



# Cambridge International AS & A Level

CANDIDATE  
NAME

CENTRE  
NUMBER

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CANDIDATE  
NUMBER

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## ACCOUNTING

9706/41

Paper 4 Cost and Management Accounting

May/June 2023

1 hour

You must answer on the question paper.

You will need: Insert (enclosed)

## INSTRUCTIONS

- Answer **all** questions.
- Use a black or dark blue pen.
- Write your name, centre number and candidate number in the boxes at the top of the page.
- Write your answer to each question in the space provided.
- Do **not** use an erasable pen or correction fluid.
- Do **not** write on any bar codes.
- You may use an HB pencil for any diagrams, graphs or rough working.
- You may use a calculator.
- You should present all accounting statements in good style.
- You should show your workings.

## INFORMATION

- The total mark for this paper is 50.
- The number of marks for each question or part question is shown in brackets [ ].
- The insert contains all of the sources referred to in the questions.

This document has **8** pages. Any blank pages are indicated.



(ii) the payback period

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.....  
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.....  
..... [3]

(iii) the accounting rate of return (ARR).

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..... [4]

(b) Advise Barry whether or not he should go ahead with the dig in the farmer’s field. Justify your answer.

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..... [7]

(c) State **two** disadvantages of using ARR for investment decisions.

1 .....

2 .....

..... [2]

[Total: 25]

2 Read Source B in the insert.

(a) Prepare the production budget (in units) for **each** of the months from January to April.

..... [7]

(b) Explain how the budgeted revenue for the four months from January to April should be calculated.

..... [2]





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