

JUNIOR CERTIFICATE EXAMINATION, 2006

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>		5 marks
	Four correct entries @ 1 mark each	4 marks	
	Suitable narration @1 mark	<u>1 mark</u>	
(A~D)	<u>Ledgers</u>		16 marks
	14 entries in Ledger Accounts @ 1 mark each (excluding totals and balances)	14 marks	
	2 accounts balanced @ 1 mark each	<u>2 marks</u>	
(C)	<u>Analysed Cash Book</u>		10 marks
	Opening Balance @ 1 mark, Closing Balance @ 1 mark	2 marks	
	12 entries @ ½ mark each (excluding totals)	6 marks	
	Receipt No. @ 1 mark	1 mark	
	Cheque Numbers @ 1 mark	<u>1 mark</u>	<u>2 marks</u>
(D)	<u>Trial Balance</u>		
	9 entries @ ½ mark each		4 ½ marks
(A~D)	<u>Presentation</u>		4 ½ marks
	Dates @ 2 marks		
	Folios @ 2 marks		
	Neatness @ ½ marks		(40 marks)

Q. 2 Credit Sales, Business Document and Bookkeeping

(A) (i)	Two suitable reasons	4 marks	
(ii)	Two suitable methods	<u>8 marks</u>	
			12 marks
(B) (i)	Treatment of outgoing Statements	4 marks	
(ii)	Statement No. 91	10 marks	
	Correct Name and Address		
	Correct Date		
	3 correct (debit and credit) entries		
	Correct Opening and Closing (€7,042) balances		
(iii)	Purchases Book	7 marks	
	Purchases Returns Book	<u>7 marks</u>	28 marks
			(40 marks)

Q. 3 Being an Employer and Wages Calculation

(A) (i) Two suitable rewards	4 marks	
Two suitable risks	4 marks	
(ii) Two rights	4 marks	
Two responsibilities	4 marks	
(iii) Importance of employee records	<u>6 marks</u>	22 marks
(B) (i) 6 correct entries in Wages Book for: Gross Wage, PAYE, PRSI, Total Deductions, Net Wage (€2,530), Employer's PRSI	16 marks	
(ii) Total Cost of wages (€4,032)	<u>2 marks</u>	18 marks
		(40 marks)

Q. 4 Final Accounts and Balance Sheet

(A) <u>Trading, Profit and Loss Appropriation Account</u>		
Headings @ 3 marks	3 marks	
27 figures @ ½ mark each	13½ marks	
2 figures @ 1 mark each	<u>2 marks</u>	18½ marks
<u>Balance Sheet</u>		
Heading	1 mark	
22 figures @ ½ mark each	11 marks	
4 figures @ 1 mark each	4 marks	
Neatness	<u>½ mark</u>	16½ marks
(B) Three long-term sources of finance (2+2+1)		5 marks
		(40 marks)

Q. 5 Chain of Production and Delivery Systems

(A) (i) Primary production and example	4 marks	
(ii) Service industry and example	<u>4 marks</u>	8 marks
(B) (i) Two suitable channels	5 marks	
(ii) One appropriate type of product	<u>2 marks</u>	7 marks
(C) (i) Three suitable factors	9 marks	
(ii) 2 modern developments	<u>6 marks</u>	15 marks
(D) Analysed Cash Book - 6 entries	6 marks	
Delivery Van Account - 4 entries	<u>4 marks</u>	10 marks
		(40 marks)

Q. 6 Marketing, Savings and Service Firm's Final Account

(A) Three suitable methods of promotion with reasons		12 marks
(B) (i) Amount earned by each member of the group (€135,000)		
(ii) Three suitable institutions with reasons		12 marks
(C) Heading, 12 figures, Excess Inc. over Exp. (€ 2,250 incl. words)		
		16 marks
		(40 marks)