

**FACULTY OF BUSINESS****FINAL EXAMINATION**

Student ID (in Figures) :

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Student ID (in Words) :

Course Code & Name : **ACC1513 ACCOUNTING**
Semester & Year : SEPTEMBER- DECEMBER 2020
Lecturer/Examiner : NUR AFIQAH
Duration : 3 Hours

INSTRUCTIONS TO CANDIDATES

- This question paper consists of 2 parts:**
PART A (20 marks) : Answer ONE (1) compulsory question. Answers are to be written in the Answer Booklet provided.
PART B (80 marks) : Answer FOUR (4) out of FIVE (5) short answer questions. Answers are to be written in the Answer Booklet provided.
- Candidates are not allowed to bring any unauthorised materials except writing equipment into the Examination Hall. Electronic dictionaries are strictly prohibited.**
- 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.**
- 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 = 8 (Including the cover page)

PART B : SHORT ANSWER QUESTIONS (80 MARKS)

INSTRUCTION (S) : There are **FIVE (5)** questions in this section, answer only **FOUR (4)** questions. Write Your answers in the Answer Booklet(s) provided.

Question 1

Kami Enterprise has prepared the cash book for the month of May 2020 as shown:

Cash Book (Bank Column)

May-20		RM	May-20		RM
1	Balance c/d	4,890	11	Byezura	290
1	Sales	225	17	Raman	350
10	F Enterprise	300	20	Jijah	150
18	Ram	335	22	Hema	200
19	Siti	175	31	balance c/d	5,795
20	Sales	160			
25	Omel	700			
		6,785			6,785

Bank Statement as at 31 May 2020

Date	Details	Document number	Dr.	Cr	Balance	
			RM	RM	RM	
1-May	Balance				4,890	cr
1-May	Cash deposit	A12290		225	5,115	cr
17-May	Cheque	22445	275		4,840	cr
8-May	Cheque	22446	290		4,550	cr
18-May	Cash deposit	A12379		335	4,885	cr
19-May	Bank charges	41100	25		4,860	cr
19-May	Cheque	567451		175	5,035	cr
30-May	Standing order	50041	225		4,810	cr
31-May	Cheque	22447	350		4,460	cr
31-May	Cash deposit	A12398		160	4,620	cr
31-May	Cheque	22448	300		4,320	cr

Additional information:

The account bookkeeper had incorrectly debited the cash book with a cheque paid to F Enterprise.

Required:

- a. Prepare an adjusted Cashbook. (6 marks)
 - b. Prepare the bank reconciliation statement as at 31 May 2020. (8 marks)
 - c. Discuss the differences between bank statement and bank reconciliation. (4 marks)
 - d. Provide **TWO (2)** examples of items included in the bank account but not included in the bank book. (2 marks)
- (Total: 20 marks)**

QUESTION 2

The following information regarding the non-current assets were extracted from the Elo Enterprise.

The machinery and motor vehicle were purchased as follows:

Assets	Date of purchase	Purchase price (RM)
Machinery 1	10 March 2019	11,000
Machinery 2	1 May 2020	19,000
Machinery 3	1 July 2020	5,000
Motor vehicle 1	2 February 2019	25,000
Motor vehicle 2	1 January 2020	12,000

Additional information:

- i. All payments were made by cheque.
- ii. Depreciation to be provided as follows:
 - a. Machinery : 10% straight line method (month to month basis)
 - b. Motor vehicle : 20% reducing balance method (month to month basis)

Required:

- a. Prepare machinery and motor vehicle account for the year ended 31 December 2019 and 31 December 2020. (4 marks)
 - b. Prepare depreciation, accumulated depreciation account for both assets for the year ended 31 December 2019 and 31 December 2020. (12 marks)
 - c. Provide **TWO (2)** examples of capital expenditure and **TWO (2)** examples of revenue expenditure. (4 marks)
- (Total: 20 marks)**

QUESTION 3

Mr. Jojo set up a business under the name of Jo Enterprise on 1 June 2020. The following transactions occurred during the month of July 2020:

1-Jul	The debit balance in the cash and bank accounts amounted to RM 3,000 and RM 12,000 respectively.
5-Jul	The owner invested RM 20,000 in the bank account.
8-Jul	Bought goods RM 1,100 by cash from Ram.
15-Jul	Purchased furniture RM 1,500 by cheque.
18-Jul	Cash sales RM 3,000.
20-Jul	Received cheque from the following customers with 3.5% discounts. i. Abil RM 100 (pre discount) ii. Chang RM 500 (pre discount)
22-Jul	Paid insurance by cash RM 200.
24-Jul	Paid the following account payables with 3% discount from Roy and 5% discount from Sam. i. Roy RM 230 (pre discount) ii. Sam RM 350 (pre discount)
26-Jul	The owner took RM 500 cash to pay for his son's tuition fees.
28-Jul	Paid TNB for utilities bill RM 950 by cash.
29-Jul	Paid salary to workers RM 3,000 via online banking.
30-Jul	Received a commission RM 540 by cheque.
31-Jul	Transferred bank to cash RM 5,000.

Required:

- a. Prepare the three-column cashbook based on the above transactions.
- b. Discuss the concept of general journal with example.

(18 marks)

(2 marks)

(Total: 20 marks)

QUESTION 4

Product X information's of purchases and sales are as follows:

Date	Details
1 Aug	Balance of 4000 units @RM 13
5 Aug	Purchases of 6000 units @ RM 16
10 Aug	Sales of 7000 units
15 Aug	Purchases of 8000 @RM 17
18 Aug	Sales of 6000 units
21 Aug	Purchases of 5000 units @RM 17.50
25 Aug	Sales of 4000 units
28 Aug	Sales of 3000 units

Required:

a. Calculate the closing inventory amount based on the following inventory methods:

- i. First in first out
- ii. Last in first out
- iii. Average

(14 marks)

b. Calculate the gross profit for each above method if the sales price is RM 25.

(6 marks)

(Total: 20 marks)

Question 5

The following is financial statement for Rose and Gold for the year ended 30 November 2020

Statement of Comprehensive Income for the Year Ended 30 November 2020

	Rose		Gold	
	RM	RM	RM	RM
Sales		160,000		240,000
Opening inventory	50,000		44,000	
Purchases	100,000		182,000	
Closing inventory	<u>(30,000)</u>		<u>(34,000)</u>	
cost of goods sold		<u>(120,000)</u>		<u>(192,000)</u>
Gross profit		40,000		48,000
Add: Other revenues		<u>10,000</u>		<u>14,000</u>
		50,000		62,000
Less: Expenses		(20,000)		(22,000)
Net profit		30,000		40,000

Statement of Financial Position as at 30 November 2020

	Rose		Gold	
	RM	RM	RM	RM
Non-current assets		30,000		50,000
Current assets				
Inventory		30,000		34,000
Account receivables		60,000		50,000
Bank		8,000		4,000
Cash		2,000		2,000
		130,000		140,000
Owner's equity				
Capital	76,000		61,000	
Net profit	30,000		40,000	
Less: drawings	(12,000)	94,000	(14,000)	87,000
Non-current liabilities				
Loan from Maybank		10,000		21,000
Current liabilities				
Account payables		20,000		30,000
Accruals		6,000		2,000
		130,000		140,000

Required:

Compute the following ratios for both companies.

- | | |
|---|-----------|
| i. Current ratio | (5 marks) |
| ii. Acid test ratio | (5 marks) |
| iii. Average inventory turnover (number of times) | (5 marks) |
| iv. Receivables collection period (days) | (5 marks) |
| v. Net profit margin | (5 marks) |

(Total: 20 marks)

END OF PART B

END OF QUESTION PAPER