



MARKER CODE			

STUDENT EDUCATION NUMBER									



**Samoa School Certificate**  
**ACCOUNTING**  
**2015**  
**QUESTION and ANSWER BOOKLET**

Time allowed: 3 Hours & 10 Minutes

**INSTRUCTIONS:**

1. You have 10 minutes to read **before** you start writing.
2. Write your **Student Education Number (SEN)** in the space provided on the top right hand corner of this page.
3. Answer **ALL QUESTIONS**. Write your answers in the spaces provided in this booklet.
4. If you need more space for answers, ask the Supervisor for extra paper. Write your SEN on all extra sheets used and clearly number the questions. Attach the extra sheets at the appropriate places in this booklet.

STRANDS	Page number	Time (minutes)	Weighting
<b>STRAND 1: ACCOUNTING APPLICATIONS</b>	2	50	28
<b>STRAND 2: FINANCIAL ACCOUNTING</b>	8	65	36
<b>STRAND 3: THE ACCOUNTING PROCESS</b>	19	65	36
<b>TOTAL</b>		<b>180</b>	<b>100</b>

Check that this booklet contains pages 2–31 in the correct order and that none of these pages is blank.

**YOU MUST HAND THIS BOOKLET TO THE SUPERVISOR AT THE END OF THE EXAMINATION.**

**STRAND ONE**

**ACCOUNTING APPLICATIONS**

**WEIGHTING 28**

1. Give a definition for accounting.

---

---

---

Skill level 1	
1	
0	
NR	

2. Name the Ministry of Revenue's main responsibility, in the area of accounting specialisation.

---

Skill level 1	
1	
0	
NR	

3. *Big organisations and large businesses have many specialised areas and often employ more than one accountant.*  
List THREE (3) of these specialised areas.

---

---

---

Skill level 2	
2	
1	
0	
NR	

4. One accounting function is to prepare source documents for all transactions. Give ONE (1) other accounting function.

---

---

Skill level 1	
1	
0	
NR	

5. *Allocating accurate data to its correct financial period is one function of accounting.*

Describe this function as part of an accountant's role.

---



---



---

Skill level 2	
2	
1	
0	
NR	

6. *Consumers use financial information in their everyday lives. From the list below, identify THREE (3) financial documents people may use in their day to day activities.*

pay advice slip	groceries receipts
letter from a friend	tourist brochure
Samoa Water Authority bill	Digicel promotion flyer

---



---



---

Skill level 2	
2	
1	
0	
NR	

7. Use the resource below to **explain** the importance of financial information in our daily lives.

**Detailed Statement** Wednesday 12 August 2015

Transaction Date	Cheque Number	Transaction Remarks	Amount (WST)	Transaction Type	Balance Amount	Reference Number
29/07/2015	-	WDL-CWTXN ?00SCB007	50.00	Dr	2.33	257112
29/07/2015	-	FST-CHARGE	0.50	Dr	1.83	257113
31/07/2015	-	CARD MAINT FEE	2.00	Dr	0.17	263941
31/07/2015	-	IB/SMS MAINT FEE	2.00	Dr	2.17	270917
31/07/2015	-	LEDGER FEE	1.00	Dr	3.17	L03736
04/08/2015	-	SALARY CREDIT	1521.56	Cr	1518.39	O02827
05/08/2015	-	S/O TO 1010013293301	50.50	Dr	1467.89	S00283
05/08/2015	-	S/O TO 1010105376303	350.50	Dr	1117.39	S00288
06/08/2015	-	S/O TO 1010000558001	160.50	Dr	956.89	S01146
06/08/2015	-	S/O TO 1010003948001	70.50	Dr	886.39	S01151
06/08/2015	-	S/O TO 1010000035001	295.50	Dr	590.89	S01156
06/08/2015	-	S/O TO 1010000558001	145.50	Dr	445.39	S01161
06/08/2015	-	S/O TO 1010000558001	50.50	Dr	394.89	S01166
07/08/2015	-	WDL-CWTXN ?00SCB009	200.00	Dr	194.89	259121

---

---

---

---

---

---

---

---

---

---

---

Skill level 3	
3	
2	
1	
0	
NR	

8. What accounting area is responsible for checking the accuracy and verifiability of financial records?

---

Skill level 1	
1	
0	
NR	

9. State the role of the management accountant in a trading entity.

---



---



---

Skill level 1	
1	
0	
NR	

10. *Users of accounting information make decisions based on an organisation's financial situation.*

Name a user who would be interested in the value of business assets which can be used as loan security.

---

Skill level 1	
1	
0	
NR	

11. Name one (1) non-accounting information used in businesses for everyday operations.

---



---

Skill level 1	
1	
0	
NR	

12. Explain why non-accounting information is important.

---



---



---



---



---



---



---



---



---



---



---



---



---



---



---



---

Skill level 3	
3	
2	
1	
0	
NR	

13. *Tasi is the owner of a second-hand tyre shop. He brings in quality tyres to ensure customer satisfaction as well as giving them a good price for his tyres.*

Identify ONE (1) non-financial information and explain what it means.

---

---

---

---

---

---

---

---

---

---

Skill level 3	
3	
2	
1	
0	
NR	

14. *Mrs Tulua keeps the following documents for future reference: school fee receipts, uniform and stationery receipts, payslips and medical certificates. Suggest TWO (2) ways Mrs Tulua can store these documents.*

---

---

---

---

---

---

---

---

---

---

Skill level 2	
2	
1	
0	
NR	



**STRAND TWO FINANCIAL ACCOUNTING WEIGHTING 36**

1. *Dr Manuele Lesifi runs and operates his own business, Agape Medical Clinic, from his home at Saleufi.*

a) What type of business ownership is Agape Medical Clinic?

\_\_\_\_\_

Skill level 1	
1	
0	
NR	

b) State ONE (1) characteristic of this type of business ownership.

\_\_\_\_\_  
\_\_\_\_\_

Skill level 1	
1	
0	
NR	

2. *Terry is an accountant. Terry advised her brother Dr Manuele to record the business cheque of \$1200 he used to pay his children’s school fees.*

What is the accounting concept Dr Manuele should use to separate his personal records from his business records?

\_\_\_\_\_

Skill level 1	
1	
0	
NR	

3. *Terry also prepared the financial statements for Agape Medical Clinic for the year ended 30 June 2015.*

Name the accounting concept that requires Terry to give the date year ended 30 June 2015.

\_\_\_\_\_

Skill level 1	
1	
0	
NR	



4. The Historical Cost concept states that transactions are to be recorded at their actual or original costs. Explain why this is important in accounting.

---



---



---



---



---



---



---



---



---



---

Skill level 3	
3	
2	
1	
0	
NR	

5. Use the resource below to answer a, b & c.

<b>Extract A</b>	
Shareholders' Equity:	
Paid-Up Capital	160,000.00
Retained Profits	25,000.00
Total Shareholders'	
Equity	<u>\$185,000.00</u>

<b>Extract B</b>	
Proprietorship:	
Beginning Capital	75,000.00
Net Profit	12,250.00
	<u>87,250.00</u>
Less Drawings	9,200.00
Ending Owner's	<u>\$78,050.00</u>
Equity	

Identify the type of business organisation belonging to each Owner's Equity section

a. Extract A:

---

b. Extract B:

---

Skill level 1	
1	
0	
NR	

- c. Explain the differences in the Owner's Equity between the two business organisations.

---

---

---

---

---

---

---

---

---

---

Skill level 3	
3	
2	
1	
0	
NR	

6. *Dr Manuele wants to enlarge his clinic and hire two nurses. He approaches his family and his younger brother who is also a doctor, to help form up a family business. The family business would be a limited liability company.*

Explain TWO (2) advantages of this type of business should Dr Manuele and his family accept the proposal and form a limited liability company.

---

---

---

---

---

---

---

---

---

---

Skill level 3	
3	
2	
1	
0	
NR	

7. Define the *Going Concern* concept.

---

---

---

Skill level 1	
1	
0	
NR	

8. Describe how the *Matching* concept is used in the preparation of financial statements.

---

---

---

---

Skill level 2	
2	
1	
0	
NR	

9. *When accountants prepare financial statements, they assume that the economic life of the business can be divided into time periods.*  
Identify the accounting concept being used.

---

Skill level 1	
1	
0	
NR	

10. *Employee skills and quality of customer service cannot be expressed in terms of money, therefore, cannot be recorded in the accounting books.*

Which accounting concept does not allow these factors to be recorded in the accounting books?

---

Skill level 1	
1	
0	
NR	

11. What is the owner's equity section called for a Club and Society?

---

Skill level 1	
1	
0	
NR	

12. From the Balance Sheet extract below, what does the working capital of \$3,300 indicate?

<b>BALANCE SHEET</b>	
Current Assets	10,500.00
Current Liabilities	6,200.00
<b>Working Capital</b>	<b>3,300.00</b>

---



---



---



---



---

Skill level 2	
2	
1	
0	
NR	

13. Identify the accounting presentations used in Figure 1 and Figure 2. Write your answer in the space provided.

Figure 1 \_\_\_\_\_

CASH AT BANK ACCOUNT

2015	2015
Sept 1 Balance 3400.00	Sept Payments 8470.00
	30
30 Receipts 9350.00	Balance c/f 4280.00
<u>\$12750.00</u>	<u>\$12750.00</u>

Figure 2 \_\_\_\_\_

CASH AT BANK ACCOUNT

DATE	PARTICULARS	DEBIT	CREDIT	BALANCE
2015				
Sept 1	Balance	3400.00		3400.00 Dr
30	Receipts	9350.00		12750.00 Dr
	Payments		8470.00	4280.00 Dr

Skill level 2	
2	
1	
0	
NR	

14. Using the information below, identify the depreciation methods used for Motor Vehicle and Building.

Depreciation Method used in Motor Vehicle 1 \_\_\_\_\_

Depreciation Method used in Building 1 \_\_\_\_\_

Skill level 2	
2	
1	
0	
NR	

### MOTOR VEHICLE 1

YEAR	ORIGINAL COST	BEGINNING BOOK VALUE	DEPRECIATION RATE	DEPRECIATION	ACCUMULATED DEPRECIATION	ENDING BOOK VALUE
2012	25000.00	25000.00	30%	7500.00	7500.00	17500.00
2013	25000.00	17500.00	30%	5250.00	12750.00	12250.00
2014	25000.00	12250.00	30%	3675.00	16425.00	8575.00

### BUILDING 1

YEAR	ORIGINAL COST	BEGINNING BOOK VALUE	DEPRECIATION RATE	DEPRECIATION	ACCUMULATED DEPRECIATION	ENDING BOOK VALUE
2012	150000.00	150000.00	5%	750.00	750.00	149250.00
2013	150000.00	149250.00	5%	750.00	1500.00	148500.00
2014	150000.00	148500.00	5%	750.00	2250.00	147750.00

15. Use Akuigo Tavita Shop's Trial Balance to prepare a fully classified Statement of:
- Financial Performance.
  - Financial Position.

AkuigoTavita Shop Trial Balance as at October 31 <sup>st</sup> , 2015		
	Debit (\$)	Credit (\$)
Advertising	400.00	
Capital		21195.00
Cash at Bank	3550.00	
Cash on Hand	2350.00	
Creditors		4100.00
Debtors	4000.00	
Discount Allowed	55.00	
Discount Received		45.00
Drawings	2400.00	
Electricity	1500.00	
Equipment	6000.00	
Insurance	500.00	
Interest on loan	1500.00	
Investment	5000.00	
Loan		15000.00
Purchases	11200.00	
Purchases Returns		350.00
Rent	2000.00	
Sales		24935.00
Sales Returns	620.00	
Stock, 1 <sup>st</sup> September, 2014	2350.00	
Vehicle	12000.00	
Wages	10200.00	
	<b>\$65625.00</b>	<b>\$65625.00</b>

- Stock, 31<sup>st</sup> October, 2015 \$4510.00

---



---



---



---



---











**STRAND THREE: THE ACCOUNTING PROCESS      WEIGHTING 36**

*Use the resource below to answer Question 1 and Question 2*

<b>Samoa Water Groups – Faalapotopotoga o le Suavai VAIPE</b>			
	INVOICE NUMBER		37538-42
		SERVICE DATE	13-07-2015
CUSTOMER	Manu Lele		
ADDRESS	Apia Park		
ACCOUNT#	52687-002		
LOCATION	400126532		
METER#	020139107		
READINGS			
THIS METER READING	01-07-2015		16595
LAST METER READING	03-06-2015		16558
TOTAL WATER USE			37
WATER CHARGES			
	37 units @	1.5000	\$ 55.50
		SUBTOTAL FOR WATER CHARGE	55.50
WASTEWATER CHARGES			
	80% of total water use		29
	30 units @	3.5000	\$ 105.00
		SUBTOTAL FOR WASTEWATER CHARGE	105.00
		TOTAL ARREARS AS OF 13-7-2015	0.00
		TOTAL DUE	160.50
PLEASE PAY THIS AMOUNT BY 31/07/2015			

1. Who issues the above document?

\_\_\_\_\_

Skill level 1	
1	
0	
NR	

2. What is the source document called?

\_\_\_\_\_

Skill level 1	
1	
0	
NR	

3. Complete the table below by giving the debit (Dr) entry and the credit (Cr) entry for each transaction given.

a) Paid rent in advance \$500

Skill level 1	
1	
0	
NR	

b) Received discount of \$5 from Lucky Foodtown for goods purchased at \$250.

Skill level 1	
1	
0	
NR	

	Debit (Dr)	Credit (Cr)	Amount (\$)
a)			
b)			

**Use the Cash at Bank ledger account below to answer Question 4 and 5**

**Cash at Bank ledger account**

2015			2015		
Oct 1	Balance	12500.00	Oct 2	Petrol	150.00
3	Fees	15000.00	20	Tools & Equipment	5000.00
15	EFKS Vaiala	2000.00	31	Balance c/f	24350.00
		<u>\$29500.00</u>			<u>\$29500.00</u>
Nov 1	Balance b/d	24350.00			

4. Which financial statement will the Cash at Bank balance of \$24350.00 appear in?

\_\_\_\_\_

Skill level 1	
1	
0	
NR	

5. What type of expense will *Petrol* be classified under in the Statement of Financial Performance?

\_\_\_\_\_

Skill level 1	
1	
0	
NR	

**Use the Trial Balance extract to answer Number 6 and 7.**

**Hi Hopes Dancing Club  
Trial Balance as at 31 July, 2015 (extract)**

Band Hire for social	1300.00	Raffle ticket sales	2000.00
Refreshments for social	1200.00	Subscriptions	4000.00
Raffle Prizes	500.00		
Cash from ticket sales	1500.00		
Commission for most raffle tickets sales	150.00		

6. Identify one item which will appear in the club's Statement of Income & Expenditure.

\_\_\_\_\_

Skill level 1	
1	
0	
NR	

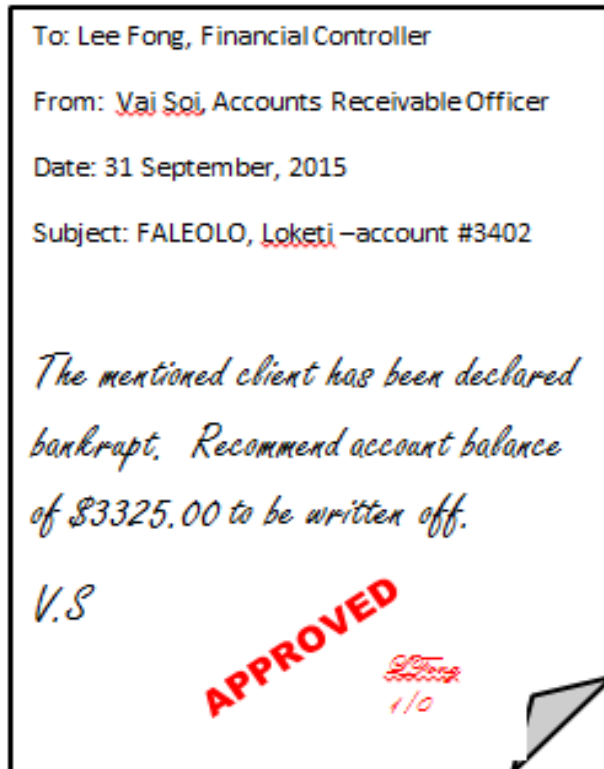
7. Prepare the Raffle Statement for Hi Hopes based on information in the above resource.

**Hi Hopes Dancing Club  
Raffle Statement for the year ended 31 July, 2015**

	\$	\$

Skill level 2	
2	
1	
0	
NR	

Use the resource below to answer Number 8



8. Prepare the General Journal entry to record information in the above source document.

DATE	PARTICULAR	DEBIT	CREDIT

Skill level 2	
2	
1	
0	
NR	

9. *One of the key responsibilities of business managers is to control business operations.*

Give a definition of Internal Control.

---

---

---

Skill level 1	
1	
0	
NR	

10. **Proper Authorisation** is when certain employees like supervisors or managers, allow customers to purchase on credit. This is an example of a feature of Internal Control over Accounts Receivable.

Give an example of a feature of Internal Control over **Cash Receipts**.

---

---

Skill level 1	
1	
0	
NR	

11. Give an example of a feature of Internal Control over **Cash Payments**.

---

---

Skill level 1	
1	
0	
NR	



**Use the General ledger accounts below to answer Number 12**

DATE	PARTICULARS	DEBIT	CREDIT	BALANCE
<b>SALARIES ACCOUNT</b>				
2015				
Oct 31	Balance			56000.00 Dr

<b>ADVERTISING ACCOUNT</b>				
2015				
Oct 31	Balance			7000.00 Dr

<b>SALES ACCOUNT</b>				
2015				
Oct 31	Balance			168000.00 Cr

<b>FURNITURE ACCOUNT</b>				
2015				
Oct 31	Balance			4000.00 Dr

12. Identify the general ledger account or accounts that will appear in the following statements:

a) Trading account.

\_\_\_\_\_

Skill level 1	
1	
0	
NR	

b) Profit & Loss account.

\_\_\_\_\_

Skill level 1	
1	
0	
NR	

c) Balance Sheet.

\_\_\_\_\_

Skill level 1	
1	
0	
NR	

**Use the resource below to answer Number 13.**

SanCo Sports Club has the following subscriptions records for the period ending June 30<sup>th</sup>, 2015.

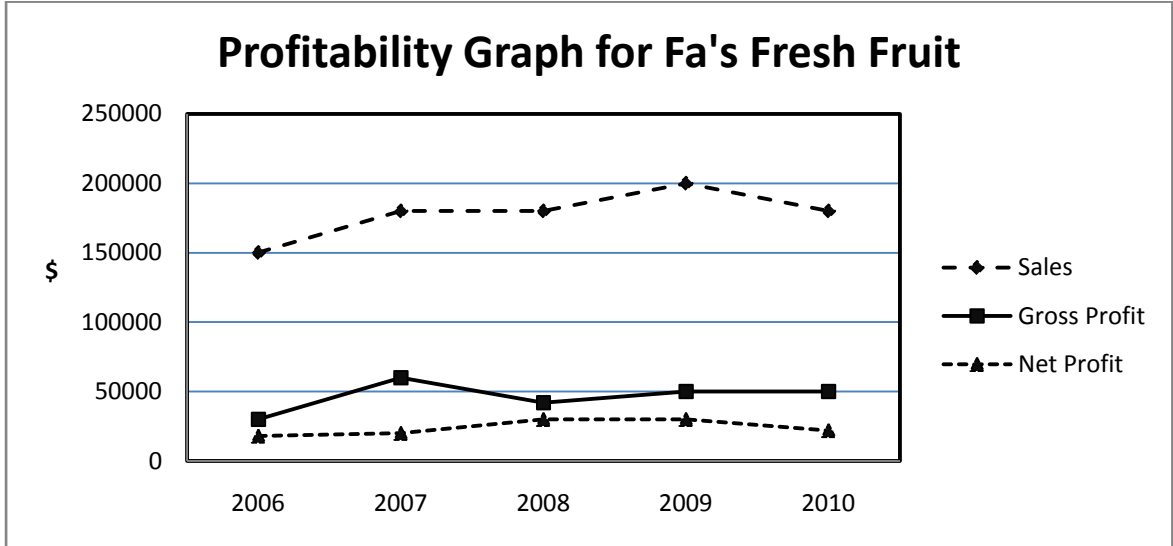
Subs in advance, July 1st, 2014	200.00
Subscription, June 30 <sup>th</sup> , 2015	3,200.00
Subs in arrears, July 1 <sup>st</sup> , 2014	300.00
Subs in advance, June 30 <sup>th</sup> , 2015	500.00

13. Prepare the Subs in Advance ledger account for SanCo Sports Club, June 30<sup>th</sup>, 2015.

Skill level 2	
2	
1	
0	
NR	



**Use the graph below to answer Number 15.**



15. Calculate the following percentages for the year 2010.

a. Gross Profit percentage

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

Skill level 3	
3	
2	
1	
0	
NR	

b. Net Profit percentage

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

Skill level 3	
3	
2	
1	
0	
NR	





Student Education Number									

# ACCOUNTING

2015

(For Markers only)

STRANDS	Weighting	Marker	Check Marker	Final Weighting
<b>STRAND 1: Accounting Applications</b>	28			
<b>STRAND 2: Financial Accounting</b>	36			
<b>STRAND 3: The Accounting Process</b>	36			
<b>TOTAL</b>	<b>100</b>			