



UNIVERSITY COLLEGE TATI (UC TATI)

FINAL EXAMINATION QUESTION BOOKLET

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| COURSE CODE | : DTG 2423 |
| COURSE | : ACCOUNTING |
| SEMESTER/SESSION | : 2 - 2023/2024 |
| DURATION | : 3 HOURS |

Instructions:

1. This booklet contains 5 questions. Answer **ALL** questions.
2. All answers should be written in answer booklet.
3. Write legibly and draw sketches wherever required.
4. If in doubt, raise your hand and ask the invigilator.

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

THIS BOOKLET CONTAINS 4 PRINTED PAGES INCLUDING COVER PAGE

QUESTION 1

- a) List **SIX (6)** types of books of original entry (6 marks)
- b) Discuss **THREE (3)** users of accounting information (6 marks)
- c) Classify the following expenditure into **cash or credit** transaction:
- i. Purchase of stationery paid on debit card
 - ii. Purchase of goods paying by company credit card
 - iii. Motor van purchased on credit from Lan Motor Sdn Bhd
 - iv. Goods sold to a customer. Paid immediately on credit card
 - v. Goods sold to Sam Supplies Enterprise for RM400. Payment to be received in 30 days
 - vi. Fuel for van paid by cheque
 - vii. Goods for resale purchased from Big Hall Homeware and paying in 14 days
 - viii. Motor vehicle purchased on finance, to be paid off over three years (8 marks)

QUESTION 2

- a) Discuss **THREE (3)** principles of accounting concepts (6 marks)
- b) Explain **THREE (3)** types of financial statement (6 marks)
- c) Explain **FOUR (4)** usefulness of an account. (8 marks)

QUESTION 3

By using First in First Out (FIFO) inventory valuation, produce a trading account and compute the closing inventory valuation using the following data:

| Date | Purchases (Unit) | Sales (Unit) | Value (RM) | Balance (Unit) |
|--------|------------------|--------------|------------|----------------|
| 1-May | | | 20.00 | 100 |
| 10-May | 150 | | 21.00 | 250 |
| 11-May | | 80 | 40.00 | 170 |
| 15-May | 100 | | 22.00 | 270 |
| 20-May | | 120 | 42.00 | 150 |
| 25-May | 50 | | 22.00 | 200 |
| 30-May | | 150 | 42.00 | 50 |

(20 marks)

QUESTION 4

A trial balance was extracted from the books of Papa Enterprise, and it was found that the debit side exceeded the credit side by RM150. This amount was entered in the suspense account. In January 2019 the following errors made in 2018 were found:

- i) Sales day book had been undercast by RM300
 - ii) Sales of RM500 to AA Enterprise had been debited in error to 2A Enterprise account.
 - iii) Rent account had been undercast by RM200
 - iv) Discounts allowed account had been overcast by RM50
 - v) The sale of a computer at carrying value had been credited in error to the Sales account RM400.
- a) Show the journal entries necessary to correct the errors (8 marks)
- b) Show the suspense account after the errors described have been corrected. (4 marks)
- c) If the profit for the year had been calculated at RM30,000 for the year ending 31 December 2018, show the calculation of the corrected profit for the year. (8 marks)

QUESTION 5

The trial balance of Najihah Enterprise at 31 December 2022 is as follows:

| | RM | RM |
|---|---------------|---------------|
| Inventory 1 January 2022 | 8,200 | |
| Purchases and sales | 26,000 | 40,900 |
| Rent | 4,400 | |
| Business rates | 1,600 | |
| Sundry Expenses | 340 | |
| Motor vehicles at cost | 9,000 | |
| Accounts receivable and accounts payable | 1,160 | 2,100 |
| Bank | 1,500 | |
| Provision for depreciation on motor vehicle | | 1,200 |
| Capital at 1 January 2022 | | 19,700 |
| Drawings | 11,700 | |
| | 63,900 | 63,900 |

At 31 December 2022 there was:

1. Inventory valued at cost prices RM9,100
2. Accrued rent of RM400
3. Prepaid business rates of RM300
4. The motor vehicles is to be depreciated at 20% of cost

You are required to prepare an income statement and statement of financial positions by considering the adjustment above.

(20 marks)

----- End of question -----