

7005-2/2025
Financial Accounting 2
ATVEE

SOUTH WEST REGIONAL MOCK EXAMINATION TECHNICAL AND VOCATIONAL EDUCATION

THE TEACHERS' RESOURCE UNIT (TRU)
Cellule d'appui à l'action Pédagogique

IN COLLABORATION WITH
En collaboration avec

THE REGIONAL INSPECTORATES OF PEDAGOGY AND
THE SUBJECT TEACHERS' ASSOCIATIONS (STA)

THURSDAY, 20th MARCH 2025

ADVANCED LEVEL

Specialty	Accounting (ACC) / Taxation and Management Information System (TIMS)
Subject Title	FINANCIAL ACCOUNTING
Paper Number	Paper 2
Subject Code Number	7005

Three Hours

INSTRUCTIONS TO CANDIDATES:

This paper carries SIX questions. Answer any FIVE questions.

All questions carry 20 marks each. For your guidance, the approximate mark for each part of a question is indicated in brackets.

You are reminded of the necessity for good English and orderly presentation in your answers.

If you answer MORE THAN five (5) questions, ONLY the first five (5) answers presented will be marked.

You are allowed to use CALCULATORS. OHADA Accounting Plans are allowed.

You must use ONLY Blue or Black ink. No answer in Pencil will be marked.

All Appendices filled or completed should be handed in with your answer booklet and must be put in the appropriate answered number.

All necessary calculations must be shown.

You are advised to read carefully through the question paper, before you begin your answers.

1. You are given the following documents:

Okaniba Plc
P.O. Box 120, Kumba

Njinambo
P.O.Box 18, Mamfe
12/11/2024

Goods.....	
Trade Discount 20% ...	
Commercial Net.....	
Cash discount 10%	
Financial Net.....	
Transport.....	106,000
Containers.....	130,000
VAT 19.25%.....	478,555
Net payable.....	
Mode of Payment: Mobile Money	

EtuAkan Plc
P.O. Box 120, Limbe

Okaniba Plc
P.O.Box120, Kumba
10/11/2024

Goods.....	
Trade Discount 2%	
Commercial Net.....	
Cash discount 4%.....	19,600
Financial Net.....	
VAT 19.25%	
Net payable.....	
Mode of Payment: ½ by Cash and the rest by Bill of exchange valid 30 days	

Required:

- a) Copy and complete the invoices (11 marks)
b) Draw up the bill of exchange using appendix 1. (4 marks)
c) Journalise these transactions in a classical journal of Okaniba PLC (5 marks)
- (Total 20 marks)

2. An Avensis vehicle was acquired and brought into service on the 02/10/2021 with a useful life of 5 years. Before end of year adjustments as at 31/12/2022, accumulated depreciation amounted to 416,500 FCFA following the sum-of-the-years' digit method. On the 25/04/2023, the Avensis vehicle was exchanged for a Toyota car valued at 2,800,000 FCFA before tax depreciated at 10% straight line method. The balance to be paid in 30 days. All Calculations should be in 4 decimal places.

Statement of securities as 31/12/2022 before inventory

Name of Marketable Securities	Quantity and Purchase cost	Average market value as at 31/12/2021	Average market value as at 31/12/2022
CAMY Shares (1)	80 shares at 10 000	12,000	9,500
CAMTEL Shares	100 shares at 15 000	13,000	15,500

(1) On the 25/11/2022, 30 CAMY shares were sold at the unit price of 14,000 by cheque

Required:

- Determine the depreciation rate of the Avenis for the first year and the original value (3 marks)
- Present the depreciation table of the Avenis (7 marks)
- Present the statement of securities as at 31/12/2023 in appendix 2 (5 marks)
- Present all the necessary adjustment entries (5 marks)

(Total 20 marks)

3. You are provided with the following information in Papinobi Ltd for the year 2023

Situation of Bank account in Papinobi Ltd

Date	Element	Amount	Date	Element	Amount
1/12	Balance B/F	268,000	3/12	Cheque No 216	300,000
4/12	Cash deposit	365,000	7/12	Payment of supplies	270,000
8/12	Cheque No 1314	400,000	14/12	Advanced salaries	450,000
16/12	Bank transfer	190,000	20/12	Cheque No 217	220,000
20/12	Cheque No. 1315	410,000	28/12	Cheque No. 218	360,000
26/12	Cheque No. 1316	240,000	30/12	Payment of water bill	280,000
27/12	Bills for discount	420,000	30/12	Balance	413,000
	Total	2,293,000		Total	2,293,000

Bank statement of SGC Kumba for Papinobi Ltd

Date	Elements	Debit Amount	Credit Amount	Balance
1/12	Initial balance B/F			268,000
2/12	Cheque No. 1314		400,000	668,000
4/12	Cheque No. 216	300,000		368,000
8/12	Payment of Supplies	270,000		98,000
9/12	Cash deposit		356,000	454,000
14/12	Advanced Salaries	450,000		4,000
22/12	Cheque No. 1315		410,000	414,000
26/12	Net Bill discounted		400,000	814,000
28/12	Payment of water bill	280,000		534,000
30/12	Bank interest		30,000	564,000
31/12	Bank charges	50,000		514,000

Additional Information:

The company paid 360,000 FCFA tax exclusive as annual insurance on the 01/08/2023 by cash. On the 30/12/2022, the company is still to grant bonus of 5% for sales amounting to 9,778,500 FCFA tax inclusive. VAT 19.25%.

Required:

- Present the bank reconciliation statement and the journal entries
- Present the necessary adjusting entries

(12 marks)

(8 marks)

(Total 20 marks)

4. The cash book of Bokantai Enterprise for the year ended 31/12/2023 is as follows

Debit	Amount	Credit	Amount
Balance b/d	5,200,000	Suppliers	10,000,000
Customers	16,000,000	Expenses	7,560,000
Sales	9,000,000	Purchases	3,000,000
		Balance c/d	9,640,000
Total	30,200,000	Total	30,200,000

Additional information:

Elements	01/01/2023	31/12/2023
Stock of goods	7,250,000	3,250,000
Debtors	4,200,000	5,300,000
Trade creditors	4,100,000	3,800,000

Computer equipment for 1,800,000 FCFA was depreciated at 10% per year using the straight line method.

Required

- Prepare a statement of affairs as at 01/01/2023.
- Calculate the amount of sales and purchases for the year ended 31/12/2023.
- Present Bokantai's Enterprise profit and loss account for the year ended 31/12/2023.

(7 marks)

(7 marks)

(6 marks)

(Total 20 marks)

5. The trial balance extract from the books of OREMAN Limited as at 31/12/2023 is as follows:

Details	Debit (FCFA 000)	Credit (FCFA 000)
Sales		485,000
Purchases	427,000	
Inventory as at 01/01/2023	120,000	
Wages and salaries	21,200	
Shop fittings at cost acquired on 01/01/23	72,000	
Provisions for bad debts		800
Capital		140,000
Loan		7,000
Debtors and creditors	9,500	16,900
Total	649,700	649,700

Additional information:

- Stock as at 31/12/2023 is 210,000,000 FCFA
- Accrued wages 5,200,000 FCFA
- Provisions for bad debts to be increased by 5%
- On the 31/12/2023, interest of 520,000 was due on the loan
- Depreciation of shop fittings for 15% using the straight line method

Required:

- Prepare a statement of profit and loss account for the year ended 31/12/2023
- Prepare a statement of financial position as 31/12/2023.

(13 marks)

(7 marks)

(Total 20 marks)

6. The following information is related to the REAMA PLC for the years 2022 and 2023

Details	2023 (FCFA)	2022 (FCFA)
Cash	400,000	1,400,000
Account receivable	4,700,000	7,350,000
Fixed assets	31,600,000	27,000,000
Accumulated depreciations	(4,500,000)	(3,000,000)
Total assets	34,200,000	34,200,000
Accounts payables	19,500,000	18,300,000
Capital	8,800,000	8,400,000
Retained earnings	5,900,000	6,050,000
Total liabilities	34,200,000	34,200,000
Cost of sales	9,300,000	
Depreciation expense	1,500,000	
Wage and salaries expense	7,100,000	
Sales	18,000,000	
Net income	?	

During the year 2023, acquisition of new fixed asset by cash (Four computers at 1,150,000 FCFA per computer) and dividend declared and paid was 250,000 FCFA.

Required:

- Determine the net income for 2023.
- Present the statement cash flow for the business using the indirect method (IAS 7).
- Comment on the cash situation of the company.

(2 marks)

(16 marks)

(2 marks)

(Total 20 marks)

Appendix 1: Bills of Exchange (To be submitted with your answer sheet)

Acceptance The..... To..... FCFA
	Please pay against this bill of exchange provided without protest to
	The order of.....
	The sum of.....
	Drawer:..... Signature:
	Domiciliation:..... Fiscal stamp:

Appendix 2: Statement of Securities (To be submitted with your answer sheet)

Securities	Purchase Cost			Actual Value as at 31/12/21			Value as at 31/12/2022	Impairment loss	
	Qty	UP	Amount	Qty	UP	Amount		2021	2022