# KINGDOM OF BAHRAIN <br> MINISTRY OF EDUCATION <br> DIRECTORATE OF EXAMINATIONS / EXAMINATION SECTION <br> SECOND SEMESTER EXAM 2016/2017 

COURSE NAME: ACCOUNTING (1)
COURSE CODE: محا 111

TRACK: التجاري وتوحيد المسارات
TIME: 2 Hours

## QUESTION ONE:

Choose the correct answer:
1- On Jan,31,2016. The Assets and Liabilities of Ahmed Company are as
 follow: Cash DB15200- Account receivable BD3300- Supplies BD8500-Premises BD35000- Account Payable BD11900. What the amount of Owner's Equity?
a) BD50100
b) BD51000
c) BD62000
D) BD38900

2- How would the accounting equation of Amal Est, by completed services to customer for BD16000 on credit
a) + BD16000 for Account Receivable and + BD16000 for Cash.
b) + BD16000 for Account Receivable and + BD16000 for Owner's Equity.
c) + BD16000 for Account Receivable and - BD16000 for Cash.
d) - BD16000 for Account Receivable and - BD16000 for Owner's Equity.

3- Dana Company has assets BD300000 and liabilities BD100000. If it buys supplies on credit for BD2800. What would be the effects of this transaction on the basic accounting equation?
a) + BD2800 for assets and +2800 for liabilities.
b) - BD2800 for assets and - 2800 for liabilities
c) - BD2800 for assets and +2800 for liabilities
d) + BD2800 for assets and -2800 for liabilities.

4- Debit side in journal entry is:
a) + Assets, + Expenses, + Liabilities and + Capital.
b) + Assets, + Expenses, - Liabilities and - Capital.
c) + Assets, - Expenses, + Liabilities and - Capital.
d) - Assets, + Expenses, - Liabilities and + Capital.

5- If the assets of business increased by BD105000 and liabilities increased by BD35000 during a period. The owner's equity in the same period must have.
a) Increased BD140000
b) Decreased BD140000
c) Increased BD70000
d) Decreased BD70000

6- Fahad Est, Invested cash BD32000 in the business. The journal entry should be.
a) Debit cash and credit revenues
b) Debit cash and credit account receivable
c) Debit capital and credit cash
d) Debit cash and credit capital

7- Fawaz Company collected BD19200 cash from debtor (account receivable). The effects in the accounting equation are,
a) Total assets, total liabilities and total owner's equity are unchanged.
b) Total assets, total liabilities and total owner's equity are increased
c) Total assets, total liabilities and total owner's equity are decreased.
d) Total assets, total liabilities are increased and total owner's equity are unchanged.

8- On July,31,2016. Paid salary expenses BD4500 cash, the journal entry should be.
a) Debit cash and credit salary expenses
b) Debit salary expenses and credit cash
c) Debit salary expenses and credit account payable
d) Debit salary expenses and credit capital

9- On March, 15,2016 . Paid cash BD1900 to creditor (account payable). What would be the effects of this transaction on the basic accounting equation?
a) + BD1900 for assets and +1900 for liabilities.
b) - BD1900 for assets and - 1900 for liabilities
c) - BD1900 for owner's equity and +1900 for liabilities
d) + BD1900 for assets and - 1900 owner's equity.

10- Sold goods BD7200 cash, the journal entry should be.
a) Debit cash and credit Sales.
b) Debit Sales and credit cash
c) Debit sales and credit account payable
d) Debit account receivable and credit sales.

## QUESTION TWO:

Majed Company contained the following transactions were completed during May,2016:
May, 1 : Invested cash BD75000 in the business.
May,2: Purchased goods BD2900 on credit from Khaled Est.
May, 5 : Sold goods for BD800 to Asma Company who are using American Express Card. The credit card make services charge of $2 \%$.
May, 8 : Returned goods BD 400 to Khaled Est on credit.
May,10: Withdrew cash BD500 for personal used.
May,15: Paid full amount due to Khaled Est.

## REQUIRED:

a) Prepare the journal entries.
b) Post to the ledger for Account Payable.

General Journal
Page No. (1)

| Date | Explanation | Debit <br> (BD) | Credit <br> (BD) |
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| Name of Account: Account Payable | Account No.210 |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
| Date | Explanation | PR | Debit | Credit | Balance |
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## QUESTION THREE:

The following Balances was extracted from the book Razan Company on Dec,31,2016.

| Account Title | BD | Account Title | BD |
| :--- | :---: | :--- | :---: |
| Cash | 12800 | Capital | $\ldots \ldots$ |
| Account Receivable | 3600 | Drawings | 2000 |
| Lands | 42000 | Services Revenues | 13500 |
| Building | 57000 | Fees Earned | 17000 |
| Machines | 14300 | Salaries Expenses | 15000 |
| Account Payable | 5600 | Rent Expenses | 6100 |
| Notes Payable | 4400 | Repair Expenses | 2900 |

REQUIRED: Prepare The Trail Balance for Razan Company on Dec,31,2016. and Find the value of capital.

| Account Title | Debit <br> BD | Credit <br> BD |
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## QUESTION FOUR:

The following Balances was extracted from the book Salman Company on Dec,31,2015.

| Account Title | BD | Account Title | BD |
| :--- | :---: | :--- | :---: |
| Cash | 29400 | Capital | 99000 |
| Supplies | 6750 | Drawings | 3500 |
| Account Receivable | 3250 | Fees Earned | 9200 |
| Premises | 90000 | Rent Revenues | 26800 |
| Trucks | 12600 | Salaries Expenses | 11000 |
| Furniture | 3400 | Electricity Expenses | 9000 |
| Account Payable | 17500 | Telephone Expenses | 4100 |
| Wages Payable | 13100 | Utilities Expenses | 5000 |
| Interest Payable | 12400 |  |  |

## REQUIRED:

a) Prepare Income Statement at the end of Dec,31,2015.
b) Prepare a classified Balance sheet as at Dec,31,2015

## Income Statement

| Revenues: | BD | BD |
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| Expenses: |  |  |
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| Assets: |  |  |
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| Current Assets: |  |  |
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| Fixed Assets: |  |  |
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| Total Assets |  |  |
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