

SCHOOL OF ENVIRONMENTAL TECHNOLOGY (SET)
DEPARTMENT OF QUANTITY SURVEYING
LEVEL: 200

SESSION: 2016/2017

COURSE TITLE/CODE: PRINCIPLE OF ACCOUNTING/QTS 227
ATTEMPT ALL QUESTIONS TIME: 2HRS

173

1. Differentiate between

- (i) Wages and salaries
- (ii) Fixed Asset and Current Assets
- (iii) Capital and Liability
- (iv) Realization concept and Matching concept
- (v) Prepaid expenses and Accrued expenses

(10 marks)

2. Alhaji Ali commenced business on 1st January, 2016 with the following Assets and Liabilities :

Machineries ₦13,800: Equipment ₦10,000: Debtors: Jinaidu ₦1,600: Isalha ₦2,860: Cash ₦4,960:
Bank (₦ 1,400): Creditors: Shehu ₦4,100; G.M Adamu ₦1,240: Stock ₦6,000.

1/1 Purchased goods paying cash ₦4,250

2/1 Paid for rent by cheque ₦860

2/1 Paid stationeries by cash ₦1,050

3/1 Purchased goods on credit from the following people: Shehu ₦6,200; J. Kings ₦3,600;
Brown ₦ 2,160 and Salihu ₦5,500

4/1 Sold good on credit to the following people Jinaidu ₦6,400; Tsalha ₦2,860;
UTC LTD-₦ 8,400; Mr. Fedelis ₦3,960

5/1 Purchased a motor vehicle on credit from General Supplies plc for ₦123, 000

9/1 Returned goods to the following people: J Kings ₦300 Saliu ₦600

12/1 Bought another motor van by cash ₦6,809

15/1 Paid for motor expenses by cheque ₦600

17/1 Sold goods receiving cash ₦12,800

19/1 Took-₦ 8,400 from office to bank.

20/1 Paid for office repairs ₦1,200 by cheque

22/1 Settle account of Shehu, J. king and Saliu by cash, deducting 8% discount.

24/1 Paid General Suppliers Plc ₦8,000 on account by cash

25/1 Sold goods receiving cheque ₦10,000

26/1 Paid the following expenses by cash: Rate ₦4,180, insurance ₦1,400, Transport ₦2,000

26/1 Tsalha and Jinaidu returned goods cost-₦ 400 and ₦ 350 respectively

27/1 The following people settled their accounts by cash, in each case deduct 5% cash discount:
Jinaidu, Tsalha and UTC PLC

28/1 Obtain a bank loan of ₦40,000

29/1 Withdraw cash from bank for office use ₦6,800.