buildings	50 000 <b>(1)</b>		Trade receivables-Discount allowed	940 <b>(1)</b>					Ali - Capital	15 520	<b>(1of)</b>				Bob - Capital	15 520				Chander - Capital	15 520					50 000			50 000	<b>(5)</b>
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<b>3(a)(ii)</b>	<p><b>Award 1 mark for each correct figure as indicated.</b>  <b>Award 1 mark for all correct labels and dates.</b>  <b>Capital Account - Bob</b></p> <table border="1"> <thead> <tr> <th>Date</th> <th>Details</th> <th>\$</th> <th>Date</th> <th>Details</th> <th>\$</th> </tr> </thead> <tbody> <tr> <td>1 January 2019</td> <td>Bank</td> <td>112 420 <b>(1of)</b></td> <td>1 January 2019</td> <td>Balance b/d</td> <td>84 900</td> </tr> <tr> <td></td> <td></td> <td></td> <td></td> <td>Goodwill</td> <td>12 000 <b>(1)</b></td> </tr> <tr> <td></td> <td></td> <td></td> <td></td> <td>Revaluation</td> <td>15 520 <b>(1of based on a)</b></td> </tr> <tr> <td></td> <td></td> <td>112 420</td> <td></td> <td></td> <td>112 420</td> </tr> </tbody> </table>	Date	Details	\$	Date	Details	\$	1 January 2019	Bank	112 420 <b>(1of)</b>	1 January 2019	Balance b/d	84 900					Goodwill	12 000 <b>(1)</b>					Revaluation	15 520 <b>(1of based on a)</b>			112 420			112 420	<b>(4)</b>
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<b>3(b)(i)</b>	<p><b>Award marks as indicated.</b>  \$  74 270 <b>(3) W1</b>  <b>W1</b>  \$  64 750  15 520 <b>(1)</b>  (6 000) <b>(1)</b>  74 270 <b>(1of)</b></p>	<b>(3)</b>
<p><b>Additional guidance</b>  No specific layout required.  Correct answer only scores 3 marks.</p>		

Question Number	Answer AO2 (3)	Mark
<b>3(b)(ii)</b>	<p><b>Award marks as indicated.</b>  \$  (7 670) <b>(3)</b>  <b>W1</b>  \$  4 750  100 000 <b>(1)</b>  (112 420) <b>(1of)</b>  (7 670) <b>(1of)</b></p>	<b>(3)</b>
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<b>3(c)</b>	<p><b>Award 1 mark for each correct figure with labels as indicated.</b></p> <p style="text-align: center;"><b>Ali and Chander</b> <b>Statement of financial position at 1 January 2019</b></p> <table border="1"> <thead> <tr> <th><b>Equity and liabilities</b></th> <th></th> <th></th> <th></th> <th></th> </tr> <tr> <th><b>Equity</b></th> <th><b>Ali</b></th> <th><b>Chander</b></th> <th></th> <th></th> </tr> </thead> <tbody> <tr> <td>Capital account</td> <td>74 270 <b>(1of from (b))</b></td> <td>65 520</td> <td>139 790</td> <td></td> </tr> <tr> <td>Total Equity</td> <td></td> <td></td> <td>139 790</td> <td><b>(1of)</b></td> </tr> <tr> <th><b>Non-current liabilities</b></th> <td></td> <td></td> <td></td> <td></td> </tr> <tr> <td>Loan Ali</td> <td></td> <td></td> <td>50 000</td> <td rowspan="2"><b>(1 for both)</b></td> </tr> <tr> <td>Loan Chander</td> <td></td> <td></td> <td>50 000</td> </tr> <tr> <th><b>Current liabilities</b></th> <td></td> <td></td> <td></td> <td></td> </tr> <tr> <td>Trade payables</td> <td></td> <td></td> <td>17 550</td> <td></td> </tr> <tr> <td>Bank overdraft</td> <td></td> <td></td> <td>7 670</td> <td><b>(1of)</b></td> </tr> <tr> <td></td> <td></td> <td></td> <td>25 220</td> <td></td> </tr> <tr> <td>Total liabilities</td> <td></td> <td></td> <td>125 220</td> <td><b>(1of)</b></td> </tr> <tr> <td><b>Total equity and liabilities</b></td> <td></td> <td></td> <td>265 010</td> <td><b>(1of)</b></td> </tr> </tbody> </table>	<b>Equity and liabilities</b>					<b>Equity</b>	<b>Ali</b>	<b>Chander</b>			Capital account	74 270 <b>(1of from (b))</b>	65 520	139 790		Total Equity			139 790	<b>(1of)</b>	<b>Non-current liabilities</b>					Loan Ali			50 000	<b>(1 for both)</b>	Loan Chander			50 000	<b>Current liabilities</b>					Trade payables			17 550		Bank overdraft			7 670	<b>(1of)</b>				25 220		Total liabilities			125 220	<b>(1of)</b>	<b>Total equity and liabilities</b>			265 010	<b>(1of)</b>	<b>(6)</b>
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**Total for Question 3 = 21 marks**

Question Number	Answer AO2(2)	Mark
<b>4(a)</b>	<p><b>Award marks as indicated.</b></p> <p>\$40 515 <b>(2) W1</b></p> <p><b>W1</b></p> <p style="padding-left: 20px;">\$</p> <p>32 385<b>(1)</b></p> <p style="padding-left: 20px;"><u>8 130</u></p> <p>40 515<b>(1)</b></p>	<b>(2)</b>
<p><b>Additional guidance</b>            No specific layout required.            Correct answer only scores 2 marks.</p>		

Question Number	Answer AO2 (6)	Mark																
<b>4(b)</b>	<p><b>Award marks for correct figures with labels as indicated.</b></p> <p style="text-align: center;"><b>Shangari Ltd</b>  <b>Reconciliation of profit for the year to net cash from operating activities</b>  <b>for the year ended 31 March 2019</b></p> <table border="1" style="margin-left: auto; margin-right: auto;"> <thead> <tr> <th></th> <th style="text-align: right;">\$</th> </tr> </thead> <tbody> <tr> <td>Profit for the year</td> <td style="text-align: right;">77 325</td> </tr> <tr> <td>Depreciation</td> <td style="text-align: right;">40 515 <b>(1of from a)</b></td> </tr> <tr> <td>Profit on sale</td> <td style="text-align: right;">(520) <b>(1)</b></td> </tr> <tr> <td>Increase in inventory</td> <td style="text-align: right;">(4 450) <b>(1)</b></td> </tr> <tr> <td>Increase in trade receivables</td> <td style="text-align: right;">(13 640) <b>(1)</b></td> </tr> <tr> <td>Increase in trade payables</td> <td style="text-align: right;">21 630 <b>(1)</b></td> </tr> <tr> <td>Net cash from operating activities</td> <td style="text-align: right;">120 860 <b>(1of)</b></td> </tr> </tbody> </table>		\$	Profit for the year	77 325	Depreciation	40 515 <b>(1of from a)</b>	Profit on sale	(520) <b>(1)</b>	Increase in inventory	(4 450) <b>(1)</b>	Increase in trade receivables	(13 640) <b>(1)</b>	Increase in trade payables	21 630 <b>(1)</b>	Net cash from operating activities	120 860 <b>(1of)</b>	<b>(6)</b>
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Question Number	Answer AO4(4) and AO5(1)	Mark
<b>4(d)</b>	<p><b>Award up to max 4 mark for analysis.</b>  <b>Award 1 mark for evaluation.</b>  <b>Evaluation mark can only be awarded if at least two points are analysed.</b></p> <p>Profitability may improve due to investment in the non-current assets <b>(1)</b> / reduction in the finance charges <b>(1)</b>.</p> <p>Liquidity may be worsened due to the decrease in cash and cash equivalents as a result of investment in the non-current assets <b>(1)</b> / repayment of debentures <b>(1)</b> / dividend paid during the year <b>(1)</b>.</p> <p>Any supported evaluation <b>(1)</b>.</p>	<b>(5)</b>

**Total for Question 4 = 22 marks**

Question Number	Answer AO1(2)	Mark
<b>5(a)</b>	<p><b>Award 1 mark for each valid reason up to a maximum of 2 marks.</b></p> <p>Enables the preparation of financial statements <b>(1)</b></p> <p>More informed decision making is possible <b>(1)</b></p> <p>Comparisons with the results of previous years and other businesses are possible <b>(1)</b></p> <p>Information required by a bank or other lenders is readily available <b>(1)</b></p> <p><b>Accept any other appropriate responses.</b></p>	<b>(2)</b>

Question Number	Answer AO2(3)	Mark
<b>5(b)</b>	<p><b>Award marks as indicated.</b></p> <p>\$920 <b>(3) W</b></p> <p><b>W</b></p> <p>\$19 030 <b>(1)</b> - \$18 610 = \$420<b>(1)</b> +\$500 = \$920 <b>(1of)</b></p> <p><b>Or</b></p> <p>(\$957 + \$127 780) <b>(1)</b></p> <p>- (\$108 750 + \$12 360 + \$6 250 + \$457) <b>(1)</b></p> <p>= \$920 <b>(1of)</b></p>	<b>(3)</b>
<p><b>Additional guidance</b></p> <p>No specific layout required.</p> <p>Correct answer only scores 3 marks.</p>		

Question Number	Answer AO2 (7)	Mark																																	
<b>5(c)</b>	<p><b>Award marks for correct figures with label as indicated.</b></p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th colspan="3" style="text-align: center;"><b>Rohan</b></th> </tr> <tr> <th colspan="3" style="text-align: center;"><b>Statement of profit or loss for the year ended 31 March 2019</b></th> </tr> <tr> <th></th> <th style="text-align: center;">\$</th> <th style="text-align: center;">\$</th> </tr> </thead> <tbody> <tr> <td>Gross profit</td> <td></td> <td style="text-align: right;">80 783</td> </tr> <tr> <td>Expenses</td> <td></td> <td></td> </tr> <tr> <td>Rent <b>W1</b></td> <td style="text-align: right;">11 850 <b>(2)</b></td> <td></td> </tr> <tr> <td>Insurance <b>W2</b></td> <td style="text-align: right;">1 800 <b>(2)</b></td> <td></td> </tr> <tr> <td>Depreciation charge</td> <td style="text-align: right;">4 458 <b>(1)</b></td> <td></td> </tr> <tr> <td>Cash stolen</td> <td style="text-align: right;">920 <b>(1of from b)</b></td> <td></td> </tr> <tr> <td></td> <td></td> <td style="text-align: right;">(19 028)</td> </tr> <tr> <td>Profit for the year</td> <td></td> <td style="text-align: right;">61 755 <b>(1of)</b></td> </tr> </tbody> </table> <p><b>W1</b> \$12 360 +\$240 <b>(1)</b> -\$750 <b>(1)</b> = \$11 850</p> <p><b>W2</b> \$1 840 +\$140 <b>(1)</b> -\$180 <b>(1)</b> = \$1 800</p>	<b>Rohan</b>			<b>Statement of profit or loss for the year ended 31 March 2019</b>				\$	\$	Gross profit		80 783	Expenses			Rent <b>W1</b>	11 850 <b>(2)</b>		Insurance <b>W2</b>	1 800 <b>(2)</b>		Depreciation charge	4 458 <b>(1)</b>		Cash stolen	920 <b>(1of from b)</b>				(19 028)	Profit for the year		61 755 <b>(1of)</b>	<b>(7)</b>
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Question Number	Answer AO3(2)	Mark
<b>5(d) (i)</b>	<p><b>Award 1 mark for identification and 1 mark for linked justification /reasoning.</b></p> <p>Rohan's profitability may improve due to increase in the sales/revenue as a result of credit sales <b>(1)</b> but profit may decrease if he offers discount allowed to his credit customers for prompt payment <b>(1)</b>/ if irrecoverable debts occur <b>(1)</b></p> <p><b>Accept any other appropriate responses.</b></p>	<b>(2)</b>

Question Number	Answer AO1(1)	Mark
<b>5(d) (ii)</b>	<p><b>Award mark as indicated</b></p> <p>Trade receivables collection period <b>(1)</b></p>	<b>(1)</b>

Question Number	Answer A03 (4) A05 (1)	Mark
<b>5(e)</b>	<p><b>Award 1 mark for each correctly identified point up to a maximum of 4 marks.</b>  <b>Award 1 mark for supported decision.</b></p> <p>A financial accountant would enable Rohan to maintain accurate accounting records <b>(1)</b> which will support him in ensuring that no further misappropriation of monies will occur <b>(1)</b></p> <p>A management account would enable Rohan to manage the future direction of his business <b>(1)</b> by preparing budgets and projections which will enable supported decisions to be made <b>(1)</b></p> <p>Any supported decision <b>(1)</b>.</p> <p><b>Accept any other appropriate responses.</b></p>	<b>(5)</b>

**Total for Question 5 = 20 marks**

**TOTAL FOR PAPER = 100 MARKS**