


<b>SULIT</b> CONFIDENTIAL	 <b>OPEN UNIVERSITY</b> UNIVERSITI TERBUKA MALAYSIA
<b>PEPERIKSAAN ULANGAN</b> <i>REFERRAL EXAMINATION</i> <b>SEMESTER SEPTEMBER 2004</b> <i>SEPTEMBER SEMESTER 2004</i>	
<b>KOD KURSUS</b> <i>COURSE CODE</i>	: <b>ACCP 1015</b> <i>ACCP 1015</i>
<b>NAMA KURSUS</b> <i>COURSE TITLE</i>	: <b>ASAS PERAKAUNAN PERNIAGAAN</b> <i>PRINCIPLES OF FINANCIAL ACCOUNTING</i>
<b>MASA</b> <i>TIME</i>	: <b>9.30 PAGI – 12.10 TENGAHARI</b> <i>9.30 A.M. – 12.10 P.M.</i>
<b>TARIKH</b> <i>DATE</i>	: <b>2 DISEMBER 2004</b> <i>2 DECEMBER 2004</i>
<b>ARAHAN KEPADA CALON</b> <i>INSTRUCTIONS TO CANDIDATES</i>	
<ol style="list-style-type: none"> <li>1. <b>Sila baca dengan TELITI arahan yang terdapat dalam kertas soalan ini.</b>  <i>Please read CAREFULLY the instructions given in the question paper.</i></li> <li>2. <b>Kertas soalan ini terdiri daripada dua versi bahasa, iaitu BAHASA MALAYSIA dan BAHASA INGGERIS. Sila jawab menggunakan salah SATU BAHASA sahaja.</b>  <i>This question paper consists of MALAY and ENGLISH versions. Please answer in ONE LANGUAGE only.</i></li> <li>3. <b>Kertas soalan ini dicetak di kedua-dua belah muka surat. Sila pastikan anda mendapat 11 MUKA SURAT bagi versi Bahasa Malaysia dan 11 MUKA SURAT bagi versi Bahasa Inggeris.</b>  <i>This question paper is printed on both sides. Please ensure that there are 11 PAGES of questions in Malay and 11 PAGES in English.</i></li> <li>4. <b>Kertas soalan ini dibahagikan kepada 2 BAHAGIAN, iaitu bahagian A dan B.</b>  <i>This question paper is divided into 2 PARTS, A and B.</i></li> <li>5. <b>Sila jawab SEMUA soalan dalam bahagian A dan TIGA (3) soalan dalam bahagian B.</b>  <i>Answer ALL questions in part A and THREE (3) questions in part B.</i></li> <li>6. <b>Sila tulis jawapan bagi Bahagian A dan Bahagian B pada buku jawapan yang disediakan.</b>  <i>For Part A and Part B, use the answer booklet provided.</i></li> </ol>	
<b>JUMLAH KESELURUHAN MUKA SURAT ADALAH SEBANYAK 22 TIDAK TERMASUK MUKA SURAT INI.</b> <i>THERE ARE 22 PAGES OF QUESTIONS, EXCLUDING THIS PAGE.</i>	

## **PART A**

**INSTRUCTION:** Answer **ALL** questions.

### **QUESTION 1**

Accounting information must have several qualitative characteristics in order for it to be useful in decision making. Explain **TWO (2)** primary qualitative characteristics of accounting information.

**[4 marks]**

### **QUESTION 2**

Differentiate between income statement and cash flow statement.

**[4 marks]**

### **QUESTION 3**

Explain **TWO (2)** advantages and **TWO (2)** disadvantages of a sole proprietorship.

**[4 marks]**

### **QUESTION 4**

Balance sheet of Perniagaan Alat tulis Ali has some account balances; Prepaid expense RM3,500, Bank RM20,000 , Debtor RM14,000 , Office equipment RM35,000 , Creditor RM10,000 and Rental revenue RM50,000 . Calculate the total assets for this company.

**[4 marks]**

### **QUESTION 5**

If revenue is RM65,000, expense is RM20,000 and owner's withdrawal is RM5,000, determine the net income or loss for the period given.

**[4 marks]**

**QUESTION 6**

Bakery House bought an oven which costs RM25,000. The machine will be depreciated at the rate of 10% using the reducing balance method. Calculate the book value of the oven after 4 years.

**[4 marks]****QUESTION 7**

The product cost elements consist of prime cost and conversion cost. Explain both costs together with examples.

**[4 marks]****QUESTION 8**

On 3rd May 2004, Syarikat Kool bought a fax machine of RM5,300 from Perniagaan Dood. Payment of RM400 has been made and the balances will be settled later. On 12th May 2004, full settlement has been made to Perniagaan Dood. Show the journal entries for the transactions incurred:

- a) on 3rd May 2004
- b) on 12th May 2004

**[4marks]****QUESTION 9**

If the selling price is RM16, the variable cost per unit is RM12, and the fixed costs are RM160,000, calculate the break even point in unit and RM.

**[4 marks]**

**QUESTION 10**

Cost-volume-profit analysis is an analysis that summarizes the effect of changes of the activity level on the cost, revenue and the company's profit. Explain **TWO (2)** assumptions used in this cost-volume-profit analysis.

**[4 marks]**

**PART B**

**INSTRUCTION:** Answer **THREE (3)** questions only

**QUESTION 1**

Khidmat Perundingan Harta tanah Ali operates by giving consultancy services on properties in the town of Ipoh. Given below are situations with respect to a number of generally accepted accounting principles adopted by the company throughout the year of 2001.

1. The company has purchased a piece of land in Sungai Buloh for RM170,000. This year, the value of the land had increased more than doubled. In preparing the company's balance sheet, the company's accountant has reported the value of the land at its current price of RM510,000.
2. The accountant has reported an asset, a computer, kept at the home of the company's owner, Ali, in the company's balance sheet. The computer is used by his youngest child currently enrolled in Open University.
3. The store supervisor bought a number of stationery holders totaling RM79 for office use. The purchase is reported as miscellaneous expenses in the income statement.

**Required:**

- a. State the assumptions or the principles **complied or not complied** for each of the above situation. Justify your answers.

**[12 marks]**

b. Explain clearly the following concepts:

i. Historical cost.

**[2 marks]**

ii. Matching concept.

**[2 marks]**

iii. Separate entity.

**[2 marks]**

iv. Going concern.

**[2 marks]**

**[Total: 20 marks]**

**QUESTION 2**

Fila operate a flower shop, Flora Florist in Petaling Jaya. She managed to prepare accounting information related to her business activities during the year 2002. The following are the values of asset and liability, and revenues and expenses incurred for the year of 2002.

	<b>RM</b>
Cash	7,500
Accounts receivables	20,000
Supplies	2,500
Land	25,000
Accounts payable	3,000
Salary payable	1,000
Sales revenue	95,000
Salary expense	25,000
Rental expense	10,000
Utility expense	1,000
Advertising expense	5,000
Other expenses	1,500

Fila has invested capital on the 1<sup>st</sup> January 2002 of RM20,500 and during the year, Fila has taken cash of RM22,000 for her personal use.

Based on the information above, you are required to prepare:

- a. Income statement for Flora Florist for the year of 2002.

**[5 marks]**

- b. Statement of owner's equity for Flora Florist for the year of 2002.

**[5 marks]**

c. Balance sheet for Flora Florist for the year of 2002.

**[6 marks]**

d. Give **TWO (2)** examples of asset and **TWO (2)** examples of liability.

**[4 marks]**

**[Total: 20 marks]**

**QUESTION 3**

Soul Out used the direct material of “GG” for the purpose of producing its products. The following are the information related to the direct material of “GG” which were given for the month of March 2004.

<b>Purchase</b>		<b>Sales</b>	
March		March	
1	100kg @ RM1.50/kg	5	80kg
4	300kg @ RM1.56/kg	6	140kg
11	150kg @ RM1.60/kg	18	130kg
25	150kg @ RM1.70/kg	20	110kg
		29	140kg

The direct material is sold at the price of RM2.90 with the quantity of 600kg (the breakdown of the sales has been mentioned above).

You are required to calculate ending stock, cost of goods sold and gross profit using the method:

- a) First In First Out (FIFO) **[8 marks]**
- b) Weighted Average **[8 marks]**
- c) Give **TWO (2)** characteristics of the Perpetual Inventory System. **[4 marks]**

**[Total: 20 marks]**

**QUESTION 4**

Syarikat Gembira involves in the manufacturing operation in Bandar Klang. Below are some information pertaining the costs which were collected from the accounting records of the company for the year 2002.

	<b>Beginning (RM)</b>	<b>Ending (RM)</b>
Direct material inventory	48,000	70,000
Work in progress	176,000	150,000
Finished goods	128,000	104,000

In addition to that, there are several costs which have been incurred throughout the year.

	<b>RM</b>
Purchase of direct material	240,000
Direct labour costs	360,000
Factory overhead costs	640,000

You are required to assist Syarikat Gembira in preparing:

- a) Statement of goods manufactured for the month ended 31<sup>st</sup> Dec 2002. **[7.5 marks]**
  
- b) Statement of goods sold for the month ended 31<sup>st</sup> Dec 2002. **[7.5 marks]**
  
- c) Differentiate briefly, together with examples, the following accounting terms:
  - (i) Variable cost and Fixed cost **[2.5 marks]**
  
  - (ii) Prime cost and Conversion cost **[2.5 marks]**

**[Total: 20 marks]**

**QUESTION 5**

Burger Feez makes and sells beef and chicken burgers. Each burger which has been packed is sold at the price of RM20 per packet. Below is the Income Statement for the year ended 2003 for the purpose of performance planning for the company.

Burger Feez  
Income statement  
For the year ended 2003

	<b>RM</b>	<b>RM</b>
Sales (150,000 packet X RM20)		3,000,000
Variable costs :		
Cost of goods sold (150,000 packet x RM12)	1,800,000	
Selling expense (150,000 packet x RM1.20)	180,000	
		1,980,000
Contribution Margin		1,020,000
Fixed costs: production	540,000	
sales	125,000	
administration	219,000	
	884,000	
Net profit		136,000

You are required to:

- a. Calculate break even point in packet and RM for the year 2003.

**[4 marks]**

- b. Calculate the margin of safety in packet and RM for the year 2003.

**[4 marks]**

- c. If the chairman wants the company to earn a profit before tax of RM272,000, what is the number of units that needs to be sold with the assumptions that selling price, variable cost and fixed cost remain unchanged?

**[4 marks]**

- d. If the company increased the fixed production cost by RM96,000 for the year 2004 for the purpose of reducing the variable production cost per unit by RM0.20, calculate the break even point for the company for year 2004.

**[4 marks]**

- e. Explain the following concepts:

(i) Break even point

**[2 marks]**

(ii) Margin of safety

**[2 marks]**

**[Total: 20 marks]**

**THE QUESTION PAPER END HERE**