



**UNIVERSITI KUALA LUMPUR
BUSINESS SCHOOL**

**FINAL EXAMINATION
OCTOBER 2024 SEMESTER**

COURSE CODE : EEB10303
COURSE NAME : BUSINESS ACCOUNTING
PROGRAMME NAME : BACHELOR IN ACCOUNTING (HONS)
DATE : 7 FEBRUARY 2025
TIME : 3.00 PM – 6.00 PM
DURATION : 3 HOURS

INSTRUCTIONS TO CANDIDATES

1. Please **CAREFULLY** read the instructions given in the question paper.
2. This question paper has information printed on both sides of the paper.
3. This question paper consists of **FOUR (4) Questions**.
4. Answer **ALL** questions.
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 FIVE (5) PAGES OF QUESTIONS, EXCLUDING THIS PAGE.

(Total: 100 marks)

INSTRUCTION: Answer ALL questions.

Please use the answer booklet provided.

Question 1

Little Tykes Apparel is a clothing enterprise specialising in the supply of stylish and modern apparel for children under its own brand name. Established with a focus on quality and comfort, the company caters to parents seeking trendy, durable, and affordable clothing for kids. With a commitment to expanding its brand presence, Little Tykes Apparel invests in advertising and maintains customer relationships through prompt delivery and excellent service. The trial balance below was extracted from the ledger of Little Tykes Apparel as of 30 June 2024:

Account	RM
Capital	283,100
Drawings	5,000
Bank loan (5-year terms)	50,000
Trade payables	45,000
Cash in bank	30,000
Trade receivables	15,000
Warehouse premises	80,000
Land	180,000
Delivery trucks	120,000
Office furniture	25,000
Opening inventory	13,000
Purchases	95,000
Sales	230,000
Return inwards	2,400
Return outwards	1,200
Import duties	2,000
Rental received	8,000
Interest received	1,400
Insurance	4,500
Salaries	24,000
Utilities	3,800
Interest on loan	3,000

Carriage inwards	6,200
Carriage outwards	2,200
Advertising expenses	5,000
Telephone and internet expenses	2,600

Additional information:

1. As of June 2024, the following expenses were still in arrears:
 - i. Utilities RM500
 - ii. Carriage outwards RM450
2. Rental income earned but not yet received amounted to RM1,800.
3. The following assets will be depreciated using the straight-line method:
 - i. Delivery trucks at 20% per annum.
 - ii. Office furniture at 10% per annum.
 - iii. Warehouse premises over a useful life of 25 years.
4. A physical stock count on 30 June 2024 revealed a closing inventory of RM15,000.
5. Insurance paid in advance as of 30 June 2024 amounted to RM700.

Required:

- (a) Prepare a statement of profit or loss for the year ended 30 June 2024.

(23 marks)

- (b) Prepare a statement of financial position as of 30 June 2024.

(Show the working capital)

(17 marks)

[40 marks]

Question 2

- (a) Identify and explain **THREE (3)** key roles of financial accounting and management accounting within an organisation, emphasising the differences in their functions and contributions to organisational goals.

(6 marks)

- (b) Mr. Ali owns and operates a café business called "Brew Bliss Café." The business is registered as a private limited company (Brew Bliss Sdn Bhd). Recently, the café faced financial difficulties, and several creditors approached Mr. Ali personally, demanding repayment of the company's debts. Mr. Ali insisted that since Brew Bliss Sdn Bhd is a company, he is not personally liable for its obligations. The creditors argued otherwise, claiming that as the owner, Mr. Ali is responsible for all debts incurred by the café.

Required:

- i. Define the principle of a separate legal entity.

(2 marks)

- ii. Evaluate whether Mr. Ali, as the owner of Brew Bliss Sdn Bhd, can be held personally liable for the company's debts under this principle.

(4 marks)

- iii. Discuss the **TWO (2)** advantages and **TWO (2)** disadvantages of operating a business as a separate legal entity, compared to other business structures.

(8 marks)

[20 marks]

Question 3

The following data relates to Ani Sdn Bhd (ABS), which manufactures plastic products.

Variable cost per unit:

Direct labour	RM3
Direct materials	RM5
Variable manufacturing overhead	RM4

Fixed costs per year:

Fixed manufacturing overhead	RM90,000
Fixed selling and administrative expenses	RM200,000

Units in the beginning inventory	1,000
Units produced	30,000
Units sold	27,000
Units in ending inventory	1,500
Selling price per unit	RM32

Selling and administrative expenses:

Variable per unit	RM5
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Required:

- (a) Calculate the product cost per unit using a Variable Costing System. (1 mark)
- (b) Calculate the product cost per unit using the Absorption Costing System. (3 marks)
- (c) Prepare an Income Statement using a Variable Costing System. (8 marks)
- (d) Prepare an Income Statement using the Absorption Costing System. (8 marks)
- [20 marks]**

Question 4

Hani Consultancy (HC) runs a training centre in Sentul, Kuala Lumpur. The firm charges RM200 per participant. The estimated fixed cost of HC for the period is RM80,000. The variable costs per participant are expected to be RM120. The variable costs consist of printed materials, stationery, and refreshments. As the consultant of HC, find out the following information:

- (a) The number of participants needed to break even (in units and RM).
(4 marks)
 - (b) The number of participants they must have to earn a profit of RM40,000.
(5 marks)
 - (c) The profit earned if 1,200 participants are trained in the period.
(6 marks)
 - (d) The fees that Hani Consultancy should charge if the firm wants to earn a profit of RM40,000 from 1,200 participants, with all costs remaining as stated.
(5 marks)
- [20 marks]**

END OF EXAMINATION PAPER