

JUNIOR CERTIFICATE EXAMINATION, 2007

BUSINESS STUDIES – HIGHER LEVEL

**PAPER II
(160 marks)**

- All questions carry equal marks (40 marks)

MARKING SCHEME

Q. 1 Book of First Entry, Ledger and Trial Balance

(A)	<u>General Journal</u>		4 marks
Three correct entries @ 1 mark each		3 marks	
Suitable narration @ 1 mark		<u>1 mark</u>	
(A~D)	<u>Ledgers</u>		18 marks
16 entries in Ledger Accounts @ 1 mark each (excluding totals and balances)		16 marks	
Closing Balances 2 @ 1 mark each		<u>2 marks</u>	
(C)	<u>Analysed Cash Book</u>		9 marks
12 entries @ ½ mark each		6 marks	
Closing Balance @ 1 mark		1 mark	
Receipt Numbers @ 1 mark	1 mark		
Cheque Numbers @ 1 mark	<u>1 mark</u>	<u>2 marks</u>	
(D)	<u>Trial Balance</u>		4 ½ marks
9 entries @ ½ mark each			
(A~D)	<u>Presentation</u>		4 ½ marks
Dates @ 2 marks			
Folios @ 2 marks			
Neatness @ ½ mark			
			(40 marks)

Q. 2 Credit Sales, Business Document and Bookkeeping

(A)	(i)	Two explanations @ 4 marks each	8 marks	17 marks
	(ii)	Two suitable procedures @ 2 marks each	4 marks	
	(iii)	Suitable explanation @ 5 marks	<u>5 marks</u>	
(B)	(i)	Two other suitable reasons @ 2 marks	4 marks	23 marks
	(ii)	Credit Note No. 23	12 marks	
		7 correct figures @ 1 mark each		
		5 entries @ 1 mark each, as follows: Correct Date, Correct Order No., Correct Name and Address of Recipient, Description, Reason for Credit Note.		
(iii)	Sales Returns Book (7 pieces of information @ 1 mark each)	<u>7 marks</u>		
				(40 marks)

Q. 3 Cash Flow Forecast

(A)	Cash Flow Forecast			28 marks
	20 correct entries @ 1 mark each		20 marks	
	4 correct entries @ 2 marks each		<u>8 marks</u>	
(B)	(i)	Two suitable items @ 2 marks each	4 marks	12 marks
	(ii)	Two possible ways @ 2 marks each	4 marks	
	(iii)	Explanation of a difference @ 4 marks	<u>4 marks</u>	
				(40 marks)

Q. 4 Final Accounts and Balance Sheet

(A)	<u>Trading, Profit and Loss Appropriation Account</u>		
	Headings @ 3 marks	3 marks	
	26 figures @ ½ mark each	13 marks	
	2 figures @ 1 mark each	<u>2 marks</u>	
		18 marks	
	<u>Balance Sheet</u>		
	Heading @ 1 mark	1 mark	
	24 figures @ ½ mark each	12 marks	
	3 figures @ 1 mark each	3 marks	
	Neatness	<u>1 mark</u>	
		17 marks	
			35 marks
(B)	Explanation of 'depreciation' (3+2)		5 marks
			(40 marks)

Q. 5 Marketing and Business Plan

(A)	Three suitable questions relating to: colour(s) to be used; price to be charged and retail outlets to sell in @ 3 marks each		9 marks
(B)	(i) ~ (iii)		
	12 pieces of information @ 1 mark each	12 marks	
	6 pieces of information @ 2 marks each	12 marks	
	1 piece of information @ 4 marks (Selling price per hoody €26)	4 marks	
	2 pieces of information @ 1½ marks each	<u>3 marks</u>	
			31 marks
			(40 marks)

Q. 6 Report Writing and Assessing a Business

(A)	Calculation of four ratios @ 4 marks each		16 marks
(B)	Report for directors of JACK Ltd - Performance of company		
	8 points in report @ 2 marks each	16 marks	
	4 suitable comments @ 2 marks each	<u>8 marks</u>	
			24 marks
			(40 marks)