

**2006 Accounting**

**Intermediate 1 – Special Instructions**

**Finalised Marking Instructions**

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## 2006 ACCOUNTING

### MARKING CONVENTIONS

CONVENTION	EXPLANATION	MARK(S) ON CANDIDATE PAPER
Extraneous	Item entered which should not be in the answer	-2E
Consequential	If a figure in a question is wrong, any further calculations are awarded marks if correct, as a consequence of using that figure	C
Nomenclature	The details in an account are wrong/missing	-1N
Dates	The date for an entry is wrong/missing	-1D
Complete Reversal	All the ledger entries are made the wrong way round  The question is marked as if correct and then the total mark is divided by 2	R  eg Total Mark = 12 Divided by 2 Mark awarded = 6
Plus/Minus Rule	If an entry is shown correctly it is awarded the mark (+)  If the same entry then appears again in another part of the question the mark is deducted (-)  ie no mark is gained and there is no penalty	eg  Correct entry £60,000 Sales in the Trading Account Mark awarded 1 (+-)  Wrong entry £60,000 Sales also entered in the Profit & Loss Mark deducted -1 (+-)
Penalty	The answers given are more than required (4 given instead of 3) and one of them is wrong  A heading is wrong/missing from a final account  The answer is correct but not given in the format requested  ie question asks for an account or a statement	-1P

## **2006 ACCOUNTING**

### **INTERMEDIATE 1**

#### **SPECIAL INSTRUCTIONS**

- 1 Assess pencil figures and workings. If the script is predominantly in pencil mark it and then refer it to the Principal Assessor.
- 2 A maximum of 10% of marks gained on any individual question may be deducted for untidy work and poor style. This penalty should only be applied in exceptional circumstances.
- 3 Work which has been deleted gains no marks even if it is correct. Exceptional cases may be drawn to the attention of the Principal Assessor.
- 4 Consequential errors **MUST NOT** be penalised, subject to the marking instructions for each question.
- 5 Mark workings whether or not they are incorporated in the final answer. Deduct a penalty of 1 mark per question for working which is not incorporated in the final answer.
- 6 Incorrect figures, supported by adequate workings – award marks for any correct operations performed.
- 7 Extraneous items – SEE INSTRUCTIONS FOR SPECIFIC QUESTIONS.
- 8 Indicate awards given for each item. Subtotals for sections and encircled final total should be clearly indicated and easy to check.

**Question 1**

			<b>Award Marks Lost</b>	<b>Penalties</b>
(a)		<p><b>Profit and Loss Account</b></p> <p>Headings incorrect/omitted</p> <p>Prepayments/Accruals not correctly treated and attached</p> <p>Other items right/wrong</p> <p>Extraneous items</p> <p>Label is required for 2005 Unappropriated Profit</p> <p>Unappropriated Profit 2004/Dividends before Net Profit lose awards but graph Net Profit</p>	<p>1 once</p> <p>1 each</p> <p>1</p> <p>1+1+1</p> <p>1 once</p>	-2 once
(b)		<p><b>Balance Sheet</b></p> <p>Headings incorrect/omitted</p> <p>Award marks as given</p> <p>Extraneous items</p> <p>Accept loan included as a current liability</p> <p>Capital must be the first item in the financed by section</p> <p>If entered in the financed by section the loan must be the last item.</p> <p>If fixed assets and current assets are all in one list without a heading. Award marks to either the fixed assets <b>or</b> the current assets, whichever gains the most marks.</p>		-2 once
(c)		Award marks as given		

**Question 2**

			<b>Award Marks Lost</b>	<b>Penalties</b>
<b>Part A</b>		<p>Imprest at start of week wrong/omitted</p> <p>Correct amount not entered in correct analysis column unless consequential on amount entered in cash out column</p> <p>If items in the analysis columns are not in line with the cash out figure</p> <p>Wrong amount entered in or omitted from Cash Out column/incorrect balance</p> <p>Any totals omitted, incorrect or not consequential</p> <p>Imprest not restored or incorrectly restored based on candidate's final balance figure</p> <p>Balance at end of month omitted, incorrect or not consequential on candidates entries</p> <p>Any date/detail/PCV no missing Watch PCV 17 – 2 items – 1 mark only</p>	<p>1</p> <p>1 each</p> <p>1 each (Max 3)</p> <p>1 each</p> <p>1</p> <p>1</p> <p>1</p>	<p>-1 (Max 3)</p>
<b>Part B</b>				
(a)	(i) (iii) (ii)	<p>Award marks as per solution – right/wrong If times/% missing If RDCE is 0.13 and 0.2</p>	<p>1 each</p>	<p>-1 penalty once</p>
(b)		<p>Award marks as per solution – right/wrong If (i) and (iii) not x100 If (ii) x100</p> <p>If no balances in Balance column: If closing balance calculated or imprest restored (after 3 lost marks) grant award to 'cash out' entry otherwise lose award – 1 each</p>	<p>1 each 1</p> <p>1 each (Max 3)</p> <p>1 each (Max 6)</p>	

**Question 3**

			<b>Award Marks Lost</b>	<b>Penalties</b>
(a)		Award marks as per solution		
(b)		Amount correct in account but details incorrect	4	-1 (Max -2)
		If the copy invoice is treated as an invoice then treat the copy credit note as consequential or as per solution	6	
		The entries from the cheque must be as per solution		
		If the account name is incorrect	-1 point each	
		Additional accounts eg trade discount lose awards for any correct entries invalidated by the entries in the additional accounts		
(c)		Accept any reasonable explanation One example only		

**Question 4**

			<b>Award Marks Lost</b>	<b>Penalties</b>
(a)		<p>Award marks as given right/wrong</p> <p>Departmental totals not correct or consequential on apportioned overheads</p> <p>If departmental totals incorrect/consequential incorrect</p>	<p>3</p> <p>1 each to max 3</p>	
(b)		<p>Award marks as given right/wrong</p> <p>Final totals not correct or consequential on departmental totals/apportioned canteen costs</p> <p>If one total incorrect</p> <p>If 25%, 25%, 50% in first Line: accept answer in line below (total will be missing)</p>	<p>2</p> <p>1</p> <p>2</p>	
(c)		<p>Award marks as given right/wrong</p>		
(d)		<p>Accept any reasonable answer</p>		

**Question 5**

			<b>Award Marks Lost</b>	<b>Penalties</b>
<b>Part A</b>		<p>Award marks as given right/wrong If no reasonable title eg “Cash Budget2”</p> <p>Opening Bank Balances Aug and Sept not correct/consequential on candidates entries</p> <p>No totals for receipts or payments then treat all entries as payments. Treatment cannot be ascertained from balances</p> <p>If rent 2200, 2200, 2000</p>	<p>1 each</p> <p>2</p>	1
<b>Part B</b>				
(a)	(i)	Award marks as given right/wrong		
	(ii)	Accept any formulae which results in the correct answer		
	(i) (iii)	Accept formulae without =		
(b)		<p>Accept any reasonable answer Don't accept “use of formula” only</p>		



**Question 6**

			<b>Award Marks Lost</b>	<b>Penalties</b>
<b>Part A</b>				
(a)	(i)	Award marks as given – right/wrong		
	(ii)	Award marks as given – right/wrong/consequential on (a)(i)		
	(iii)	Award marks as given – right/wrong/consequential on (a)(ii)		
(b)	(i)	Award marks as given – right/wrong/consequential on (a)(i)		
	(ii)	Award marks as given – right/wrong/consequential on (b)(i)		
(c)		Award marks as given – right/wrong/consequential on (a)(i) – £10	1	
(d)	(i)	Accept any reasonable answers		
	(ii)	Don't accept labour, materials or power		
<b>Part B</b>				
(a)		Award marks as given – right/wrong		
(b)		Labour wrong or not consequential on Part B (a)  Award other marks as given – right/wrong		

[END OF MARKING INSTRUCTIONS]