

مذكرات المقهوي للمواد التجارية

مراجعة منتصف الفصل الدراسي 2019 – 2020

محا 212

للاستفسار والملاحظات, واتس اب 39499906

Question Two: The following are some accounts from Trial Balance of Isa Town Company on December 31, 2017:

Account Title	Amount
Sales	360,000
Purchases	170,000
Merchandise Inventory, January 1, 2017	31,000
Merchandise Inventory, December 31, 2017	19,000
Salaries Expense	15,000
Supplies Expense	2,900
Sales Return	41,000
Insurance Expense	4,200
Sales Discount	3,300
Delivery Expense	3,600
Purchases Return	2,500
Carriage - out	800
Purchase Discounts	900
Freight -In	600
Miscellaneous Expense	2,400

Required:

Prepare the Income Statement.

Question Three: Complete the following partial income statement.

Opening inventory		33,000
Purchases	125,000	
Less: purchase discount	1,900	
.....	3,000	
Net Purchases	
Add: Freight in	4,700	
Import tax	2,100	
Cost of purchases	
Cost of goods available for sale	
Less:		18,900
.....	

Question Four: If Ending Inventory is BD30,000 & COGS is BD42,000 then find Cost of goods available for sale?

Question Five: Use the following information to find **Cost of Purchase?**

- Net Purchase BD22,000
- Net Sales BD51,000
- Carriage in BD1,300
- Transportation-in BD800

Question Six: Complete the following table:

Details	Company A	Company B	Company C
Net Sales	80,000		59,000
Cost of Goods Available for Sale	61,000	50,000	44,000
Inventory, December 31, 2019	9,000	10,000	
Cost of Goods Sold			31,000
Gross Profit (Loss)		17,000	

Question Seven: Using the data presented below for Ahmed Company to compute the cost of goods sold.

Net Purchase	BD19,000
Expense on purchase	BD5,400
Opening inventory	6,000
Ending inventory	4,800

Question Eight: Al Salam Production Company purchased a machine on January 1, 2002. Relevant information is given below:

Purchase Price	BD18,000
Tax	BD2,000
Installation	BD1,500
Salvage value	BD2,500
Useful life	Four years

Required:

1. Calculate depreciation expense, accumulated depreciation and net book value using the **Straight Line Method** in the following table.

- Acquisition cost = -----

Year	Calculation	Depreciation Expense	Accumulated Depreciation	Net Book Value
1				
2				
3				
4				

2. Prepare the journal entry for the second year.

Date	Details	Debit	Credit

Question Nine: The following information is related to Zayani Trading for a machine:

Date of purchase	Price	Freight cost	Import Tax	Salvage value	Useful life
April 30,2017	BD10,000	BD900	BD500	BD600	5 years

Required:

1. By using Straight Line Method, calculate depreciation expense, accumulated depreciation and net book value:

Year	Calculation	Depreciation Expense	Accumulated Depreciation	Net Book Value

2. Prepare the journal entries for 2017 and 2018.

Date	Details	Debit	Credit
Dec.31,2017			
Dec.31,2018			

Question Ten: The following information is related to Sitra Trading for a machine:

Date of purchase	Price	Freight cost	Salvage value	Useful life
Jan 1,2018	BD160,000	BD2000	BD4000	5 years

Required:

1. By using Double Declining Balance Method, calculate depreciation expense, accumulated depreciation and net book value:

Year	Calculation	Depreciation Expense	Accumulated Depreciation	Net Book Value

2. Prepare the journal entries for 2020.

Date	Details	Debit	Credit

Question Eleven: Choose the right answer for the following questions:

1. Which of the following part of Income Statement will contain the amount of the **Carriage in**?
 - a. Revenue from Sales.
 - b. Operating Expenses.
 - c. Other Revenues.
 - d. Expense on Purchase.

2. If Net Sales is BD20,000, Sales Return is BD50,000, and Sales discount is BD10,000 Gross sales is:
 - a. BD70,000
 - b. BD80,000
 - c. BD60,000
 - d. BD20,000

3. On Sep 30 2016, the company purchased a truck by cost for BD24,000. The salvage value is BD2,000 at the end of its useful life 5 years. The company uses double declining balance method. The depreciation expense for the first year 2016 is:
 - a. 2400
 - b. 7200
 - c. 9600
 - d. 2200

4. Residual value means:
 - a. Acquisition cost
 - b. Book Value
 - c. Salvage Value
 - d. Useful life

5. Net Profit =
 - a. Gross profit + Operating expense
 - b. Total Revenue + Operating expense
 - c. Gross profit – Other Revenue
 - d. Total Revenue - Operating expense

6. If the double declining rate is 40%. What is the depreciation rate for the straight-line method?
- 20%
 - 80%
 - 60%
 - 40%
7. Gross profit =
- Net purchase + Cost of goods sold
 - Net Sales – Net Purchase
 - Net Sales – COGS
 - Net Purchase + Expense on purchase
8. If cost price of an equipment is BD2,800, carriage in is BD150, installation is BD140 and salvage value BD500 at the end of useful life is 5 years. Calculate the acquisition cost?
- BD2,590
 - BD3,090
 - BD3,590
 - BD2,800
9. Salam Company purchased a machine on 31st March 2017 for BD12,000. Find the depreciation expense on Dec. 31st 2017 if the tax paid is BD400 and salvage value is BD2000 after 4 years?
- BD2,325
 - BD2,700
 - BD1,950
 - BD2,1666.67
10. If cost price is BD33,000 / Tax is BD700 / salvage value is BD4,000 / useful life is 10 years, find the net book value for the first year? Use straight-line method
- BD30,730
 - BD33,700
 - BD2,970
 - BD29,700