

University of Palestine



Course No:  
Course Title: Accounting Principles 1  
Date: 26/11/2018  
No. of Questions: (2)  
Time: 1hours  
Using Calculator (Yes)

Second Midterm Exam  
First Semester  
2018/2019

Instructor Name: \_\_\_\_\_  
Student No.: \_\_\_\_\_  
Student Name: \_\_\_\_\_  
College Name: Business & Finance  
Dep. / Specialist: Accounting  
Using Dictionary (No)

**Answer all the following questions**

**Question One: (4 Marks)**

**A- True and False**

- 1 ( ) Purpose of Trial Balance is to prove that debits equal credits
- 2 ( ) Every account at the journal have a separate page in the ledger
- 3 ( ) Seller paid Freight Expanses when legal term is FOB Shipping/sales Point
- 4 ( ) Discount is a type loss for the buyer
- 5 ( ) Cash discount enhance Sales Volume
- 6 ( ) Freight expense refers to the transportation expenses

**B- Trial Balance is**

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**Question Three: (11 Marks)**

**Company X has the following transactions at January 2017**

- Jan. 1 The owner presented an equipment of \$35000 and cash of \$25000 as capital for his new business
- Jan. 2 Bought Goods, 2000 units, \$25 per unit (2/10, net/30) and paid \$1000 Freight Expense (FOB (Shipping/Sales Point))

- Jan. 2 Bought 3 Equipment of \$5000 each one, on Account
- Jan. 3 Sold goods 1700 units, \$30 per unit (2/10, net/30) and paid \$2000 Freight Expense (FOB (Shipping/sales Point))
- Jan. 4 From Jan. 2 purchases, 200 units were turned back
- Jan. 5 From Jan. 4 sales, 300 units were turned back
- Jan.6 Collected the value of Jan. 3 sales
- Jan. 7 Bought Goods, 3000 units, of \$25 per unit on account (2/10, net/30) and paid Freight Expense \$2000 (FOB Destination)
- Jan. 8 Sold Goods of 2500 units, \$ 40 per unit on Account (3/7, net/30) and paid Freight Expense \$2000 (FOB Destination)
- Jan. 9 Paid the value of Jan. 2 purchases
- Jan. 10 From Jan. 7 purchases, 100 units were turned
- Jan. 11 From Jan. 8 sales, 300 units were turned back
- Jan, 12 Paid \$2000 the value of Jan. 7 purchases
- Jan.16 Collected Jan. 8 sales values

**Required**

- 1- Journalize transactions
- 2 Prepare the Leger pages of Cash and Accounts Receivable Standard Form

\*\*\*\*\*GOOD LUCK\*\*\*\*\*