

SECTION A	<u>MARK/NOTES</u>																														
<p>QUESTION 1 (a)</p> <p>List FIVE (5) cash flows from investment activities.</p> <p><u>Answer</u></p> <ol style="list-style-type: none"> 1. Investment activities cash inflow include the sale of assets. 2. Cash received on interest on loans and advances given to the third parties. 3. Cash receipts received on the investment made in the other companies or firms. 4. Receipts received on trading of shares, debentures, bonds etc. *any relevant answers are acceptable. 5. Cash payments on purchasing long-term assets and other intangible goods like patents. 6. Payments made on acquiring of other company share debentures and other debt issues. 7. Advances and loans given to third parties. <p>*any relevant answers are acceptable.</p>	<p>Total 5 marks</p> <p style="text-align: right;">/ = 1 mark</p> <p style="text-align: right;">/ x 5 = 5 marks</p>																														
<p>QUESTION 1 (b)</p> <p>Detail the effect of determining the transaction price an entity shall consider according to MFRS 15 Revenue from Contracts with Customers.</p> <p><u>Answer</u></p> <ul style="list-style-type: none"> • Variable consideration/ • Constraining estimates of variable consideration/ • The existence of a significant financing component in the contract/ • Non-cash consideration/ • Consideration payable to a customer/ 	<p>Total 5 marks</p> <p style="text-align: right;">/=1mark</p> <p style="text-align: right;">Total = 5 marks</p>																														
<p>QUESTION 1 (c)</p> <p>You are required to report the adjusted cash book and the Bank Reconciliation Statement as at 28 February 2021 with the balance of the adjusted cash book.</p> <p><u>Answer</u></p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th colspan="6" style="text-align: center;">Updated Cash Book</th> </tr> <tr> <th style="width: 15%;">28 Feb 2021</th> <th style="width: 15%;"></th> <th style="width: 15%;">RM</th> <th style="width: 15%;">28 Feb 2021</th> <th style="width: 15%;"></th> <th style="width: 15%;">RM</th> </tr> </thead> <tbody> <tr> <td></td> <td>Balance b/f</td> <td>10400/</td> <td></td> <td>Insurance</td> <td>780/</td> </tr> <tr> <td></td> <td>Dividend</td> <td>500/</td> <td></td> <td>Cheque book</td> <td>20/</td> </tr> <tr> <td></td> <td></td> <td></td> <td></td> <td>Balance c/f</td> <td>10100/</td> </tr> </tbody> </table>	Updated Cash Book						28 Feb 2021		RM	28 Feb 2021		RM		Balance b/f	10400/		Insurance	780/		Dividend	500/		Cheque book	20/					Balance c/f	10100/	<p>Total 15 marks</p> <p style="text-align: right;">/ = 1 mark</p> <p style="text-align: right;">/ x 15 = 15 marks</p>
Updated Cash Book																															
28 Feb 2021		RM	28 Feb 2021		RM																										
	Balance b/f	10400/		Insurance	780/																										
	Dividend	500/		Cheque book	20/																										
				Balance c/f	10100/																										

		10900			10900
1 July	Balance b/f	10100/			
Tabby Bhd Bank Reconciliation Statement as at 28/2/2021 /					
			RM		RM
Debit balance as per adjusted cash book /					10100 /
Add:	Unpresented cheque				
	45123 – Syahmi		700 /		
	45124 – Neelam		<u>400 /</u>		1100
					11200 /
Minus:	Cheque not yet credited		2300 /		(2300)
Credit balance as per Bank Statement /					8900 /

QUESTION 2 (a)

Explain cost of conversion and net realizable value according to MFRS102.

Answer

cost of inventory	Cost of conversion
Costs are all costs of purchase, costs of conversion and other costs incurred in bringing inventories to their present location/condition such as freight cost.	Are those costs directly related to the unit of production, including direct labour, variable overheads and fixed overheads.
(2.5 marks)	(2.5 marks)

*any relevant answers are acceptable.

QUESTION 2 (b)

Detail the journal entries to record credit sales with down payment and allowance for doubtful debts.

Answer

Credit sales with down payment
Dr Receivable account /
Dr Cash (down payment) /
Cr Sales /

Allowance for doubtful debts.
Dr SOCI /
Cr Allowance for Doubtful Debts /

Total 5 marks

Total 5 marks

/ = 1 marks

/ x 5 = 5 marks

QUESTION 2 (c)

Calculate the closing stocks value, cost of goods and gross profit on 30 June 2021 using Weighted Average Cost (AVCO) method based on perpetual inventory system.

Answer

DATE	PURCHASES (RM)	SALES (RM)	BALANCE (RM)
Jan-01			3000 @ 3.10 = 9300
3		2500 @ 3.10 = 7750 /	500 @ 3.10 = 1550/
4	5500 @ 3.00 = 16500		6000 @ 3.01 = 18050/
10	2000 @ 2.80 = 5600		8000 @ 2.96 = 23650/
18		2600 @ 2.96 = 7696 /	5400 @ 2.96 = 15984/
22		2000 @ 2.96 = 5920 /	3400 @ 2.96 = 10064/
25	1000 @ 3.20 = 3200		4400 @ 3.01 = 13264/
		COGS = 21,366 /	CS = 13,264 /

Sales = 7100 x RM6.80 /
= RM48,280 /

Gross profit = Sales – COGS
= RM48,280 – RM21,366 /
= RM26,914 /

QUESTION 3 (a)**Answer**

Depreciation - Depreciation is a planned, gradual reduction in the recorded value of an asset over its useful life by charging it to expense. (/)

Useful life - is the estimated lifespan of a depreciable fixed asset, during which it can be expected to contribute to company operations. (/)

*any relevant answers are acceptable.

Total 15 marks

/ = 1 mark

/ x 15 = 15 marks

Total 5 marks

/ =2.5 marks

/ =2.5 marks

QUESTION 3 (b)						Total 20 marks
<u>Answer</u>						
Motor Vehicle Account						
1/1/2020	Bal b/d	RM90,000/	30/7/2020	Disposal	RM20,000/	
1/1/2020	Cash	15,000/	31/12/2020	Bal c/d	109,0000//	/= 1 mark
30/7/2020	Disposal	14,000/				
	Cash	<u>10,000/</u>				
		<u>129,000</u>			<u>129,000</u>	7 marks
Accumulated Depreciation Of Motor Vehicle Account						
		RM3,000/				
30/7/2014	Disposal	//	1/1/2014	Bal b/d	RM40,000/	
31/12/2014	Bal c/d	<u>46501/</u>	31/12/2014	SOCI	<u>9501///</u>	/=1mark
		<u>49,501</u>			<u>49,501</u>	8 marks
Disposal Of Motor Vehicle Account						
30/6/2013	Motor Vehicle	RM20,000/	30/6/2013	Motor Vehicle	RM14,000/	
			30/6/2013	Acc. dep	3,000/	
			31/12/2013	SOCI	<u>3,000//</u>	/= 1mark
		<u>20,000</u>			<u>20,000</u>	5 marks
QUESTION 4 (a)						
<u>Answer</u>						
General Partnership						
A general partnership is when partner must actively participate in managing the business and any partner may sign a contract on behalf of the partnership. /						
The partners must agree to major decisions, acting as a corporate board of directors. /						/=1 mark
They must take personal responsibility for the liabilities of the business and for debts incurred by other partners. /						Total = 5 marks
Limited Partnerships						
A limited partnership includes both general partners and limited partners. In many cases, only one general partner who manages the business and a number of limited partners. /						
A limited partner does not participate in the day-to-day management of the partnership and his/her liability is limited to his/her investment in the business. /						
*any relevant answers are acceptable.						

QUESTION 4 (b)**Answer****Revaluation Account**

	RM	RM		RM
Inventory		10,000 /	Machine	36,000 /
Account Receivable		600 /	Goodwill	64,000 /
Profit on revaluation:				
Capital - Amirul	59,600 ///			
Amir	<u>29,800 ///</u>	<u>89,400</u>		
		<u>100,000</u>		<u>100,000</u>

/ = 1 marks

/ x 10 = 10
marks**Capital Partner's Account**

	Amirul RM	Amir RM	Amira RM		Amirul RM	Amir RM	Amira RM
				Bal b/d	240,000 /	120,000 /	-
Bal c/d	299,600 //	149,800 //	64,000 /	Realiza tion - Profit	59,600/ /	29,800/ /	
				Bank	-	-	64,000 /
	299,600	149,800	64,000		299,600	149,800	64,000

/ = 1 marks

/ x 10 = 10
marks

“If the working method is different from the solution given, make an appropriate adjustment to the marking scheme with approval from Program Leader”

