

Pearson LCCI

Tuesday 9 July 2019

Time: 3 hours

Paper Reference **ASE20091**

Certificate in Bookkeeping (VRQ)

Level 1

Please check the examination details above before entering your candidate information

Candidate name

Centre Code

--	--	--	--	--	--	--	--

Candidate Number

--	--	--	--	--	--	--	--	--	--

Candidate ID Number

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

You will need:

Resource booklet (enclosed)

Total Marks

Instructions

- Use **black** ink or ball-point pen
– pencil can only be used for graphs, charts, diagrams, etc.
- **Fill in the boxes** at the top of this page with your name, candidate number, centre code and your candidate ID number.
- Answer **all** questions.
- Answer the questions in the spaces provided
– there may be more space than you need.
- Answers should be given to an appropriate degree of accuracy.

Information

- The total mark for this paper is 100.
- The marks for **each** question are shown in brackets
– use this as a guide as to how much time to spend on each question.
- Calculators may be used.

Advice

- Read each question carefully before you start to answer it.
- Try to answer every question.
- You are advised to show your workings.
- Check your answers if you have time at the end.

Turn over ►

P64208A

©2019 Pearson Education Ltd.

1/1/1/1



Pearson

Answer ALL questions. Write your answers in the spaces provided.

Some questions must be answered with a cross in a box ☒. If you change your mind about an answer, put a line through the box ☒ and then mark your new answer with a cross ☒.

You will need to use the data on **page 2** of the Resource Booklet to answer parts (b) and (c).

- 1 (a) Complete the table to show the book of original entry used to record each transaction.

(3)

Transaction	Book of original entry
Goods sold on credit	
Goods sold for cash	
Sale of non-current assets on credit	

- (b) Prepare the following documents.

(i)

(5)

Franklin First Avenue, York YO1 0DE		Invoice	
Customer: Prince		Number: 3615	
		Date: 17 May 2019	
Quantity	Description	Unit cost \$	Total cost \$
Subtotal			
Trade discount			
Total			

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA



(ii)

(4)

Franklin First Avenue, York YO1 0DE		Credit note	
Customer: Lex		Number: 85	Date: 22 May 2019
Quantity	Description	Unit cost \$	Total cost \$
Subtotal			
Trade discount			
Total			

(c) Prepare the following accounts for the month of May 2019. Balance the accounts on 31 May 2019 and bring the balances down on 1 June 2019.

You may provide your answer in the table or lines below.

(3)

(i)

Lex Account

Date	Details	\$	Date	Details	\$

.....

.....

.....

.....

.....



DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

(ii)

(5)

Prince Account

Date	Details	\$	Date	Details	\$

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

(Total for Question 1 = 20 marks)

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA



DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

BLANK PAGE



You will need to use the data on **page 3** of the Resource Booklet to answer parts (d), (e) and (f).

2 (a) Prepare a trial balance at 30 April 2019 showing the revenue for the year.

(10)

Trial balance at 30 April 2019			
Account	Balance \$	Debit \$	Credit \$
Bank	1 055		
Bank loan	96 000		
Carriage inwards	196		
Cash	250		
Drawings	11 200		
Equity at 1 May 2018	58 857		
General expenses	16 252		
Interest paid	4 800		
Inventory at 1 May 2018	8 180		
Land and buildings	182 000		
Plant and machinery – cost	16 220		
Plant and machinery – accumulated depreciation	11 300		
Purchases	21 065		
Rental income	3 000		
Revenue	To be calculated		
Trade payables ledger control	1 126		
Trade receivables ledger control	5 325		
Total			

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA



(b) Identify where rental income owing would be shown in the statement of financial position.

(1)

- A Current assets
- B Current liabilities
- C Non-current assets
- D Non-current liabilities

(c) Identify which accounting concept is applied when adjusting for rental income owing.

(1)

- A Accruals
- B Business entity
- C Going concern
- D Prudence

(d) Calculate the amount paid to:

(i) Bryant on 20 May 2019

(2)

(ii) Lincoln on 24 May 2019.

(2)



(e) Complete the petty cash vouchers for the two cash payments.

(2)

Petty cash voucher	
Date	
Voucher number	101
Details:	
Amount	\$

Petty cash voucher	
Date	
Voucher number	102
Details:	
Amount	\$

(f) (i) Calculate the amount needed to restore the imprest on 31 May 2019.

(2)

.....

.....

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA



(ii) Complete the cheque to restore the petty cash float on 31 May 2019.

(2)

Queens Bank		50-00-00
Manhattan Street, London WC1A 4DD		Date
Pay.....		\$
.....		
.....		Broad
Cheque number	Sort code	Account number
0012345	50-00-00	123456789

(Total for Question 2 = 22 marks)

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA



3 (a) State **two** reasons why a supplier may offer an early payment discount. (2)

1

2

(b) Explain **one** reason for a supplier charging interest. (2)

.....

.....

.....

On 31 March 2019 Harlem prepared the following incorrect trade payables ledger control account.

Trade Payables Ledger Control Account

Date	Details	\$	Date	Details	\$
1 April 2018	Balance b/d	17 872	31 March 2019	Cash purchases	1 844
31 March 2019	Credit purchases	125 940		Paid to credit suppliers	119 480
	Early payment discount	1 484		Returns outwards day book	1 748
	Interest charged	50		Balance c/d	22 274
		<u>145 346</u>			<u>145 346</u>
1 April 2019	Balance b/d	22 274			

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA



(c) Prepare the corrected trade payables ledger control account. Balance the account on 31 March 2019 and bring the balance down on 1 April 2019.

(8)

You may provide your answer in the table or lines below.

Trade Payables Ledger Control Account

Date	Details	\$	Date	Details	\$

.....

.....

.....

.....

.....

.....

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA



(d) (i) Prepare the purchases account for the year ended 31 March 2019 and show the transfer to the statement of profit or loss.

You may provide your answer in the table or lines below.

(3)

Purchases Account

Date	Details	\$	Date	Details	\$

.....

.....

.....

.....

(ii) Identify where the purchases account is maintained.

(1)

- A** General journal
- B** General ledger
- C** Payables ledger
- D** Receivables ledger

(e) Explain **one** reason why cash purchases are recorded in the cash book and **not** in the purchases day book.

(2)

.....

.....

.....

(Total for Question 3 = 18 marks)

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA



DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

BLANK PAGE



4 (a) Identify the type of error made if:

(i) light and heat were recorded in the wages account

(1)

- A Commission
- B Compensating
- C Original entry
- D Principle

(ii) motor expenses were recorded in the motor vehicles account.

(1)

- A Commission
- B Compensating
- C Original entry
- D Principle

(b) (i) Complete the table to identify the account to be debited and the account to be credited in order to correct **each** error.

(10)

Error	Account to be debited	Account to be credited
A payment, \$75, for light and heat had been debited to the wages account.		
A cash sale, \$36, had been debited to the sales account and credited to the cash account.		
Bank interest received, \$19, had not been recorded.		
Cash, \$250, withdrawn from the bank for business use had not been recorded.		
A cheque, \$260, from Street, a credit customer, returned from the bank unpaid, had not been recorded.		

(ii) Update the cash book to record, where appropriate, the correction of the errors in (i). Balance the cash book on 30 April 2019 and bring the balances down on 1 May 2019.

(7)

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA



You will need to use the data on **page 4** of the Resource Booklet to answer parts (a), (b) and (c).

5 (a) Complete the table for **both** types of non-current asset.

(6)

Non-current asset	Cost \$	For the year ended 30 June 2019	At 30 June 2019	
		Depreciation charge \$	Accumulated depreciation \$	Carrying value \$
Fixtures and fittings	40 500			
Motor vehicles	36 590			

The draft profit for the year ended 30 June 2019 before charging depreciation was \$1 065

(b) Calculate the adjusted profit for the year ended 30 June 2019.

(1)

.....

.....

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA



(c) Prepare the statement of financial position at 30 June 2019.

(12)

Spring
Statement of financial position at 30 June 2019

Area for writing the answer, consisting of multiple horizontal dotted lines.

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA



(d) Explain **one** reason why revenue expenditure is **not** included in the statement of financial position.

(2)

.....

.....

.....

.....

(Total for Question 5 = 21 marks)

TOTAL FOR PAPER = 100 MARKS

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA



DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

BLANK PAGE



P 6 4 2 0 8 A 0 1 9 2 0

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

DO NOT WRITE IN THIS AREA

BLANK PAGE

