



**FINAL EXAMINATION**

**COURSE : INTERMEDIATE FINANCIAL ACCOUNTING II**

**COURSE CODE : PFA2153**

**DURATION : 2 HOURS 30 MINUTES**

**INSTRUCTIONS TO CANDIDATES :**

1. This question paper consists of **TWO (2)** questions.
2. Answer ALL questions in the Answer Booklet.
3. Please check to make sure that this examination pack consists of:
  - i. The Question Paper
  - ii. An Answer Booklet
4. Do not bring any material into the examination hall unless permission is given by the invigilator.
5. Please write your answer using a ball-point pen.

**MYKAD NO :** \_\_\_\_\_

**ID. NO. :** \_\_\_\_\_

**LECTURER :** \_\_\_\_\_

**SECTION :** \_\_\_\_\_

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**DO NOT OPEN THIS QUESTION PAPER UNTIL YOU ARE TOLD TO DO SO**

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*The question paper consists of 05 printed pages*

JUNE2024/A/PFA2153

## ESSAY

## 1. (30 points)

The following are the balances from the books of Lighter Sdn Bhd, a manufacturing company on 31 December 2023.

	RM
Plant and machinery (cost)	250,000
Motor vehicles (cost)	300,000
Office equipment (cost)	100,000
Accumulated depreciation as at 1 January 2023:	
Plant and machinery	100,000
Motor vehicles	120,000
Office equipment	30,000
Purchases:	
Raw materials	520,000
Loose tools	30,000
Carriage inwards - finished goods	4,000
Hire of special machine	50,000
Inventories as at 1 January 2023:	
Raw materials	70,000
Work in progress (production cost)	120,000
Loose tools	5,000
Finished goods	84,000
Direct factory wages	90,000
Salaries	72,000
Fuel and light expenses	24,000
Plant and machinery repair	12,000
Insurance expenses	18,000
Sales	1,620,000
Provision for unrealized profit as at 1 January 2023	14,000
Rent expenses	48,000
Salesman commission	20,000
General expenses:	
Office	12,000
Factory	15,000
Selling and distribution expenses	40,000

Additional information:

- a. As at 31 December 2023, inventories values were as follows:

	RM
Raw materials	60,000
Work in progress (production cost)	100,000
Loose tools	4,000
Finished goods	66,000

- b. Fuel and light expenses and salesman commission accrued at 31 December 2023 amounted to RM2,000 and RM1,500 respectively.
- c. On 31 December 2023, insurance paid in advance was RM3,000.
- d. The allocation of expenses is as follows:

	Factory	Office
Salaries	60%	40%
Fuel and light expenses	80%	20%
Rent expenses	70%	30%

- e. Depreciation as at 31 December 2023 as follows:

Plant and machinery	10% on cost, yearly basis
Motor vehicles	20% on net book value, yearly basis
Office equipment	5% on cost, yearly basis

- f. Finished goods during the year are to be transferred to the statement of profit or loss at production cost plus 20%.

**Required:**

- Prepare Manufacturing account for the year ended 31 December 2023. (14 points)
- Prepare Statement of Profit or Loss for the year ended 31 December 2023. (16 points)

(Show all workings. Round up figure to the nearest ringgit)

**2. (30 points)**

Moy Trading operates a hardware store in Kuala Lumpur with a branch in Johor Bharu. Goods sent to the branch were transferred at cost plus 20%. The branch keeps its own double entry records. The branch is not allowed to make its own local purchases. The following is the list of ledger balances for the head office and branch as at 30 June 2023.

	<b>Kuala Lumpur (RM)</b>	<b>Johor Bharu (RM)</b>
Trade Receivables	35,000	14,200
Trade Payables	17,700	7,100
Loan from SME Bank	52,000	38,000
Cash and Bank	32,700	19,900
Building	167,000	80,000
Motor Vehicle	60,000	-
Accumulated Depreciation- Motor Vehicle (1 July 2022)	16,650	-
Furniture	10,000	4,000
Accumulated depreciation - Furniture (1 July 2022)	3,000	800
Inventory as at 1 February 2021	21,000	13,000
Allowance for Unrealized Profit as at 1 July 2022	2,167	-
Sales	125,000	48,000
Purchases	45,000	-
Goods from Head Office	-	22,500
Goods sent to Branch	25,000	-
Capital	170,000	80,000
Administrative Expense	5,317	-
Selling and Distribution Expense	28,400	15,900
Interest Expense	2,600	1,900

Additional information:

- Inventory loss at head office and branch were estimated at RM 2,500 and RM 1,400 respectively.
- Inventory as at 30 June 2023:  
Kuala Lumpur RM 10,000  
Johor Bharu RM 4,500
- Depreciation per year for the assets are as follows:  
Motor vehicle: 8% based on net book value  
Furniture: 10% on cost
- A cash remittance from Johor Bahru to Kuala Lumpur worth RM 4,500 at 30 June 2023.
- Goods worth RM 2,500 are in transit from Kuala Lumpur to Johor Bharu at 30 June 2023.

**Required:**

- i. Prepare Combined Statement of Profit or Loss for the year ended 30 June 2023. (18 points)
- ii. Prepare Combined Statement of Financial Position as at 30 June 2023. (12 points)

(Show all workings. Round up figure to the nearest ringgit)

**END OF QUESTION PAPER**