

東吳大學 114 學年度暑假轉學生招生考試試題

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系級	會計學系二年級	考試時間	100 分鐘
科目	會計學	本科總分	100 分

※一律作答於答案卷上(題上作答不予計分)；並務必標明題號，依序作答。

一、Multiple choice 26%

1. In general, the shorter the time period, the difficulty of making the proper adjustments to accounts
 - A. is increased.
 - B. is decreased.
 - C. is unaffected.
 - D. depends on if there is a profit or loss.
2. If accounts receivable has increased during the period,
 - A. revenues on an accrual basis are the same as revenues on a cash basis.
 - B. revenues on an accrual basis are less than revenues on a cash basis.
 - C. revenues on an accrual basis are greater than revenues on a cash basis.
 - D. expenses on an accrual basis are greater than expenses on a cash basis.
3. Sales revenues are usually considered earned when
 - A. an order is received.
 - B. adjusting entries are made.
 - C. cash is received from credit sales.
 - D. goods have been transferred from the seller to the buyer.
4. When a seller grants credit for returned goods, the account that is credited is
 - A. Inventory.
 - B. Accounts Receivable.
 - C. Sales Revenue.
 - D. Sales Returns and Allowances.
5. A petty cash fund of \$100 is replenished when the fund contains \$4 in cash and receipts for \$93. The entry to replenish the fund would
 - A. debit Cash Over and Short for \$3.
 - B. debit Miscellaneous Expense for \$3.
 - C. credit Cash Over and Short for \$3.
 - D. credit Miscellaneous Revenue for \$3.
6. Mineral Makers (MM) Company keeps its inventory records using a perpetual system. At December 31, 2025 the unadjusted balance in the Inventory account is \$64,000. Through a physical count on December 31, 2025, MM determines that its actual inventory at year-end is \$62,500. Which of the following is true regarding the statement of financial position and the income statement of MM at December 31, 2025?
 - A. Inventory is increased and cost of goods sold is decreased by \$1,500.
 - B. Inventory is increased and cost of goods sold is increased by \$1,500.
 - C. Inventory is decreased and cost of goods sold is increased by \$1,500.
 - D. Inventory is decreased and cost of goods sold is decreased by \$1,500.
7. In periods of rising prices, the inventory method which results in the inventory value on the statement of financial position that is closest to current cost is the
 - A. tax method.
 - B. FIFO method.
 - C. average-cost method.
 - D. specific identification method.
8. Expenditures that maintain the operating efficiency and expected productive life of a plant asset are generally
 - A. expensed when incurred.
 - B. capitalized as a part of the cost of the asset.
 - C. debited to the Accumulated Depreciation account.
 - D. not recorded until they become material in amount.
9. Closing entries are necessary for
 - A. permanent accounts only.
 - B. temporary accounts only.
 - C. permanent or real accounts only.

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- D. both permanent and temporary accounts.
10. Sales taxes collected by a retailer are expenses
- of the retailer.
 - of the customers.
 - of the government.
 - that are not recognized by the retailer until they are submitted to the government.
11. The times interest earned ratio is computed by dividing
- net income by interest expense.
 - income before income taxes by interest expense.
 - income before interest expense by interest expense.
 - income before income taxes and interest expense by interest expense.
12. Which one of the following would not be considered a liquidity ratio?
- Current ratio
 - Acid-test ratio
 - Return on assets
 - Inventory turnover
13. The balance in the Accumulated Depreciation account represents the
- cash fund to be used to replace plant assets.
 - amount charged to expense in the current period.
 - amount charged to expense since the acquisition of the plant asset.
 - amount to be deducted from the cost of the plant asset to arrive at its fair value.
14. On May 25, Carlin Company received a \$550 check from Andy Jeter for services to be performed in the future. The bookkeeper for Carlin Company incorrectly debited Cash for \$550 and credited Accounts Receivable for \$550. The amounts have been posted to the ledger. To correct this entry, the bookkeeper should:
- debit Cash \$550 and credit Unearned Service Revenue \$550.
 - debit Accounts Receivable \$550 and credit Cash \$550.
 - debit Accounts Receivable \$550 and credit Service Revenue \$550.
 - debit Accounts Receivable \$550 and credit Unearned Service Revenue \$550.
15. The following information was available for Hoover Company at December 31, 2024: beginning inventory \$110,000; ending inventory \$70,000; cost of goods sold \$1,100,000; and sales \$1,600,000. Hoover's days in inventory in 2024 was
- 20.5 days.
 - 23.2 days.
 - 29.9 days.
 - 36.5 days.
16. Vestle Company uses the periodic inventory system. For January 2024, the beginning inventory consisted of 36,000 units that cost \$12 each. During the month, the company made two purchases: 15,000 units at \$13 each and 60,000 units at \$13.50 each. Vestle sold 64,500 units during the month for \$19.50 per unit. Using the average-cost method, what is the amount of cost of goods sold for January 2024 (do not round per unit amounts)?
- \$827,535
 - \$835,014
 - \$854,625
 - \$864,300
17. On October 1, 2024, Brosnan Company sells (factors) \$800,000 of receivables to Nation Factors, Inc. Nation assesses a service charge of 3% of the amount of receivables sold. The journal entry to record the sale by Brosnan will include:
- a debit of \$24,000 to Service Charge Expense.
 - a debit of \$800,000 to Accounts Receivable.
 - a debit of \$824,000 to Cash.
 - a credit of \$824,000 to Cash.
18. Cline Company issued ordinary shares for proceeds of \$492,000 during 2024. The company paid dividends of \$66,000 and issued a non-current note payable for \$90,000 in exchange for equipment during the year. The company also purchased treasury shares that had a cost of \$14,000. The financing section of the statement of cash flows will report net cash inflows of

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- A. \$412,000.
 B. \$426,000.
 C. \$478,000.
 D. \$524,000.
19. On January 2, Groneman Corporation acquired 30% of the outstanding ordinary shares of Coulson Company for \$580,000. For the year ended December 31, Coulson reported net income of \$90,000 and paid cash dividends of \$30,000 on its shares. At December 31, the carrying value of Groneman's investment in Coulson under the equity method is
- A. \$571,000.
 B. \$580,000.
 C. \$598,000.
 D. \$607,000.
20. Flynn Company reported a net income of \$50,000 for the year ended December 31, 2024. During the year, accounts receivable decreased by \$25,000, inventory increased by \$40,000, accounts payable increased by \$50,000, and depreciation expense of \$25,000 was recorded. In 2024, net cash provided by operating activities is
- A. \$60,000.
 B. \$90,000.
 C. \$110,000.
 D. \$140,000.

二、 16%

Lucky Co., purchased an equipment on Oct. 1, 2021, for \$500,000. The estimated useful life is 4 years, with an estimated residual value of \$20,000. The factory manager estimates the equipment will produce 960,000 units of product during its life. It actually produced the following units: year 2021, 50,000; year 2022, 250,000; year 2023, 280,000; and year 2024, 230,000.

Required:

- a. Assuming the Straight-Line method is used, compute the depreciation expense for the year ended December 31, 2021 and 2022 respectively.
- b. Assuming the Double-Declining-Balance method is used, compute the depreciation expense for the year ended December 31, 2022 and 2023 respectively.
- c. Assuming the Sum-of-the-Year's-Digits method is used, compute the depreciation expense for the year ended December 31, 2022 and 2023 respectively.
- d. Assuming the Units-of-Production method is used, compute the depreciation expense for the year ended December 31, 2023 and 2024 respectively.

三、 18%

On October 1, Sam Company had an inventory of 20 backpacks at \$98 each. The company applied FIFO to its inventory. During October, the following transactions and events occurred.

- Oct. 8 Purchased 40 backpacks at \$100 each from Ace Ltd., FOB shipping point, terms 2/10, n/30.
- Oct. 10 Paid \$40 freight on purchase from Ace Ltd.
- Oct. 12 Sold 18 backpacks for \$150 each to Helen Co., FOB destination, terms 2/10, n/30.
- Oct. 15 Paid \$60 freight on Oct. 12 sale.
- Oct. 18 Paid Ace in full, less discount.
- Oct. 22 Received payment in full, less discount from Helen Company.
- Oct. 25 Sold 30 backpacks for cash \$4,500 to SKY Company.

Required: Journalize the transactions using a perpetual inventory system.

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四、 20%

The equity accounts of Soochow on January 1, 2024, were as follows.

Share Capital – Ordinary (200,000 shares issued)	\$2,000,000
Share Premium – Ordinary	500,000
Retained Earnings	1,800,000

During the year, the following transactions occurred.

- Mar. 5 Issued 3,000 ordinary shares for a patent valued at \$80,000.
- Apr. 10 Declared a 10% share dividend to shareholders of record on May 5, distributable May 25. On Apr. 10, the market price was \$25 per share.
- May 25 Issued the shares for the share dividend.
- June 5 Purchased 5,000 ordinary shares for the treasury at \$20 per share.
- Aug. 20 Issued 20,000 ordinary shares for cash at \$30 per share.
- Oct. 10 Sold 4,000 treasury shares for \$104,000.
- Nov. 20 Declared a \$0.8 per share cash dividend to shareholders of record on Dec. 10, payable Jan. 15, 2025.
- Dec. 31 Determined that net income for the year was \$320,000.

Required:

- a. Journalize the transaction and the closing entry for net income.
- b. Prepare an equity section at December 31.

五、 20%

The following transactions were completed by ABC Co., whose fiscal year is the calendar year: 2023

- Apr. 1 Issued \$2,000,000 of 3-year, 8% callable bonds dated April 1, 2023, at an effective rate of 10%, receiving cash of \$1,896,000. Interest is payable semiannually on April 1, and Oct. 1. Using the effective-interest method.
- Oct. 1 Paid the semiannually interest on the bonds.
- Nov. 1 Purchased merchandise on account from XYZ Co., \$10,000, terms 2/10, n/30.
- Dec. 1 Issued a 3-month, 6% note for \$10,000 to XYZ Co. in payment of account.
- Dec. 31 Journalized the adjusting entry for the accrued interest.

2024

- Mar. 1 Paid XYZ Co., the amount owned on the note on Dec. 1, 2023.
- Apr. 1 Paid the semiannually interest on the bonds.
- Apr. 1 After the payment of interest, ABC Co., redeemed the bonds, which were call at 95.

Required:

- a. Journalize the above transactions.
- b. Prepare the liabilities sections of ABC's statement of financial position at December 31, 2023.