

**Paper Reference 4AC1/02**  
**Pearson Edexcel**  
**International GCSE**

Total Marks

# **Accounting**

**Level 1/2**

## **Paper 2: Financial Statements**

**Tuesday 14 May 2019 – Morning**

**Time: 1 hour 15 minutes plus your  
additional time allowance.**

**In the boxes below, write your name,  
centre number and candidate number.**

<b>Surname</b>					
<b>Other names</b>					
<b>Centre Number</b>					
<b>Candidate Number</b>					

**Y62032A**

**You do not need any other materials.**

**YOU WILL BE GIVEN**

**Data Book**

**INSTRUCTIONS**

**Answer ALL questions.**

**Answer the questions in the spaces provided in this Question Paper or on the separate data sheets – there may be more space than you need.**

**Calculators may be used.**

**Turn over**

## **INFORMATION**

**The total mark for this paper is 50**

**The marks for EACH question are shown in brackets – use this as a guide as to how much time to spend on each question.**

**There may be spare copies of some data sheets.**

## **ADVICE**

**Read each question carefully before you start to answer it.**

**Try to answer every question.**

**Check your answers if you have time at the end.**

**4**

**Answer ALL questions.**

**Write your answers in the spaces provided.**

**Turn over**

- 1. Look at the information for  
Question 1 in the Data Book.**

**Yu Win provided the information  
shown.**

- (a) Prepare the Income Statement for  
the year ended 31 May 2018  
(20 marks)**

**Answer lines are on the next four  
pages.**

**There is space for your workings  
on pages 10–13**

**Turn over**

1. (a) continued.

**Yu Win**

**Income Statement for the  
year ended 31 May 2018**

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**Turn over**

**1. (a) continued.**

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**Turn over**

1. (a) continued.

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Turn over



1. (a) continued.

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Turn over

1. (a) continued.

## Workings

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Turn over

**1. (a) Workings continued.**

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**Turn over**

**1. (a) Workings continued.**

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**Turn over**

**1. (a) Workings continued.**

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**(continued on the next page)**

**Turn over**

**1. continued.**

**(b) Prepare the Statement of Financial Position at 31 May 2018 showing the non-current assets section only.**

**(5 marks)**

**Answer lines are on the next four pages.**

**Turn over**

1. (b) continued.

**Yu Win**

**Statement of Financial  
Position at 31 May 2018**

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**Turn over**

1. (b) continued.

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Turn over



1. (b) continued.

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Turn over

1. (b) continued.

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**(Total for Question 1 = 25 marks)**

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**Turn over**

2. (a) Look at the table for  
Question 2(a) in the Data Book.  
State which accounting concept  
applies in EACH scenario.  
(3 marks)

(b) Define the terms:

(i) profitability

(1 mark)

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Turn over

**2. (b) continued.**

**(ii) liquidity.**

**(1 mark)**

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**(continued on the next page)**

**Turn over**

**2. continued.**

**Look at the table for Question 2(c) in the Data Book.**

**A business provided the information shown.**

**(c) Evaluate the performance of the business over the two years.**

**(5 marks)**

**Answer lines continue on the next page.**

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**Turn over**

**2. continued.**

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**Turn over**

**2. continued.**

**(d) Look at the table for  
Question 2(d) in the Data Book.  
Identify, indicating with a  
tick (✓), which statements are  
true or false in the absence of a  
partnership agreement according  
to section 24 of the  
Partnership Act 1890**

**The first one has been completed  
as an example.**

**There are four more to complete.  
(4 marks)**

**(continued on the next page)**

**Turn over**

**2. continued.**

**(e) Discuss the need for a partnership to prepare different accounts from those prepared by a sole trader.**

**(6 marks)**

**Answer lines continue on the next two pages.**

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**Turn over**



2. (e) continued.

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Turn over

**2. (e) continued.**

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**Turn over**

**2. continued.**

**(f) Evaluate whether a sole trader should form a partnership.**

**(5 marks)**

**Answer lines continue on the next page.**

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**Turn over**

2. (f) continued.

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**(Total for Question 2 = 25 marks)**

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**TOTAL FOR PAPER = 50 MARKS**

**END OF PAPER**

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