

# CONFUCIAN PRIVATE SECONDARY SCHOOL 2022 FINAL EXAMINATION

*Senior Middle Three Arts*

## BOOKKEEPING AND ACCOUNTS

(SE15)

### PAPER 1      MULTIPLE-CHOICE QUESTIONS

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Date: 5 October 2022

Time: 8.30 a.m. – 9.00 a.m. (30 minutes)

‘O’ Answer Sheet: 1 Sheet

Set by: Jeff. Lim

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### INSTRUCTIONS TO CANDIDATES

1. This subject comprises two papers:  
    Paper 1: Multiple-choice Questions (20%),  
    Paper 2: Subjective questions           (80%).
2. Complete Paper 1 within the 30 minutes allocated. After a 15-minute interval, proceed to complete Paper 2 within the 3 hours 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’** (computer card).
4. The prescribed electronic calculators may be used.
5. Paper 1 consists of **five** printed pages and a blank page at the end.

<b>DO NOT TURN OVER THIS PAGE UNTIL YOU ARE TOLD TO DO SO</b>
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(Candidate's Name: \_\_\_\_\_ Index Number: \_\_\_\_\_)

1. Which of the following classification is **correct**?
  - I Goodwill → Tangible Asset
  - II Fixed Deposit → Non-Current Asset
  - III Bank Overdraft → Current Liabilities
  - IV Mortgage Loan → Non-Current Liabilities
  - A I, II
  - B III, IV
  - C I, III, IV
  - D II, III, IV
  
2. What is the double entry for “taking goods for use in promotion campaign”?
  - A Debit: Drawings  
Credit: Purchases
  - B Debit: Advertising  
Credit: Inventory
  - C Debit: Advertising  
Credit: Purchases
  - D Debit: Drawings  
Credit: Advertising
  
3. How will the two traders of different businesses as shown below classify their stationery?
 

<u>Vehicle trader</u>	<u>Stationery trader</u>
A Expenses	Expenses
B Current Assets	Expenses
C Expenses	Current Assets
D Current Assets	Current Assets
  
4. If a trade receivable account is undercharged in the invoice, which document is being sent to the customer to adjust the amount due?
  - A Debit Note
  - B Credit Note
  - C Sales Invoice
  - D Statement of Account
  
5. Which of the following is a contra-asset account used to record the estimated amount of uncollectible accounts?
  - A Profit and Loss account
  - B Bad Debts Recovery account
  - C Accumulated Depreciation account
  - D Allowance for Doubtful Debts account
  
6. Which of the following explains the imprest system of operating petty cash?
  - A Weekly expenditure cannot exceed a set amount.
  - B All expenditure out of the petty cash must be properly authorised.
  - C Regular equal amounts of cash are transferred into petty cash at intervals.
  - D The exact amount of expenditure is reimbursed at intervals to maintain a fixed float.

7. The annual straight line depreciation charge for a machinery is RM 2,000. If the machinery cost RM 20,000 and has an estimated useful life of 8 years, calculate its residual value.
- A RM 2,000
  - B RM 2,250
  - C RM 4,000
  - D RM 18,000
8. Which of the following is **not** the function of a Control account?
- A To detect errors.
  - B To provide totals of transactions of similar nature.
  - C To provide a summarised balance that can be used for a Trial Balance.
  - D To ensure that the bookkeeper has recorded all the transactions correctly in Cash Book.
9. In departmental accounts, which of the following indirect expenses that need to be apportioned based on their respective departments' floor space occupied?
- I Rental
  - II Light and power
  - III Staff training cost
  - IV Maintenance of building
- A I, II, III
  - B I, II, IV
  - C I, III, IV
  - D II, III, IV
10. A partnership can be dissolved due to many reasons. What are the **correct** procedures to record the partnership dissolution?
- I Assets disposed or taken over by partners
  - II Repay liabilities
  - III Repay loan from partners
  - IV Repay partners' capital
- A I → II → III → IV
  - B II → III → IV → I
  - C II → III → I → IV
  - D IV → III → II → I
11. Goodwill is the value given to the goods reputation of a business. Thus, it is an intangible asset which cannot be seen or touched. Which of the following is **not** the factor that given rise to goodwill?
- A When a new partner is admitted
  - B Reliable goods and services given to customer
  - C Good relationship with employees, suppliers, and customers
  - D Research and development to produce high quality products

12. A bookkeeper has made the following errors:

- (i) A payment of RM 38 for postage was entered in Postage account as RM 30.
- (ii) A cheque for RM 710 received from Joshua had been entered in Cash Book only.

What would be the balance on the Suspense Account before these errors were corrected?

- A Debit RM 702
- B Credit RM 702
- C Debit RM 718
- D Credit RM 718

13. Which of the following items are included as prime cost in the Manufacturing Account?

- I Subcontract cost
  - II Factory fuel and power
  - III Wages of production line
  - IV Depreciation of machinery
- A I, II
  - B I, III
  - C II, III
  - D III, IV

14. Which of the following pair of terms is **incorrect** regarding the different types of organisation?

- | <u>Sime Darby Holding Bhd</u>     | <u>Chin Woo Wushu Club</u>     |
|-----------------------------------|--------------------------------|
| A Capital                         | Accumulated Fund               |
| B Statement of Financial Position | Income and Expenditure Account |
| C Cash Book                       | Receipts and Payments Account  |
| D Net Profit                      | Surplus                        |

15. An Account Sales is a document sent by consignee to consignor which setting out transactions in respect of consignment. Which of the following information will not be shown in the Account Sales?

- A Sales proceeds made by consignee
- B Sales commission earned by consignee
- C Expenses incurred and paid by consignor
- D The balance due and payments to consignor

16. Which of the following descriptions relating to bills of exchange are **correct**?

- I Rebate will receive when a bill is renewed
  - II Interest allowed to a drawee when early retiring of a bill
  - III Discounting charge is debited to the drawer's expense account
  - IV Noting charge on a dishonoured bill is always borne by debtor
- A I, II
  - B I, IV
  - C II, III
  - D III, IV

17. Kossan Limited has an authorised share capital of 800,000 ordinary shares of RM 1 each, of which 500,000 shares are issued and fully subscribed.

The company calls up only RM 0.70 per share, and the full amount is received. The paid-up share capital of the company is RM \_\_\_\_\_.

- A RM 350,000
  - B RM 500,000
  - C RM 560,000
  - D RM 800,000
18. A head office sent goods to its branch invoiced at cost plus 20%. If the closing inventory of the branch valued at selling price was RM 37,500, then what was the unrealised profits included in the closing inventory of the branch?
- A RM 6,250
  - B RM 7,500
  - C RM 30,000
  - D RM 31,250
19. A machinery was bought under hire purchase agreement by paying a down payment of RM 4,800 and 60 monthly instalments of RM 936 each. If the hire purchase interest rate was 6% per annum, the hire purchase price of the machinery was RM \_\_\_\_\_.
- A RM 12,960
  - B RM 43,200
  - C RM 48,000
  - D RM 60,960
20. ABC Ltd issued 200,000 ordinary shares of RM 1 each at RM 1.20 each to acquire an existing business which had net assets of RM 230,000. Which of the following statements was **incorrect**?
- A The purchase price was RM 240,000
  - B The share premium was RM 40,000
  - C The buying company acquired a goodwill of RM 10,000
  - D The buying company acquired a gain on bargain purchase of RM 10,000