# MINI EXAM NO 4: UNIT 4 AREA OF STUDY 2 (50 MARKS)

**Question 1 (44 marks)**

1. 5 marks

**Accounts Receivable**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Date** | **Cross-reference** | **Amount** | **Date** | **Cross-reference** | **Amount** |
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1. 12 marks

**Inventory**

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| **Date** | **Cross-reference** | **Amount** | **Date** | **Cross-reference** | **Amount** |
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**Accounts Payable**

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| **Date** | **Cross-reference** | **Amount** | **Date** | **Cross-reference** | **Amount** |
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1. 13 marks

**Charlotte’s Chairs**

**Budgeted Income Statement for the year ending 30 June 2020**

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|  | **$** | **$** |
| **Revenues** |  |  |
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1. 14 marks

**Charlotte’s Chairs**

**Budgeted Cash Flow Statement for the year ending 30 June 2020**

|  |  |  |
| --- | --- | --- |
|  | **$** | **$** |
| **Cash Flow from Operating Activities** |  |  |
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| **Net Cash Flows from Operations** |  |  |
| **Cash Flows from Investing Activities** |  |  |
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| **Net Cash Flows from Investing Activities** |  |  |
| **Cash Flows from Financing Activities** |  |  |
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| **Net Cash Flows from Financing Activities** |  |  |
| **Net Increase / (Decrease) in Cash Position** |  |  |
| **Bank Balance at 1 July 2019** |  |  |
| **Bank Balance at 30 June 2020** |  |  |

**Question 2 (6 marks)**

1. 2 marks

**Larry’s Ladders**

**Cash Budget Variance Report (extract) for the year ended 31 December 2020**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Budget** | **Actual** | **Variance** | **Favourable / Unfavourable** |
| Cash Sales |  | $217 500 | $7 500 | U |
| Receipts from Accounts Receivable | $220 000 | $252 000 | $32 000 |  |
| Advertising | $15 000 | $19 500 | $4 500 | U |

**Larry’s Ladders**

**Income Statement Variance Report (extract) for the year ended 31 December 2020**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Budget** | **Actual** | **Variance** | **Favourable / Unfavourable** |
| Credit Sales | $235 000 | $259 000 |  | F |
| Inventory Loss | $4 600 |  | $3 960 | U |
| Discount Expense | $9 000 | $11 800 | $2 800 | U |

1. 2 marks

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| **Explanation** |  |
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1. 2 marks

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| **Explanation** |  |
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**END OF MINI EXAM NO. 4**