



**UNIVERSITI KUALA LUMPUR
BUSINESS SCHOOL**

**FINAL EXAMINATION
MARCH 2025 SEMESTER**

COURSE CODE	: EAB10403
COURSE NAME	: INTRODUCTION TO FINANCIAL ACCOUNTING
PROGRAMME NAME	: BACHELOR IN ACCOUNTING (HONS)
DATE	: 21 JUNE 2025
TIME	: 9.00 AM – 12.00 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 **FIVE (5)** 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 NINE (9) PAGES OF QUESTIONS, EXCLUDING THIS PAGE.

(Total: 100 marks)

INSTRUCTION: Answer ALL questions.

Please use the answer booklet provided.

Question 1

Maya is a sole trader who started her business on 1 March 2025. Maya's transactions during the month of March were as follows:

March 2025

- 1 Introduced a motor vehicle to her business worth RM8,000.
- 1 Transferred a computer from home to the business costing RM500.
- 1 Started business with RM200 cash in hand and RM10,000 in the bank account.
- 1 Purchased goods for sale amounting to RM4,000 by direct debit.
- 2 Bought a multi-purpose vehicle (MPV) using a loan from the bank priced at RM15,000.
- 2 Bought office equipment using a loan from the bank costing RM5,000.
- 3 Received cheques amounting to RM5,000 for sales made.
- 4 Purchased stationeries for RM450 paid using debit card.
- 5 Purchased stationeries for RM25 in cash.
- 6 Paid wages of RM400 by standing order.
- 9 Purchased goods for sale for RM2,000 by online banking.
- 10 Sales lodged into bank account worth RM3,000.
- 10 Cash sales RM1,000.
- 12 Cash transferred to bank amounting to RM800.
- 14 Stationeries purchased RM20 in cash.
- 15 Loan instalment paid by direct debit amounted to RM1,000.
- 18 Maya made a withdrawal by transferring RM2,000 to her personal bank account.
- 21 Motor expenses amounting to RM280 paid by debit card.
- 22 Motor expenses paid by cash was RM40.
- 23 Wages paid by direct debit worth RM400.
- 24 Second loan instalment paid by direct debit amounted to RM1,000.

Required:

- (a) Prepare the respective ledgers.

(17 marks)

(b) Prepare the trial balance as at 31 March 2025.

(15 marks)

[32 marks]

Question 2

Wan is a horse trainer and have established a horseback riding academy in the affluent neighborhood of Seri Kembangan. Wan had no accounting background and enlisted you to consult on his finances. His business particulars for month ending April 2025 are listed below:

Particulars	RM
Breeding stock	100,000
Stables	90,000
Bank overdraft	25,000
Amounts owed for feed from supplier	10,000
Fencing posts	2,000
Hilux	8,000
Diesel in tank	5,000
Gates	1,000

Required:

Based on the information above, answer the following questions:

(a) State the type of business entity owned by Wan.

(1 mark)

(b) Classify the items above into assets and liabilities with amounts.

(8 marks)

(c) Calculate the total amount of assets.

(1 mark)

(d) Calculate the total amount of liabilities.

(1 mark)

(e) Prepare the accounting equation for Wan at 30 April 2025 to identify the capital.

(2 marks)
[13 marks]

Question 3

The following is the trial balance of Wawa as at 31 March 2025, the end of her current financial year. Wawa is sole trader operating in Ampang, Selangor.

Wawa
Trial balance as at 31 March 2025

	Debit (RM)	Credit (RM)
Inventory as at 1 April 2024	27,400	
Sales		405,000
Purchases	259,600	
Property, at cost	90,000	
Equipment, at cost	57,500	
Provision for depreciation (as at 1 April 2024):		
- Property		12,500
- Equipment		32,500
Discounts received		4,420
Discounts allowed	3,370	
Wages	52,360	
Bad debts	1,720	
Provision for bad debts		280
Other operating expenses	38,800	
Trade receivables	46,200	
Trade payables		33,600
Cash in hand	151	
Bank overdraft		14,500
Carriage outwards	5,310	
Drawings	28,930	
13% loan		12,000
Loan interest	1,560	
Capital, as at 1 April 2024		98,101
	612,901	612,901

Additional information:

1. Closing inventory on 31 March 2025 are valued at RM25,900.
2. 'Other operating expenses' include prepaid expenses by RM500 and accrued expenses by RM200.
3. 'Purchases' include goods valued at RM1,040 that were withdrawn by Wawa for personal use.
4. Salaries to be accrued amount to RM140.
5. Depreciation on property for the year ended 31 March 2025 is provided using the straight-line method at a rate of 1 per cent per year.
6. Depreciation on equipment for the year ended 31 March 2025 is provided using the straight-line method at a rate of 15 per cent per year.
7. Allowance for bad debts is to be adjusted to 0.5 per cent of the trade receivables as at 31 March 2025.

Required:

- (a) Prepare Statement of Profit or Loss for the year ended 31 March 2025.

(11.5 marks)

- (b) Prepare Statement of Financial Position as at 31 March 2025.

(9.5 marks)

[21 marks]

Question 4

Below are the two-year financial statements ended 31 December 2023 and 2024 for Qasar Enterprise.

Qasar Enterprise**Statement of Profit or Loss for the year ended 31 December 2023 and 2024**

	2024	2023
	RM	RM
Sales revenue	500,000	390,000
Less: Cost of goods sold	(180,000)	(120,000)
Gross profit	320,000	270,000
<u>Add: Other income</u>	25,000	20,000
<u>Less: Expenses:</u>		
Operating expenses	(140,000)	(120,000)
Administrative costs	(20,000)	(8,000)
Profit for the year	185,000	162,000

Qasar Enterprise

Statement of Financial Position as at 31 December 2023 and 2024

	2024	2023
	RM	RM
Non-current Assets	282,500	150,000
<u>Current Assets</u>		
Inventories	60,000	45,000
Accounts receivable	53,500	30,000
Bank	45,000	33,000
Cash	12,000	6,000
Total assets	<u>453,000</u>	<u>264,000</u>
<u>Owner's Equities</u>		
Capital at beginning of the year	198,000	96,000
Profit for the year	185,000	142,000
Less: drawings	<u>(10,000)</u>	<u>(40,000)</u>
Capital at end of the year	373,000	198,000
<u>Current Liabilities</u>		
Accounts payable	50,000	39,000
Accruals	5,000	7,000
Short term trade financing loan	25,000	20,000
Total Equities and Liabilities	<u>453,000</u>	<u>264,000</u>

Required:

(a) Calculate the following ratios for both financial years.

i. Gross profit margin

(2 marks)

ii. Net profit margin

(2 marks)

iii. Inventory turnover ratio

(2 marks)

iv. Current ratio

(2 marks)

v. Quick ratio or Acid-test ratio

(2 marks)

vi. Average Collection Period

(2 marks)

(b) Provide comments on the results of the ratios for both financial years.

(10 marks)

Note: Show all relevant workings

[22 marks]

Question 5

Embun Services is a florist located in Persiaran Gurney. The following is a bank statement received for January 2025.

Bank Statement as at 31 January 2025

Date	Description	Cheque No	Payment RM	Receipt RM	Balance RM
Jan 1	Opening Balance				2,000 CR
5	Cheque	101	480		1,520 CR
15	Lodgement			740	2,260 CR
18	Standing order		980		1,280 CR
20	Credit transfer			320	1,600 CR
21	Lodgement			1,020	2,620 CR
30	Bank Charges		150		2,470 CR

The following is an extract from the cash book of Embun Services for January 2025.

Cash Book (bank column)

Date	Particulars	RM	Date	Particulars	Cheque No	RM
Jan 1	Balance b/d	2,000	Jan 2	Amon Sdn Bhd	101	480
11	Lodgement - Osiris	740	13	Standing order		980
16	Lodgement - Horus	1,020	29	Direct debit		1,500
24	Lodgement - Seth	1,240	30	Balance c/d		2,400
30	Lodgement - Anubis	360				
		<u>5,360</u>				<u>5,360</u>

Required:

- (a) Adjust and update the bank account. Show the adjustments required to be made due to the information above.

(6 marks)

- (b) Prepare a bank reconciliation statement as at 31 January 2025.

(6 marks)

[12 marks]

END OF EXAMINATION PAPER