

## BUSINESS ACCOUNTING

1. Which of the following does NOT define accounting?
  - A. Classifying
  - B. Recording
  - C. Summarizing
  - D. Concluding
  
2. Which of the following statements does NOT describe about users of accounting information?
  - A. Management is considered an external user
  - B. Government is considered an external user
  - C. Investor is considered an external user
  - D. Present creditor is considered an external user
  
3. Interpret the meaning of Going Concern in accounting perspective.
  - A. Continue to expand and operate in the future or long-term period
  - B. Be liquidated in the near future
  - C. Purchase new asset in the near future
  - D. Purchase another business in the future
  
4. "The same accounting method will be used from one accounting period to another accounting period"  
Choose accounting concept based on the statement above.
  - A. Going concern
  - B. Consistency
  - C. Materiality
  - D. Prudence
  
5. Which of the following is NOT a component of Books of Original Entry?
  - A. Purchase journal
  - B. Ledger
  - C. General journal
  - D. Sales journal

6. Which source of document is used in purchase journal?
- A. Payment voucher
  - B. Receipt
  - C. Debit notes
  - D. Invoices
7. Which transaction represent “credit note received from a supplier”?
- A. Purchase journal
  - B. Sales journal
  - C. Return inward journal
  - D. Return outward journal
8. On the 8<sup>th</sup> January 2018, Multicircuit Bhd. purchased a furniture amounting RM1,500 and paid by cheque. Categorize which books of first entry based on the statement given.
- A. Purchase journal
  - B. Cash book
  - C. General journal
  - D. Sales journal
9. Choose the correct accounting equation.
- A. Asset + Owner Equity = Liabilities
  - B. Liabilities + Asset = Owner Equity
  - C. Asset = Liabilities + Owner Equity
  - D. Asset = Liabilities – Owner Equity
10. Which of the following is INCORRECT?
- | ASSETS      | LIABILITIES | CAPITAL   |
|-------------|-------------|-----------|
| A. -RM9,000 | RM2,000     | -RM11,000 |
| B. RM4,500  | no effect   | RM4,500   |
| C. RM5,000  | -RM4,000    | RM1,000   |
| D. -RM7,000 | -RM4,000    | -RM3,000  |

11. "Goods worth RM700 are taken out by owner as personal used". Which double entry demonstrate the above transaction?
- A. Debit purchase, Credit drawing
  - B. Debit drawing, Credit personal
  - C. Debit drawing, Credit purchase
  - D. Debit drawing, Credit goods
12. Which double entry show the transaction for payment of salary by cheque?
- A. Debit bank, Credit salary
  - B. Debit salary, Credit bank
  - C. Debit bank, Credit account receivable
  - D. Debit salary, Credit account receivable
13. Identify the item which is NOT an expense.
- A. Rental paid
  - B. Commission paid
  - C. Discount received
  - D. Discount allowed
14. Which of the following describe the function of Trial Balance?
- A. Trial balance is drawn up as test of the book-keeping system
  - B. Trial balance is drawn up as test of the system of double entry
  - C. Trial balance is drawn up as test of the accuracy of book-keeping entries
  - D. Trial balance is drawn up as test of the arithmetical accuracy of the accounts
15. If the total amount of asset is RM85,000 and total amount of liability is RM63,000, compute and choose the amount of owner's equity.
- A. RM148,000
  - B. RM42,500
  - C. RM126,000
  - D. RM22,000

16. The following information is extracted from Naim Daniel Trading.

|                        | RM      |
|------------------------|---------|
| Sales                  | 205,000 |
| Purchases              | 97,000  |
| Opening stock          | 22,000  |
| Purchase return        | 1,400   |
| Closing stock          | 8,500   |
| Insurance on purchases | 1,100   |

Calculate the cost of goods sold.

- A. RM110,500
- B. RM110,200
- C. RM109,100
- D. RM94,800

17. The following information is extracted from Ariz Uthman Enterprise for year 2018.

|                          |          |
|--------------------------|----------|
| Salary paid for one-year | RM10,000 |
| Salary per month         | RM1,000  |

Determine the adjustment included for the above situation.

- A. Accrued salary RM2,000
- B. Accrued salary RM1,000
- C. Prepaid salary RM2,000
- D. Prepaid salary RM1,000

18. Which of the following situations does NOT represent prepaid expense?

- A. Prepaid commission
- B. Prepaid insurance
- C. Prepaid rent received
- D. Prepaid salary



19. The following information is taken from Al-fateh account for the year 2018.

Debtor            RM7,800

On 31 December 2018, the following information is not yet recorded.

- i)      Bad debt of RM350 must be written off
- ii)     Provision for doubtful debts is 3% of debtors

From the above situation, calculate the current value of provision for doubtful debts.

- A. RM234
- B. RM116
- C. RM223.50
- D. RM126.50

20. The following information is taken from Alisa Aisyah account for the year 2018.

Lorry at cost            RM99,000

On 31 December 2018, the following information is not yet recorded.

- i)      Depreciation of motor vehicles at a rate of 10% per annum on cost
- ii)     The lorry has been bought on 1 January 2018

From the above situation, calculate the value of accumulated depreciation for motor vehicle.

- A. RM4,950
- B. RM9,900
- C. RM3,300
- D. RM5,000