Characteristics of Study

# Sample model for Units 3 and 4

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|  | Unit 1 - Financial accounting for a trading business | | Unit 1 – Recoding, reporting, budgeting and decision-making | |
| Closed table style | AOS 1 – Recording and analysing financial data | AOS 2 – Preparing and interpreting accounting reports | AOS 1 – Extension of recording and reporting | AOS2 –Budgeting and decision making |
| Source Docs | EFT Receipt, Receipt EFT Payment, Cheque Butt Memo Sales Invoice, Purchase Invoice, Credit Note |  |  |  |
| Qualitative Characteristics | Variability  Comparability  Relevance | Comparability  Understandability | Relevance  Faithful Representation | Relevance  Timeliness  Faithful Representation |
| Assumptions | Going Concern  Entity  Period | Accrual  Period | Accrual  Period | Accrual  Period |
| Elements | Assets, Liabilities, Owners Equity, Revenue, Expense |  | Impact of the Inclusion or omission of items |  |
| Reports | Balance Sheet  Income Statement | Cash Flow Statement  Income Statement  Balance Sheet | Cash Flow Statement  Income Statement  Balance Sheet  *Impact of balance day adjustments* | Cash Flow Statement  Income Statement  Balance Sheet  *Budgeted and historical* |
| Financial Indicators | Inventory Turnover  Acc. Receivable Turnover  Acc. Payable Turnover  Gross Profit Margin  Net Profit Margin | Cash Flow Cover  Working Capital Ratio  Quick Assets Ratio  Debt Ratio |  | *All financial Indicators* |
| Modelling (examples) | Product and Period cost  Delivery costs |  | Different supply options  Depreciation Methods  Doubtful Debts | Budgeting outcomes of different options |
| Graphical Representations (examples) | Balance Sheet, Inventory costs | Sections of CSF and profit data  ITO, ARTO, APTO, and GPM or NPM | Depreciation methods | ITO, ARTO, APTO, Cash  Cycle  Age of Acc Receivable |
| Graphical Representations (examples) | 1. Folio of exercises (Including ICT) 2. Structures Questions (under test Conditions) 3. Practise Exam covering Unit 3 | | 1. Folio of exercises (Including ICT) 2. Structures Questions (under test Conditions) 3. VCAA November Exam covering Unit 3 and 4 | |