

# Neap

*smartstudy*

# ACCOUNTING VCE UNITS 3&4 WORKING SPACE

**Neap smartstudy Exams**

Robyn Christiansen

Rosalind Petrie

Copyright © Neap 2019  
Neap Education Pty Ltd  
ABN 43 643 499 791

ISBN 978-1-86478-267-7

All rights reserved. Except for any use as permitted under the *Copyright Act 1968* of Australia and subsequent amendments, no part of this publication may be reproduced, stored in a retrieval system, or transmitted in any form or by any means, electronic, mechanical, photocopying, recording, or otherwise without the prior permission of the copyright holder.

This text is independently published by Neap and is in no way connected with or endorsed by the Victorian Curriculum and Assessment Authority. Students are advised that the questions in this text are specimens only and cannot in any way guarantee the content or the format of the VCE Units 3&4 Accounting exam.

Practice Exam 1

Question 1 (16 marks)

a.

7 marks

General Journal

Date 2019	Details	Debit	Credit

b.

3 marks

<b>Explanation:</b>

c.

3 marks

<b>Explanation:</b>



c.

1 mark

<b>Working space</b>	
	<b>Cost of Sales:</b>

d.

2 marks

<b>Explanation:</b>

e.

4 marks

<b>Discussion:</b>

**Question 3** (14 marks)

a.

3 marks

<b>Working space</b>
----------------------

**Mal's Mobile Phones**  
**Income Statement (extract) for year ending 30 June 2020**

Other Expenses	\$	\$

b.

2 marks

**General Journal**

Date 2020	Details	Debit	Credit

c.

2 marks

<b>Working space</b>	
	<b>Accumulated Depreciation – Vehicle:</b>

d.

4 marks

**Disposal of Vehicle**

Date 2021	Cross-reference	Amount	Date 2021	Cross-reference	Amount

e.

3 marks

<b>Explanation:</b>
<b>Qualitative Characteristic:</b>

**Question 4** (23 marks)

a.

9 marks

**Green Bags**

**Cash Flow Statement for six months ending 31 December 2020**

	\$	\$
<b>Cash Flow from Operating Activities</b>		
<b>NET CASH FLOW FROM OPERATIONS</b>		
<b>Cash Flow from Investing Activities</b>		
<b>NET CASH FLOW FROM INVESTING ACTIVITIES</b>		
<b>Cash Flow from Financing Activities</b>		
<b>NET CASH FLOW FROM FINANCING ACTIVITIES</b>		
<b>NET INCREASE/(DECREASE) IN CASH POSITION</b>		
<b>Bank Balance 1/7/2020</b>		
<b>Bank Balance 31/12/2020</b>		

b.

2 marks

<b>Explanation:</b>





**Question 5** (12 marks)

**a.**

4 marks

<b>Description:</b>

**b.**

4 marks

<b>Discussion:</b>

**c.**

2 marks

<b>Explanation:</b>

**d.**

2 marks

<b>Strategy 1:</b>
<b>Strategy 2:</b>



c.

2 marks

**Interest Revenue**

<b>Date 2019</b>	<b>Cross-reference</b>	<b>Amount</b>	<b>Date 2019</b>	<b>Cross-reference</b>	<b>Amount</b>

d.

3 marks

<b>Title in Cash Flow Statement</b>	<b>Classification</b>	<b>Amount</b>



c.

3 marks

<b>Working space</b>
----------------------

**Profit and Loss Summary**

Date 2021	Cross-reference	Amount	Date 2021	Cross-reference	Amount

d.

3 marks

**Capital**

Date 2021	Cross Reference	Amount	Date 2021	Cross Reference	Amount

**Question 3 (8 marks)**

a.

4 marks

<b>Working space</b>
----------------------

**Disposal of Vehicle**

Date 2023	Cross-reference	Amount	Date 2023	Cross-reference	Amount

b.

4 marks

**General Journal**

Date 2023	Details	Debit	Credit

**Question 4** (13 marks)

a.

5 marks

**Accounts Receivable**

Date 2022	Cross-reference	Amount	Date 2022	Cross-reference	Amount

<b>Cash Expected from Accounts Receivable:</b>	
--	--

b.

5 marks

**Inventory**

Date 2022	Cross-reference	Amount	Date 2022	Cross-reference	Amount

<b>Expected Cost of Sales:</b>	
--------------------------------	--

c.

3 marks

**Accounts Payable**

Date 2022	Cross-reference	Amount	Date 2022	Cross-reference	Amount

<b>Expected Payments to Accounts Payable:</b>	
---	--

**Question 5 (10 marks)**

a.

3 marks

**Inventory Card**

Item: Kindle Reader		Cost Assignment Method: FIFO								
Date 2022	Details	In			Out			Balance		
		Qty.	Cost	Total	Qty.	Cost	Total	Qty.	Cost	Total
May 1	Balance							10	130	1 300
3	Inv. e556	15	140	2 100				10 15	130 140	1 300 2 100
7	Inv. 334				10 2	130 140	1 300 280	13	140	1 820

b.

4 marks

**General Journal**

Date 2022	Details	Debit	Credit

c.

3 marks

<b>Analysis:</b>

**Question 6** (8 marks)

a.

3 marks

**General Journal**

Date 2021	Details	Debit	Credit

b.

1 mark

<b>Working space</b>	
	<b>Cost Price per Deck Kit:</b> \$

c.

2 marks

<b>Distinction:</b>

d.

2 marks

<b>Explanation:</b>







b.

5 marks

**BrightSparks**

**Budgeted Income Statement for the quarter ended 31 March 2021**

	\$	\$
<b>Revenue</b>		

c.

2 marks

<b>Explanation:</b>

**Question 9 (10 marks)**

a.

2 marks

<b>Explanation:</b>

b.

6 marks

<b>Evaluation:</b>

c.

2 marks

<b>Non-financial indicator:</b>
<b>Benchmark:</b>



d.

4 marks

**Accounts Receivable**

Date 2020	Cross-reference	Amount	Date 2020	Cross-reference	Amount
1 Jan	Balance	2 200			

e.

2 marks

**General Journal**

Date 2020	Details	Debit	Credit

**Question 2 (11 marks)**

a.

2 marks

**General Journal**

Date 2019	Details	Debit	Credit

b.

2 marks

<b>Explanation:</b>









c.

2 marks

**Inventory**

Date 2019	Cross-reference	Amount	Date 2019	Cross-reference	Amount

d.

2 marks

<b>Discussion:</b>

**Question 6 (6 marks)**

a.

4 marks

<b>Concern 1:</b>
<b>Concern 2:</b>

b.

2 marks

<b>Limitation 1:</b>
<b>Limitation 2:</b>



**Question 8** (4 marks)

<b>Area of concern:</b>
<b>Strategy for improvement:</b>
<b>Area of concern:</b>
<b>Strategy for improvement:</b>

**Question 9** (6 marks)

**General Journal**

<b>Date 2021</b>	<b>Details</b>	<b>Debit</b>	<b>Credit</b>



Practice Exam 4

Question 1 (15 marks)

a.

8 marks

General Journal

Date 2020	Details	Debit	Credit

b.

4 marks

Prepaid Service Agreement

Date 2020	Cross-reference	Amount	Date 2020	Cross-reference	Amount

Service Agreement Expense

Date 2020	Cross-reference	Amount	Date 2020	Cross-reference	Amount





c.

4 marks

<b>Strategy 1:</b>
<b>Strategy 2:</b>

**Question 5** (12 marks)

a.

3 marks

**Belle’s Bookshop**  
**Income Statement Variance Report for year ending 31 December 2019**

Revenue	Budget	Actual	Variance	Variance %	F/U
Cash Sales	40 000	30 000			
Credit Sale	20 000	40 000	20 000	100	F
<b>Total Sales</b>	<b>60 000</b>	<b>70 000</b>			
<b>LESS COST OF GOODS SOLD</b>					
Cost of Sales	27 600	35 000			
<b>GROSS PROFIT</b>	<b>32 400</b>	<b>35 000</b>	<b>2 600</b>	<b>8</b>	<b>U</b>
Plus Inventory Gain	300	400			
Less Inventory Write-down	500	700			
<b>ADJUSTED GROSS PROFIT</b>	<b>32 200</b>	<b>34 700</b>			
Less Other Expenses	27 690	29 500	1 810	6.5	U
<b>Net Profit/(Loss)</b>	<b>4 510</b>	<b>5 200</b>			

b.

3 marks

<b>Explanation:</b>
<b>Qualitative characteristic:</b>

c.

2 marks

<b>Reason 1:</b>
<b>Reason 2:</b>



d. 2 marks

<b>Reason 1:</b>
<b>Reason 2:</b>

e. 2 marks

<b>Suggestion 1:</b>
<b>Suggestion 2:</b>

**Question 6 (11 marks)**

a. 8 marks

**Equipment**

Date 2021	Cross-reference	Amount	Date 2021	Cross-reference	Amount
1 Jan.	Balance	45 000			

**Accumulated Depreciation – Equipment**

Date 2021	Cross-reference	Amount	Date 2021	Cross-reference	Amount
			1 Jan.	Balance	13 500

**Disposal of Equipment**

Date 2021	Cross-reference	Amount	Date 2021	Cross-reference	Amount

b. 3 marks

Item	Report	Classification
Loss on Disposal of Equipment		
Proceeds from Disposal of Equipment		
Annual Service Agreement		

**Question 7** (9 marks)

a.

**General Journal**

<b>Date 2023</b>	<b>Details</b>	<b>Debit</b>	<b>Credit</b>

**Question 8** (10 marks)

a.

4 marks

**Accounts Receivable**

<b>Date 2021</b>	<b>Cross-reference</b>	<b>Amount</b>	<b>Date 2021</b>	<b>Cross-reference</b>	<b>Amount</b>

<b>Estimated Collections from Accounts Receivable:</b>	
--	--

b.

6 marks

**Inventory**

<b>Date 2021</b>	<b>Cross-reference</b>	<b>Amount</b>	<b>Date 2021</b>	<b>Cross-reference</b>	<b>Amount</b>

**Accounts Payable**

<b>Date 2021</b>	<b>Cross-reference</b>	<b>Amount</b>	<b>Date 2021</b>	<b>Cross-reference</b>	<b>Amount</b>

<b>Estimated Cash Paid to Accounts Payable:</b>	
---	--

**Question 9** (11 marks)

a.

8 marks

**Tony's Tents**

**Income Statement for year ending 31 December 2022**

	\$	\$
<b>Revenue</b>		

b.

3 marks

**Working space**

**GST Clearing**

Date 2022	Cross-reference	Amount	Date 2022	Cross-reference	Amount

**Tony's Tents**  
**Budgeted Balance Sheet as at 31 December 2022 (extract)**  
**Equities**

	\$	\$
<b>Total Equities</b>		

**Question 10** (9 marks)

**a.**

**3 marks**

<b>Discussion:</b>

**b.**

**6 marks**

<b>Analysis:</b>