

**Tuesday 22 January 2013 – Afternoon**

**A2 GCE ACCOUNTING**

**F013/01** Company Accounts and Interpretation

Candidates answer on the Question Paper.

**OCR supplied materials:**

- Resource Booklet

**Other materials required:**

- A calculator may be used

**Duration:** 1 hour 30 minutes



Candidate forename		Candidate surname	
--------------------	--	-------------------	--

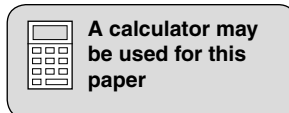
Centre number						Candidate number				
---------------	--	--	--	--	--	------------------	--	--	--	--

**INSTRUCTIONS TO CANDIDATES**

- Write your name, centre number and candidate number in the boxes above. Please write clearly and in capital letters.
- Use black ink. HB pencil may be used for graphs and diagrams only.
- Answer **all** the questions.
- The information required to answer questions 1–3 is contained within the resource booklet.
- Read each question carefully. Make sure you know what you have to do before starting your answer.
- You must show the calculations leading to your answers.
- Write your answer to each question in the space provided. Additional paper may be used if necessary but you must clearly show your candidate number, centre number and question number(s).
- Do **not** write in the bar codes.

**INFORMATION FOR CANDIDATES**

- The number of marks is given in brackets [ ] at the end of each question or part question.
- The total number of marks for this paper is **80**.
- The quality of your written communication will be taken into account in marking your answers to the two questions/sub-questions marked with an asterisk (\*).
- In one of these questions, the focus will be on your ability to present numerical information legibly and in an appropriate accounting format. In the other, you will be assessed on the legibility and style of writing, the clarity and coherence of your arguments and the accuracy of your spelling, punctuation and grammar.
- This document consists of **12** pages. Any blank pages are indicated.



**1 REQUIRED**

**(a)\*** The Manufacturing, Trading and Profit and Loss Account for the year ended 31 December 2012.

Please show your working to question **1(a)** below.

**[22]**

Working Box

Dotted lines for writing.

A series of 24 horizontal dotted lines for writing.

(b) Westwood Ltd is considering the transfer of finished goods from the manufacturing account to the trading account including manufacturing profit.

Discuss the appropriateness of this proposal.

.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....

[6]

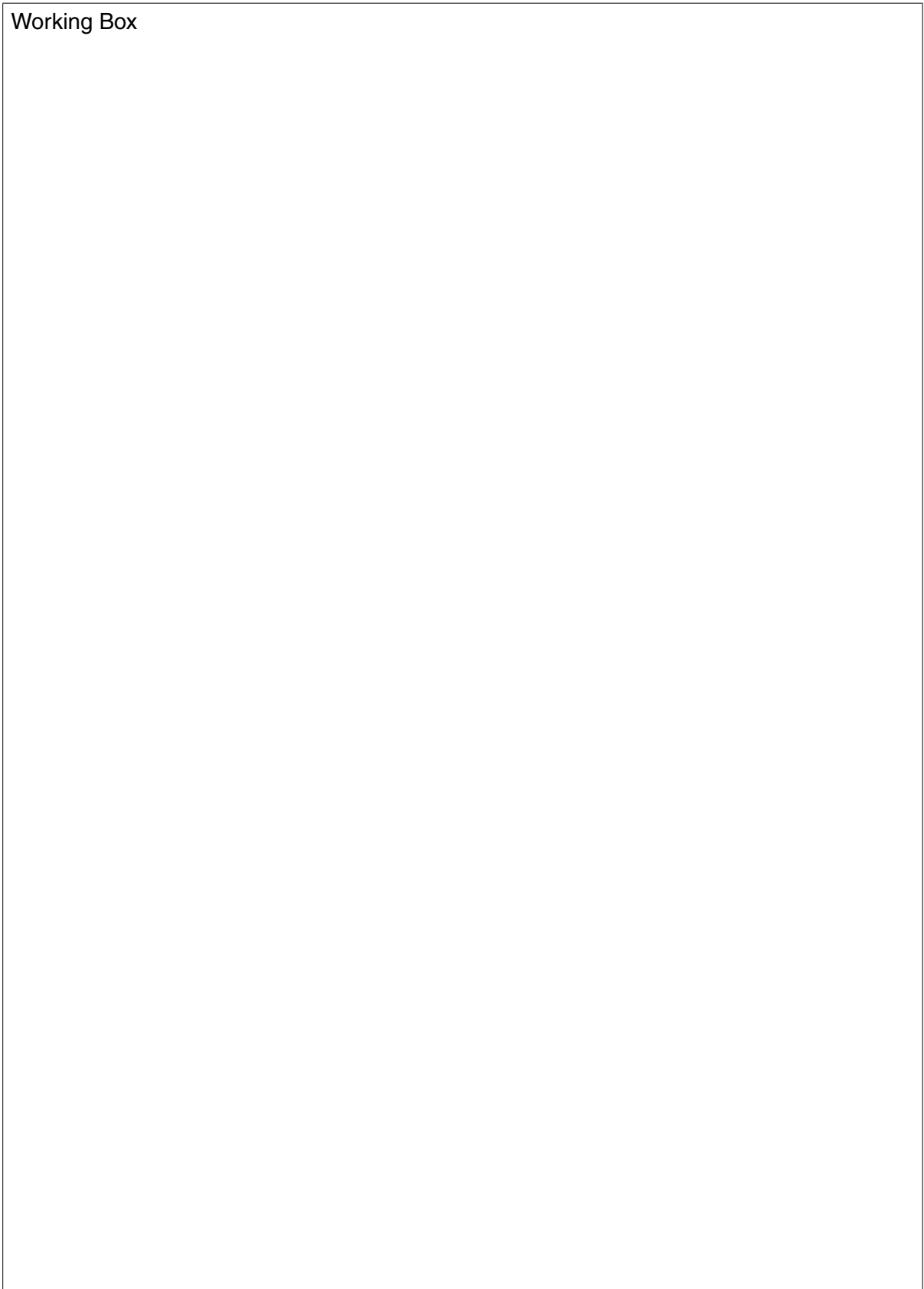
**2 REQUIRED**

(a) Prepare journal entries to record the share issue (narratives are not required).

Please show your workings to question **2(a)** below.

**[18]**

Working Box





A series of horizontal dotted lines spanning the width of the page, intended for writing.





**3 REQUIRED**

(a) Calculate each of the following ratios (where appropriate, calculations should be to two decimal places).

(i) Sales to capital employed.

.....  
.....

Answer: ..... [2]

(ii) Liquid (acid test) ratio.

.....  
.....

Answer: ..... [1]

(iii) Interest cover.

.....  
.....

Answer: ..... [3]

(iv) Dividend cover.

.....  
.....

Answer: ..... [3]

(v) Gearing ratio.

.....  
.....

Answer: ..... [3]

(vi) Dividend yield.

.....  
.....

Answer: ..... [3]



**Copyright Information**

OCR is committed to seeking permission to reproduce all third-party content that it uses in its assessment materials. OCR has attempted to identify and contact all copyright holders whose work is used in this paper. To avoid the issue of disclosure of answer-related information to candidates, all copyright acknowledgements are reproduced in the OCR Copyright Acknowledgements Booklet. This is produced for each series of examinations and is freely available to download from our public website ([www.ocr.org.uk](http://www.ocr.org.uk)) after the live examination series.

If OCR has unwittingly failed to correctly acknowledge or clear any third-party content in this assessment material, OCR will be happy to correct its mistake at the earliest possible opportunity.

For queries or further information please contact the Copyright Team, First Floor, 9 Hills Road, Cambridge CB2 1GE.

OCR is part of the Cambridge Assessment Group; Cambridge Assessment is the brand name of University of Cambridge Local Examinations Syndicate (UCLES), which is itself a department of the University of Cambridge.