



# Mark Scheme (Results)

January 2020

Pearson Edexcel International GCSE  
In Accounting 4AC1 Paper 01

Introduction to Bookkeeping and Accounting

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## SECTION A

Question number	Answer	Mark
	<b>Award 1 mark as indicated each question.</b>	
<b>1</b>	<b>A</b> Payables ledger	<b>(1)</b>
<b>2</b>	<b>A</b> Bank statement	<b>(1)</b>
<b>3</b>	<b>D</b> Returned cheque	<b>(1)</b>
<b>4</b>	<b>D</b> Prudence	<b>(1)</b>
<b>5</b>	<b>B</b> Credit discounts received	<b>(1)</b>
<b>6</b>	<b>C</b> Materiality	<b>(1)</b>
<b>7</b>	<b>B</b> Incorrect addition of the total column of the sales day book	<b>(1)</b>
<b>8</b>	<b>C</b> \$25	<b>(1)</b>
<b>9</b>	<b>C</b> Debit Drawings; Credit Bank	<b>(1)</b>
<b>10</b>	<b>A</b> Non-current assets overstated; Profit for the year overstated	<b>(1)</b>

**TOTAL FOR QUESTIONS 1-10 = 10 MARKS**

Question number	Answer	Mark																																																				
11	<p><b>Award 1 mark for each correct figure as indicated.</b></p> <table border="1" style="margin-left: auto; margin-right: auto;"> <tr> <td colspan="4" style="text-align: center;"><b>Invoice</b></td> </tr> <tr> <td colspan="4" style="text-align: center;"><b>XS Supplies</b></td> </tr> <tr> <td colspan="4" style="text-align: center;"><b>Water Street</b></td> </tr> <tr> <td colspan="4" style="text-align: center;"><b>Birmingham</b></td> </tr> <tr> <td colspan="4" style="text-align: center;"><b>B18 3WY</b></td> </tr> <tr> <td colspan="2">Lee Trading 16 Outwood Road Leeds LS11 2AB</td> <td colspan="2">Invoice No 3240</td> </tr> <tr> <td colspan="2"></td> <td colspan="2">Date 27 November 2019</td> </tr> <tr> <td>Quantity</td> <td>Description</td> <td>Unit cost \$</td> <td>Total cost \$</td> </tr> <tr> <td>150</td> <td>CD cases</td> <td>1.20</td> <td>180.00 <b>(1)</b></td> </tr> <tr> <td>400</td> <td>CD label sheets</td> <td>0.40</td> <td>160.00 <b>(1)</b></td> </tr> <tr> <td colspan="3">Sub total</td> <td>340.00 <b>(1of)</b></td> </tr> <tr> <td colspan="3">Trade discount 20%</td> <td>68.00 <b>(1of)</b></td> </tr> <tr> <td colspan="3">Total</td> <td>272.00 <b>(1of)</b></td> </tr> </table>	<b>Invoice</b>				<b>XS Supplies</b>				<b>Water Street</b>				<b>Birmingham</b>				<b>B18 3WY</b>				Lee Trading 16 Outwood Road Leeds LS11 2AB		Invoice No 3240				Date 27 November 2019		Quantity	Description	Unit cost \$	Total cost \$	150	CD cases	1.20	180.00 <b>(1)</b>	400	CD label sheets	0.40	160.00 <b>(1)</b>	Sub total			340.00 <b>(1of)</b>	Trade discount 20%			68.00 <b>(1of)</b>	Total			272.00 <b>(1of)</b>	<b>(5)</b>
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**TOTAL FOR QUESTION 11 = 5 MARKS**

Question number	Answer	Mark																		
12	<p><b>Award marks as indicated.</b></p> <table border="1" style="margin-left: auto; margin-right: auto;"> <thead> <tr> <th>Transaction</th> <th>Capital expenditure</th> <th>Revenue expenditure</th> </tr> </thead> <tbody> <tr> <td>Delivery costs of a new motor vehicle</td> <td style="text-align: center;">✓ <b>(1)</b></td> <td></td> </tr> <tr> <td>Motor vehicle insurance</td> <td></td> <td style="text-align: center;">✓ <b>(1)</b></td> </tr> <tr> <td>Installation costs of new machinery</td> <td style="text-align: center;">✓ <b>(1)</b></td> <td></td> </tr> <tr> <td>Legal costs on purchase of business premises</td> <td style="text-align: center;">✓ <b>(1)</b></td> <td></td> </tr> <tr> <td>Bank interest on loan to purchase business premises</td> <td></td> <td style="text-align: center;">✓ <b>(1)</b></td> </tr> </tbody> </table>	Transaction	Capital expenditure	Revenue expenditure	Delivery costs of a new motor vehicle	✓ <b>(1)</b>		Motor vehicle insurance		✓ <b>(1)</b>	Installation costs of new machinery	✓ <b>(1)</b>		Legal costs on purchase of business premises	✓ <b>(1)</b>		Bank interest on loan to purchase business premises		✓ <b>(1)</b>	<b>(5)</b>
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Bank interest on loan to purchase business premises		✓ <b>(1)</b>																		

**TOTAL FOR QUESTION 12 = 5 MARKS**

Question number	Answer	Mark												
13 (a)	<p><b>Award marks as indicated.</b></p> <p>\$938 <b>(2) W</b></p> <p><b>W</b></p> <table style="margin-left: 40px;"> <tr> <td></td> <td style="text-align: center;">\$</td> <td></td> </tr> <tr> <td>Trade receivables</td> <td style="text-align: right;">23 620</td> <td></td> </tr> <tr> <td>Irrecoverable debt</td> <td style="text-align: right;"><u>(170)</u></td> <td></td> </tr> <tr> <td></td> <td style="text-align: right;">23 450 <b>(1)</b></td> <td><math>\times 4\% = \\$938</math> <b>(1of)</b></td> </tr> </table>		\$		Trade receivables	23 620		Irrecoverable debt	<u>(170)</u>			23 450 <b>(1)</b>	$\times 4\% = \$938$ <b>(1of)</b>	<b>(2)</b>
	\$													
Trade receivables	23 620													
Irrecoverable debt	<u>(170)</u>													
	23 450 <b>(1)</b>	$\times 4\% = \$938$ <b>(1of)</b>												

Question number	Answer	Mark																														
13 (b)	<p><b>Award marks for each correct date, detail and amount in combination on the correct side.</b></p> <p style="text-align: center;"><b>Irrecoverable Debts Account</b></p> <table border="1" style="margin-left: 40px;"> <thead> <tr> <th>Date</th> <th>Details</th> <th>\$</th> <th>Date</th> <th>Details</th> <th>\$</th> </tr> </thead> <tbody> <tr> <td>2019 Oct 31</td> <td>Income statement</td> <td style="text-align: right;">27 <b>(1of)</b></td> <td>2018 Nov 1</td> <td>Balance b/d</td> <td style="text-align: right;">965 <b>(1)</b></td> </tr> <tr> <td>31</td> <td>Balance c/d</td> <td style="text-align: right;">938</td> <td></td> <td></td> <td></td> </tr> <tr> <td></td> <td></td> <td style="text-align: right;">965</td> <td></td> <td></td> <td style="text-align: right;">965</td> </tr> <tr> <td></td> <td></td> <td></td> <td>2019 Nov 1</td> <td>Balance b/d</td> <td style="text-align: right;">938 <b>(1of)</b></td> </tr> </tbody> </table>	Date	Details	\$	Date	Details	\$	2019 Oct 31	Income statement	27 <b>(1of)</b>	2018 Nov 1	Balance b/d	965 <b>(1)</b>	31	Balance c/d	938						965			965				2019 Nov 1	Balance b/d	938 <b>(1of)</b>	<b>(3)</b>
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			2019 Nov 1	Balance b/d	938 <b>(1of)</b>																											

**TOTAL FOR QUESTION 13 = 5 MARKS**

**TOTAL MARKS FOR SECTION A = 25 MARKS**

**SECTION B**

Question number	Answer	Mark												
14(a)	<b>Award marks as indicated.</b>	<b>(6)</b>												
	<table border="1"> <thead> <tr> <th>Transaction</th> <th>Business document</th> <th>Book of original entry</th> </tr> </thead> <tbody> <tr> <td>Purchased a new motor vehicle on credit, \$5 000</td> <td>Invoice (1)</td> <td>Journal (1)</td> </tr> <tr> <td>Purchased postage stamps, \$3</td> <td>Petty cash voucher (1)</td> <td>Petty cash book (1)</td> </tr> <tr> <td>Sold goods for cash, \$910</td> <td>Cash receipt (1)</td> <td>Cash book (1)</td> </tr> </tbody> </table>		Transaction	Business document	Book of original entry	Purchased a new motor vehicle on credit, \$5 000	Invoice (1)	Journal (1)	Purchased postage stamps, \$3	Petty cash voucher (1)	Petty cash book (1)	Sold goods for cash, \$910	Cash receipt (1)	Cash book (1)
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Question number	Answer	Mark																																										
14(b)	<b>Award 1 mark for each correct figure as indicated plus 1 mark for correct dates and details.</b>	<b>(7)</b>																																										
	<b>Shania Account</b>																																											
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Question number	Answer	Mark
14(c)(i)	<b>Award 1 mark as indicated.</b>  To inform the customer of the outstanding balance on their account (1).	<b>(1)</b>

Question number	Answer	Mark
14(c)(ii)	<b>Award 1 mark as indicated.</b>  To inform the supplier of the transactions being settled (1).	<b>(1)</b>

**TOTAL FOR QUESTION 14 = 15 MARKS**

Question number	Answer	Mark
15(a)	<p><b>Award marks as indicated.</b></p> <p>The main purpose of a trial balance is to check the <b>arithmetical (1) accuracy (1)</b> of the double entry.</p>	(2)

Question number	Answer	Mark								
15(b)	<p><b>Award marks as indicated.</b></p> <table border="1"> <thead> <tr> <th>Error</th> <th>Type of error</th> </tr> </thead> <tbody> <tr> <td>A payment for motor expenses had been posted to the motor vehicle account.</td> <td>Principle (1)</td> </tr> <tr> <td>A payment for general expenses had not been recorded.</td> <td>Omission (1)</td> </tr> <tr> <td>A payment for general expenses had been posted to the motor expenses account.</td> <td>Commission (1)</td> </tr> </tbody> </table>	Error	Type of error	A payment for motor expenses had been posted to the motor vehicle account.	Principle (1)	A payment for general expenses had not been recorded.	Omission (1)	A payment for general expenses had been posted to the motor expenses account.	Commission (1)	(3)
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Question number	Answer	Mark																																																											
15(c)	<p><b>Award 1 mark for each pair of correct entries.</b>  <b>Award 1of mark for suspense account.</b>  <b>Award 1of mark for matching totals.</b></p> <p style="text-align: center;"><b>Trial Balance at 31 December 2019</b></p> <table border="1" data-bbox="256 434 1347 1447"> <thead> <tr> <th data-bbox="256 434 852 551" rowspan="2">Account</th> <th colspan="2" data-bbox="852 434 1347 472">Trial balance</th> </tr> <tr> <th data-bbox="852 472 1121 551">Debit \$</th> <th data-bbox="1121 472 1347 551">Credit \$</th> </tr> </thead> <tbody> <tr><td data-bbox="256 551 852 600">Bank overdraft</td><td data-bbox="852 551 1121 600"></td><td data-bbox="1121 551 1347 600">770</td></tr> <tr><td data-bbox="256 600 852 649">Carriage inwards</td><td data-bbox="852 600 1121 649">880</td><td data-bbox="1121 600 1347 649"></td></tr> <tr><td data-bbox="256 649 852 698">Discount allowed</td><td data-bbox="852 649 1121 698">340</td><td data-bbox="1121 649 1347 698"></td></tr> <tr><td data-bbox="256 698 852 748">Drawings</td><td data-bbox="852 698 1121 748">4 500</td><td data-bbox="1121 698 1347 748"></td></tr> <tr><td data-bbox="256 748 852 797">Equity</td><td data-bbox="852 748 1121 797"></td><td data-bbox="1121 748 1347 797">9 090</td></tr> <tr><td data-bbox="256 797 852 846">General expenses</td><td data-bbox="852 797 1121 846">15 110</td><td data-bbox="1121 797 1347 846"></td></tr> <tr><td data-bbox="256 846 852 896">Inventory</td><td data-bbox="852 846 1121 896">12 260</td><td data-bbox="1121 846 1347 896"></td></tr> <tr><td data-bbox="256 896 852 945">Irrecoverable debts</td><td data-bbox="852 896 1121 945">700</td><td data-bbox="1121 896 1347 945"></td></tr> <tr><td data-bbox="256 945 852 994">Motor expenses</td><td data-bbox="852 945 1121 994">2 400</td><td data-bbox="1121 945 1347 994"></td></tr> <tr><td data-bbox="256 994 852 1043">Motor vehicle – cost</td><td data-bbox="852 994 1121 1043">9 800</td><td data-bbox="1121 994 1347 1043"></td></tr> <tr><td data-bbox="256 1043 852 1093">Motor vehicle - accumulated depreciation</td><td data-bbox="852 1043 1121 1093"></td><td data-bbox="1121 1043 1347 1093">2 440</td></tr> <tr><td data-bbox="256 1093 852 1142">Purchases</td><td data-bbox="852 1093 1121 1142">48 000</td><td data-bbox="1121 1093 1347 1142"></td></tr> <tr><td data-bbox="256 1142 852 1191">Returns outwards</td><td data-bbox="852 1142 1121 1191"></td><td data-bbox="1121 1142 1347 1191">940</td></tr> <tr><td data-bbox="256 1191 852 1240">Revenue</td><td data-bbox="852 1191 1121 1240"></td><td data-bbox="1121 1191 1347 1240">86 910</td></tr> <tr><td data-bbox="256 1240 852 1290">Trade payables</td><td data-bbox="852 1240 1121 1290"></td><td data-bbox="1121 1240 1347 1290">3 620</td></tr> <tr><td data-bbox="256 1290 852 1339">Trade receivables</td><td data-bbox="852 1290 1121 1339">10 050</td><td data-bbox="1121 1290 1347 1339"></td></tr> <tr><td data-bbox="256 1339 852 1388">Suspense</td><td data-bbox="852 1339 1121 1388"></td><td data-bbox="1121 1339 1347 1388">270</td></tr> <tr><td data-bbox="256 1388 852 1447">Total</td><td data-bbox="852 1388 1121 1447">104 040</td><td data-bbox="1121 1388 1347 1447">104 040</td></tr> </tbody> </table>	Account	Trial balance		Debit \$	Credit \$	Bank overdraft		770	Carriage inwards	880		Discount allowed	340		Drawings	4 500		Equity		9 090	General expenses	15 110		Inventory	12 260		Irrecoverable debts	700		Motor expenses	2 400		Motor vehicle – cost	9 800		Motor vehicle - accumulated depreciation		2 440	Purchases	48 000		Returns outwards		940	Revenue		86 910	Trade payables		3 620	Trade receivables	10 050		Suspense		270	Total	104 040	104 040	<b>(10)</b>
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**TOTAL FOR QUESTION 15 = 15 MARKS**

Question number	Answer	Mark																																																						
16(a)	<p><b>Award 1 mark for each correct figure as indicated plus 1 mark for correct dates and details.</b></p> <p style="text-align: center;"><b>Trade Payables Ledger Control Account</b></p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th>Date 2019</th> <th>Details</th> <th>\$</th> <th>Date 2019</th> <th>Details</th> <th>\$</th> </tr> </thead> <tbody> <tr> <td>Nov 1</td> <td>Balance b/d</td> <td style="text-align: right;">290 <b>(1)</b></td> <td>Nov 1</td> <td>Balance b/d</td> <td style="text-align: right;">46 935</td> </tr> <tr> <td style="text-align: center;">30</td> <td>Cash book</td> <td style="text-align: right;">32 418 <b>(1)</b></td> <td style="text-align: center;">30</td> <td>Journal / interest charged</td> <td style="text-align: right;">266 <b>(1)</b></td> </tr> <tr> <td></td> <td>Cash book (Discount received)</td> <td style="text-align: right;">612 <b>(1)</b></td> <td></td> <td>Purchases day book</td> <td style="text-align: right;">36 940 <b>(1)</b></td> </tr> <tr> <td></td> <td>Journal (Contra)</td> <td style="text-align: right;">220 <b>(1)</b></td> <td></td> <td>Balance c/d</td> <td style="text-align: right;">135</td> </tr> <tr> <td></td> <td>Purchase returns day book</td> <td style="text-align: right;">358 <b>(1)</b></td> <td></td> <td></td> <td></td> </tr> <tr> <td></td> <td>Balance c/d</td> <td style="text-align: right;">50 378</td> <td></td> <td></td> <td></td> </tr> <tr> <td></td> <td></td> <td style="text-align: right;">84 276</td> <td></td> <td></td> <td style="text-align: right;">84 276</td> </tr> <tr> <td>Dec 1</td> <td>Balance b/d</td> <td style="text-align: right;">135 <b>(1)</b></td> <td>Dec 1</td> <td>Balance b/d</td> <td style="text-align: right;">50 378 <b>(1of)</b></td> </tr> </tbody> </table>	Date 2019	Details	\$	Date 2019	Details	\$	Nov 1	Balance b/d	290 <b>(1)</b>	Nov 1	Balance b/d	46 935	30	Cash book	32 418 <b>(1)</b>	30	Journal / interest charged	266 <b>(1)</b>		Cash book (Discount received)	612 <b>(1)</b>		Purchases day book	36 940 <b>(1)</b>		Journal (Contra)	220 <b>(1)</b>		Balance c/d	135		Purchase returns day book	358 <b>(1)</b>					Balance c/d	50 378						84 276			84 276	Dec 1	Balance b/d	135 <b>(1)</b>	Dec 1	Balance b/d	50 378 <b>(1of)</b>	<b>(10)</b>
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Question number	Answer	Mark
16(b)	<p><b>Award mark as indicated.</b></p> <p>Omar may have overpaid a credit supplier <b>(1)</b>.</p> <p><b>Accept any other appropriate responses.</b></p>	<b>(1)</b>

Question number	Answer	Mark
16(c)	<p><b>Award 1 mark for each purpose and 1 mark for each development.</b></p> <p><b>Sample answer</b></p> <p>Provides the total figures for trade payables <b>(1)</b>, which can be used to prepare the financial statements <b>(1)</b>.</p> <p>Helps to prevent fraud <b>(1)</b> as the control accounts are normally produced by a different person to those who produced the subsidiary ledger accounts <b>(1)</b>.</p> <p><b>Accept any other appropriate responses.</b></p>	<b>(4)</b>

**TOTAL FOR QUESTION 16 = 15 MARKS**

Question number	Answer									Mark
17	Award marks for correct date, details and amounts in combination.									<b>(15)</b>
<b>Cash Book</b>										
Date 2019	Details	Discount allowed \$	Cash \$	Bank \$	Date 2019	Details	Discount received \$	Cash \$	Bank \$	
Dec 1	Balance b/d		70 <b>(1)</b>		Dec 1	Balance b/d			340 <b>(1)</b>	
4	Patel			125 <b>(1)</b>	12	Bank		1 300 <b>(1)</b>		
5	Cash sales		2 350 <b>(1)</b>		13	Patel			125 <b>(1)</b>	
12	Cash			1 300 <b>(1)</b>	19	Westgas (SO)			85 <b>(1)</b>	
23	Sumner	60 <b>(1)</b>		1 140 <b>(1)</b>	28	Wages		840 <b>(1)</b>		
					29	Linston	142 <b>(1)</b>		1 278 <b>(1)</b>	
					31	Balances c/d		280	737	
		60	2 420	2 565			142	2 420	2 565	
2020 Jan 1	Balances b/d		280 <b>(1of)</b>	737 <b>(1of)</b>						

**TOTAL FOR QUESTION 17 = 15 MARKS**

Question number	Answer	Mark																														
18(a)	<p><b>Award 1 mark for each correct figure as indicated plus 1 mark for correct dates and details.</b></p> <p style="text-align: center;"><b>Provision for Depreciation - Motor Vehicles Account</b></p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 10%;">Date 2019</th> <th style="width: 30%;">Details</th> <th style="width: 10%;">\$</th> <th style="width: 10%;">Date 2019</th> <th style="width: 30%;">Details</th> <th style="width: 10%;">\$</th> </tr> </thead> <tbody> <tr> <td>Sep 30</td> <td>Disposal</td> <td style="text-align: right;">4 100 <b>(1)</b></td> <td>Jan 1</td> <td>Balance b/d</td> <td style="text-align: right;">16 000 <b>(1)</b></td> </tr> <tr> <td>Dec 31</td> <td>Balance c/d</td> <td style="text-align: right;">16 825</td> <td>Dec 31</td> <td>Income statement</td> <td style="text-align: right;">4 925 <b>(1of)</b></td> </tr> <tr> <td></td> <td></td> <td style="text-align: right; border-top: 1px solid black;">20 925</td> <td></td> <td></td> <td style="text-align: right; border-top: 1px solid black;">20 925</td> </tr> <tr> <td></td> <td></td> <td></td> <td style="text-align: center;">2020 Jan 1</td> <td>Balance b/d</td> <td style="text-align: right;">16 825 <b>(1of)</b></td> </tr> </tbody> </table>	Date 2019	Details	\$	Date 2019	Details	\$	Sep 30	Disposal	4 100 <b>(1)</b>	Jan 1	Balance b/d	16 000 <b>(1)</b>	Dec 31	Balance c/d	16 825	Dec 31	Income statement	4 925 <b>(1of)</b>			20 925			20 925				2020 Jan 1	Balance b/d	16 825 <b>(1of)</b>	<b>(5)</b>
Date 2019	Details	\$	Date 2019	Details	\$																											
Sep 30	Disposal	4 100 <b>(1)</b>	Jan 1	Balance b/d	16 000 <b>(1)</b>																											
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		20 925			20 925																											
			2020 Jan 1	Balance b/d	16 825 <b>(1of)</b>																											

Question number	Answer	Mark																								
18(b)	<p><b>Award 1 mark for each correct figure as indicated plus 1 mark for correct dates and details.</b></p> <p style="text-align: center;"><b>Disposal Account</b></p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 10%;">Date 2019</th> <th style="width: 30%;">Details</th> <th style="width: 10%;">\$</th> <th style="width: 10%;">Date 2019</th> <th style="width: 30%;">Details</th> <th style="width: 10%;">\$</th> </tr> </thead> <tbody> <tr> <td>Sep 30</td> <td>Motor vehicles</td> <td style="text-align: right;">16 400 <b>(1)</b></td> <td>Sep 30</td> <td>Provision for depreciation – (Motor vehicles)</td> <td style="text-align: right;">4 100 <b>(1of)</b></td> </tr> <tr> <td>Dec 31</td> <td>Income statement</td> <td style="text-align: right;">950 <b>(1of)</b></td> <td></td> <td>Cash book</td> <td style="text-align: right;">13 250 <b>(1)</b></td> </tr> <tr> <td></td> <td></td> <td style="text-align: right; border-top: 1px solid black;">17 350</td> <td></td> <td></td> <td style="text-align: right; border-top: 1px solid black;">17 350</td> </tr> </tbody> </table>	Date 2019	Details	\$	Date 2019	Details	\$	Sep 30	Motor vehicles	16 400 <b>(1)</b>	Sep 30	Provision for depreciation – (Motor vehicles)	4 100 <b>(1of)</b>	Dec 31	Income statement	950 <b>(1of)</b>		Cash book	13 250 <b>(1)</b>			17 350			17 350	<b>(5)</b>
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		17 350			17 350																					

Question number	Answer	Mark
18(c)	<p><b>Award marks as indicated.</b>  <b>Award 1 mark for each identification and 1 mark for each development and 1 mark for conclusion.</b></p> <p><b>Sample answer</b></p> <p>It will improve accuracy <b>(1)</b> as all calculations will be done automatically <b>(1)</b>.</p> <p>It will improve the speed of processing financial data <b>(1)</b> as Nyat will only have to make one entry and the other entry will be automatically processed <b>(1)</b>.</p> <p>As a result, Nyat’s business should benefit from this purchase <b>(1)</b>.</p>	<b>(5)</b>

**TOTAL FOR QUESTION 18 = 15 MARKS**

**TOTAL MARKS FOR SECTION B = 75 MARKS**

**TOTAL MARKS FOR PAPER = 100 MARKS**

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