

Assessment Feedback

Module: FC065 Accountancy

Assessment Type: Coursework

Student No:

1st Marker's Initials

2nd Marker's Initials

Task	1 st Marker's Feedback	2 nd Marker's Feedback	1 st Marks	2 nd Marks	Available Marks
Part A					65
Part B					15
Part C					20
<p>NB: Your assessment could be subjected to second marking, which may alter your grade</p>			Overall Grade		100
			Penalties Applied		

FC065 Assessment Guidelines

Programme	Foundation Certificate
Module Code and Title	FC065 Accounting
Module Teacher	Evi Yanti
Assessment Type	Coursework
Weighting	40% of final module score
Assessment Title	Maplan Ltd
Submission Date and Time	Monday 19 June 2017 before 3pm
Word Limit	N/A
Assessment Requirements	<ul style="list-style-type: none">• Font: Arial, Calibri or Times New Roman – Size 12.• Double-spaced/1.5-spacing with standard document margins.• Appropriate use of headings and sub-headings, models and tables (use headers on each page of your assignment with your Kaplan ID number, group and module code) – your name must not appear on your work.• Numbered pages.• Use of Harvard referencing – supporting appendices and bibliography not included in word count.• You must submit an electronic copy of your assessment to Turnitin on the VLE before the deadline stated above.• You must submit one copy of your assessment to Reception, using one cover sheet and placing it in a plastic pocket before the deadline stated above.

Please read this entire document – it is your responsibility to ensure that all the instructions have been carried out correctly.

Task instructions:

Maplan Ltd is a manufacturer and retailer of outdoor leisure products and has produced the following draft statement of profit or loss for the year ended 30 June 2015 and draft statement of financial position at the same date.

Statement of profit or loss for the year ended 30 June 2015 (draft)

Revenue	3,973,000
Cost of sales	(1,560,000)
Gross profit	2,413,000
Administrative expenses	(1,975,000)
Profit before tax	438,000
Taxation	(35,700)
Profit for the year	402,300

Statement of financial position as at 30 June 2015 (draft)

ASSETS

Non-current assets	
Property, plant and equipment	394,850
Intangible assets	<u>357,600</u>
	752,450
Assets	
Inventories	346,500
Trade receivable	51,000
Cash and cars equivalents	<u>21,500</u>
	419,000
Total assets	1,171,450

EQUITY and LIABILITIES

Ordinary share capital	152,000
Irredeemable preference shares	180,000
Retained earnings (127,750 + 402,300)	<u>530,000</u>
Equity	862,050
Non-current liabilities	
Bank loan	150,000
Current liabilities	
Trade and other payables	123,700
Taxation	<u>35,700</u>
	159,400
Total equity and liabilities	1,171,450

To assist with the finalization of the financial statements the following additional information has been prepared:

- (1) The research and development expenditure relates to a new micro-fiber jacket that has been developed for the late lightweight waterproof jackets. Of the total amount, £120,000 has been identified as research and development cost incurred before the product was considered to be commercially viable. The successful development of the material was completed during February 2015 and jackets were delivered to shops on 1 March 2015. The jackets have been popular and it is expected that it will be superseded.

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- (2) On July 2013 repairs costing £25,000 were carried out on some shop fittings and were recognized as an item of 'fixtures and fitting'. However, on further investigation this amount did not meet the criteria for capitalization under IAS 16 Property, Plant and Equipment.
- (3) Maplan Ltd rents all of its properties under operating leases. On 1 October 2014 Maplan Ltd entered into an agreement to rent a new property. The lease is for five years. An initial three-month rent free period was given to Maplan Ltd followed by monthly payment of £2,500 on the first of each month for the remainder of the lease period. Maplan Ltd recognised the lease payments in administrative expenses as they were paid.
- (4) Maplan Ltd an agreement with a number of its third party retailer whereby when a new range of clothing is launched a number of products are provided on a sale or return basis. Retailers pay for items sold on 60 days credit terms and return any unsold items at that date. Maplan Ltd makes a standard 20% mark-up on all goods sold. Maplan Ltd launched a new clothing range in May 2015. Sales of £27,000 on the sale or return basis were made and were recognized as part of revenue during Mays 2015.
- (5) Depreciation for the year ended 30 June 2015 has not yet been recognized and should be charged of fixtures and fitting on a reducing balance basis at a rate of 15%pa (per annum). Depreciation should be presented in administrative expenses.
- (6) During the current year, Maplan Ltd introduced an open returns policy whereby goods can be returned for a full refund within 30 days of purchase. A provision should be recognized based on 10% of sales made over the last month of reporting period. Sales in June 2015 amounted to £310,000, all of which were cash sales.
- (7) Inventories included in the draft statement if financial position is the figure from the 30 June 2009 financial statements as the inventory count had not been completed in time. However, following completion of the inventory count, inventories as 30 June 2015 were valued at £375, 600.
- (8) On 1 July 2014 Maplan Ltd issued 180,000 5% £1 irredeemable preference shares at par. The payment of the dividend is mandatory and if it is unpaid at the end of a period it becomes cumulative the following period. The appropriate dividend in respect of these shares was paid on 30 June 2014 and was recognized in accordance with its equity treatment made in the draft financial statements.
- (9) The bank loan was taken out at the beginning of 2013 and interest is payable at 4%pa (per annum/year). Interest was paid for the year ended 30 June 2014 but remained unpaid at 30 June 2015.

Requirements:

- (a) Prepare a revised statement of profit or loss for Maplan Ltd for the year ended 30 June 2010 and a revised statement of financial position as at that date in a form suitable for publication. **(65%)**
- (b) Explain the meaning of 'present fairly' and 'true and 'fair view' and any significant differences between the two items terms. **(15%)**
- (c) According to the IASB's (International accounting standard board) conceptual framework, all users require information regarding financial position, financial performance and change in financial positions. Explain how the information contained in the financial statements in respect of **property, plant and equipment** meets those information needs. **(20%)**

What you will learn from this module and assessment:

Module Learning Outcomes	Outcomes Assessed by this Task
1. Use double entry methods to enter business transactions into a set of accounts.	✓
2. Construct, from a trial balance listing of accounts, a balance sheet and a Trading and Profit and Loss Account.	✓
3. Analyse the results of a business using ratios and variances from budget figures.	✓
4. Formulate a cash-flow forecast and use discounting methods to assess capital projects.	✓
5. Use an accounting package to prepare accounts on a personal computer.	✓

Submission checklist:

Have you:

- Checked your work several times for accuracy, structure, relevance and style?
- Word-processed and printed one hard copy of your work and placed it in a plastic pocket?
- Submitted an electronic copy to **Turnitin** on the VLE? (Check with your teachers on how to do this)
- Used Times New Roman, Arial or Calibri font type, size 12?
- Used 1.5/double-spacing between lines?
- Used a header on each page of your assignment with your *Kaplan ID Number, Group, and Module Code*?
- Put page numbers at the bottom of each page?
- Stapled all pages together in the top left-hand corner?

Late submission penalties:

Number of Working Days Late	Penalty Awarded
1 day	Minus 15% (multiply original mark by 0.85)
2 days	Minus 20% (multiply original mark by 0.80)
3 days	Minus 25% (multiply original mark by 0.75)
4 days +	Assessment receives 0%

Notes:

- We have scanned copies of other students' reports
- You may use websites for numerical or statistical data and news items but NOT theory or ideas
 - Assignments that make use of websites for such purposes will lose marks for 'Support'
- You may NOT consult with each other
- Remember to use academic references to support your position
 - We do NOT want to read the phrases "In my opinion..." or "I believe..." or anything similar
- Avoid being too descriptive
- You need to make reference to concepts and literature covered in this course
- Choose your theoretical focus carefully – i.e. Choose relevant theories and show how and why they are relevant
- Make sure you relate your theoretical and empirical sections – you need to be careful that these sections of your report are clearly linked
 - Do not just mention concepts in a theory section and then fail to apply them
- Address all aspects of the issues being posed in the introduction – i.e. You will be assessed on whether you actually did what you set out to do
- Your conclusion should review what your key arguments and contributions are – i.e. What have we learnt from reading your report?