www.dynamicpapers.com



Mark Scheme (Results)

January 2020

Pearson Edexcel International GCSE In Accounting 4AC1 Paper 01

Introduction to Bookkeeping and Accounting

www.dynamicpapers.com

Edexcel and BTEC Qualifications

Edexcel and BTEC qualifications come from Pearson, the world's leading learning company. We provide a wide range of qualifications including academic, vocational, occupational and specific programmes for employers. For further information, please visit our website at www.edexcel.com

Our website subject pages hold useful resources, support material and live feeds from our subject advisors giving you access to a portal of information. If you have any subject specific questions about this specification that require the help of a subject specialist, you may find our Ask The Expert email service helpful.

www.edexcel.com/contactus

Pearson: helping people progress, everywhere
Our aim is to help everyone progress in their lives through education. We believe in every kind of learning, for all kinds of people, wherever they are in the world. We've been involved in education for over 150 years, and by working across 70 countries, in 100 languages, we have built an international reputation for our commitment to high standards and raising achievement through innovation in education. Find out more about how we can help you and your students at: www.pearson.com/uk

January 2020
Publications Code 4AC1_01_2001_MS
All the material in this publication is copyright
© Pearson Education Ltd 2020

www.dynamicpapers.com

SECTION A

Question number	Answer	Mark
	Award 1 mark as indicated each question.	
1	**A** Payables ledger	**(1)**
2	**A** Bank statement	**(1)**
3	**D** Returned cheque	**(1)**
4	**D** Prudence	**(1)**
5	**B** Credit discounts received	**(1)**
6	**C** Materiality	**(1)**
7	**B** Incorrect addition of the total column of the sales day book	**(1)**
8	**C** $25	**(1)**
9	**C** Debit Drawings; Credit Bank	**(1)**
10	**A** Non-current assets overstated; Profit for the year overstated	**(1)**

TOTAL FOR QUESTIONS 1-10 = 10 MARKS

www.dynamicpapers.com

Question number	Answer	Mark
11	**Award 1 mark for each correct figure as indicated.**	

Invoice

XS Supplies
Water Street
Birmingham
B18 3WY

Lee Trading
16 Outwood Road
Leeds LS11 2AB

Invoice No 3240

Date 27 November 2019

Quantity	Description	Unit cost $	Total cost $
150	CD cases	1.20	180.00 **(1)**
400	CD label sheets	0.40	160.00**(1)**
Sub total			340.00 **(1of)**
Trade discount 20%			68.00 **(1of)**
Total			272.00 **(1of)**

(5)

TOTAL FOR QUESTION 11 = 5 MARKS

Question number	Answer	Mark
12	**Award marks as indicated.**	

Transaction	Capital expenditure	Revenue expenditure
Delivery costs of a new motor vehicle	✓**(1)**	
Motor vehicle insurance		✓**(1)**
Installation costs of new machinery	✓**(1)**	
Legal costs on purchase of business premises	✓**(1)**	
Bank interest on loan to purchase business premises		✓**(1)**

(5)

TOTAL FOR QUESTION 12 = 5 MARKS

www.dynamicpapers.com

Question number	Answer	Mark
13 (a)	**Award marks as indicated.** $938 **(2) W** **W** $ Trade receivables 23 620 Irrecoverable debt (170) 23 450 **(1)** x 4% = $938 **(1of)**	**(2)**

Question number	Answer	Mark
13 (b)	**Award marks for each correct date, detail and amount in combination on the correct side.**	**(3)**

Irrecoverable Debts Account

Date	Details	$	Date	Details	$
2019 Oct 31	Income statement	27 **(1of)**	2018 Nov 1	Balance b/d	965 **(1)**
31	Balance c/d	938			
		965			965
			2019 Nov 1	Balance b/d	938 **(1of)**

TOTAL FOR QUESTION 13 = 5 MARKS

TOTAL MARKS FOR SECTION A = 25 MARKS

www.dynamicpapers.com

SECTION B

Question number	Answer	Mark
14(a)	**Award marks as indicated.** **Transaction** / **Business document** / **Book of original entry** Purchased a new motor vehicle on credit, $5 000 — Invoice **(1)** — Journal **(1)** Purchased postage stamps, $3 — Petty cash voucher **(1)** — Petty cash book **(1)** Sold goods for cash, $910 — Cash receipt **(1)** — Cash book **(1)**	**(6)**

Question number	Answer	Mark
14(b)	**Award 1 mark for each correct figure as indicated plus 1 mark for correct dates and details.** **Shania Account**	**(7)**

Date 2019	Details	$	Date 2019	Details	$
Dec 1	Balance b/d	480 **(1)**	Dec 14	Sales returns book	35 **(1)**
9	Sales book	195**(1)**	27	Cash book	456 **(1)**
			27	Cash book /Discount allowed	24**(1of)**
			31	Balance c/d	160
		675			675
2020 Jan 1	Balance b/d	160 **(1of)**			

Question number	Answer	Mark
14(c)(i)	**Award 1 mark as indicated.** To inform the customer of the outstanding balance on their account **(1).**	**(1)**

Question number	Answer	Mark
14(c)(ii)	**Award 1 mark as indicated.** To inform the supplier of the transactions being settled **(1).**	**(1)**

TOTAL FOR QUESTION 14 = 15 MARKS

www.dynamicpapers.com

Question number	Answer	Mark
15(a)	**Award marks as indicated.** The main purpose of a trial balance is to check the **arithmetica**l **(1)** **accuracy (1)** of the double entry.	**(2)**

Question number	Answer	Mark
15(b)	**Award marks as indicated.**	**(3)**

Error	Type of error
A payment for motor expenses had been posted to the motor vehicle account.	Principle **(1)**
A payment for general expenses had not been recorded.	Omission **(1)**
A payment for general expenses had been posted to the motor expenses account.	Commission **(1)**

www.dynamicpapers.com

Question number	Answer	Mark
15(c)	**Award 1 mark for each pair of correct entries.** **Award 1of mark for suspense account.** **Award 1of mark for matching totals.**	**(10)**

Trial Balance at 31 December 2019

Account	Trial balance	
	Debit $	**Credit $**
Bank overdraft		770
Carriage inwards	880	
Discount allowed	340	
Drawings	4 500	
Equity		9 090
General expenses	15 110	
Inventory	12 260	
Irrecoverable debts	700	
Motor expenses	2 400	
Motor vehicle – cost	9 800	
Motor vehicle - accumulated depreciation		2 440
Purchases	48 000	
Returns outwards		940
Revenue		86 910
Trade payables		3 620
Trade receivables	10 050	
Suspense		270
Total	104 040	104 040

TOTAL FOR QUESTION 15 = 15 MARKS

www.dynamicpapers.com

16(a)

Award 1 mark for each correct figure as indicated plus 1 mark for correct dates and details.

Trade Payables Ledger Control Account

Date 2019	Details	$	Date 2019	Details	$
Nov 1	Balance b/d	290 **(1)**	Nov 1	Balance b/d	46 935
30	Cash book	32 418 **(1)**	30	Journal / interest charged	266 **(1)**
	Cash book (Discount received)	612 **(1)**		Purchases day book	36 940 **(1)**
	Journal (Contra)	220 **(1)**		Balance c/d	135
	Purchase returns day book	358 **(1)**			
	Balance c/d	50 378			
		84 276			84 276
Dec 1	Balance b/d	135 **(1)**	Dec 1	Balance b/d	50 378 **(1of)**

(10)

16(b)

Award mark as indicated.

Omar may have overpaid a credit supplier **(1).**

Accept any other appropriate responses.

(1)

16(c)

Award 1 mark for each purpose and 1 mark for each development.

Sample answer

Provides the total figures for trade payables **(1)**, which can be used to prepare the financial statements **(1).**

Helps to prevent fraud **(1)** as the control accounts are normally produced by a different person to those who produced the subsidiary ledger accounts **(1)**.

Accept any other appropriate responses.

(4)

TOTAL FOR QUESTION 16 = 15 MARKS

www.dynamicpapers.com

Question number	Answer	Mark
17	**Award marks for correct date, details and amounts in combination.**	**(15)**

Cash Book

Date 2019	Details	Discount allowed $	Cash $	Bank $	Date 2019	Details	Discount received $	Cash $	Bank $
Dec 1	Balance b/d		70 **(1)**		Dec 1	Balance b/d			340 **(1)**
4	Patel			125 **(1)**	12	Bank		1 300 **(1)**	
5	Cash sales		2 350 **(1)**		13	Patel			125 **(1)**
12	Cash			1 300 **(1)**	19	Westgas (SO)			85 **(1)**
23	Sumner	60 **(1)**		1 140 **(1)**	28	Wages		840 **(1)**	
					29	Linston	142 **(1)**		1 278 **(1)**
					31	Balances c/d		280	737
		60	2 420	2 565			142	2 420	2 565
2020 Jan 1	Balances b/d		280 **(1of)**	737 **(1of)**					

TOTAL FOR QUESTION 17 = 15 MARKS

www.dynamicpapers.com

Question number	Answer	Mark
18(a)	**Award 1 mark for each correct figure as indicated plus 1 mark for correct dates and details.**	**(5)**

Provision for Depreciation - Motor Vehicles Account

Date 2019	Details	$	Date 2019	Details	$
Sep 30	Disposal	4 100 **(1)**	Jan 1	Balance b/d	16 000 **(1)**
Dec 31	Balance c/d	16 825	Dec 31	Income statement	4 925 **(1of)**
		20 925			20 925
			2020 Jan 1	Balance b/d	16 825 **(1of)**

Question number	Answer	Mark
18(b)	**Award 1 mark for each correct figure as indicated plus 1 mark for correct dates and details.**	**(5)**

Disposal Account

Date 2019	Details	$	Date 2019	Details	$
Sep 30	Motor vehicles	16 400 **(1)**	Sep 30	Provision for depreciation – (Motor vehicles)	4 100 **(1of)**
Dec 31	Income statement	950 **(1of)**		Cash book	13 250 **(1)**
		17 350			17 350

;

www.dynamicpapers.com

Question number	Answer	Mark
18(c)	**Award marks as indicated.** **Award 1 mark for each identification and 1 mark for each development and 1 mark for conclusion.** **Sample answer** It will improve accuracy **(1)** as all calculations will be done automatically **(1).** It will improve the speed of processing financial data **(1)** as Nyat will only have to make one entry and the other entry will be automatically processed **(1).** As a result, Nyat's business should benefit from this purchase **(1).**	**(5)**

TOTAL FOR QUESTION 18 = 15 MARKS

TOTAL MARKS FOR SECTION B = 75 MARKS

TOTAL MARKS FOR PAPER = 100 MARKS