CONFIDENTIAL

# UNIVERSITI KUALA LUMPUR BUSINESS SCHOOL



## FINAL EXAMINATION

## JANUARY 2016 SEMESTER

| | | |
|---|---|---|
| SUBJECT CODE | : | EIB11403 |
| SUBJECT TITLE | : | PRINCIPLES OF ACCOUNTING |
| LEVEL | : | BACHELOR |
| TIME / DURATION | : | 9:00AM – 12:00PM / 3 HOURS |
| DATE | : | 24TH MAY 2016 |



## INSTRUCTIONS TO CANDIDATES

1. This question paper consists of TWO (2) sections; Section A and section B.
2. Answer ALL questions from the BOTH Sections
3. Please read the instructions given in the question paper CAREFULLY.
4. This question paper is printed on both sides of the paper.
5. Please write your answers on the answer booklet provided.
6. All questions must be answered in English (any other language is not allowed).
7. This question paper must not be removed from the examination hall.



**THERE ARE FOUR (4) PAGES OF QUESTIONS, EXCLUDING THIS PAGE.**

## SECTION A (Total: 40 Marks)

**INSTRUCTION: Answer ALL questions.**
**Please use the answer booklet provided.**

### Question 1

Please answer the entire question below:

A. Differentiate between Accounting and Bookkeeping.

**(5 marks)**

B. Explain the users of accounting information.

**(5 marks)**

C. Please explain the Historical Cost Concept.

**(5 marks)**

D. Discuss and brief on Balance Sheet format and classification items.

**(5 marks)**

E. Explain and give an example for Capital expenditure and Revenue Expenditure.

**(10 marks)**

F. List and explain objectives of financial statements.

**(5 marks)**

G. Discuss and brief on Cash book.

**(5 marks)**

**[Total: 40 marks]**

**SECTION B (Total: 60 Marks)**

**INSTRUCTION: Answer ALL questions.**
**Please use the answer booklet provided.**

**Question 1**

**Statement of Financial Position as at 31 December 2015**

| | RM |
|---|---|
| Opening Capital | 10,000 |
| Drawings | 500 |
| Net profit | 2,000 |
| Non-Current Assets | 15,000 |
| Non-Current Liabilities | 5,000 |
| Current Assets | 2,700 |
| Current Liabilities | 1,200 |

**Required:**

Based on information above, please create Statement of Financial Position as at 31 December 2015, using the horizontal format.

**(20 marks)**

**[Total: 20 marks]**

**Question 2**

**Ali Baba Sdn Bhd,**

**Trial Balance as at 31 December 2015**

| | RM |
|---|---|
| Sales | 100,000 |
| Discount received | 200 |
| Rent received | 1,000 |
| Opening inventory | 15,000 |
| Purchases | 50,000 |
| Closing inventory | 10,000 |
| Salary | 5,000 |
| Electricity | 500 |
| Insurance | 2,000 |

**Required:**

Please prepare Statement of Profit or Loss and Other Comprehensive Income for the year ended 31 December 2015.

**(20 marks)**

**[Total: 20 marks]**

**Question 3**

| | | |
|---|---|---|
| 1. | Jan 1 | Bought computer worth RM2,500 by cheque. |
| 2. | Jan 2 | Bought furniture worth RM400 in cash from Syarikat ABC. |
| 3. | Jan 5 | Bought office equipment worth RM1,000 on credit from Ayam Brand Enterprise. |
| 4. | Jan 10 | Bought machinery worth RM1,500 from Alam Trading. Paid by cheque RM500. The balance will be paid next month. |
| 5. | Jan 14 | The owner of business deposited RM10,000 into the business bank account. |
| 6. | Jan 20 | The owner of a business withdrew RM300 from the business bank account for his own use. |
| 7. | Jan 23 | Paid rent amounting to RM200 by cheque. |
| 8. | Jan 25 | Paid electricity bill totaling RM120 in cash. |
| 9. | Jan 27 | Received cash commission of RM150. |
| 10. | Jan 30 | Received dividend of RM300 cheque. |

**Required:**

Based on information above, please prepare journal transaction.

**(20 marks)**

**[Total: 20 marks]**



**END OF QUESTION PAPER**