



PENINSULA
COLLEGE
GEORGETOWN

FINAL SEMESTER EXAMINATION

Student NRIC : _____

Student ID : _____

Programme	:	CERTIFICATE IN BUSINESS STUDIES (MQA/PA12514)
Intake	:	SEPTEMBER 2021
Course	:	INTRODUCTION TO ACCOUNTING
Course Code	:	CBS 1044
Duration	:	3 hours

INSTRUCTIONS TO CANDIDATES:

1. Please read the instructions given in the question paper **CAREFULLY**.
2. This 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 the accordance with the clauses stipulated in the Students' Handbook, up to and including expulsion from Peninsula College Georgetown.

(This booklet contains 5 printed pages including this page)

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For examiner's use only

QUESTION NO.	MARKS
1	/ 25
2	/ 25
3	/ 25
4	/ 25
Total	/ 100

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

[100 marks]

- 1 Zack started a business on May 2019. He received RM300 cheque from cashier as petty cash float. The following is a summary of the petty cash transactions of Zack Limited for May 2019.

May	RM
2 Postage	18
3 Travelling	12
4 Cleaning	15
7 Petrol for delivery van	22
8 Travelling	25
9 Stationery	17
11 Cleaning	18
14 Postage	5
15 Travelling	8
18 Stationery	9
18 Cleaning	23
20 Postage	13
24 Delivery van 5,000km service	43
26 Petrol for delivery van	18
27 Cleaning	21
29 Postage	5
30 Petrol	14

Required:

- a) Prepare a petty cash book with analysis columns for expenditure on cleaning, motor, expenses, postage, stationery, travelling for Zack Limited. (21 marks)
- b) Identity **TWO (2)** users of accounting information of Zack Limited. For each types of the users, briefly explain **ONE (1)** reason why they need this information. (4 marks)

Total: [25 marks]

2. a) State **TWO (2)** reasons why a trial balance is prepared. (2 marks)
- b) List and explain **THREE (3)** types of errors which are not revealed by a trial balance. (6 marks)
- c) Kumar is a paint wholesaler. He maintains a full set of accounting records and prepares a trial balance at the end of each financial year.

Kumar provided the following information at the end of his financial year on 31 March 2020.

	RM
Revenue	146,000
Purchases	137,300
Sales returns	1,400
Carriage outwards	2,970
Fixtures and fittings	40,000
Bank loan	18,000
Motor vehicle	1,850
Discount allowed	190
Discount received	230
Account payables	14,600
Account receivables	12,900
Utilities	17,190
Rent payables	5,200
Bank overdraft	7,170
Capital	65,000
Drawings	5,000
Inventory 1 April 2019	12,000
Inventory 31 March 2020	1,050

Required:

Prepare the trial balance as at 31 March 2020 for Kumar.

(17 marks)

Total: [25 marks]

3. Mum Trading purchases baby clothes for resale. During the month of June, the following transactions took place:

June		
1	Opening balance	10 units @ RM40
5	Purchases	8 units @ RM44
7	Sales	9 units
16	Purchases	6 units @ RM48
21	Sales	11 units
23	Purchases	4 units @ RM51

Required:

- a) Calculate the cost of goods sold for the month of June and the closing inventories based on the First-in, first-out (FIFO) method.
(10 marks)
- b) Calculate the purchase, cost of goods sold for the month of June and the closing inventories based on the Weighted average (WA) method.
(9 marks)
- c) Compare and discuss **THREE (3)** differences between perpetual inventory system and periodic inventory system.
(6 marks)

Total: [25 marks]

4. The following is the trial balance of Smile Trading as at 31 March 2018

	Debit RM	Credit RM
Inventory 1 April 2017	18,160	
Sales		92,340
Purchases	69,185	
Carriage inwards	420	
Carriage outwards	1,570	
Purchases returns		640
Wages and salaries	10,240	
Rental expenses	3,015	
Communication expenses	624	
Commission payables	216	
Utilities expenses	405	
Sundry expenses	318	
Buildings	20,000	
Account receivables	14,320	
Account payables		8,160
Fixtures	2,850	
Cash at bank	2,970	
Cash in hand	115	
Bank loan		10,000
Drawings	7,620	
Capital		40,888
	152,028	152,028

Note: Inventory at 31 March 2018 was RM22,390.

Required:

- a) Prepare the statement of profit or loss for the year ended 31 March 2018. (14 marks)
- b) Prepare the statement of financial position as at 31 March 2018. (11 marks)
- Total: [25 marks]

- END OF QUESTIONS -