

	<u>MARK/NOTES</u>				
<p>QUESTION 1(a)</p> <p>(i) List FIVE (5) example of intangible assets.</p> <ul style="list-style-type: none"> i. Patern / ii. Franchise / iii. Trademark / iv. Copyright / v. Software/ <p><i>*Any three relevant answers are accepted</i></p> <p>(ii) Report the value of patent and amortization in extract Statement of Comprehensive Income and extract Statement of Financial Position as at 31 December 2021</p>					
<p><u>Statement of Comprehensive Income for the year ended 31 December 2021/</u></p> <table border="0" style="width: 100%;"> <tr> <td style="text-align: left;"><u>Expenses</u></td> <td></td> </tr> <tr> <td style="text-align: left;">Amortisation</td> <td style="text-align: right;">50,000 /</td> </tr> </table>	<u>Expenses</u>		Amortisation	50,000 /	
<u>Expenses</u>					
Amortisation	50,000 /				
<p><u>Statement of Financial Position as at 31 December 2021 /</u></p> <table border="0" style="width: 100%;"> <tr> <td colspan="2"><u>Non-Current Assets</u></td> </tr> <tr> <td style="text-align: left;">Patent</td> <td style="text-align: right;">350,000 //</td> </tr> </table>	<u>Non-Current Assets</u>		Patent	350,000 //	<p>/ = 1 mark each Total =5 marks</p>
<u>Non-Current Assets</u>					
Patent	350,000 //				
<p>QUESTION 1(b)</p> <p>i. State three (3) types of common liability instruments.</p> <ul style="list-style-type: none"> a. Redeemable Preference Share / b. Debenture / c. Convertible Loan Stock / <p><i>*Any three relevant answers are accepted</i></p> <p>ii. MFRS 139 stated that a financial liability is measured depends on the category of financial instrument. Recognize two (2) measurement method of liability.</p> <ul style="list-style-type: none"> a. Fair Value / b. Amortize cost / 	<p>/ = 1 mark each Total = 3 marks</p> <p> </p> <p>/ = 1 mark each Total = 2 marks</p>				

			<u>MARK/NOTES</u>
QUESTION 1(c)			
Required to prepare journal entries and record the above transactions in the statement of financial position as at date immediately after the share redemption.			
Item	Debit (RM)	Credit (RM)	
Redemption of preference share			
5% Redeemable preference share	112,500 /		
Preference Share Redemption		112,500 /	
Redemption payment			
Preference Share Redemption	112,500 /		
Bank		112,500 /	
New Share Issue			
Bank	90,000 /		
Ordinary Share (30,000 x RM3)		90,000 /	
Transfer of profit to contributed capital			
Retained Profit	22,500 /		
Ordinary Share		22,500 /	
Statement of Financial Position as at 30 June 2021 /			
		RM	
Non Current Assets		255,000 /	
Current Asset (except Bank)		172,500 /	
Bank		<u>202,500 /</u>	
		<u>630,000</u>	
Issued and Fully Paid Up Share Capital			
Ordinary Shares		442,500 /	
Retained profits		157,500 /	
Non Current Liability			
Current liability		<u>30,000 /</u>	
		<u>630,000</u>	
			15 / = 10 marks
			Total = 10 marks

		<u>MARK/ NOTES</u>
QUESTION 2 (a)		
i. State TWO (2) issuance method of shares capital.		
1. Full payment /		/ = 1 mark each
2. Installment /		Total = 2 marks
ii. List THREE (3) stages in issuance of share by instalment method.		
1. Application /		/ = 1 mark each
2. Allotment /		Total = 3 marks
3. Call /		
QUESTION 2 (b)		
You are required to interpret the transaction of share issue above into the related journal entries.		
Application		
Dr Bank (1,600,000 x 0.60)	960,000 /	
Cr Application		960,000 /
Dr Application (1,000,000 x 0.6)	600,000 /	
Cr Ordinary Share		600,000 /
Dr Application	60,000 /	
Cr Bank (100,000 x 0.6)		60,000 /
Allotment		
Dr Application	300,000 /	
Cr Allotment		300,000 /
Dr Bank (1,000,000 x 0.4 – 300,000)	100,000 /	
Cr Allotment		100,000 /
Dr Allotment	400,000/	
Cr Shares Capital		400,000/
First Call		
Dr First Call	300,000 /	
Cr Ordinary Share (1,000,000 x 0.30)		300,000 /
Dr Bank	300,000 /	
Cr First Call		300,000 /
Dr Bank (100,000 x RM0.2)	20,000 /	
Cr Call in advanced		20,000/

		<u>MARK/ NOTES</u>
Final Call		
Dr Final Call	200,000 /	
Cr Ordinary Share (1,000,000 x RM0.20)		200,000 /
Dr Call in advanced	20,000 /	
Dr Call in arrears(60k x RM0.20)	12,000 /	
Dr Bank	168,000 /	
Cr Final Call		200,000 /
QUESTION 2 (c)		
Prepare the continuous of journal entries if the resolution period was passed and director decided to forfeit the call in arrears shares.		
Forfeited Share		
Dr Ordinary Share	90,000 /	
Cr Forfeited Share (60k x RM 1.50)		90,000 /
Dr Forfeited Share	12,000 /*	
Cr Call in arrears		12,000 /
Dr Forfeited Share	78,000 /*	
Cr Forfeited Share Reserve		78,000/
QUESTION 2 (d)		
By using the situation in question 2 (b) and (c), illustrate the Statement of Financial Position (extract) after the forfeited shares.		
<u>Extract of Statement of Financial Position as at /</u>		
Assets		
Bank	1,488,000 /	
<u>Issued and paid up capital</u>		
Ordinary share	1,410,000 //	
Forfeited Share Reserve	78,000 /	

24 / = 10 marks

Total = 10 marks

/* = 0.5 mark x 2
= 1 mark/= 1 mark x 4
= 4 marks

Total = 5 Marks

/= 1 mark each

Total = 5 marks

		<u>MARK/ NOTES</u>
QUESTION 3 (a)		
List FIVE (5) components for a complete set of Financial Statement according to MFRS 101.		
<ul style="list-style-type: none"> i. Statement of Comprehensive Income and Others Income / ii. Statement of Changes in Equity / iii. Statement of Financial Position / iii. Statement of Cash Flow / iv. Notes to account / 		/ = 1 mark each Total = 5 marks
QUESTION 3 (b)		
You are required to report the following financial statement:		
i. Statement of Comprehensive Income and Other Income for the year ended 31 December 2021.		
Serai Wangi Bhd Statement of Comprehensive Income and Other Income for the year ended 31 December 2021		
Description	Note	RM
Sales		400,000 /
Less Cost of Goods sold		
<i>Inventory – 1 Jan 2021</i>		31,000/
Purchases		140,000/
<i>Less Inventory – 31 Jan 2021</i>		<u>(6,000)/</u>
<i>Cost of good sold</i>		<u>(165,000)/</u>
Gross profit		235,000/
Less Expenses		
Advertising		26,000/
Water & electricity		15,500/
Director remuneration		65,000/
Salaries		20,600/
Depreciation – vehicle		16,000/
Depreciation – plant and machinery		30,000/
		<u>(173,100)</u>
Profit before tax		61,900/
Less tax		(25,000)/
Profit after tax (net income)		<u>36,900/</u>
		15 / = 5 marks Total = 5 marks

- ii. Statement of Changes in Equity for the year ended 31 December 2021.

Serai Wangi Bhd
Statement of Changes in Equity for the year ended 31 December 2021 /

Description	RM
	Retained Earnings (profit)
Balance b/d	35,000 /
Profit after tax	36,900 /
Appropriation:	
General transferred	(15,000) /
Interim dividend: - Pref shares	(2,000) /
.-Ord. shares	(15,000) /
Proposed dividend – Pref. shares	(11,800) //
.-Ord. shares	(10,000) //
Balance c/d	<u>18,100</u>

MARK/ NOTES

10 / = 5 marks

Total = 5 marks

QUESTION 3 (c)

Statement of Financial Position is one of the financial statement components. You are required to prepare Statement of Financial Position for Serai Wangi Bhd as at 31 December 2021.

Serai Wangi Bhd
Statement of Financial Position as at 31 December 2021 /

Description	RM	RM
<i>Non-current Assets</i>		
Vehicle	160,000	
Less Acc. Dep	<u>(46,000)</u>	114,000/
Plant and Machinery	250,000	
Less Acc. Dep	<u>(80,000)</u>	170,000/
Research and Development		<u>15,000/</u>
		299,000
<i>Current Assets</i>		
Inventory	6,000/	
Acc. Receivable	46,000/	
Cash	225,000/	
Prepaid Utility	<u>2,500/</u>	
	279,500	
<i>Current liability</i>		
Acc. Payable	(54,000)/	
Bank overdraft	(13,000)/	
Tax payable	(15,000)/	
Proposed dividend: Preferences shares	(11,800)/	
Ordinary shares	(10,000)/	
Accrued salary	<u>(600)/</u>	
<i>Working Capital</i>		<u>175,100/</u>
		<u>474,100</u>

			<u>MARK/ NOTES</u>
Financed by			
Ordinary shares	250,000/		
Preferences shares	138,000/		
General reserved	48,000/		
Retained profit	<u>18,100/</u>	454,100	
Non-current liability			
10% Debenture		20,000/	20 / = 10 marks
		<u>474,100</u>	Total = 10 marks

QUESTION 4(a)

According to MFRS 107 (Para 6), define specified following items:

- i. Cash
- comprises cash on hand and demand deposits /
- ii. Operating activities
- the principal revenue-producing activities/ of the entity and other activities that are not investing or financing activities. /
- iii. Investing activities
- the acquisition and disposal of long-term assets/ and other investments / not included in cash equivalents.

**Any relevant answer are accepted*

/ = 1 mark each
Total = 5 marks

QUESTION 4(b)

You are required to illustrate the Cash Flow Statement for the year ended 30 June 2021 (direct method).

Rahmat Bhd		
Statement of Cash Flow for the year ended 30 June 2021 /		
	RM	RM
<u>Operating Activities</u>		
Sales	480,000	
Trade Receivables	(3,000)	
Cash received from sales and account receivable		477,000 /
COGS	214,500	
Inventory	9,000	
Purchase	223,500	
Trade Payables	(7,500)	
Cash paid for purchase and account payable		(216,000) //

			<u>MARK/ NOTES</u>
Operating expenses			
Administration and selling expenses	19,500/		
Tax	48,000/		
Interest	28,500/	<u>(96,000)</u>	
Net Cash Flow From Operating Activities		165,000/	
<u>Investment Activities</u>			
Equipment purchase	(135,000)/		
Investment purchase	(30,000)/		
Equipment disposal	30,000/		
Investment Income	7,500/		
Net Cash Flow From Investing Activities		(127,500)/	
<u>Financing Activities</u>			
Share Issue	52,500/		
Long term loans	12,000/		
Proposed dividend	(46,500)/		
Net Cash Flow From Financing Activities		18,000/	
Net Cash inflow/outflow		<u>55,500 /</u>	/ = 1 mark each
Cash and cash equivalent (b/d)		9,000 /	Total = 20 marks
Cash and cash equivalent (c/d)		<u>64,500 /</u>	
 <i>“If the working method is different from the solution given, make an appropriate adjustment to the marking scheme with approval from Program Leader”</i>			