

**KINGDOM OF BAHRAIN  
MINISTRY OF EDUCATION  
DIRECTORATE OF EXAMINATIONS / EXAMINATION SECTION**

**MODEL ANSWERS****FIRST SEMESTER EXAM 2014/2015****50****50****COURSE NAME: ACCOUNTING (3)****TRACK: توحيد المسارات****COURSE CODE: 213****TIME: 1½ Hours****QUESTION ONE:****6****6**

The recent Total Assets figures of Najat Company are as follows:

2014	2013	2012	2011
BD120000	BD115000	BD113000	95000

**Required:**

Measure all percentage of increase or decrease for the Total Assets if 2011 is the base year (show your calculation).

**Solution:**

$$\left(12 \times \frac{1}{2}\right)$$

Year	2014	2013	2012	2011
Calculation	$\frac{120000}{95000} \times 100$	$\frac{115000}{95000} \times 100$	$\frac{113000}{95000} \times 100$	-----
Percentage of increase or decrease	126.32%	121.05%	118.95%	-----

**QUESTION TWO:**

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Complete the following Petty Cash Book, then make the necessary journal entries: **Note:** The imprest amount is BD35.

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(12 x 1/2)

**PETTY CASH BOOK**

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Total Receipts		Date	Particulars	Total Payments		Stationery		Postage		Travelling		Other Expenses	
13	000	Jan.1	Balance										
22	000	1	Cash										
		2	Postage	1	800			1	800				
		3	Taxi fares	10	000					10	000		
		4	Tea & coffee	4	500							4	500
		4	Staples	3	200	3	200						
		5	Soft drinks	1	600							1	600
		6	Bus fares	2	400					2	400		
		6	Stamps	1	300			1	300				
			Total	24	800	3	200	3	100	12	400	6	100
		7	Balance c/d	10	200								
35	000			35	000								
10	200	8	Balance c/d										
24	800	8	Cash										

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**GENERAL JOURNAL**

Date	Explanation	Debit	Credit
January 01	Petty cash (4 x 1/2)	22	
	Cash		22
06	Stationery	3.200	
	Postage (12 x 1/4)	3.100	
	Travelling	12.400	
	Other Expenses	6.100	
	Petty cash //		24.800
08	Petty cash (4 x 1/2)	24.800	
	Cash		24.800

**QUESTION THREE:**

From the following information prepare a **Bank Reconciliation Statement** and make **Journal Entries** for Zeyad Est. for the month ended December 31<sup>st</sup>, 2014.

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1. Balance as per Bank Statement BD10700.
2. Balance as per Cash Book BD10100.
3. Deposit in transit BD400.
4. Outstanding checks BD350.
5. Cash collected from Basam BD950 and collection charge BD30.
6. NSF Check from Hanan Co. BD250.
7. Bank charges BD20.

Zeyad Est. (14 x 1/2)

Bank Reconciliation Statement  
For the month ended December 31<sup>st</sup>, 2014 (7)

Balance as per Bank Statement	10700	
+ Deposit in transit	400	
		11100
- Outstanding checks		350
<b>Adjusted bank balance</b>		<b>10750</b>
Balance as per Cash Book		10100
+ Collection from Basam		950
		11050
- Collection charge	30	
NSF check (Hanan Co.)	250	
Bank charge	20	300
<b>Adjusted cash balance</b>		<b>10750</b>

**GENERAL JOURNAL** (12 x 1/4) (3)

Date	Explanation	Debit	Credit
Dec. 31	Cash	950	
	Accounts receivable – Basam		950
Dec. 31	Collection charge	30	
	Accounts receivable – Hanan Co.	250	
	Bank charge	20	
	Cash		300

**QUESTION FOUR**

The adjusted Trial Balance of Wedad Cleaning Company at the end of the year is:

Wedad Company  
Trial Balance  
As at 31<sup>st</sup> December, 2014

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Account Title	Debit (BD)	Credit (BD)
Cash	30000	
Accounts Receivable	5700	
Equipment	6200	
Land	120000	
Accounts Payable		3400
Capital		<u>79900</u>
Drawings	420	
Rent Revenue		12000
Service revenue		70000
Wages Expense	2600	
Advertising Expense	380	
<b>Total</b>	<b>165300</b>	<b>165300</b>

**Required:**

1. Prepare the closing entries that were made.
2. Prepare the Post-Closing Trial Balance.

(20 x 1/4)

Date	Details	Debit (BD)	Credit (BD)
Dec. 31	Rent Revenue /	12000 /	
	Service revenue /	70000 /	
	Income Summary Account /		82000 /
Dec. 31	Income Summary Account /	2980 /	
	Wages Expense /		2600 /
	Advertising Expense /		380 /
Dec. 31	Income Summary Account /	79020 /	
	Capital Account /		79020 /
Dec. 31	Capital Account /	420 /	
	Drawings /		420 /

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(8x1/2)

**Wedad Company**  
 Post-Closing Trial Balance  
 As at 31<sup>st</sup> December, 2014

Account Title	Debit (BD)	Credit (BD)
Cash	30000	
Accounts Receivable	5700	
Equipment	6200	
Land	120000	
Accounts Payable		3400
Capital		<b>158500</b>
<b>Total</b>	<b>161900</b>	<b>161900</b>

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**QUESTION FIVE:**

You are required to record the following documents in the General Journal of Afrah Cold store and post to Accounts Payable – Bahrain Trading Company:

**MEMORANDUM****From:** Owner – Salman Hassan**No. 1****To:** Accounting Clerk**Date:** 01 November, 2014

My business started today, I deposited BD50000 in Account No.521478214525 lthmar Bank, as an investment.

**Owner**  
**Salman Hassan**

**BAHRAIN TRADING COMPANY**Tel.17332233 - Fax 17332255 P.O.Box 12324  
The Kingdom of Bahrain

Invoice No. 52414

Date: 17-11-2014

**Name:** Afrah Cold store  
P.O.Box 3456  
The Kingdom of Bahrain

No.	Item Description	Qty.	U. Price(BD)	Value(BD)
1.	Carton of Touch soap	10	12 000	120 000
2.	Carton of Lux soap	20	15 000	300 000
3.	Carton of Dial hand soap	10	18 000	180 000
<b>Six Hundred only</b>				<b>600 000</b>

**AFRAH COLD STORE**Tel.17253436 - Fax 17253438 P.O.Box 36987  
The Kingdom of Bahrain**RECEIPT****BD 350/-****No. 58763****Received from:** Anwar Ahmed**Sum of BD :** Three hundred fifty only**For:** Rent of October 2014**Date:** 25 November, 2014**Bedoor**  
**Cashier Signature****No. 2288992211**

بنك إثمار (ش.م.ب)

**ITHMAR BANK B.S.C****Date:** 30 November, 2014**No. 2288992211****Date:** 30 November, 2014**To:** Bahrain Trading Company**Pay to the order of** Bahrain Trading Company**The sum of BD** Two hundred & fifty only**BD250/--****BD 250/--****For:** Invoice no.52414**Account No. 521478214525****Salman Hassan**

## GENERAL JOURNAL

(16x $\frac{1}{2}$ )

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Date	Explanation	Debit (BD)	Credit (BD)
Nov. 01	Cash	50000	
	Capital		50000
17	Purchases	600	
	Accounts Payable – Bahrain Trading Co.		600
25	Cash	350	
	Rent revenue		350
30	Accounts Payable – Bahrain Trading Co.	250	
	Cash		250

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Name of Account: Accounts Payable – Bahrain Trading Co.		Account No. ----			
Date	Explanation	PR	Debit	Credit	Balance
Nov. 17				600	600
30			250		350

END OF ANSWERS