

40

40

KINGDOM OF BAHRAIN
MINISTRY OF EDUCATION

MODEL ANSWERS

DIRECTORATE OF EXAMINATIONS / EXAMINATION SECTION

SECOND SEMESTER MIDTERM EXAM 2018/2019

COURSE NAME: ACCOUNTING (3)

COURSE CODE: 213 محا

النموذج الأول

TRACK: توحيد المسارات

TIME: 1 Hour

QUESTION ONE:

يراعى الخطأ المترتب

2/1×36

The following trail balance of Al door Company for the period ended 30 September 2016:

18

Al door Company
Trail Balance
At 30 September 2016

Account Title	Debit	Credit
Cash	13,900	
Account Receivable	3,100	
Land	45,400	
Notes Payable		2,400
Capital		57,000
Drawings	780	
Rental Revenue		8,800
Wages Expense	2,920	
Utilities Expense	2,100	
Total	68,200	68,200

Required:

- 1- Prepare the closing entries.
- 2- Post the closing entries to Capital Account.
- 3- Prepare a Post-Closing Trial Balance as at 30 September 2016.

1- GENERAL JOURNAL

تحسب الدرجة على صحة البيان والرقم معاً

18

Date	Explanation	Debit	Credit
September 30	Rental Revenue //	8,800	
	Income Summary //		8,800
September 30	Income Summary //	5,020	
	Wages Expense //		2,920
	Utility Expense //		2,100
September 30	Income Summary //	3,780	
	Capital //		3,780
September 30	Capital //	780	
	Drawings //		780

2- GENERAL LEDGER

الدور - قسم حسب احوال

Capital

Date	Explanation	Debit	Credit	Balance
September 30	Balance /		57,000	57,000 //
	Income Summary /		3,780 /	60,780 /
	Drawings /	780 /		60,000 /

9

3- POST - CLOSING TRIAL BALANCE

Al door Company
Post - Closing Trail Balance
As at 30 September 2016

2016/9/30

9

Account Title	Debit	Credit
Cash	13,900 /	
Account Receivable	3,100 /	
Land	45,400 /	
Notes Payable		2,400 /
Capital		60,000 /
TOTAL	62,400 //	62,400 //



QUESTION TWO:

Tareq Company hired a new accountant who has not experience to reconcile the bank statement. He made it as follows:

16 x 1

16

Balance as per Bank Statement		9,880
Add: NSF checks		2,630
		12,510
Less: Deposit in Transit	2,500	
Adjusted Balance per Bank		10,010
Balance as per Cash Book		11,160
Add: Outstanding checks	880	
Collection Fees	140	
		1,020
		12,180
Less: Collection of Notes Receivable	3,110	
Adjusted Balance per Cash		9,070

REQUIRED:

- 1- Prepare a correct Bank Reconciliation Statement for the month ended 31st October 2017
- 2- Prepare the necessary Journal Entries.

11

Tareq Company
Bank Reconciliation Statement
For the month ended 31st October 2017

الإسلام
 محمد بن عبد الله
 حسين

Balance as per bank statement		9,880 /	
Add: Deposit in transit		2,500 /	
			12,380 /
Less: Outstanding checks			880 /
Adjusted Balance per Bank			11,500 /
Balance as per cash book		11,160 /	
Add: Collection of notes receivable		3,110 /	
OR - Collection fees	2970		
Less: NSF checks		2,630 /	
Collection fees		140 /	2770
Adjusted Balance per Cash			11,500 /

5

Cash	2970
Bank Charge	140
Notes Receivable	3110

GENERAL JOURNAL

تحتسب الدرجه على صحة البيان والرقم معاً

Account Receivable	2630
Cash	2630

Explanation		Debit	Credit
Oct 31	Cash /	3,110	
	Notes Receivable /		3,110
Oct 31	Account Receivable /	2,630	
	Collection Exp. (Bank services charge) /	140	
	Cash /		2,770

QUESTION THREE:

Choose the correct answer:

2 X 3

6

1- All of the followings are Permanent accounts, EXCEPT:

- a) Liabilities
- b) Assets
- c) **Revenues //**
- d) Capital

2- Returned checks without being honored or paid because did not have a sufficient balance are:

- a) Outstanding checks
- b) **NSF checks //**
- c) Unpresented checks
- d) None of the above.

3- A check for BD313 drawn for purchasing furniture, but recorded BD131 by mistake in the cash account. That Error will be recognized in bank reconciliation statement, under Cash book as:

- a) Add : Error (Furniture) BD 182.
- b) Add : Error (Furniture) BD 313.
- c) **Less : Error (Furniture) BD 182. //**
- d) Less : Error (Furniture) BD 131.

END OF ANSWER EXAM