



FINAL EXAMINATION

Semester	:	MAY 2025 SEMESTER
Programme Name	:	DIPLOMA IN BUSINESS STUDIES DIPLOMA IN LOGISTICS MANAGEMENT
Course Code & Name	:	DBAC3013 INTRODUCTION TO ACCOUNTING
Duration	:	3 HOURS

INSTRUCTIONS TO CANDIDATES:

1. Please read the instructions given in the question paper **CAREFULLY**.
2. The question paper consists of **FOUR (4)** questions.
3. Answer **ALL** questions in the question paper.
4. Answers to the questions are to be written into the examination booklet.
5. Electronic dictionaries, lecture notes, files or any unauthorised materials except writing equipment are strictly prohibited.

This question paper must be submitted along with all used and/or unused rough papers and/ or graph papers (if any). Candidates are **NOT ALLOWED** to take any examination paper(s) used or unused out of the examination hall.

WARNING:

The Examination Board of Peninsula College Georgetown regards cheating as a very 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 Peninsula College Georgetown.

(This booklet contains 4 printed pages including this page)

DO NOT OPEN THIS BOOKLET UNTIL YOU ARE ALLOWED TO DO SO

Answer **ALL** questions on the separate sheet provided.

[100 marks]

1. a) For each of the scenarios below, indicate whether the effect is **increasing** or **decreasing** the type of account. (9 marks)

Scenario	Debit	Credit
If you receive a telephone bill, is your expense increasing or decreasing?		
If you pay salaries, is your expense increasing or decreasing?		
If you purchase a motor vehicle, is your asset value increasing or decreasing?		
If you take out a bank loan, is your liability increasing or decreasing?		
If you refund fees paid by a customer, is your revenue increasing or decreasing?		
If you sell a motor vehicle, is your asset value increasing or decreasing?		
If you pay off part of a bank loan, is your liability increasing or decreasing?		
If the company writes off bad debts, is your accounts receivable increasing or decreasing?		
If a customer makes a payment for a previous credit sale, is your accounts receivable increasing or decreasing?		

- b) Transaction for the month of January 2025 for Balierra Trading as follows:

Jan 1	Started a business with the following balance: cash in hand RM 15,000; cash at bank RM 65,000; premises RM 120,000; loan from Hamid RM 40,000; and capital RM 160,000.
8	Gave loan to Zam RM 15,000 by Cheque.
13	Paid RM 500 by cash for car repairs.
20	Sold goods to John RM 6,000 by credit. Discount 2.5%
22	Received goods RM 150 from John.
28	John settled a quarter of this debt by cheque. Discount 2%

Required:

Prepare the journal entry for the above question.

(16 marks)

Total: [25 marks]

2. The following are the account of Menara Jaya Sdn Bhd as at 28 February 2025.

Details	RM
Return inward	2,500
Carriage inward	6,800
Capital	60,520
Bank overdraft	1,640
Mortgage	150,000
Cash in hand	68,000
Repairs and maintenance	5,600

Electricity bills	1,250
Account receivable	20,635
Purchases	78,650
Furniture	57,680
Wages and salaries	24,000
Account payable	85,780
Insurance	18,800
Freight outward	8,425
Drawing	5,600

Required:

- a) Prepare a trial balance as at 28 February 2025. (17 marks)
- b) Explain **THREE (3)** objectives of preparing a trial balance (6 marks)
- c) List **TWO (2)** examples of accounts that normally have a credit balance in a trial balance, other than those mentioned in Question 2(a). (2 marks)
- Total: [25 marks]

3. The following are transactions by Pollin Enterprise for the month of June 2025.

Date	Particular	RM
June 1	Cash in hand balance	1,500
	Cash at bank balance	10,200
4	Purchases by cheque	4,500
6	Cash sales	870
12	Sold goods to Siti, Siti paid for the purchase by cheque	3,500
14	Cash purchases	300
16	Purchased goods on credit from Makro Suppliers.	2,800
16	Paid assessment rate by cheque	200
17	Credit sale to Zubir	500
19	Paid off the amount owed to Siva suppliers by cheque	1,000
21	Cash sales and the collection was banked in	1,350
24	Received cheque from Zubir to pay off his account	
30	Purchased a fax machine for office use by cheque	3,000

Required:

- a) Prepared two columns cash book. (15 marks)
- b) Explain **TWO (2)** differences between cash discount and trade discount. (4 marks)
- c) Ali issued a cheque worth RM2,000 to his supplier. However, the cheque was dishonoured by the bank. Based on this scenario, explain **THREE (3)** possible reasons why a cheque may be dishonoured. (6 marks)
- Total: [25 marks]

4. The following trial balance was extracted from the book of the Coffee Shop restaurant business owned by Mr. Mustapha as at 31 May 2025.

	Debit (RM)	Credit (RM)
Capital		145,100
Drawing	2,150	
Cash in hand	10,850	
Bank overdraft		4,000
Return inward	3,500	
Insurance on premises	6,400	
Salaries of employees	13,400	
Telephone expenses	1,600	
Discount received		3,850
Land	61,000	
Investment	23,000	
Machinery	53,000	
fixture and fitting	24,000	
Return outward		1,450
Rent revenue		5,300
Inventories, 1 June 2024	8,800	
Sales		93,000
Purchase	62,700	
Account payable		18,900
Account receivable	12,000	
Provision for depreciation for machinery		10,250
Provision for depreciation fixtures and fittings		7,750
Miscellaneous expenses	4,000	
Utilities expenses	2,200	
Printing and stationery	1,000	
	289,600	289,600

Additional information follows:

- i. Inventories as 31 May 2025 was valued at 11,000
- ii. Machinery was depreciated at the rate of 20% per annum by using the straight line method.
- iii. Fixture and fitting were depreciation at the rate of 8% per annum on cost
- iv. Mr. Mustapha withdrew RM 2500 cash from the business to buy jewellery for his wife and presents for his children.
- v. RM 1,900 of rent revenue was not yet received.
- vi. RM 1,300 of the utilities expenses and RM 600 of telephone expenses were still unpaid.
- vii. Mr. Mustapha took out RM 700 of this business for personal use.

Required:

- a) Prepare the statement of Profit and Loss for the Coffee Shop for the year ended 31 May 2025. (11 marks)
 - b) Prepare the statement of Financial Position for the Coffee shop as at 31 May 2025. (14 marks)
- Total: [25 marks]

- END OF QUESTIONS -