



PEI HWA HIGH SCHOOL
2025 FINAL-YEAR EXAMINATION
SENIOR MIDDLE THREE
BOOK-KEEPING AND ACCOUNTING
PAPER 1 – MULTIPLE-CHOICE QUESTIONS

NAME: _____ ()

Date: 16 Oct 2025 (Thu.)

CLASS: SM3 De

Time: 12.10pm – 12.40pm

SET BY: SekCM

INSTRUCTION TO CANDIDATES

1. This subject comprises two papers:
 Paper 1: Multiple-choice questions (20%),
 Paper 2: Subjective Questions (80%).
2. Complete Paper 1 within 30 minutes allocated.
3. Attempt all the 20 Questions in Paper 1. For each question, select the correct or the best answer and blacken the square corresponding to the same letter of the alphabet as the answer you have selected. Mark the answers with a **5B** pencil on **answer sheet ‘O’**.
4. The prescribed electronic calculators may be used.
5. Paper 1 consists of six printed pages.

DO NOT TURN OVER THIS PAGE UNTIL YOU ARE TOLD TO DO SO

- Which of the following involves recording with limited analysing and interpreting of accounting information?
 - Auditing
 - Bookkeeping
 - Cost Accounting
 - Financial Accounting
- If a sole-proprietor introduces his own furniture for business use, which of the following is **correct**?
 - Increase in Assets, Increase in Equity
 - Increase in Assets, Decrease in Equity
 - Decrease in Assets, Increase in Equity
 - Increase in Liabilities, Increase in Assets
- Which of the following is a source document in accounting?
 - Invoice
 - Cash Book
 - Trial Balance
 - Statement Of Financial Position
- Joe sold 75 units of product to a customer at RM 40 each on 13 May 2025. A trade discount of 10% was given, The terms of payment allowed a cash discount 5% if payment is made within 7 days, and 2% of payment is made within 30 days.
After 2 days, the customer returned 15 units of product (at list price) due to wrong specification. What is the amount the customer should pay if she settled the account on 19 May 2025?
 - RM 2,052
 - RM 2,160
 - RM 2,592
 - RM 2,700
- The following information is extracted from the Cash Book:

Cash Book

Particular	F	Cash	Bank	Particular	F	Cash	Bank
		RM	RM			RM	RM
X	C		600	Y	C	600	

The entries are denoted by 'C' – Contra.

Which of the following transaction activities does this represent?

- Deposit RM 600 cash into Bank Account.
- Deposit a cheque of RM 600 into Bank Account.
- Withdraw RM 600 cash for owner's personal use.
- Withdraw RM 600 from Bank Account for owner's personal use.

6. An Allowances For Doubtful Debts was RM 1,800 and Account Receivable amounted to RM 60,500 at the end of the accounting period. The company decided to adjust the allowance to 4% of the total account receivable.

What would be the new Allowance For Doubtful Debts shown in the Statement Of Financial Position?

- A. RM 620
- B. RM 2,348
- C. RM 2,420
- D. RM 3,040

7. Which of the following items can be recorded in the Control Accounts?

- I. Credit sales and credit purchases
- II. Bills receivable and bills payable
- III. Bad Debts and dishonoured cheques
- IV. Cash sales and allowances for doubtful debts

- A. I, II, III
- B. I, II, IV
- C. I, III, IV
- D. II, III, IV

8. Joanne purchased a MacBook at a cost of RM 4,000 on 1 January 2023. The MacBook has an estimated useful life of 8 years with an estimated residual value of RM 200.

What is the annum depreciation?

- A. RM 525
- B. RM 500
- C. RM 475
- D. RM 450

9. The following information is extracted from Queenis' books relating to the Rental Account:

Rental					
2024		RM	2024		RM
Dec 31	Profit and Loss	980	Dec 31	Bank	4,930
				X	3,950

Which of the following accounts should X represent?

- A. Accrued Rental Income
- B. Prepaid Rental Expenses
- C. Unearned Rental Income
- D. Accrued Rental Expenses

10. In preparing bank reconciliation statement, which of the following's items will not be included in updating cash book?

- I. Bank Charges
- II. Standing Order
- III. Uncredited Deposit
- IV. Unpresented Cheque

- A. I and II
- B. I and III
- C. II and III
- D. III and IV

11. Following balances was provided by JQ and ZY partnership for the year ended 31 October 2024:

	Debit	Credit
	RM	RM
Loan from JQ		80,000
Interest on Loan from JQ	2,500	
Interest on partner's loan was 5% per annum.		

At the end of the year, what is the amount to be recorded in the Current Account of JQ?

- A. RM 1,500 Dr
- B. RM 1,500 Cr
- C. RM 4,000 Dr
- D. RM 4,000 Cr

12. The goodwill valuation of Yu Cheng and Shi Bin partnership is based on 2 years' purchase of the average profit of the last three years. The profits and losses of the partnership are as follows:

Year	RM
2021	3,900
2022	(1,800)
2023	(900)
2024	5,200
2025	8,000

What is the amount of goodwill of the partnership?

- A. RM 800
- B. RM 3,150
- C. RM 8,200
- D. RM 19,800

13. When a partnership is dissolved, which of the following outstanding amount should be settled first?

- A. Bank Loan
- B. Partners' Capital
- C. Account Payable
- D. Loan from Partners

14. For a manufacturing firm, in which of the following should the depreciation of furniture be included?

- A. Prime Cost
- B. Distribution Costs
- C. Administrative Expenses
- D. Factory Overhead Expenses

15. The following closing balances were extracted from the accounts:

	RM
Non-Current Assets	85,000
Non-Current Liabilities	50,000
Current Assets	18,500
Current Liabilities	8,900
Gross Profit	50,800
Expenses	14,200
Drawings	2,500
Other Income	2,300

What is the balance figure of **Opening Capital**?

- A. RM 44,600
- B. RM 38,900
- C. RM 10,500
- D. RM 8,200

16. ABC Fitness Club had 180 members in the year 2023, and the annual subscription fee was RM 200 per member. As at 1 January 2023, subscriptions in arrears amounted to RM 5,000. During the year ended 31 December 2023, the club received subscriptions totalling RM 24,000. This amount included the collection of arrears from the previous year and RM 1,000 received in advance for the year 2024.

Determine the number of members who had not paid their subscriptions for the year 2023.

- A. 60
- B. 80
- C. 90
- D. 100

17. Stephy's bank account showed the following information:

Bank					
2025		RM	2023		RM
Mar 10	Bills Receivable – Bill 1	7,630	May 3	King – Bill 1 dishonoured	8,000
May 3	King	3,000		King – Noting Charges	50

Bill 1 was dishonoured on the due date, and a new bill (Bill 2) for 2 months had been issued to the credit customer, including interest of RM 40 per month.

What is the amount of Bill 2?

- A. RM 5,050
- B. RM 5,130
- C. RM 7,760
- D. RM 8,130

18. On 1 March 2022, Ah Ben purchased a motor car under a hire purchase agreement. The cash price of the motor car was RM 80,000. He was required to pay a deposit of 10% of the cash price, followed by 36 equal monthly instalments of RM 2,150 each over 3 years.

What is the annual interest rate on the hire purchase agreement?

- A. 5%
- B. 3.5%
- C. 3%
- D. 2.5%

19. Which of the following is **not** recorded in the Branch Inventory Account in the ledger of the Head Office, assuming that the Head Office maintains all branch records?

- A. Goods sent to Branch by Head Office
- B. Goods returned by Branch to Head Office
- C. Goods returned by Branch debtors to Branch
- D. Goods returned by Branch debtors direct to Head Office

20. Which of the following statement regarding loan notes are **true**?

- I. Loan notes holder are members of the Board of Directors of the company.
- II. Loan notes holder are entitled to a predetermined rate of interest.
- III. Loan notes always presented as equity in the Statement Of Financial Position.
- IV. Upon winding up, loan notes holders have a higher priority of claims over the company's assets compared to shareholders.

- A. I, III
- B. I, IV
- C. II, III
- D. II, IV