
ACCOUNTING

0452/11

Paper 1

October/November 2019

MARK SCHEME

Maximum Mark: 120

Published

This mark scheme is published as an aid to teachers and candidates, to indicate the requirements of the examination. It shows the basis on which Examiners were instructed to award marks. It does not indicate the details of the discussions that took place at an Examiners' meeting before marking began, which would have considered the acceptability of alternative answers.

Mark schemes should be read in conjunction with the question paper and the Principal Examiner Report for Teachers.

Cambridge International will not enter into discussions about these mark schemes.

Cambridge International is publishing the mark schemes for the October/November 2019 series for most Cambridge IGCSE™, Cambridge International A and AS Level components and some Cambridge O Level components.

This document consists of **17** printed pages.

Generic Marking Principles

These general marking principles must be applied by all examiners when marking candidate answers. They should be applied alongside the specific content of the mark scheme or generic level descriptors for a question. Each question paper and mark scheme will also comply with these marking principles.

GENERIC MARKING PRINCIPLE 1:

Marks must be awarded in line with:

- the specific content of the mark scheme or the generic level descriptors for the question
- the specific skills defined in the mark scheme or in the generic level descriptors for the question
- the standard of response required by a candidate as exemplified by the standardisation scripts.

GENERIC MARKING PRINCIPLE 2:

Marks awarded are always **whole marks** (not half marks, or other fractions).

GENERIC MARKING PRINCIPLE 3:

Marks must be awarded **positively**:

- marks are awarded for correct/valid answers, as defined in the mark scheme. However, credit is given for valid answers which go beyond the scope of the syllabus and mark scheme, referring to your Team Leader as appropriate
- marks are awarded when candidates clearly demonstrate what they know and can do
- marks are not deducted for errors
- marks are not deducted for omissions
- answers should only be judged on the quality of spelling, punctuation and grammar when these features are specifically assessed by the question as indicated by the mark scheme. The meaning, however, should be unambiguous.

GENERIC MARKING PRINCIPLE 4:

Rules must be applied consistently e.g. in situations where candidates have not followed instructions or in the application of generic level descriptors.

GENERIC MARKING PRINCIPLE 5:

Marks should be awarded using the full range of marks defined in the mark scheme for the question (however; the use of the full mark range may be limited according to the quality of the candidate responses seen).

GENERIC MARKING PRINCIPLE 6:

Marks awarded are based solely on the requirements as defined in the mark scheme. Marks should not be awarded with grade thresholds or grade descriptors in mind.

Question	Answer	Marks
1(a)	B	1
1(b)	D	1
1(c)	A	1
1(d)	B	1
1(e)	A	1
1(f)	A	1
1(g)	C	1
1(h)	D	1
1(i)	D	1
1(j)	B	1

Question	Answer	Marks
	<p>Glossary</p> <p>(d) A $\frac{1}{3} \cdot 4200 = 1400 - 22\% = 1092$ B $1400 - 20\% = 1120$ C $1400 - 2\% = 1372$ D $\frac{1}{3} \cdot 4200 = 1400$</p> <p>(g) C of S = 34 GP = 10 P for yr. = 4 A $\frac{4}{44} \cdot 100 = 9.09$ B $\frac{4}{34} \cdot 100 = 11.76$ C $\frac{10}{44} \cdot 100 = 22.73$ D $\frac{10}{34} \cdot 100 = 29.41$</p> <p>(j) A book value after 5 years $(18\,000 - (5 \cdot 2700)) = 4500$ B book value after 4 years $(18\,000 - (4 \cdot 2700)) = 7200$ C dep for 4 years $(4 \cdot 2700) = 10\,800$ D dep for 5 years $(5 \cdot 2700) = 13\,500$</p>	

Question	Answer	Marks										
2(a)	(i) \$59 (1) (ii) \$826 (1) (iii) \$3304 (1)	3										
2(b)	Kadir	1										
2(c)	Goods returned not as ordered Goods returned as damaged/faulty Or other suitable reason – excluding overcharge Any 1 reason (1)	1										
2(d)	The amount on the credit note must equal the amount originally charged for those goods, so trade discount must be deducted from the list price. (1) Trade discount was deducted on invoice or when purchased. (1)	1										
2(e)	<table border="1"> <tbody> <tr> <td>book of prime (original) entry used by Aisha</td> <td>book of prime (original) entry used by Kadir</td> </tr> <tr> <td>purchases returns journal (1)</td> <td>sales returns journal (1)</td> </tr> </tbody> </table>	book of prime (original) entry used by Aisha	book of prime (original) entry used by Kadir	purchases returns journal (1)	sales returns journal (1)	2						
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debit note	no entry (1)											
cheque	cash book (1)											
statement of account	no entry (1)											

Question	Answer						Marks																																																						
2(g)	Aisha Kadir account <table border="1" data-bbox="300 352 1357 722" style="margin: 10px auto;"> <thead> <tr> <th>Date</th> <th>Details</th> <th>\$</th> <th>Date</th> <th>Details</th> <th>\$</th> </tr> </thead> <tbody> <tr> <td>2019</td> <td></td> <td></td> <td>2019</td> <td></td> <td></td> </tr> <tr> <td>Sept 18</td> <td>Returns (1)OF</td> <td>3304</td> <td>Sept 1</td> <td>Balance b/d (1)</td> <td>3400</td> </tr> <tr> <td>27</td> <td>Bank (1)</td> <td>3332</td> <td>4</td> <td>Purchases (1)</td> <td>8960</td> </tr> <tr> <td></td> <td>Discount (1)</td> <td>68</td> <td></td> <td></td> <td></td> </tr> <tr> <td>30</td> <td>Balance c/d</td> <td><u>5656</u></td> <td></td> <td></td> <td></td> </tr> <tr> <td></td> <td></td> <td><u>12 360</u></td> <td></td> <td></td> <td><u>12 360</u></td> </tr> <tr> <td></td> <td></td> <td></td> <td>2019</td> <td></td> <td></td> </tr> <tr> <td></td> <td></td> <td></td> <td>Oct 1</td> <td>Balance b/d (1)OF</td> <td>5656</td> </tr> </tbody> </table> <p data-bbox="300 758 427 790">(1) Dates</p>						Date	Details	\$	Date	Details	\$	2019			2019			Sept 18	Returns (1)OF	3304	Sept 1	Balance b/d (1)	3400	27	Bank (1)	3332	4	Purchases (1)	8960		Discount (1)	68				30	Balance c/d	<u>5656</u>						<u>12 360</u>			<u>12 360</u>				2019						Oct 1	Balance b/d (1)OF	5656	7
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2(h)	Purchases (ledger) or trade payables						1																																																						

Question	Answer	Marks										
3(a)	They can assist in locating errors They are proof of the arithmetical accuracy of the ledgers which they control They provide instant totals of the trade payables and the trade receivables They enable a draft statement of financial position to be prepared quickly or financial statements They can help to reduce fraud They provide a summary of the transactions affecting the trade payables and the trade receivables Any 2 advantages (1) each	2										
3(b)	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 50%;"></td> <td style="width: 50%; text-align: center;">book of prime (original) entry</td> </tr> <tr> <td>purchases returns</td> <td>purchases returns journal (1)</td> </tr> <tr> <td>contra entry</td> <td>general or nominal journal (1)</td> </tr> <tr> <td>discount received</td> <td>cash book (1)</td> </tr> <tr> <td>interest charged on overdue account</td> <td>general or nominal journal (1)</td> </tr> </table>		book of prime (original) entry	purchases returns	purchases returns journal (1)	contra entry	general or nominal journal (1)	discount received	cash book (1)	interest charged on overdue account	general or nominal journal (1)	4
	book of prime (original) entry											
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contra entry	general or nominal journal (1)											
discount received	cash book (1)											
interest charged on overdue account	general or nominal journal (1)											
3(c)	Meaning A contra entry is an entry which appears in the purchases ledger control account (debit side) and also in the sales ledger control account (credit side) (1) Reason The entry is made when a sales ledger account is set off against a purchases ledger account of the same person/business (1) Same person is the buyer and seller (1) Any 2 reasons (1) each	2										
3(d)	Overpayment made to credit supplier Returned goods after paying the balance of the account Made payment without deducting the cash discount to which entitled Paid credit supplier in advance/prepayment/paid deposit Contra entry larger than the balance owed Any 2 reasons (1) each	2										

Question	Answer						Marks																																																																													
3(e)	Timothy Sales ledger control account						9																																																																													
<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th data-bbox="295 349 427 399">Date</th> <th data-bbox="427 349 689 399">Details</th> <th data-bbox="689 349 808 399">\$</th> <th data-bbox="808 349 943 399">Date</th> <th data-bbox="943 349 1205 399">Details</th> <th data-bbox="1205 349 1339 399">\$</th> </tr> </thead> <tbody> <tr> <td data-bbox="295 399 427 432">2019</td> <td data-bbox="427 399 689 432"></td> <td data-bbox="689 399 808 432"></td> <td data-bbox="808 399 943 432">2019</td> <td data-bbox="943 399 1205 432"></td> <td data-bbox="1205 399 1339 432"></td> </tr> <tr> <td data-bbox="295 432 427 466">Oct 1</td> <td data-bbox="427 432 689 466"><i>Balance b/d</i></td> <td data-bbox="689 432 808 466">6530</td> <td data-bbox="808 432 943 466">Oct 1</td> <td data-bbox="943 432 1205 466"><i>Balance b/d</i></td> <td data-bbox="1205 432 1339 466">110</td> </tr> <tr> <td data-bbox="295 466 427 499">31</td> <td data-bbox="427 466 689 499">Sales (1)</td> <td data-bbox="689 466 808 499">7860</td> <td data-bbox="808 466 943 499">31</td> <td data-bbox="943 466 1205 499">Bank/cash (1)</td> <td data-bbox="1205 466 1339 499">5782</td> </tr> <tr> <td></td> <td data-bbox="427 499 689 533">Interest (1)</td> <td data-bbox="689 499 808 533">15</td> <td></td> <td data-bbox="943 499 1205 533">Discount (1)</td> <td data-bbox="1205 499 1339 533">118</td> </tr> <tr> <td></td> <td data-bbox="427 533 689 566">Balance c/d</td> <td data-bbox="689 533 808 566">80</td> <td></td> <td data-bbox="943 533 1205 566">Returns (1)</td> <td data-bbox="1205 533 1339 566">285</td> </tr> <tr> <td></td> <td></td> <td data-bbox="689 566 808 600"></td> <td></td> <td data-bbox="943 566 1205 600">Bad debts (1)</td> <td data-bbox="1205 566 1339 600">260</td> </tr> <tr> <td></td> <td></td> <td data-bbox="689 600 808 633"></td> <td></td> <td data-bbox="943 600 1205 633">Contra(PLCA) (1)</td> <td data-bbox="1205 600 1339 633">300</td> </tr> <tr> <td></td> <td></td> <td data-bbox="689 633 808 667" style="border-top: 1px solid black;"></td> <td></td> <td data-bbox="943 633 1205 667">Balance c/d</td> <td data-bbox="1205 633 1339 667" style="border-top: 1px solid black;"></td> </tr> <tr> <td></td> <td></td> <td data-bbox="689 667 808 700" style="border-top: 1px solid black; border-bottom: 3px double black;">14 485</td> <td></td> <td></td> <td data-bbox="1205 667 1339 700" style="border-top: 1px solid black; border-bottom: 3px double black;">14 485</td> </tr> <tr> <td data-bbox="295 700 427 734">2019</td> <td data-bbox="427 700 689 734"></td> <td data-bbox="689 700 808 734"></td> <td data-bbox="808 700 943 734">2019</td> <td data-bbox="943 700 1205 734"></td> <td data-bbox="1205 700 1339 734"></td> </tr> <tr> <td data-bbox="295 734 427 767">Nov 1</td> <td data-bbox="427 734 689 767">Balance b/d</td> <td data-bbox="689 734 808 767">7630</td> <td data-bbox="808 734 943 767">Nov 1</td> <td data-bbox="943 734 1205 767">Balance b/d</td> <td data-bbox="1205 734 1339 767">80</td> </tr> <tr> <td></td> <td data-bbox="427 767 689 801">(1)OF</td> <td data-bbox="689 767 808 801"></td> <td></td> <td data-bbox="943 767 1205 801">(1)</td> <td data-bbox="1205 767 1339 801"></td> </tr> </tbody> </table>							Date	Details	\$	Date	Details	\$	2019			2019			Oct 1	<i>Balance b/d</i>	6530	Oct 1	<i>Balance b/d</i>	110	31	Sales (1)	7860	31	Bank/cash (1)	5782		Interest (1)	15		Discount (1)	118		Balance c/d	80		Returns (1)	285					Bad debts (1)	260					Contra(PLCA) (1)	300					Balance c/d				14 485			14 485	2019			2019			Nov 1	Balance b/d	7630	Nov 1	Balance b/d	80		(1)OF			(1)	
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	(1)OF			(1)																																																																																

Question	Answer					Marks
4(a)	Abiola General Journal					5
	Date 2017	Details	Debit \$	Credit \$		
	<i>Sept 1</i>	Inventory } (1) Fixtures and fittings } Bank (1) Loan (1) Capital (1) Assets, liabilities and capital at this date or balances on assets, liabilities and capital or record the start of the business (1)	6600 11 750 31 650	10 000 40 000		
4(b)	To explain the reasons for the entries which are to be made in the ledger (1) Journal entries sometimes involve 'out of the ordinary' transactions (1) It is impossible to remember the reason for every entry (1) Transaction to be understood (1) Any 2 reasons (1) each					2

Question	Answer					Marks																																																						
4(c)	Abiola General Journal <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th data-bbox="300 352 443 448">Date 2018</th> <th data-bbox="443 352 1010 448">Details</th> <th data-bbox="1010 352 1171 448">Debit \$</th> <th data-bbox="1171 352 1332 448">Credit \$</th> <th data-bbox="1332 352 1375 448"></th> </tr> </thead> <tbody> <tr> <td data-bbox="300 448 443 563">Mar 1</td> <td data-bbox="443 448 1010 563">Motor vehicles (1) Capital (1)</td> <td data-bbox="1010 448 1171 563" style="text-align: center;">12 000</td> <td data-bbox="1171 448 1332 563" style="text-align: center;">12 000</td> <td data-bbox="1332 448 1375 563"></td> </tr> <tr> <td data-bbox="300 563 443 678">Mar 1</td> <td data-bbox="443 563 1010 678">Drawings (1) Purchases (1)</td> <td data-bbox="1010 563 1171 678" style="text-align: center;">450</td> <td data-bbox="1171 563 1332 678" style="text-align: center;">450</td> <td data-bbox="1332 563 1375 678"></td> </tr> </tbody> </table>					Date 2018	Details	Debit \$	Credit \$		Mar 1	Motor vehicles (1) Capital (1)	12 000	12 000		Mar 1	Drawings (1) Purchases (1)	450	450		4																																							
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4(d)	Abiola Rent payable account <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th data-bbox="300 820 443 900">Date 2018</th> <th data-bbox="443 820 710 900">Details</th> <th data-bbox="710 820 828 900">\$</th> <th data-bbox="828 820 963 900">Date 2018</th> <th data-bbox="963 820 1227 900">Details</th> <th data-bbox="1227 820 1357 900">\$</th> </tr> </thead> <tbody> <tr> <td data-bbox="300 900 443 963">Sept 2</td> <td data-bbox="443 900 710 963">Bank }</td> <td data-bbox="710 900 828 963" style="text-align: center;">3000</td> <td data-bbox="828 900 963 963">Sept 1</td> <td data-bbox="963 900 1227 963">Balance b/d (1)</td> <td data-bbox="1227 900 1357 963" style="text-align: center;">500</td> </tr> <tr> <td data-bbox="300 963 443 1027">2019</td> <td data-bbox="443 963 710 1027">}</td> <td></td> <td data-bbox="828 963 963 1027">2019</td> <td></td> <td></td> </tr> <tr> <td data-bbox="300 1027 443 1091">Feb 3</td> <td data-bbox="443 1027 710 1091">Bank }(1)</td> <td data-bbox="710 1027 828 1091" style="text-align: center;">3000</td> <td data-bbox="828 1027 963 1091">Aug 31</td> <td data-bbox="963 1027 1227 1091">Income</td> <td></td> </tr> <tr> <td data-bbox="300 1091 443 1155">Aug 6</td> <td data-bbox="443 1091 710 1155">Bank }</td> <td data-bbox="710 1091 828 1155" style="text-align: center;">1500</td> <td></td> <td data-bbox="963 1091 1227 1155">statement (1)OF</td> <td data-bbox="1227 1091 1357 1155" style="text-align: center;">6000</td> </tr> <tr> <td></td> <td></td> <td data-bbox="710 1155 828 1219" style="text-align: center;"><u>7500</u></td> <td></td> <td data-bbox="963 1155 1227 1219">Balance c/d</td> <td data-bbox="1227 1155 1357 1219" style="text-align: center;"><u>1000</u></td> </tr> <tr> <td></td> <td></td> <td></td> <td></td> <td></td> <td data-bbox="1227 1219 1357 1283" style="text-align: center;"><u>7500</u></td> </tr> <tr> <td data-bbox="300 1283 443 1334">2019</td> <td></td> <td></td> <td></td> <td></td> <td></td> </tr> <tr> <td data-bbox="300 1334 443 1385">Sept 1</td> <td data-bbox="443 1334 710 1385">Balance b/d (1)</td> <td data-bbox="710 1334 828 1385" style="text-align: center;">1000</td> <td></td> <td></td> <td></td> </tr> </tbody> </table> <p data-bbox="300 1385 443 1420">(1) Dates</p>					Date 2018	Details	\$	Date 2018	Details	\$	Sept 2	Bank }	3000	Sept 1	Balance b/d (1)	500	2019	}		2019			Feb 3	Bank }(1)	3000	Aug 31	Income		Aug 6	Bank }	1500		statement (1)OF	6000			<u>7500</u>		Balance c/d	<u>1000</u>						<u>7500</u>	2019						Sept 1	Balance b/d (1)	1000				5
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4(e)	<p>Only the rent relating to the current year or correct amount is transferred to the income statement (1) This ensures that the profit for the year is shown at a more accurate figure (1) This ensures that the expenses for the year are matched against the revenue for the year (1) Accrued rent payable at the start of the year and prepaid at the end are not included (1) Any 2 reasons (1) each</p>	2																																										
4(f)	<p style="text-align: center;">Abiola Commission receivable account</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 15%;">Date</th> <th style="width: 20%;">Details</th> <th style="width: 10%;">\$</th> <th style="width: 15%;">Date</th> <th style="width: 20%;">Details</th> <th style="width: 10%;">\$</th> </tr> </thead> <tbody> <tr> <td>2018 Sept 1</td> <td>Balance b/d (1)</td> <td style="text-align: right;">350</td> <td>2018 Sept 30</td> <td>Bank }</td> <td style="text-align: right;">350</td> </tr> <tr> <td>2019 Aug 31</td> <td>Income statement (1)OF</td> <td style="text-align: right;">1600</td> <td>2019 Jan 31</td> <td>Bank } (1)</td> <td style="text-align: right;">425</td> </tr> <tr> <td></td> <td></td> <td></td> <td>2019 Apr 30</td> <td>Bank }</td> <td style="text-align: right;">395</td> </tr> <tr> <td></td> <td></td> <td></td> <td>2019 July 31</td> <td>Bank }</td> <td style="text-align: right;">470</td> </tr> <tr> <td></td> <td></td> <td style="text-align: right;"><u>1950</u></td> <td>2019 Aug 31</td> <td>Balance c/d</td> <td style="text-align: right;"><u>310</u></td> </tr> <tr> <td>2019 Sept 1</td> <td>Balance b/d (1)</td> <td style="text-align: right;">310</td> <td></td> <td></td> <td style="text-align: right;"><u>1950</u></td> </tr> </tbody> </table> <p>(1) Dates</p>	Date	Details	\$	Date	Details	\$	2018 Sept 1	Balance b/d (1)	350	2018 Sept 30	Bank }	350	2019 Aug 31	Income statement (1)OF	1600	2019 Jan 31	Bank } (1)	425				2019 Apr 30	Bank }	395				2019 July 31	Bank }	470			<u>1950</u>	2019 Aug 31	Balance c/d	<u>310</u>	2019 Sept 1	Balance b/d (1)	310			<u>1950</u>	5
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			2019 Apr 30	Bank }	395																																							
			2019 July 31	Bank }	470																																							
		<u>1950</u>	2019 Aug 31	Balance c/d	<u>310</u>																																							
2019 Sept 1	Balance b/d (1)	310			<u>1950</u>																																							

Question	Answer	Marks																																																					
5(a)	Amounts paid by members of a club/society to use the facilities provided by that club/society	1																																																					
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5(d)	<p>Possible answers include:</p> <table border="1" data-bbox="300 316 1872 710"> <thead> <tr> <th data-bbox="300 316 1088 379">Income and expenditure account</th> <th colspan="2" data-bbox="1088 316 1872 379">Receipts and payments account</th> </tr> </thead> <tbody> <tr> <td data-bbox="300 379 1088 443">Equivalent to income statement</td> <td colspan="2" data-bbox="1088 379 1872 443">Summary of a cash book</td> </tr> <tr> <td data-bbox="300 443 1088 507">Used to calculate surplus or deficit</td> <td colspan="2" data-bbox="1088 443 1872 507">Shows the bank balance</td> </tr> <tr> <td data-bbox="300 507 1088 571">Items adjusted for accruals and payments</td> <td colspan="2" data-bbox="1088 507 1872 571">Requires payments and receipts irrespective of period</td> </tr> <tr> <td data-bbox="300 571 1088 635">Includes only revenue items</td> <td colspan="2" data-bbox="1088 571 1872 635">Includes capital (non-current assets) and revenue items</td> </tr> <tr> <td data-bbox="300 635 1088 710">Includes non-cash items eg depreciation</td> <td colspan="2" data-bbox="1088 635 1872 710">Includes all cash items not depreciation</td> </tr> </tbody> </table> <p>Max 4 marks (1 mark for each relevant statement) Accept other valid points.</p>			Income and expenditure account	Receipts and payments account		Equivalent to income statement	Summary of a cash book		Used to calculate surplus or deficit	Shows the bank balance		Items adjusted for accruals and payments	Requires payments and receipts irrespective of period		Includes only revenue items	Includes capital (non-current assets) and revenue items		Includes non-cash items eg depreciation	Includes all cash items not depreciation		4									
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6(d)	Share losses Share responsibilities Share or spread risks Share decision-making Additional finance or capital may be available Additional skills and experience are available Any 2 advantages (1) each	2
6(e)	Share profits Decisions must be recognised by all partners Decisions may take longer to implement One partner's actions can bind the other partners Disagreements can occur All partners are responsible for the debts of the business Other partner takes too much drawings Do not have full control Any 2 disadvantages (1) each	2

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