

臺灣綜合大學系統 107 學年度學士班轉學生聯合招生考試試題

科目名稱	會計學	類組代碼	B02
		科目碼	B0292

※本項考試依簡章規定各考科均「不可以」使用計算機 本科試題共計 5 頁

注意事項：

1. 請將所有答案按照題號順序全部寫在答案紙上，答案紙與試題紙都要繳回!
2. 計算題必須列示計算式才能得分。
3. 手機務必請關機並收起來，且不得使用翻譯機或字典。
4. 可以英文或中文作答。

I. Multiple Choice (單選題，答對一題得 1 分，全部 20 分，答錯或未作答者不倒扣)

1. Characteristics associated with relevant accounting information are
 - A. comparability and timeliness.
 - B. predictive value and confirmatory value.
 - C. neutral and verifiable.
 - D. consistency and understandability.
2. The economic entity assumption states that economic events
 - A. of different entities can be combined if all the entities are corporations.
 - B. must be reported to the IASB.
 - C. of a sole proprietorship cannot be distinguished from the personal economic events of its owners.
 - D. of every entity can be separately identified and accounted for.
3. If prepaid expenses are initially recorded in expense accounts and have **not** all been used at the end of the accounting period, then failure to make an adjusting entry will cause
 - A. assets to be understated.
 - B. assets to be overstated.
 - C. expenses to be understated.
 - D. contra-expenses to be overstated.
4. An error has occurred in the closing entry process if
 - A. revenue and expense accounts have zero balances.
 - B. the retained earnings account is credited for the amount of net income.
 - C. the dividends account is closed to the retained earnings account.
 - D. the statement of financial position accounts have zero balances.
5. The two optional steps in the accounting cycle are preparing
 - A. a post-closing trial balance and reversing entries.
 - B. a worksheet and post-closing trial balances.
 - C. reversing entries and a worksheet.
 - D. an adjusted trial balance and a post-closing trial balance.
6. A correcting entry
 - A. must involve one statement of financial position account and one income statement account.
 - B. is another name for a closing entry.
 - C. may involve any combination of accounts.
 - D. is a required step in the accounting cycle.
7. Which of the following statements is true regarding International Financial Reporting Standards (IFRS) and U.S. GAAP?
 - A. IFRS allows both the perpetual and periodic systems, but U.S. GAAP permits only the perpetual system.
 - B. IFRS requires a single-step income statement, but U.S. GAAP allows either the single-step or the multiple-step income statement.
 - C. U.S. GAAP allows operating expenses to be reported by either function or nature, IFRS requires reporting by function.
 - D. IFRS requires 2 years of income statements, U.S. GAAP requires 3 years of income statements.
8. Gould Shoe Store has a beginning inventory of €45,000. During the period, purchases were €250,000; purchase returns, €6,000; and freight-in €15,000. A physical count of inventory at the end of the period revealed that €30,000 was still on hand. The cost of goods available for sale was
 - A. €286,000.
 - B. €274,000.
 - C. €304,000.
 - D. €316,000.

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<p>9. In a period of falling prices, which inventory method would result in the lowest tax burden? A. Average-cost. B. FIFO. C. No difference. D. Cannot be determined.</p>													
<p>10. Quigley Company's records indicate the following information for the year:</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 60%;">Inventory, 1/1</td> <td style="text-align: right;">£ 660,000</td> </tr> <tr> <td>Purchases</td> <td style="text-align: right;">2,700,000</td> </tr> <tr> <td>Net sales</td> <td style="text-align: right;">3,600,000</td> </tr> </table> <p>On December 31, a physical inventory determined that ending inventory of £720,000 was in the warehouse. Quigley's gross profit on sales has remained constant at 30%. Quigley suspects some of the inventory may have been taken by some new employees. At December 31, what is the estimated cost of missing inventory? A. £120,000 B. £240,000 C. £360,000 D. £840,000</p>				Inventory, 1/1	£ 660,000	Purchases	2,700,000	Net sales	3,600,000				
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<p>11. In preparing its bank reconciliation for the month of April 2017, Franklin, Inc. has available the following information.</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 60%;">Balance per bank statement, 4/30/17</td> <td style="text-align: right;">\$60,410</td> </tr> <tr> <td>NSF check returned with 4/30/17 bank statement</td> <td style="text-align: right;">625</td> </tr> <tr> <td>Deposits in transit, 4/30/17</td> <td style="text-align: right;">7,500</td> </tr> <tr> <td>Outstanding checks, 4/30/17</td> <td style="text-align: right;">7,800</td> </tr> <tr> <td>Bank service charges for April</td> <td style="text-align: right;">30</td> </tr> </table> <p>What should be the adjusted cash balance at April 30, 2017? A. \$60,755. B. \$60,110. C. \$59,435. D. \$59,405.</p>				Balance per bank statement, 4/30/17	\$60,410	NSF check returned with 4/30/17 bank statement	625	Deposits in transit, 4/30/17	7,500	Outstanding checks, 4/30/17	7,800	Bank service charges for April	30
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<p>12. Having one person responsible for the related activities of ordering merchandise, receiving goods, and paying for them A. increases the potential for errors and irregularities. B. decreases the potential for errors and irregularities. C. is an example of good internal control. D. is a good example of safeguarding the company's assets.</p>													
<p>13. Robin Company acquires a piece of land on which it intends to build a factory to produce its primary product. The land is listed for sale at \$460,000, but Robin Company's real estate broker is able to negotiate a sales price of \$430,000. The land contains an old office building that is razed at a cost of \$25,000 (\$29,000 in costs less \$4,000 proceeds from salvaged materials). Robin Company pays a commission to the real estate broker of \$23,000 and an attorney's fee of \$6,000. On its statement of financial position at December 31, 2014, what amount will Robin Company record as the cost of the land? A. \$499,000 B. \$455,000 C. \$484,000 D. \$524,000</p>													
<p>14. A plant asset cost £320,000 and is estimated to have a £40,000 residual value at the end of its 8-year useful life. The annual depreciation expense recorded for the third year using the double-declining-balance method would be A. £26,800. B. £45,000. C. £39,375. D. £35,000.</p>													
<p>15. If a fully depreciated plant asset is still used by a company, the A. estimated remaining useful life must be revised to calculate the correct revised depreciation. B. asset is removed from the books. C. accumulated depreciation account is removed from the books but the asset account remains. D. asset and the accumulated depreciation continue to be reported on the statement of financial position without adjustment until the asset is retired.</p>													
<p>16. Goodwill can be recorded A. when customers keep returning because they are satisfied with the company's products. B. when the company acquires a good location for its business. C. when the company has exceptional management.</p>													

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- D. only when an entire business is purchased.
17. The statement that "Bond prices vary inversely with changes in the market interest rate" means that if the
- market interest rate increases, the contractual interest rate will decrease.
 - contractual interest rate increases, then bond prices will go down.
 - market interest rate decreases, then bond prices will go up.
 - contractual interest rate increases, the market interest rate will decrease.
18. On January 1, 2017, Istanbul Inc. sold bonds with a face amount of \$7,000,000 and a contract rate of 10% for \$6,197,065. The effective-interest rate is 12%. Interest is payable annually on January 1. Istanbul uses effective interest amortization of premiums and discounts. What amount should Istanbul report as interest expense for year ended December 31, 2017?
- \$840,000.
 - \$700,000.
 - \$743,648.
 - \$619,707.
19. When share dividends are distributed,
- Ordinary Share Dividends Distributable is decreased.
 - Retained Earnings is decreased.
 - Share Premium-Ordinary is debited if it is a small share dividend.
 - no entry is necessary if it is a large share dividend.
20. Kendrick Corporation was organized on January 2, 2017. During 2017, Kendrick issued 20,000 shares at \$32 per share, purchased 4,000 treasury shares at \$26 per share, and had net income of \$500,000. What is the total amount of equity on December 31, 2017?
- \$740,000
 - \$1,036,000
 - \$1,044,000
 - \$1,060,000

II.

ABC Corporation's comparative statements of financial position are presented below.

ABC CORPORATION
Comparative Statement of Financial Position
December 31

	<u>2017</u>	<u>2016</u>
Land	\$36,000	\$52,000
Buildings	140,000	140,000
Accumulated depreciation-buildings	(30,000)	(20,000)
Accounts receivable	36,400	46,800
Cash	<u>43,140</u>	<u>21,400</u>
Total	<u>\$225,540</u>	<u>\$240,200</u>
Share capital-ordinary	\$150,000	\$138,000
Retained earnings	50,800	40,000
Accounts payable	<u>24,740</u>	<u>62,200</u>
Total	<u>\$225,540</u>	<u>\$240,200</u>

Additional information:

- Net income was \$55,800. Dividends declared and paid were \$45,000.
- All other changes in non-current account balances had a direct effect on cash flows, except the change in accumulated depreciation. The land was sold for \$11,800.

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Instruction (20%)

Prepare a statement of cash flows in a good form for 2017 using the indirect method.

III.

Presented below are two independent situations:

- DEF Company acquired 10% of the 200,000 ordinary shares of BCey Fashion at a total cost of \$15 per share on March 20, 2017. On June 30, BCey declared and paid a \$80,000 dividend. On December 31, BCey reported net income of \$125,000 for the year. On December 31, the market price of BCey Fashion was \$18 per share. The shares are classified as non-trading.
- MNO, Inc., obtained significant influence over Polson Corporation by buying 30% of Polson's 50,000 outstanding ordinary shares at a total cost of \$10 per share on January 3, 2017. On June 15, Polson declared and paid a cash dividend of \$40,000. On December 31, Polson reported a net income of \$90,000 for the year.

Instruction (20%)

Prepare all the necessary journal entries for 2017 for (a) DEF Company (10%) and (b) MNO, Inc. (10%)

IV.

RSM Corporation experienced a fire on December 31, 2017, in which its financial records were partially destroyed. It has been able to salvage some of the records and has ascertained the following balances.

	<u>December 31, 2017</u>	<u>December 31, 2016</u>
Cash	\$ 30,000	\$ 10,000
Accounts receivables (net)	84,000	126,000
Inventory	200,000	180,000
Accounts payable	50,000	90,000
Notes payable	30,000	60,000
Share capital – ordinary, \$100 par	400,000	400,000
Retained earnings	130,000	101,000

Additional information:

- The inventory turnover is 5 times
- The return on ordinary shareholders' equity is 18%. The company had no share premium.
- The accounts receivable turnover is 9.4 times.
- The return on assets is 16%.
- Total assets on December 31, 2016, were \$585,000.

Instruction (20%)

Compute the following for RSM Corporation.

- Net sales (credit) for 2017. (5%)
- Cost of goods sold for 2017. (5%)
- Net income for 2017. (5%)
- Total assets on December 31, 2017. (5%)

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V.
XYZ Company uses the allowance method in accounting for uncollectible accounts. Past experience indicates that 1.5% of accounts receivable balance will eventually be uncollectible. Selected account balances on December 31, 2016, and December 31, 2017, appear below:

	<u>12/31/16</u>	<u>12/31/17</u>
Net Credit Sales	\$800,000	\$900,000
Accounts Receivable	150,000	200,000
Allowance for Doubtful Accounts	10,000	?

Instructions (20%)

- (a) Record the following events in 2017. (10%)
- Aug. 12 Determined that the account of Pam Lang for \$2,000 is uncollectible.
 - Sept. 14 Determined that the account of Tim Woods for \$11,000 is uncollectible.
 - Oct. 12 Received a check for \$1,100 as payment on account from Pam Lang, whose account had previously been written off as uncollectible. She indicated the remainder of her account would be paid in November.
 - Nov. 16 Received a check for \$900 from Pam Lang as payment on her account.
- (b) Prepare the adjusting journal entry to record the bad debt provision for the year ended December 31, 2017. (4%)
- (c) What is the balance of Allowance for Doubtful Accounts on December 31, 2017? (6%)