



Cambridge International AS & A Level

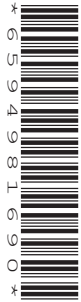
CANDIDATE
NAME

CENTRE
NUMBER

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CANDIDATE
NUMBER

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ACCOUNTING

9706/42

Paper 4 Cost and Management Accounting

February/March 2023

1 hour

You must answer on the question paper.

You will need: Insert (enclosed)

INSTRUCTIONS

- Answer **all** questions.
- Use a black or dark blue pen.
- Write your name, centre number and candidate number in the boxes at the top of the page.
- Write your answer to each question in the space provided.
- Do **not** use an erasable pen or correction fluid.
- Do **not** write on any bar codes.
- You may use an HB pencil for any diagrams, graphs or rough working.
- You may use a calculator.
- You should present all accounting statements in good style.
- You should show your workings.

INFORMATION

- The total mark for this paper is 50.
- The number of marks for each question or part question is shown in brackets [].
- The insert contains all of the sources referred to in the questions.

This document has **8** pages. Any blank pages are indicated.

(c) Advise the directors whether or not they should accept the suggestion to make half of the purchases in cash. Justify your answer.

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..... [7]
[Total: 25]

2 Read Source B in the insert.

(a) State what is meant by the term 'cost driver'.

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..... [1]

(b) Calculate the **total** profit or loss made from the production of **each** product for a year.

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Workings:

(d) Advise Simran whether or not she should install the system of surveillance cameras. Justify your answer.

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..... [6]

(e) Comment on the suitability of the cost driver to account for the cost of the surveillance cameras.

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..... [2]

[Total: 25]

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