

**ADVANCED SUBSIDIARY GCE
ACCOUNTING**

F012

Accounting Applications

Candidates answer on the question paper

OCR Supplied Materials:

- Resource Booklet

Duration: 2 hours

Other Materials Required:

- Calculators may be used

Candidate Forename		Candidate Surname	
--------------------	--	-------------------	--

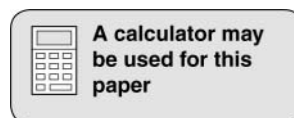
Centre Number						Candidate Number				
---------------	--	--	--	--	--	------------------	--	--	--	--

INSTRUCTIONS TO CANDIDATES

- Write your name clearly in capital letters, your Centre Number and Candidate Number in the boxes above.
- Use black ink. Pencil may be used for graphs and diagrams only.
- The information required to answer questions 1–4 is contained within the Resource Booklet
- Read each question carefully and make sure that you know what you have to do before starting your answer.
- Answer **all** the questions.
- Do **not** write in the bar codes.
- Write your answer to each question in the space provided; however additional paper may be used if necessary.

INFORMATION FOR CANDIDATES

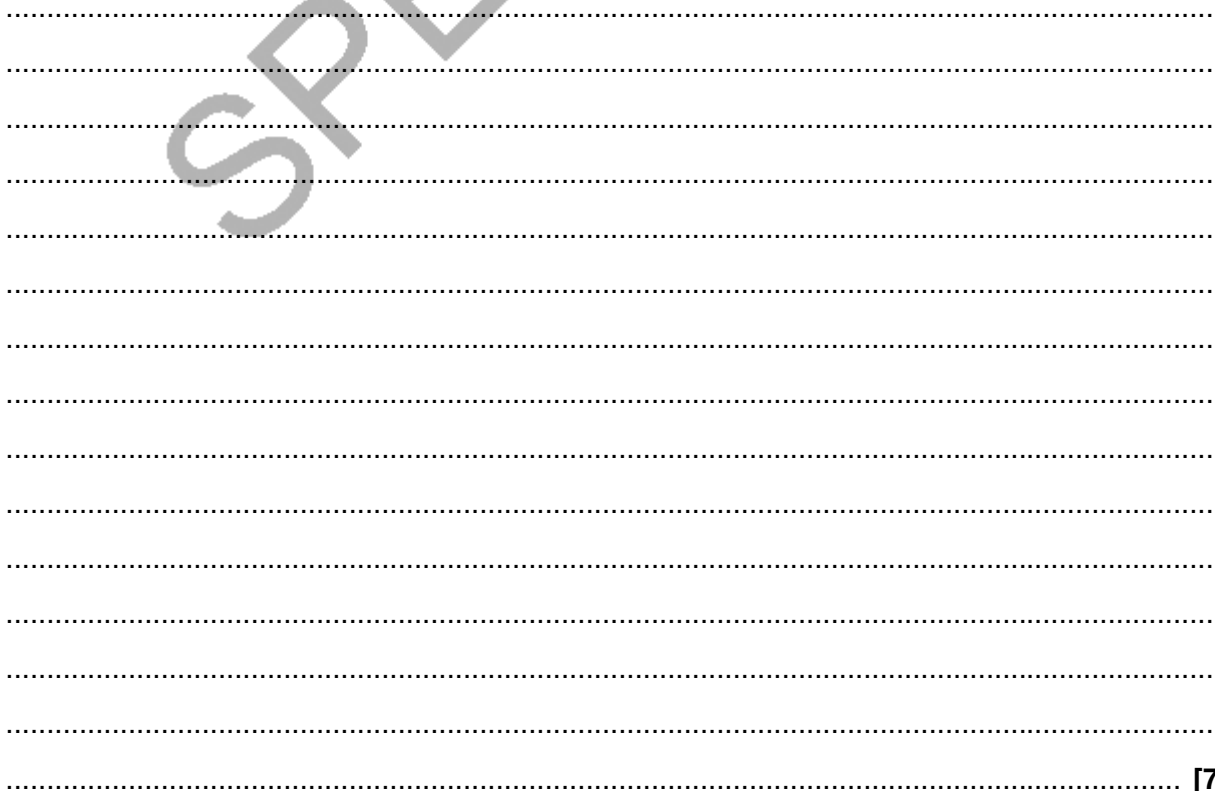
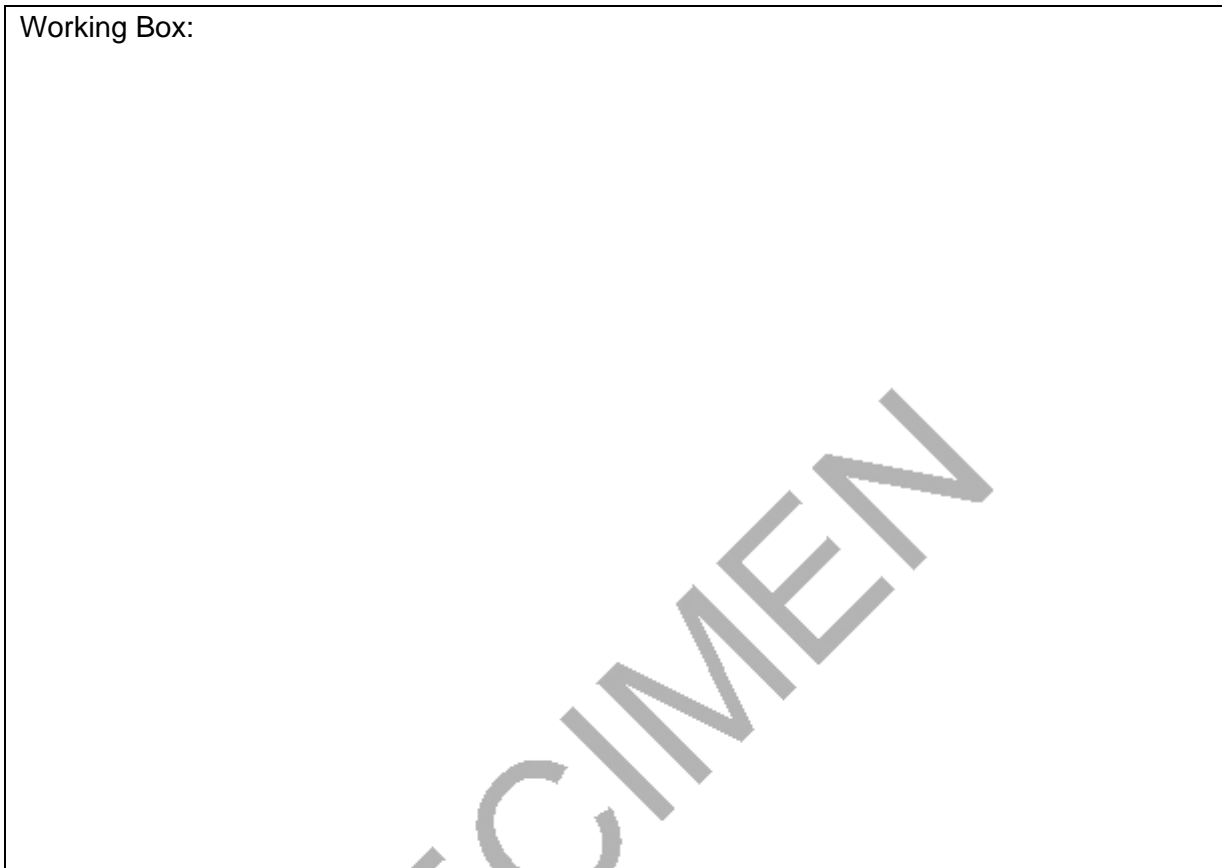
- The number of marks for each question is given in brackets [] at the end of each question or part question.
- The total number of marks for this paper is **120**.
- The quality of your written communication will be taken into account in marking your answer to the question labelled with an asterisk (*).
- In these two questions/sub-questions, you will be assessed on the quality of your written communication. 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 **20** pages. Any blank pages are indicated.



1* REQUIRED

- (a) The Appropriation Account for Almond and Barley for the year ended 31 December 2006.
Show your workings to **question 1(a)** below.

Working Box:



(b) (i) The Current Accounts for Almond and Barley as at 31 December 2006.

Show your workings to **question 1(b)(i)** below.

Working Box:

SPECIMEN

[8]

[Turn Over

SPECIMEN

(ii) The Capital Accounts for Almond, Barley and Cherry as at 1 January 2007.

Show your workings to **question 1(b)(ii)** below.

Working Box:

Working Box area containing a large diagonal watermark reading "SPECIMEN".

Area containing horizontal dotted lines for writing.

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

SPECIMEN

- (c) Explain why partnerships generally write off goodwill through the capital account rather than record it on the balance sheet.

.....

.....

.....

.....

.....

.....

.....

.....

.....

[4]

Total Marks [29]

SPECIMEN

2 REQUIRED

- (a) *The Trading and Profit and Loss Account for Peter Green for the year ended 31 December 2006 and the Balance Sheet as at that date.

Show your workings to **question 2(a)** below.

Working Box:

SPECIMEN

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

SPECIMEN

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

SPECIMEN

SPECIMEN

(b) Peter is considering the possibility of forming a partnership with his local business rival Danny Violet. State three advantages and three disadvantages of forming such a partnership.

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

[6]

Total Marks [35]

SPECIMEN

3 REQUIRED

(a) Calculate the following ratios for Stone and Rye:

(i) gross profit as a percentage of sales;

.....
.....
..... [2]

(ii) net profit as a percentage of sales;

.....
.....
..... [2]

(iii) return on capital employed (based on closing capital);

.....
.....
..... [2]

(iv) current ratio;

.....
.....
..... [2]

(v) liquid (acid test) ratio;

.....
.....
..... [2]

(vi) stock turnover.

.....
.....
..... [4]

SPECIMEN

4 REQUIRED

(a) The Cash Budget for Amber Ltd for the three months ending 31 March 2007.

Show your workings to **question 4(a)** below.

Working Box:

SPECIMEN

SPECIMEN

SPECIMEN

SPECIMEN

Copyright Acknowledgements:

Permission to reproduce items where third-party owned material protected by copyright is included has been sought and cleared where possible. Every reasonable effort has been made by the publisher (OCR) to trace copyright holders, but if any items requiring clearance have unwittingly been included, the publisher will be pleased to make amends at the earliest opportunity.

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.