



Student Name: _____

2024 ACCOUNTING Unit 3 Outcome 2

Recording and analysing financial data

QUESTION BOOK

<i>Number of questions</i>	<i>Number of questions to be answered</i>	<i>Number of marks</i>
3	3	55

- Students are permitted to bring into the assessment task: pens, pencils, highlighters, erasers, sharpeners, rulers and one scientific calculator.
- Students are NOT permitted to use blank sheets of paper and/or white out liquid/tape.

Materials supplied

- Question book of 5 pages.
- Answer book of 8 pages.

Instructions

- Answer all questions in the Answer book.
- All written responses must be in English.

At the end of the task

- Write your name on both booklets, remain seated until papers are collected.

Question 3 (21 marks)

Air Aroma is preparing its Cash Flow Statement for the quarter ending 31 December 2024. The owner provided the following information:

Accounts Receivable

Date	Cross-reference	Amount	Date	Cross-reference	Amount
Oct 1	Balance	71 000	Dec 31	Bank/Discount Expense	225 800
Dec 31	Sales/GST Clearing	220 000	Dec 31	Sales returns/GST Clearing	2 200
			Dec 31	Balance	63 000
		291 000			291 000

Accounts Payable

Date	Cross-reference	Amount	Date	Cross-reference	Amount
Dec 31	Bank/Discount revenue	99 000	Oct 1	Balance	35 000
Dec 31	Balance	46 000	Dec 31	Inventory/GST Clearing	110 000
		145 000			145 000

GST Clearing

Date	Cross-reference	Amount	Date	Cross-reference	Amount
Dec 31	Bank	6 900	Oct 1	Balance	6 900
Dec 31	Accounts Payable	10 000	Dec 31	Accounts Receivable	20 000
Dec 31	Bank	?	Dec 31	Bank	12 000
Dec 31	Accounts Receivable	200			

Additional information:

- Cost of Sales 160 000
- Discount Revenue 750
- Discount Expense 1 800
- Cash purchase of inventory 5 000 plus GST
- Wages paid 38 000
- Advertising paid 10 000 plus GST
- Rent paid 6 000 plus GST
- The business purchased a Delivery Van during the quarter for \$44 000 plus GST.
- A loan from Auto Finance was taken out for the full purchase amount on 1 October 2024, quarterly repayments of \$1 860 including \$660 interest.

- a. **Calculate** the GST Paid amount for the quarter. 2 marks
- b. Using the above information, **prepare** the Operating section of the Cash Flow Statement for the quarter ended 31 December 2024. 9 marks
- c. **Explain** how the GST Clearing would be classified in the Balance Sheet for the quarter ended 31 December 2024. 3 marks
- d. **Explain** the importance of Air Aroma generating positive net cash flows from operations. 3 marks
- e. **Discuss** the possible impact on the Cash Flow Cover of Air Aroma as a result of the purchase of the Delivery Van. 4 marks