



PENINSULA
C O L L E G E
GEORGETOWN

FINAL SEMESTER EXAMINATION

Programme	:	DIPLOMA IN LOGISTICS MANAGEMENT DIPLOMA IN BUSINESS STUDIES DIPLOMA IN E-BUSINESS TECHNOLOGY DIPLOMA OF ACCOUNTANCY DIPLOMA IN TRAVEL & TOURISM
Course	:	INTRODUCTION TO ACCOUNTING
Course Code	:	DBAC 3013/ DEB 1213/ TTM1313
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 most 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 4 printed pages including this page)

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

For examiner's use only

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

Answer **ALL FOUR (4)** questions on the separate sheet provided.

[100 marks]

1. Write up a two-column cash book for a furniture shop from the following details and balance it off as at the end of July. (25 marks)
- a) 1 July, started in business with capital in cash RM 10,000.00.
 - b) 2 July, paid rental by cash RM 1,500.00.
 - c) 3 July, Winy lent us RM 12,000.00 paid by cheque.
 - d) 4 July, paid Simon by cheque RM 2,000.00.
 - e) 5 July, cash sales RM 800.00.
 - f) 7 July, Yati paid us by cheque RM 500.00.
 - g) 9 July, paid Jenny in cash RM 350.00.
 - h) 11 July, cash sales paid direct into the bank RM 600.00.
 - i) 15 July, Amin paid us in cash RM 700.00.
 - j) 16 July, bank in cash RM 4,000.00 into bank.
 - k) 19 July, repaired company lighting point and paid RM 2,000.00 by cheque.
 - l) 22 July, cash sales paid directly into bank RM 1,200.00.
 - m) 26 July, paid insurance expenses by cheque RM 460.00.
 - n) 27 July, paid for postage RM 100.00 by cash.
 - o) 30 July, withdraw RM 320 from the bank for personal use.
 - p) 31 July, paid wages in cash RM 1,000.00.
 - q) 31 July, paid Winy RM 10,000.00 by cheque and RM 2,000.00 by cash.
 - r) 31 July, withdraw RM 2,000.00 from the bank for office use.

Total: [25 marks]

2. a) On 1 January 2015, a bus was bought for RM 60,000.00. It will be used for four years and then sold back to the supplier for RM 10,000.00. Show the depreciation calculations for each year using the reducing balance method at a rate of 25% and the straight-line method. You are required to:
- i) Calculate the depreciation of the bus with the reducing balance method. (4 marks)
 - ii) Calculate the depreciation of the bus with a straight-line method. (1 mark)
 - iii) Prepare the T Account for Bus Account, Accumulated Depreciation Account and Disposal of Fixed Asset Account for both methods. (14 marks)
- b) List **THREE (3)** causes of depreciation. (3 marks)

- c) List any **THREE (3)** methods of calculating depreciation other than the Straight-Line Method and Reducing Balance Method. (3 marks)

Total: [25 marks]

3. a) ABC Trading drew up the following trial balance as at 30 September 2020. You are required to prepare:

i) the Statement of Profit or Loss for the year ended 30 September 2020. (10 marks)

ii) the Statement of Financial Position as at 30 September 2020. (9 marks)

ABC Trading
Trial Balance as at 30 September 2020

	Debit (RM)	Credit (RM)
CIMB Loan		5,000.00
Capital		25,955.00
Drawings	8,420.00	
Cash at Bank	3,115.00	
Cash at Hand	295.00	
Accounts Receivable	12,300.00	
Accounts Payable		9,370.00
Inventory 30 September 2019	23,910.00	
Motor Van	4,100.00	
Office Equipment	6,250.00	
Sales		130,900.00
Purchases	92,100.00	
Sales Return	550.00	
Carriage Inwards	215.00	
Purchases Returns		307.00
Carriage Outwards	309.00	
Motor Expenses	1,630.00	
Rent	2,970.00	
Telephone Charges	405.00	
Wages	12,810.00	
Insurance	492.00	
Office Expenses	1,377.00	
Sundry Expenses	284.00	
	171,532.00	171,532.00

Inventory at 30 September 2020 was RM 27,475.00

- b) Explain the following terms:

i) Net Profit (2 marks)

ii) Net Loss (2 marks)

iii) Gross Profit (2 marks)

Total: [25 marks]

4. a) A business, which started trading on 1 January 2017, adjusted its allowance for the doubtful debt at the end of each year on a percentage basis, but each year the percentage rate is adjusted in accordance with the current economic climate. The following details are available for the four years ended 31 December 2017, 2018, 2019 and 2020.

Year	Bad debts written off during the year (RM)	Account receivable at 31 December (RM)	Percentage allowance for doubtful debts (%)
2017	3,480.00	90,000.00	5
2018	5,500.00	155,000.00	4
2019	10,520.00	170,000.00	3
2020	12,500.00	200,000.00	4

You are required to show:

- i) Bad Debts Account from year 2017 to year 2020. (4 marks)
 - ii) Allowance for Doubtful Debts Account from year 2017 to year 2020. (4 marks)
 - iii) Profit and Loss Account from year 2017 to year 2020. (4 marks)
 - iv) Statement of Profit or Loss (extract) for the years ended 31 December 2017 to 2020. (4 marks)
 - v) Statement of Financial Position (extract) as at 31 December 2017 to 2020. (4 marks)
- b) Explain the term Bad Debts and list **THREE (3)** causes of bad debts. (5 marks)
- Total: [25 marks]

- END OF QUESTIONS -