UNIVERSITI POLY-TECH MALAYSIA
UPTM

FINAL EXAMINATION

DIPLOMA OF ACCOUNTANCY

COURSE	:	**INTERMEDIATE FINANCIAL ACCOUNTING**
COURSE CODE	:	**ACC2323/ACC2203**
DURATION	:	**2 HOURS**

INSTRUCTIONS TO CANDIDATES:

1. This question paper consists of **THREE (3)** questions.
2. Answer **ALL** questions in the Answer Booklet provided.
3. Please check to make sure that this examination pack consists of:
   i. The Question Paper
   ii. An Answer Booklet
4. Do not bring any material into the examination hall. The use of a calculator is allowed.
5. Please write your answer using permanent ink.

MYKAD/ PASSPORT NO : ______________________

ID. NO. : ______________________

LECTURER : ______________________

SECTION : ______________________

DO NOT OPEN THIS QUESTION PAPER UNTIL YOU ARE TOLD TO DO SO

This question paper consists of 7 printed pages including the front page

QUESTION 1

The following is the statement of financial position extract of Anggun Bhd as at 31 December 2025:

Anggun Bhd
Statement of Financial Position (extract) as at 31 December 2025

	RM '000
Issued and paid-up capital	
3,000,000 Ordinary shares	4,500
1,250,000 9% Preference Shares	2,500
Reserves	
Retained earnings	2,500
General reserves	1,500
Non-Current Liability	
2,000,000 units 9% Redeemable Preference Shares	4,000

For the year ended 31 December 2025, the following transactions took place:

1. The board of directors decided to redeem 4/5 of the 9% redeemable preference shares at RM2.00 per share.

2. To finance the redemption, the company offered 1,500,000 units of ordinary shares at RM1.70 per share to the public, payable in full upon application. The shares were fully subscribed and paid. The remaining amount was financed out of profits.

3. To repurchase 250,000 units of ordinary shares at RM1.50 per share in the open market Half of the shares repurchased were kept as treasury shares while the balance was immediately cancelled.

Required:

Prepare journal entries to record the above transactions.
(Narrations are not required)

(Total: 20 marks)

QUESTION 2

The following information is related to Bahtera Bhd, a public listed company operating in Johor Bahru on 31 December 2025 and 2024.

Statement of Financial Position as at 30 December

	2025 (RM)	2024 (RM)
Ordinary shares	2,120,000	1,880,000
Retained profit	1,560,000	1,280,000
Asset revaluation reserve	560,000	840,000
Bank loan	180,000	240,000
Accounts payable	70,000	82,000
Tax payable	64,000	112,000
Accruals	52,000	46,800
Dividend payable	38,000	18,000
	4,644,000	**4,498,800**
Property, plant, and equipment	3,000,000	2,560,000
Less:		
Accumulated depreciation	(740,000)	(560,000)
Investment properties	560,000	740,000
Development cost	533,200	692,000
Accounts receivable	84,000	54,000
Inventories	148,000	180,000
Short-term deposits	300,000	264,000
Bank	758,800	568,800
	4,644,000	**4,498,800**

Additional information:

1. The increase in ordinary shares was partly due to the bonus issue of RM92,000 out of profit. The balance was due to the rights issue to existing shareholders.

2. During the year, the company declare dividend of RM230,000 to ordinary shareholders.

3. Property, plant, and equipment was decreased due to a deficit from the revaluation of land amounting to RM280,000 and dispose of an old machine. The costing and accumulated depreciation of the old machine were RM108,000 and RM54,000 accordingly. The old machine was disposed for a cash of RM36,000. The company also acquired a new machine and a motor vehicle during the year.

4. Decrease in investment properties was due to changes in fair value.

5. The tax charged for the year is amounting RM 308,000.

6. Short-term deposits qualified for a cash equivalent. Interest income from short-term deposits is RM74,000.

Required:

Prepare a Cash Flow Statement for the year ended 31 December 2025 for Bahtera Bhd in compliance with MFRS 107 Cash Flow Statements using the **indirect method.**
(Show relevant workings)

(30 marks)

QUESTION 3

Cekap Berhad was incorporated in year 2000 with authorised capital of RM400,000,000 made up of 200,000,000 Ordinary shares capital at RM1.50 each and the balance was 5% Preference shares capital at RM2.00 each. The following balances were extracted from the book of the company at 31 March 2026:

	Debit (RM'000)	Credit (RM'000)
Land	84,000	
Plant and machinery	27,150	
Fixtures & fittings	14,040	
Motor vehicles	19,050	
Investment	51,900	
40,000,000 Ordinary shares of RM1.50 each		60,000
12,000,000 5% Preference shares of RM2.00 each		24,000
7% Debentures		46,000
Retained profit as at 1 April 2025		28,058
General reserve		9,000
Share premium		6,000
Accumulated depreciation as at 1 April 2025:		
Plant and machinery		6,780
Fixtures & fittings		2.040
Motor vehicles		4,080
Cost of sales	155,100	
Sales		261,990
Rental paid & rental received	1,680	1,440
Bank	46,800	
Inventories	18,000	
Account receivables & account payable	15,360	8,520
Auditors' fee	7,230	
Directors' remuneration	5,460	
Debenture interest	2,850	
Interim dividend:		
Ordinary shares	3,378	
5% Preference shares	600	
Investment income		5,460
Tax paid	10,770	
	463,368	**463,368**

Additional information:

1. Net realisable value of the inventory at the end of the financial year amounted to RM14,000,000.

2. A cash sales worth RM2,590,000 has been recorded twice in the book of accounts.

3. The following accruals have been taken up in preparing the above trial balance

   Auditors' fee : RM270,000
   Directors' remuneration : RM540,000

4. Interest on debentures has not been fully accounted.

5. The freehold land was revalued to its fair value of RM88,000,000. Cekap Berhad adopts the revaluation model for its land. Other non- current assets are depreciation as follows:

   Plant and machinery : RM2,714,000
   Fixtures and fittings : RM2,808,000
   Motor vehicles :RM2,994,000

   These transactions have not been recorded in the book of accounts.

6. On 25 March 2026, the board of directors have decided to:

   i. Transfer RM10,000,000 to general reserve and
   ii. Provide a final dividend of 3% on ordinary shares and the remaining of preference shares dividend.

7. Taxation expenses was confirmed by the Inland Revenue Board at RM12,470,000.

Required:

Prepare the following statement for the company in the compliance with the Companies Act 2016 and the relevant financial reporting standards:

a. Statement of Profit or Loss and Other Comprehensive Income for the year ended 31 March 2026.

(19.5 marks)

b. Statement of Changes in Equity for the year ended 31 March 2026.

(6 marks)

c. Statement of Financial Position as at 31 March 2026.

(12.5 marks)

d. Notes to the account for Property, Plant and Equipment to accompany the above statements.

(12 marks)

(Total: 50 marks)

(TOTAL: 100 MARKS)

END OF QUESTION PAPER