

THE OPEN UNIVERSITY OF SRI LANKA
FACULTY OF MANAGEMENT STUDIES
BACHELOR OF MANAGEMENT STUDIES HONOURS IN
ACCOUNTING AND FINANCE
AFU5323 – COMPUTER BASED ACCOUNTING
FINAL EXAMINATION – 2025
DURATION – THREE (03) HOURS



DATE: 04TH JUNE 2025

TIME: 09.30 A.M. – 12.30 P.M.

INSTRUCTIONS:

1. **Set up the company** in QuickBooks with the given opening balances.
2. **Record all transactions** for the month (Jan 1, 2024 – Jan 31, 2024).
3. **Generate required financial reports** and export them in PDF format.
4. **Please save all answers in separate files within a one folder** and rename the folder with your registration number. Convert it to Zip (Right click on that folder> Sent to> Compressed folder). Failure to do so may cause you to be disqualified from the Final Examination.
5. Marks allocated: 100

Create a New Company

- **Company Name** : Fashion Arcade
- **Address** : #304, Galle Road, Panadura.
- **Tel** : +94117687435
- **Fax** : +94117698532
- **Email** : Facade@suppliers.com
- **Web** : www.Facade.com
- **Financial Month Start**: January

Opening Trail Balances as of Jan 1, 2024

Account Name	Debit LKR)	Credit (LKR)
Assets		
Cash at Bank (Sampath Bank)	250,000.00	
Cash in Hand	10,000.00	
Accounts Receivable	180,000.00	
Inventory	148,000.00	
Furniture & Fixtures (refer table 1.3)	200,000.00	
Computer Equipment (refer table 1.3)	150,000.00	
Accumulated Depreciation		
Furniture & Fixture		40,000.00
Computer Equipment		30,000.00
Liabilities		
Accounts Payable		120,000.00
Bank Loan (Sampath Bank)		300,000.00
Equity		
Owner's Capital		428,000.00
Retained Earnings		20,000.00
	938,000.00	938,000.00

Review the following breakdown of the opening balances provided.

Table 1.1 : Customers

Customer Name		Outstanding Balance (LKR)
SS Fashion	Haritha Road, Wadduwa	50,000
Sisila Art	Sea Road, Galle	40,000
Vouge Fashion	Sumangala Mawatha, Colombo 02	30,000
Jaffna city Center	170, Jaffna Road, Jaffna	35,000
The Art Gallery	City Mall, Negombo	25,000

Table 1.2 : Suppliers

Supplier Name	Address	Outstanding Balance (LKR)
Best Tailor	No 32, Main street, Pettah	50,000
Rathna Limited	No 56/B, Colombo road, Panadura	30,000
Ramanayake Traders	No 45, Galle Road, Moratuwa	20,000
Godage Fashion	129, Sea Road, Pamankada	15,000
House Fashions	No 32 , Poruwadanda, Katugasthota	5,000

Table 1.3 : Assets

Asset Name	Cost (LKR)	Accum. Depreciation (LKR)	Useful Life Time
<i>Furniture & Fixtures</i>			
Clothing Shelves	100,000	20,000	5 years
Cash Register	100,000	20,000	5 years
<i>Computer Equipment</i>			
Computer	50,000	10,000	5 years
Laptop	80,000	16,000	5 years
Television	20,000	4,000	5 years

Table 1.4: Inventory

Item Name	Cost (LKR)	Selling Price (LKR)	Quantity
Shirt – Kids 002	500	1,200	100
Shirts – Gents 005	800	1,500	50
Frock – Kids 006	300	700	80
Frock – Ladies 003	600	1,500	30
Jumping Suite – Kid 007	400	900	40

Set off the balances in the Uncategorized Income and Uncategorized Expenses accounts against Opening Balance Equity by posting a manual journal entry to match the opening trial balance.

Enter the following transactions for the period, including Purchase Orders, Receipt of Items with Bills, and Expenses.

1. **Purchase Order (PO-001) 01/01/2024** – Ordered 50 Units of "Shirt – Kids 002" from Best Tailor (LKR 25,000).

2. **Purchase Order (PO-002) 02/01/2024** – Ordered 30 "Shirts – Gents 005" from Rathna Limited (LKR 24,000).
3. **Purchase Order (PO-003) 03/01/2024** – Ordered 20 "Frock – Ladies 003" from Godage Fashion (LKR 12,000).
4. **Receive inventory with bill (BILL-001) 02/01/2024** – Received 50 "Shirt – Kids 002" (LKR 25,000) from Best Tailor, due in 30 days.
5. **Receive inventory with bill (BILL-002) 03/01/2024** – Received 30 "Shirts – Gents 005" (LKR 24,000) from Rathna Limited, due in 15 days.
6. **Receive inventory with bill (BILL-003) 04/01/2024** – Received 20 "Frock – Ladies 003" (LKR 12,000) from Godage Fashion, due in 30 days.
7. **Purchase Bill (BILL-004) 06/01/2024** – Towels (LKR 1,500) from Samanala Suppliers (cash payment).
8. **Expense (EXP-001) 15/01/2024** – Paid January rent (LKR 10,000) via Cheque (no 1867402)
9. **Expense (EXP-002) 20/01/2024** – Paid electricity bill (LKR 8,500) via Cheque (no 1867403)
10. **Expense (EXP-003) 27/01/2024** – Paid internet bill (LKR 3,500) via Cheque (no 1867404).

Pay the following bills using Sampath Bank. Ensure that you enter the cheque number for each payment.

Supplier Name	Cheque no	Amount
Best Tailor	1867396	50,000
Rathna limited	1867397	30,000
Godage Fashion	1867398	15,000
Lake House Publishers	1867399	5,000

Bills Generated During the Period

Supplier Name	Cheque no	Date	Details
Rathna Limited (BILL-002)	1867400	12/01/2024	10 % discounted
Godage Fashion (BILL-003)	1867401	23/01/2024	No discount

Record the following sales-related transactions.

1. **Estimate (EST-001) 08/01/2024** – Sent to SS Fashion for 20 "Shirt – Kids 002" (LKR 24,000).
2. **Estimate (EST-002) 10/01/2024** – Sent to Sisila art for 15 "Shirts – Gents 005" (LKR 22,500).
3. **Estimate (EST-003) 10/01/2024** – Sent to Vouge Fashion for 10 "Jumping Suite – Kid 007" (LKR 9,000).
4. **Sales Invoice (INV-001) 09/01/2024** – SS Fashion confirmed order (LKR 24,000 + VAT 18%), due in 15 days.
5. **Sales Invoice (INV-002) 11/01/2024** – Sisila art confirmed order (LKR 22,500 – No VAT), due in 30 days.
6. **Sales Invoice (INV-003) 15/01/2024** – Vouge Fashion confirmed order (LKR 9,000 + VAT 18%), due in 15 days.
7. **Sales Invoice (INV-004) 21/01/2024** – Sold 5 "Frock – Ladies 003" to The Art Gallery (LKR 7,500 + VAT 18%), paid in cash.
8. **Goods Return (CR-001) 17/01/2024** – Vouge Fashion returned 5 damaged " Jumping Suite – Kid 007" (Including VAT of LKR 5,310). – Enter this return as available credits.

Below is a list of balances that were cleared during the reporting period.

1. **Customer Payment (PMT-001) 26/01/2024** – SS Fashion paid LKR 28,320 by Cheque - 4020603.
2. **Customer Payment (PMT-002) 27/01/2024** – Sisila art paid LKR 22,000 (after 5% discount) via cheque - 3015602.

Enter the additional information below.

1. **Depreciation Posting** – Record monthly depreciation for all fixed assets.
2. **Loan Interest Accrual** – Calculate and post monthly loan interest.
 - **Bank:** Sampath Bank
 - **Loan Amount:** LKR 300,000
 - **Interest Rate:** 12% per annum (Simple Interest)
 - **Term:** 3 years

3. Legal Fee LKR 8,000 for the month of January 2024 has not yet been paid.

Generate the following reports as of **January 31, 2024**:

1. **Trial Balance**
2. **Profit & Loss Statement (01 January 2024 to 31 January 2024)**

3. **Balance Sheet**

(Export all reports in PDF format.)

4. **Create and save a backup copy of your QuickBooks company file**

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