



BERJAYA BUSINESS SCHOOL

FINAL EXAMINATION

Student ID (in Figures) :

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Student ID (in Words) : _____

Course Code & Name : **ACC1014 ESSENTIALS OF ACCOUNTING**
 Trimester & Year : SEPTEMBER – DECEMBER 2018
 Lecturer/Examiner : JAMES LIOW
 Duration : 2 Hours

INSTRUCTIONS TO CANDIDATES

1. This question paper consists of 2 parts:
 - PART A (30 marks) : THIRTY (30) Multiple-choice questions. Answers are to be written in the Answer Booklet provided.
 - PART B (70 marks) : FOUR (4) problem solving questions. Answers are to be written in the Answer Booklet provided.
2. Candidates are not allowed to bring any unauthorized materials except writing equipment into the Examination Hall. Electronic dictionaries are strictly prohibited.
3. This question paper must be submitted along with all used and/or unused rough papers and/or graph paper (if any). Candidates are NOT allowed to take any examination materials out of the examination hall.
4. Only ballpoint pens are allowed to be used in answering the questions, with the exception of multiple-choice questions, where 2B pencils are to be used.

WARNING: The University Examination Board (UEB) of BERJAYA University College regards cheating as a most serious offence and will not hesitate to mete out the appropriate punitive actions according to the severity of the offence committed, and in accordance with the clauses stipulated in the Students' Handbook, up to and including expulsion from BERJAYA University College.

Total Number of pages = 9 (Including the cover page)

PART B : PROBLEM SOLVING QUESTIONS (70 MARKS)
INSTRUCTION(S) : FOUR (4) problem solving questions. Answer ALL questions in the Answer Booklet(s) provided.

QUESTION 1

The following list of balances has been extracted from Syeeka Trading ledger as at 31 December 2017.

Trial Balance as at 31 December 2017		
	Debit	Credit
	\$	\$
Motor vehicle	38,800	
Motor Expenses	4,700	
Insurance	3,608	
Sales		764,840
Sundry Expenses	1,248	
Debtors	89,032	
Stock, 1 January 2017	38,000	
Building	310,000	
Equipment rental	1,880	
Capital		388,544
Purchases	491,900	
Creditors		46,816
Lighting & heating expenses	3,980	
Cash at Bank	22,692	
Drawings	88,000	
Salaries & Wages	97,160	
Fixtures and fittings	9,200	
	1,200,200	1,200,200

Stock at 31 December 2017 was \$58,608

Required

Prepare the following:-

- a) A Statement of Income for the year ended 31 December 2017. (8 Marks)
- b) A Statement of Financial Position as at 31 December 2017. (9 Marks)
- c) Name **THREE (3)** external users of financial information. (3 marks)

[Total 20 marks]

QUESTION 2

Prepare the journal entry for each of the following transactions:

Date	Transactions
November	
1	Started in business with \$15,000 in the bank.
3	Bought goods on credit from Phonex \$290
5	Cash sales \$610.
6	Paid November rent for by cheque \$175.
7	Paid bank interest by cheque \$130.
11	Sold goods on credit to Aaliyah \$85
17	Paid salaries and wages by cash \$290.
23	Paid Phonex by cheque \$290.
28	Received cheques from Aaliyah \$71.
30	Proprietor brings a further \$900 into the business, by a payment into the business bank account.

Note: Narratives are not required.

[Total 20 marks]

QUESTION 3

Briefly explain any **TWO (2)** of the accounting assumptions and principles:

- Economic entity concept
- Cost principle
- Going concern concept
- Dual aspect
- Matching/accrual

[Total 10 marks]

QUESTION 4

Flexx Trading began operations on 1 January 2018. It uses a perpetual inventory system. During the year of 2018, the company had the following purchases and sales:

Bought		Sold	
March	200 at \$32.00 each	December	260 at \$48.00 each
September	440 at \$38.00 each		

Required

From the following figures above calculate the closing stock in trade that would be shown using:

- First In and First Out (7 Marks)
- Last In and First Out (7 Marks)
- Average Cost Method (6 Marks)

[Total 20 Marks]

END OF QUESTION PAPER