

**FACULTY OF BUSINESS**

**FINAL EXAMINATION**

Student ID (in Figures) : 

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Student ID (in Words) : \_\_\_\_\_  
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Course Code & Name : **ACC1133 ACCOUNTING**  
Semester & Year : MAY – AUGUST 2024  
Lecturer/Examiner : JAMES LIOW  
Duration : 2 Hours

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**INSTRUCTIONS TO CANDIDATES**

1. This question paper consists of 3 parts:  
PART A (30 marks) : Answer all THIRTY (30) multiple choice questions and shade your answers in the provided space with 2B pencil.  
PART B (70 marks) : Answer FOUR (4) short answer questions. Answers are to be written in the Answer Booklet provided.
2. Candidates are not allowed to bring any unauthorized materials except writing equipment and calculator 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 = 11 (Including the cover page)**

**PART B : SHORT ANSWER QUESTIONS (70 MARKS)**

**INSTRUCTION(S) :** There are **FOUR (4)** questions in this section, answer **ALL** questions. Write your answers in the Answer Booklet(s) provided.

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**QUESTION 1**

The following list of balances was extracted from the books of Western Enterprise at 31 December 2023:

	<b>RM</b>
Carriage inwards	1,550
Carriage outwards	1,240
Purchases	125,600
Motor vehicle	50,000
Accumulated depreciation – motor vehicle	15,000
Revenue	235,700
Salaries & wages	63,320
Utilities expenses	3,180
Rent expenses	6,200
Discount allowed	870
Maintenance expenses	4,000
Discount received	1,230
Accounts receivable	36,200
Accounts payable	22,440
Drawings	15,900
Cash at bank (debit balance)	7,070
Cash in hand	300
Stock (1 January 2023)	8,000
Returns inwards	3,300
Returns outwards	1,800
Capital	50,560
Returns outwards	1,800
Capital	50,260

**Required**

- a) Prepare the trial balance as at 31 December 2023. (6 marks)

The following additional information related to 31 December 2023 which required adjustments before the preparation of the financial statements:

- (i) Closing stock as at 31 December 2023 was valued at RM9,500.
- (ii) Rent expenses were owing at RM800.
- (iii) Salaries and wages were prepaid at RM1,500.
- (iv) Depreciation for motor vehicle is to be provided at RM5,000.

*(All amounts are to be rounded to the nearest Ringgit)*

**Required**

Prepare the following financial statements for the period ended 31 December 2023:

- b) Statement of profit or loss (7 marks)
- c) Statement of financial position (7 marks)

[Total 20 marks]

**QUESTION 2**

Vijaya Supplies extracted the following information for the month of May 2024:

The opening balance as at 1 May 2024:

	<b>RM</b>
Sales ledger control account	47,500 Debit balance
Purchases ledger control account	27,500 Credit balance

	<b>RM</b>
<b>Transactions for purchase ledger control account:</b>	
Credit Purchases	75,500
Payments by cheque to accounts payable	46,900
Returns outwards	3,460
Discounts received	3,400
<b>Transactions for sales ledger control account:</b>	
Credit Sales	59,000
Bad debts	550
Returns inwards	4,600
Discounts allowed	3,200
Cheques received from accounts receivable	38,700
Interest charged to accounts receivable	8,000
Legal fees charged to accounts receivable	2,350
Cheque dishonoured by accounts receivable	1,230
<b>Contra account:</b>	
Transfer of debit balance in sales ledger to purchases ledger	15,000

**Required**

- a) Prepare the following control accounts:
  - (i) Purchases ledger control account (5 marks)
  - (ii) Sales ledger control account (7 marks)
  
- b) State the sources of original entry of the information in the sales ledger control account and the purchases ledger control account. The below has been provided as an example. Present your answer as shown below:

<b>Entry</b>	<b>Source</b>
<i>Sales made on credit term</i>	<i>Sales day book</i>

No.	Entry	Source
1.	Stock returned to credit customers	
2.	Cheque received from credit customers	
3.	Cheque paid to credit suppliers	
4.	Depreciation charges for the year	
5.	Cash paid for utilities expenses	
6.	Stock returned from credit suppliers	
7.	Adjustment for stationery expenses wrongly taken up	
8.	Bought goods by paying cash	

(8 marks)

[Total 20 marks]

### QUESTION 3

Francisca owns a retail business, Francisca Trading (FT) that sells stationery items. During the month of 31 May 2024, he incurred the following items of expenditure:

No.	Details
1.	Purchased stationery items for resale.
2.	Part time wages paid to the shop assistant staff.
3.	Purchased of shelves and photocopier machine for use in the business.
4.	Purchased 2 units of air conditioners for the shop.
5.	Paid The Moon for advertising the business.
6.	Purchased a new delivery van for use in the business.
7.	Paid utilities expense for the month of May.
8.	Payment is due for the coverage of fire insurance policy.
9.	Paid rental expenses for the month of May.
10.	Purchase of a new telephone system and furniture for the new shop.

#### Required

- a) State the above numbers (1) to (10) in your answer book booklet and against each number whether the related expenditure is **revenue** or **capital**. (5 marks)

- b) Match the following accounting principles and assumptions with the statement below:

Cost principle	Going concern
Full disclosure	Time period
Dual aspect	Separate entity
Revenue recognition	Money measurement
Matching principle	Substance over form

No.	Details
1.	Francisca's personal expenses are not recorded in the book of Francisca Enterprise.
2.	FT paid the new telephone system and furniture for the new shop and recorded all the transactions in the book at costs.
3.	FT recorded cash sales and credit sales when the sales of stationery items are sold to

	the customers.
4.	FT recorded the business transactions in the books on a debit and credit system.
5.	FT prepared its accounts on a monthly and yearly basis.
6.	The objective of FT is to remain in business for the foreseeable future and is not expected to go out of business unless evidence proves otherwise.
7.	FT has another outlet in Indonesia and the financial statements are presented in Indonesian Rupiah.
8.	FT purchased the new delivery van under the hire purchase arrangement. The transaction is recorded in the book although the legal title of the van is with the bank.
9.	The financial statements of FT for year ended 2024 disclosed the depreciation policy.
10.	FT followed the accounting practice whereby the sales revenue earned are matched with the expenses incurred and cost of goods sold at the same period.

(15 marks)

**[Total 20 marks]**

#### QUESTION 4

Ramli began operations on 1 May 2024. It uses a perpetual inventory system. During the month of May 2024, the business had the following data for purchases and sales:

Date	Purchases	Sales
1 May	300 units @ RM12.00	
6 May		100 units
11 May	500 units @ RM15.00	
14 May		600 units

#### **Required**

- a) Calculate the **cost of the ending inventory** and the **cost of goods sold** using the following methods:
  - (i) First In, First Out (FIFO) (4 marks)
  - (ii) Last In, First Out (LIFO) (4 marks)
  
- b) Based on the information in part (a) above, which method produces the lowest gross profit. (2 marks)

**[Total 10 Marks]**

**END OF QUESTION PAPER**