

Income Statement Retail Business

Assessment Task

Income statement for a retail business (Individual activity) (LO3 AS1)

Use the list of accounts below to draw up an income statement for Housewife's Market for the period that ended 28 February 2011.

| LIST OF ACCOUNTS OF HOUSEWIFE'S MARKET ON 28 FEBRUARY 2011 | |
|---|-----------------------|
| DETAILS | AMOUNT IN RAND |
| Sales | 250 050 |
| Cost of sales | 125 560 |
| Wages | 36 250 |
| Telephone | 3 450 |
| Insurance | 2 500 |
| Rental | 16 800 |
| Packing material | 2 560 |
| Interest expense | 565 |
| Water and electricity | 4 750 |
| Interest income | 350 |
| Rental income | 13 075 |
| Advertising | 6 850 |

Teacher assessment rubric: income statement

| Criteria | | | | | Marks |
|--|---|--|--|---|--------------|
| Analyse and organise information to compile an income statement [Marks out of 5] | The learner shows exceptional skill in analysing and organising information. The learner compiled an income statement with no mistakes whatsoever. [5 marks] | The learner shows very good skill in analysing and organising information. The learner compiled an income statement with one to two mistakes. [4 marks] | The learner shows satisfactory skill in collecting, analysing and organising information. The learner compiled an income statement with three to four mistakes. [3 marks] | The learner shows little skill in collecting, analysing and organising information. The learner compiled an income statement with more than four mistakes. [1-2 marks] | |
| Inclusion of all amounts [Marks out of 5] | The learner included all the amounts required correctly. [5 marks] | The learner included all the amounts required, but with one to two mistakes. [4 marks] | The learner included all the amounts required, but with three to four mistakes. [3 marks] | The learner did not include all the amounts. [1-2 marks] | |
| Format of income statement [Marks out of 5] | The format of the income statement is correct. [5 marks] | | The format of the income statement is incorrect. [0 marks] | | |
| Total marks out of 15: | | | | | |

Level 4: 11-15 marks (70–100%) – Outstanding

Level 3: 7-10 marks (50–69%) – Achieved

Level 2: 5-6 marks (35–49%) – Partially achieved

Level 1: 1–4 marks (1–34%) – Not achieved