

GENERAL CERTIFICATE OF EDUCATION BOARD
Technical and Vocational Education Examination

JUNE 2022

INTERMEDIATE LEVEL

Specialty Name and Acronym	ACCOUNTING (ACC)
Centre No. & Name	
Candidate Identification No.	
Candidate Name	

Mobile phones are **NOT** allowed in the examination room.

5015INTERNATIONAL FINANCIAL ACCOUNTING 1: MULTIPLE CHOICE QUESTION PAPER

1 hour 30 minutes
INSTRUCTIONS TO CANDIDATES

Read the following instructions carefully before you start answering the questions in this paper. Make sure you have a soft HB pencil and an eraser for this examination.

1. USE A SOFT HB PENCIL THROUGHOUT THE EXAMINATION.
2. DO NOT OPEN THIS BOOKLET UNTIL YOU ARE TOLD TO DO SO.
 - OHADA CHARTS OF ACCOUNTS ARE NOT ALLOWED.
 - NON PROGRAMMABLE CALCULATORS ARE ALLOWED

Before the examination begins:

3. Check that this question booklet is headed "**Intermediate Level – 5015INTERNATIONAL FINANCIAL ACCOUNTING 1**".
4. Insert the information required in the spaces above.
5. Insert the information required in the spaces provided on the answer sheet using your HB pencil:

Candidate Name, Exam Session, Subject Code and Candidate Identification Number.

Take care that you do not erase or fold the answer sheet or make any marks on it other than those asked for in these instructions.

How to answer the questions in this examination:

6. Answer **ALL** the **50** questions in this Examination. All questions carry equal marks.
7. Each question has **FOUR** suggested answers: **A, B, C** and **D**. Decide which answer is correct. Find the number of the question on the Answer Sheet and draw a horizontal line across the letter to join the square brackets for the answer you have chosen.

For example, if C is your correct answer, mark C as shown below:

[A] [B] [~~C~~] [D]

8. Mark only one answer for each question. If you mark more than one answer, you will score a zero for that question. If you change your mind about an answer, erase the first mark carefully, then mark your new answer.
9. Avoid spending too much time on any one question. If you find a question difficult, move on to the next question. You can come back to this question later.
10. Do all rough work in this booklet, using, where necessary, the blank spaces in the question booklet.
11. **At the end of the examination, the invigilator shall collect first the answer sheet and then the question booklet. DO NOT ATTEMPT TO LEAVE THE EXAMINATION HALL WITH IT.**

Turn Over

1. Which of the options below is true about real accounts ?
- Real accounts records expenses
 - Real accounts record Income
 - Real accounts record customers and suppliers
 - Real accounts records equipment and buildings
-
2. It is an accounting document used in preparing the Income statement
- Trial Balance
 - Journal
 - Ledger
 - Invoice
-
3. On March 1, 2020, Titus paid rents of 420,000 FCFA for 7 months. How much will be charged in the profit and loss accounts for the year 2020?
- 720,000 FCFA
 - 600,000 FCFA
 - 420,000 FCFA
 - 180,000 FCFA
-
4. Businesses are expected to choose an accounting method which they will use over a period of time. Which accounting concept explains this?
- Prudence concept
 - Going concern concept
 - Consistency concept
 - Accruals concept
-
5. An enterprise has a cash float of 840,000 FCFA per month. Given that by the end of July 654,000 FCFA has been used, what amount of imprest should be given in for the next month ?
- 186,000 FCFA
 - 840,000 FCFA
 - 1,494,000 FCFA
 - 654,000 FCFA
-
6. When the totals of the debit and credit sides of an account are equal, the balance is a
- debit balance
 - nil balance
 - credit balance
 - wrong balance
-
7. The opening and closing capital of a business for a period is 420,000 FCFA and 735,000 FCFA. The owner brought in an additional 120,000 FCFA cash and made drawings of 82,000 FCFA. Determine the profit made by the business.
- 615,000 FCFA
 - 315,000 FCFA
 - 277,000 FCFA
 - 232,000 FCFA
-
8. A successful partnership business operating for 10 years with initial shares of 1,000,000 FCFA is opened to new partners for 2,000,000 FCFA. Why do the partners value the shares high?
- They do not want another partner
 - They expect new Partners to buy shares expensive
 - They desperately need additional Capital
 - They expect new partners to pay for Goodwill
-
9. The opening and closing cash balances for a non-profit making organisation are shown in the
- statement of affairs
 - receipt and payment account
 - income and expenditure account
 - non-profit cash book
-
10. An expense consumed during a current period but paid in the next period is known as
- prepaid Expense
 - overhead Expense
 - expenses in advance
 - accrued Expenses
-
11. Which of the following is a profitability ratio?
- Working capital
 - Return on capital employed
 - Acid test ratio
 - Current ratio
-
12. CONS Ltd rented out part of its office building on the 1st of July 2019 for 1,080,000 FCFA for a period of 15 months. How much rents should appear in the Income statement of CONS ltd at the end of the year 2019?
- 432,000 FCFA Income
 - 648,000 FCFA Expense
 - 432,000 FCFA Expense
 - 648,000 FCFA Income
-
13. The aim of end of year work is to produce the
- Trial balance
 - Journal
 - Financial statement
 - Ledger accounts
-
14. Errors in the trial balance are corrected using the
- journal
 - accounts affected
 - final account
 - suspense account

15. Which of the following can be classified as a trading business?

- A Enow Provision store
- B TT Military base
- C Quick fix garage
- D Nama Hair cuts

16. The following are assets to a business

- A Creditors and sales
- B Loans and Debtors
- C Bank and Bank Loan
- D Account receivable and prepaid electricity

17. In order to prepare a trial balance which of the following is needed?

- A Balance and totals of the all ledger accounts
- B Balance and totals of the cash book only
- C Balance and totals of the General ledger
- D Balance and totals in the sales ledger accounts

18. The source document used by a sole proprietor to withdraw money for business use is

- A Drawing Voucher
- B Cheque
- C Receipt
- D Cheque counterfoil

19. Net loss is experienced when

- A Expenses exceed income
- B Purchases exceeds sales
- C Final stock exceed sales
- D Sales exceed cost of sales

20. A supplier offers 6.3% trade discount on sales amounts above 100,000 FCFA. How much discount will a customer who purchases for 491,000 FCFA get?

- A 6300 FCFA
- B 30,933 FCFA
- C 24,633 FCFA
- D 32,364 FCFA

21. The double entry in the general ledger for discount allowed is

- A DR Cash,
CR Sales Ledger
- B DR Sales Ledger
CR Discount Allowed
- C DR Sales Ledger
CR Cash
- D DR Discount Allowed
CR Sales Ledger

22. Choose an item from the statements below which will appear on the credit side of the cash book, but will not appear on the bank statement

- A Cheques given but not presented for payment
- B Deposits made but not yet entered in the bank statement
- C Rents income received
- D Sales

23. An income statement is drawn to calculate

- A Amount owed to creditors
- B Owner's equity
- C Profit and losses made
- D Total income and expenses

24. A balance sheet shows the following totals

- Capital 8,204,000 FCFA
- Current Asset 2,166,000 FCFA
- Current Liabilities 1,253,100 FCFA

Calculate the current ratio

- A 8:1
- B 1:8
- C 1:1.7
- D 1.7:1

25. The double entry recording when damaged goods bought on credit are returned is

- A DR Cash
CR Sales Return
- B DR Sales
CR Sales Return
- C DR Sales Return
CR Cash
- D DR Sales Return
CR Sales Ledger

26. Capital is determined as follows;

- A Current assets less current liabilities
- B Assets minus long term and current liabilities
- C Assets minus short term liabilities
- D Current assets plus liabilities

27. Given that the opening and closing stocks of a business are 150,000 FCFA and 250,000 FCFA respectively. Purchase amounted to 850,000 FCFA, calculate the cost of sales;

- A 950,000 FCFA
- B 1,250,000 FCFA
- C 750,000 FCFA
- D 800,000 FCFA

28. Which of the following best describes a trial balance?

- A Shows the financial position of a business
- B It is the special account
- C Show all the entries in the book
- D It is the list of balances of the books

29. A receipt and payment account is prepared by
 A Social clubs
 B Sole proprietor
 C Companies
 D Partnerships
-
30. TBE sold goods for cash, how will it influence the accounting equation?
 A Increase Asset and Increase Capital
 B Decrease capital and Increase Liability
 C Increase Asset and Decrease Asset
 D Increase Asset and Increase Liability
-
31. If the cost of goods sold for a period is 16,000,000 FCFA and the gross profit margin is 20%, then the sales figure is
 A 20,000,000 FCFA
 B 21,000,000 FCFA
 C 19,200,000 FCFA
 D 24,000,000 FCFA
-
32. Which of the following factors is a cause of incomplete records in a business?
 A Experience Book Keeper
 B Negligence of trader
 C Availability of source document
 D Correct accounting procedures
-
33. Purchases ledger control is also known as
 A Total account
 B Debtors control account
 C Account payable control account
 D Total debtors account
-
34. Transactions recorded in the cash book are?
 A All transactions
 B Credit transactions
 C Only cash payment transactions
 D All cash and cheque transactions
-
35. The sum of all variable cost can also be called
 A Prime cost
 B Production cost
 C Non-production cost
 D Overhead cost
-
36. A current ratio of 2:1 implies
 A Bankruptcy
 B Insolvency
 C Adequate working Capital
 D Liquidation
-
37. Which of the following is true about partnership?
 A It is a public business
 B It is a non profit organisation
 C It can solicit funds from the general public
 D Membership is from 2 to 20
-
38. Given a beginning inventory of 49,000 FCFA and closing inventory of 11,000 FCFA with inventory turnover 6times, Calculate the cost of sales
 A 180,000 FCFA
 B 66,000 FCFA
 C 360,000 FCFA
 D 228,000 FCFA
-
39. Prepaid expenses is considered as
 A Current liability
 B Working capital
 C Current asset
 D Expenses
-
40. A debit balance in the cash account is recorded in the trial balance on
 A Debt side
 B Credit side
 C Excluded from the trial Balance
 D Added to any bank amount
-
41. Identify the subsidiary books which applies the double entry system
 A Sales Journal
 B Purchase Journal
 C General Journal
 D Returns inward Journal
-
42. The main objective of departmental account is to determine
 A Profitability of each Department
 B Asset and liabilities of each department
 C Turnover of the company
 D Net profit of each department
-
43. Which of the following is true about an error of compensation?
 A The wrong amount was used
 B The trial balance will not balance
 C It is not disclosed by the trial balance
 D The wrong amount is used
-
44. A sales journal can also be referred to as
 A Sales ledger
 B Sales day book
 C Sales invoice
 D Sales returns books
-
45. Another name for gross profit is
 A Capital gain
 B Marginal Profit
 C Standard profit
 D Overall profit
-
46. Lighting and Heating is an example of
 A Capital Expenditure
 B Revenue Expenditure
 C Capital receipt
 D Revenue Receipt

47. Which of the following will not be included in the sales control account?

- A Cash sales
- B Cheque received
- C Dishonoured cheque
- D Contra entries

48. The formula to calculate net profit is

- A Gross profit – Purchases
- B Sales – Expenses
- C Sales – Cost of goods sold
- D Gross profit – Expenses

49. All of the following are classifications of share capital structure except

- A Authorised Capital
- B Debenture Capital
- C Paid up capital
- D Unissued Capital

50. Given that the Capital of company on the 1/1/2019 was 7,450,000 FCFA and on the 1/1/2020 9,800,000 FCFA. If drawings for the year 2019 was 4,500,000 FCFA, then profit was

- A 2,150,000 FCFA
- B 5,450,000 FCFA
- C 6,850,000 FCFA
- D 7,250,000 FCFA

STOP

NOW GO BACK AND CHECK YOUR WORK