

Candidate's name: _____ () Class: _____



Evergreen Secondary School
Preliminary Examination 2024

Principles of Accounts Paper 2 Insert
Secondary Four G3/Five

READ THESE INSTRUCTIONS FIRST

This insert contains the data for Question 1.

This question paper consists of **2** printed pages.

[Turn Over

Data for Question 1

Alan owns a book store. The following balances were extracted from the books of the business on 31 March 2024.

	\$
Fixtures and fittings at cost	90 000
Motor vehicles at cost	40 000
Accumulated depreciation	
Fixtures and fittings	18 000
Motor vehicles	8 000
Capital	99 900
Drawings	900
Sales revenue	111 300
Sales returns	11 300
Cost of sales	102 000
Rent expense	16 800
Wages and salaries	33 000
Discount allowed	210
Interest expense	400
Commission income	3 000
Inventory	24 700
Cash at bank	8 300
3% bank loan repayable 2027	20 000
Trade payables	111 010
Trade receivables	44 400
Allowance for impairment of trade receivables	800

Additional information

- 1 Rent expense relates to a 14-month period ending on 31 May 2024.
- 2 A trade receivable who owed \$400 was declared bankrupt during the year. The debt has not yet been written off.
- 3 The allowance for impairment of trade receivables is to be maintained at 5% of trade receivables.
- 4 One-quarter of the bank loan was due for repayment on 31 January 2025.
- 5 Interest on the bank loan for the year to 31 March 2024 had not been fully paid.
- 6 Fixtures and fittings is to be depreciated at 10% per annum using the straight-line method.
- 7 Motor vehicles are to be depreciated at 20% per annum using the reducing-balance method.
- 8 Commission income, \$500, had not been received.

