

SANGAM SKM COLLEGE – NADI
YEAR 11 ACCOUNTING WORKSHEET - WEEK 4

Date	Questions																																																																								
14/06	<p>Use the information given below to answer the questions that follow</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th colspan="3" style="text-align: left;">Proprietorship Section</th> </tr> <tr> <th style="width: 60%;"></th> <th style="width: 20%; text-align: center;">\$</th> <th style="width: 20%; text-align: center;">\$</th> </tr> </thead> <tbody> <tr> <td>Current Account – Aaron</td> <td style="text-align: center;">6 000</td> <td></td> </tr> <tr> <td>Current Account – Abel</td> <td style="text-align: center;"><u>5 000</u></td> <td></td> </tr> <tr> <td></td> <td></td> <td style="text-align: right;">11 000</td> </tr> <tr> <td>Capital Account – Aaron</td> <td style="text-align: center;">8 000</td> <td></td> </tr> <tr> <td>Capital Account – Abel</td> <td style="text-align: center;"><u>7 000</u></td> <td></td> </tr> <tr> <td></td> <td></td> <td style="text-align: right;"><u>15 000</u></td> </tr> <tr> <td>Closing Capital/Proprietorship</td> <td></td> <td style="text-align: right;"><u>\$26 000</u></td> </tr> </tbody> </table> <p>Required:</p> <ol style="list-style-type: none"> What are the owners of the above entity called? (1 mark) What is the main disadvantage of this type of entity? (1 mark) State the legal requirement for this entity (1 mark) What is the minimum number of owners? (1 mark) State an advantage of this type of entity. (1 mark) 	Proprietorship Section				\$	\$	Current Account – Aaron	6 000		Current Account – Abel	<u>5 000</u>				11 000	Capital Account – Aaron	8 000		Capital Account – Abel	<u>7 000</u>				<u>15 000</u>	Closing Capital/Proprietorship		<u>\$26 000</u>																																													
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16/06	<ol style="list-style-type: none"> Define Transactions. (1 mark) Differentiate between Owner's Equity and Liability (1 mark) What does the Accounting Equation Represent? (1 mark) Define Double Entry System. (1 mark) Differentiate between Perpetual Inventory System and Periodic Inventory System (1 mark) 																																																																								
17/06	<p>Patrick operates Pat's Grocery Store on Nice Island. Given below is the financial position of his business as at 1st March 2021.</p> <table border="1" style="width: 100%; border-collapse: collapse; margin: 10px 0;"> <tbody> <tr> <td>Debtors \$3 700</td> <td>Inventory \$6 000</td> <td>Fixed Assets \$30 000</td> </tr> <tr> <td>Cash \$11 500</td> <td>Creditors \$2 500</td> <td>Capital ?</td> </tr> </tbody> </table> <p>The following transactions took place during the month of March 2018.</p> <table style="width: 100%;"> <tbody> <tr> <td style="width: 10%;">Mar</td> <td style="width: 5%;">3</td> <td>Sold goods to Aryann (CP \$550) for \$670</td> </tr> <tr> <td></td> <td>7</td> <td>Bought goods from ACE Distributors \$700</td> </tr> <tr> <td></td> <td>15</td> <td>Bought equipment from BEST EQUIP \$10 000 and made a down payment of \$3 000</td> </tr> <tr> <td></td> <td>17</td> <td>Returned faulty goods to ACE Distributors \$120</td> </tr> <tr> <td></td> <td>18</td> <td>Speedy Shipment charged us freight \$27</td> </tr> <tr> <td></td> <td>19</td> <td>Sold old furniture (CP C\$700) for \$500 cash</td> </tr> <tr> <td></td> <td>20</td> <td>Paid ACE Distributors \$400 less 10% discount</td> </tr> <tr> <td></td> <td>24</td> <td>Bought furniture \$800 less \$50 trade discount from Timberz</td> </tr> </tbody> </table> <p>Required: Calculate the opening capital for Pat's Grocery Store and show the effects of the above transactions on the Accounting Equation Note: The business uses Perpetual Inventory Method.</p>	Debtors \$3 700	Inventory \$6 000	Fixed Assets \$30 000	Cash \$11 500	Creditors \$2 500	Capital ?	Mar	3	Sold goods to Aryann (CP \$550) for \$670		7	Bought goods from ACE Distributors \$700		15	Bought equipment from BEST EQUIP \$10 000 and made a down payment of \$3 000		17	Returned faulty goods to ACE Distributors \$120		18	Speedy Shipment charged us freight \$27		19	Sold old furniture (CP C\$700) for \$500 cash		20	Paid ACE Distributors \$400 less 10% discount		24	Bought furniture \$800 less \$50 trade discount from Timberz																																										
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18/06	<p>Rob owns a Technology shop called Magical Corner. In the accounting equation given below, each date records the effects of the transactions for the month of June 2018.</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th>Date</th> <th>Debtors+</th> <th>Inventory +</th> <th>Fixed + Assets</th> <th>=</th> <th>Bank + Overdraft</th> <th>Creditors +</th> <th>Capital</th> </tr> </thead> <tbody> <tr> <td>June 1</td> <td style="text-align: right;">\$13 700</td> <td style="text-align: right;">\$23 000</td> <td style="text-align: right;">\$60 000</td> <td style="text-align: center;">=</td> <td style="text-align: right;">\$11 500</td> <td style="text-align: right;">\$7 500</td> <td style="text-align: right;">\$77 700</td> </tr> <tr> <td>3</td> <td style="text-align: right;">+ 670</td> <td style="text-align: right;">- 550</td> <td></td> <td style="text-align: center;">=</td> <td></td> <td></td> <td style="text-align: right;">- 120</td> </tr> <tr> <td>7</td> <td></td> <td style="text-align: right;">+ 700</td> <td></td> <td style="text-align: center;">=</td> <td></td> <td style="text-align: right;">+ 700</td> <td></td> </tr> <tr> <td>15</td> <td></td> <td></td> <td style="text-align: right;">+10 000</td> <td style="text-align: center;">=</td> <td style="text-align: right;">+ 3 000</td> <td style="text-align: right;">+ 7 000</td> <td></td> </tr> <tr> <td>17</td> <td></td> <td style="text-align: right;">- 120</td> <td></td> <td style="text-align: center;">=</td> <td></td> <td style="text-align: right;">- 120</td> <td></td> </tr> <tr> <td>19</td> <td></td> <td></td> <td style="text-align: right;">- 700</td> <td style="text-align: center;">=</td> <td style="text-align: right;">- 500</td> <td></td> <td style="text-align: right;">- 200</td> </tr> <tr> <td>20</td> <td></td> <td></td> <td></td> <td style="text-align: center;">=</td> <td style="text-align: right;">+ 360</td> <td style="text-align: right;">- 400</td> <td style="text-align: right;">+ 40</td> </tr> <tr> <td>27</td> <td style="text-align: right;">- 300</td> <td></td> <td></td> <td style="text-align: center;">=</td> <td style="text-align: right;">-300</td> <td></td> <td></td> </tr> </tbody> </table> <p>Note: The business uses Physical Inventory Method. Required: Use the information given above and your knowledge to describe the possible transactions for June 3rd to 27th.</p>	Date	Debtors+	Inventory +	Fixed + Assets	=	Bank + Overdraft	Creditors +	Capital	June 1	\$13 700	\$23 000	\$60 000	=	\$11 500	\$7 500	\$77 700	3	+ 670	- 550		=			- 120	7		+ 700		=		+ 700		15			+10 000	=	+ 3 000	+ 7 000		17		- 120		=		- 120		19			- 700	=	- 500		- 200	20				=	+ 360	- 400	+ 40	27	- 300			=	-300		
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