



## MRIEHEL SENIOR SCHOOL HALF-YEARLY EXAMINATIONS 2016/2017



Track 3

FORM: 3

**ACCOUNTING**

Time: 2 hrs

Name: \_\_\_\_\_

Class: \_\_\_\_\_

**ANSWER ALL QUESTIONS.**

**Section A: Double-Entry Test**  
(1 mark x 10 = 10 marks)

Reuben Sciberras is a 13 year old student who has just started studying Accounting at his school. He is kindly asking you to help him with identifying the correct double-entry for each of the underneath transactions.



1

**Started business with €5,000 in the Bank.**

Debit \_\_\_\_\_ Account.

Credit \_\_\_\_\_ Account with €5,000.

2

**Bought stationary by cheque for €75.**

Debit \_\_\_\_\_ Account.

Credit \_\_\_\_\_ Account with €75.

3

**Bought goods on credit from T. Mallia for €2,100.**

Debit \_\_\_\_\_ Account.

Credit \_\_\_\_\_ Account with €2,100

4

**Sold goods for cash €340.**

Debit \_\_\_\_\_ Account.

Credit \_\_\_\_\_ Account with €340.

5

**Paid Insurance by cash €290.**

Debit Insurance Account.

Credit Cash Account with €290.

5

**Returned goods to T.Mallia €550.**

Debit \_\_\_\_\_ Account.

Credit \_\_\_\_\_ Account with €550.

6

**Cash Purchases €470.**

Debit \_\_\_\_\_ Account.

Credit \_\_\_\_\_ Account with €470.

7

**Received Rent by cheque for a corner space €25.**

Debit \_\_\_\_\_ Account.

Credit \_\_\_\_\_ Account with €25.

8

**The owner of the business took €50 in cash for his own personal use.**

Debit \_\_\_\_\_ Account.

Credit \_\_\_\_\_ Account with €50.



9

The owner took €35 worth of stock from his Business.

Debit \_\_\_\_\_ Account.

Credit \_\_\_\_\_ Account with €35.

10

C. Dalli returned €15 worth of stock to the business. C. Dalli is a debtor of the business.

Debit \_\_\_\_\_ Account.

Credit \_\_\_\_\_ Account with €15.

**Section B:** Draw an arrow to continue the sentences on the left. (1 mark x 10 = 10 marks)

**A Trial Balance**

decrease the profit a business whilst revenues increase the profit of a business.

**Drawings**

checks that for each debit entry there is also a corresponding credit entry.

**Commission Received**

is the excess of sales revenue over the cost of goods sold.

**Expenses**

is drawn up to find the Net Profit registered by a business during a particular period.

**The acquisition of an asset**

is an example of income received by a business.

**Gross Profit**

are not bought primarily to be sold and are to be used in the business for a long time.

**The Net Profit**

is never recorded in the Purchases Account of a business.

**Non-Current Assets**

is that part of accounting concerned with the recording of data.

**An Income Statement**

refer to cash or goods taken out of the business by the owner for his own use.

**Book-Keeping**

belongs to the owner of a business and is in fact added to his/her own capital.

**Section C:****Calculating Capital and  
Preparing a Horizontal Statement of the Financial Position**

Liam Chetcuti has the following items in her Statement of the Financial Position as at 30th April 2015: Creditors €2,100, Fixtures €2,800, Car €3,900, Stock of goods €4,550, Debtors €2,780, Cash at Bank €6,250 and Cash in Hand €220.

- a) You are required to calculate Liam Chetcuti's capital as at 30<sup>th</sup> April 2015. (2 marks)



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- b) Prepare a Horizontal Statement of the Financial Position of Liam Chetcuti's business as at 30th April 2015. (Pay attention for your title, date and presentation!) (5 marks)

*Liam Chetcuti*

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	€		€

- c) During the first week of May 2015, ending 7th May 2015, the following transactions took place:
- Liam Chetcuti bought extra stock of goods for €400 on credit.
  - One of the debtors paid his €920 by cheque.
  - Liam bought some fixtures by cheque for €850.

Update the balances of all the assets and liabilities as at the end of the first week of May, i.e: 7<sup>th</sup> May 2015. (6 marks)

Creditors

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Car

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Stock of goods

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Debtors

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Cash in Hand

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Fixtures

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Cash at Bank

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d) You are required to calculate Liam Chetcuti's capital as at 7th May 2015. (2 marks)




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e) Prepare a Horizontal Statement of the Financial Position of Liam Chetcuti's business as at 7th May 2015. (5 marks)

*Liam Chetcuti*

	€		€

### **Section D:     The Double-Entry System, Balancing Off and The Trial Balance**

Record the following transactions for the month of December 2016 of a small retail outlet, balance off all the accounts, and then extract a Trial Balance as at 31st December 2016.

Dec 01	Started in business with €10,500 in Cash.
Dec 02	Put €9,000 of the cash into a Bank Account.
Dec 03	Bought goods for cash €550.
Dec 04	Bought goods on credit from T. Abela €800; F. Howard €930; M. Demarco €160 and G. Laferla €510.
Dec 05	Bought stationary on credit from Kristianne's Stationary €89.
Dec 06	Sold goods on credit to R. Tabone €170; L. Fava €240; M. Spiteri €326 and A. Tom €204.
Dec 08	Paid rent by cheque €220.
Dec 10	Bought fixtures and fittings on credit from KHS Ltd €610.
Dec 11	Paid wages and salaries in cash €790.
Dec 14	Returned goods to F. Howard €30 and M. Demarco €42.
Dec 15	Bought van by cheque €6,500.
Dec 16	Received loan from B. Bonnici by cheque €2,000.
Dec 18	Goods returned to us by R. Tabone €5; M. Spiteri €20.
Dec 21	Cash Sales €145.
Dec 24	Sold goods on credit to L. Fava €130; R. Tabone €410; R. Pace €158.
Dec 26	We paid the following by cheque: F. Howard €900.
Dec 29	Received cheques from: R. Pace €158; L. Fava €370.
Dec 30	Received a further loan from B. Bonnici by cash €500.
Dec 30	Received €400 cash from R. Tabone.

(30 marks) for recording double-entries in the respective accounts.

(24 marks) for the Balancing off of all accounts.

(6 marks) for the Preparation of a Trial Balance.

#### **Capital Account**

<b>2016</b>		<b>€</b>	<b>2016</b>		<b>€</b>

### Cash Account

2016		€	2016		€

### Bank Account

2016		€	2016		€

### Purchases Account

2016		€	2016		€

**T. Abela Account**

2016		€	2016		€

**F. Howard Account**

2016		€	2016		€

**M. Demarco Account**

2016		€	2016		€



### G. Laferla Account

2016		€	2016		€

### Stationary Expense Account

2016		€	2016		€

### Kristianne's Stationary Account

2016		€	2016		€

### Sales Account

2016		€	2016		€

### R. Tabone Account

2016		€	2016		€

### L. Fava Account

2016		€	2016		€

**M. Spiteri Account**

2016		€	2016		€

**A. Tom Account**

2016		€	2016		€

**Rent Account**

2016		€	2016		€

### Fixtures and Fittings Account

2016		€	2016		€

### KHS Ltd Account

2016		€	2016		€

### Wages and Salaries Account

2016		€	2016		€

### Returns Out Account

2016		€	2016		€

### Motor-Vans Account

2016		€	2016		€

### Loan from B. Bonnici Account

2016		€	2016		€

### Returns In Account

2016		€	2016		€

### R. Pace Account

2016		€	2016		€

### **Trial Balance as at 31<sup>st</sup> December 2015**

[illegible]

**For examiner's use only:**

<b>SECTION</b>	<b>A</b>	<b>B</b>	<b>C</b>	<b>D</b>	<b>TOTAL</b>
<b>RESULT</b>					
<b>OUT OF</b>	<b>10</b>	<b>10</b>	<b>20</b>	<b>60</b>	<b>100</b>

