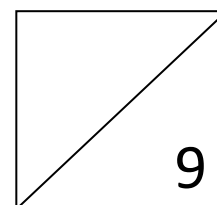


South Tuen Mun Government Secondary School
Business, Accounting and Financial Studies
Paper 1 Revision- Introduction to Accounting Ch.4
DSE Past Paper 2012-2019



Name: _____ Class: _____ () Date: _____

Ch 4

19-23	<p>In the accounting cycle, the next step after posting entries to the ledger accounts is _____.</p> <p>A. preparing financial statements B. recording transactions in the books of original entries C. preparing the trial balance D. making period-end adjustments</p>
17-2	<p>Assume that no account balance is missing from a trial balance. If the total of the debit balances and the total of the credit balances of the trial balance are not equal, it means that _____.</p> <p>(1) one or more ledger balance(s) in the trial balance is/are wrong (2) the statement of financial position will not balance (3) the net profit in the income statement will be wrong</p> <p>A. (1) and (2) only B. (1) and (3) only C. (2) and (3) only D. (1), (2) and (3)</p>
17-5	<p>In the accounting cycle, which of the following steps comes immediately after the preparation of a trial balance?</p> <p>A. preparing financial statements B. making period-end adjustments C. posting entries to the ledgers D. recording transactions in the books of original entry</p>
12-3	<p>Which of the following accounts must be in debit balances on a trial balance?</p> <p>(1) short term loans (2) inventories (3) bank (4) premises</p> <p>A. (1) and (3) only B. (1) and (4) only C. (2) and (4) only D. (2), (3) and (4) only</p>
16-11	<p>Which of the following accounts must have balances on the debit side of a trial balance?</p> <p>(1) bank charges (2) bank loan (3) bank</p> <p>A. (1) only B. (2) only C. (1) and (3) only D. (2) and (3) only</p>

18-2	<p>Which of the following accounts must carry a debit balance in a trial balance?</p> <p>A. Rental income B. Purchases returns C. Discounts received D. Loans to employees</p>																				
15-7	<p>What is/are the main purpose(s) of preparing a trial balance?</p> <p>(1) record the daily transactions of the business (2) reflect the financial performance of the business (3) check the arithmetical accuracy of bookkeeping entries</p> <p>A. (1) only B. (3) only C. (1) and (2) only D. (2) and (3) only</p>																				
14-10	<p>In the trial balance, if the total of debit balances is larger than the total of credit balances, it means that _____.</p> <p>A. there is a loss for the year B. there is an error in the double entries C. there is insufficient capital to run the business D. the amount of total assets is larger than the total liabilities</p>																				
19-28	<p>The following is a list of the account balances in the trial balance of a firm as at 31 December 2018:</p> <table style="margin-left: 40px;"> <tr> <td></td> <td style="text-align: right;">\$</td> </tr> <tr> <td>Purchases</td> <td style="text-align: right;">74 000</td> </tr> <tr> <td>Inventory, 1 January 2018</td> <td style="text-align: right;">6 200</td> </tr> <tr> <td>Cash at bank</td> <td style="text-align: right;">121 500</td> </tr> <tr> <td>Loan from bank</td> <td style="text-align: right;">36 700</td> </tr> <tr> <td>Office equipment</td> <td style="text-align: right;">15 000</td> </tr> <tr> <td>Sales</td> <td style="text-align: right;">123 000</td> </tr> <tr> <td>Operating expenses</td> <td style="text-align: right;">28 000</td> </tr> <tr> <td>Drawings</td> <td style="text-align: right;">14 700</td> </tr> <tr> <td>Capital, 1 January 2018</td> <td style="text-align: right;">?</td> </tr> </table> <p>The firm's capital as at 1 January 2018 was _____.</p> <p>A. \$43 700 B. \$70 300 C. \$99 700 D. \$197 700</p>		\$	Purchases	74 000	Inventory, 1 January 2018	6 200	Cash at bank	121 500	Loan from bank	36 700	Office equipment	15 000	Sales	123 000	Operating expenses	28 000	Drawings	14 700	Capital, 1 January 2018	?
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