

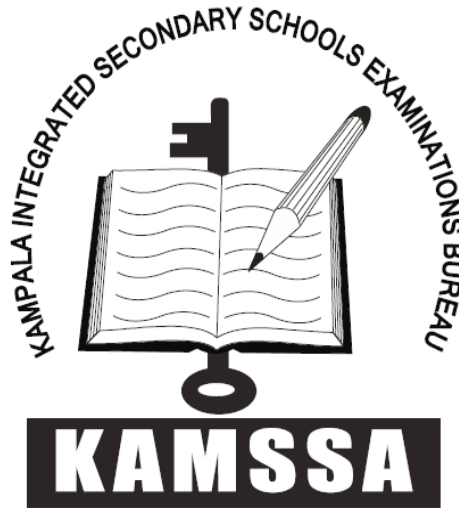
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**ENTREPRENEURSHIP
EDUCATION**

Paper 1

July/Aug 2022

2 1/2 hours



KAMSSA JOINT MOCK EXAMINATIONS

Uganda Certificate Of Education

ENTREPRENEURSHIP EDUCATION

Paper 1

2hours 30minutes

Instructions to candidates:

- Answer **four** questions only.
- All questions carry equal marks.
- Credit will be given for use of relevant diagrams and illustrations.
- Any additional question(s) answered will not be marked.

1. You own a large scale juice manufacturing business in a busy town and you operate it as partnership.

- a) Present a partnership deed for your business **(08 marks)**
- b) Write a notice informing customers about changes in prices **(07 marks)**
- c) List any 5 subsidiary books used by the business **(05 marks)**
- d) What factors do you consider when selecting packaging materials for your business? **(05 marks)**

2.a) The following balances were extracted from the books of GOMA ENTERPRISE L.T.D as at 31st December 2020

Details	Shs
Sales	128,000
Purchases	90,000
Returns in wards	6,000
Returns out wards	5,000
Carriages in wards	10,000
Stock 1.1 2020	28,000
Rent	4,000
Advertising	8,000
Premises	122,000
Machinery	75,000
Debtors	18,000
Creditors	31,000
Bank loan	60,000
Cash in hand	14,000
Cash at bank	27,000
Drawing	10,000
Discount allowed	5,000
Discount received	6,000
Commission received	20,000
Capital	190,000
Carriage out wards	8,000
Salaries & wages	15,000
Stock 31.12.2020	48,000

Required to

- a(i)Extract GOMA ENTERPRISE L.T.D's Trial balance as at 31st December 2020 **(12marks)**
- b) (ii) Prepare a trading, profit and loss account for the year ended 31st December 2020 **(09marks)**
- (iii) Calculate the working capital ratio. **(04marks)**

3. You have been recruited as a new personnel manager of a fast growing motor cycle garage.

a) Design a job advert for new engineer for the business. **(07 marks)**

b) What factors will you consider when recruiting new workers for the business? **(05 marks)**

c) Design a one month programme for recruitment of new employees **(07 marks)**

d) Suggest measures for ensuring employees discipline in the business **(06 marks)**

4.a) i) Define the term imprest system as used in accounting **(02 marks)**

ii) Explain the importance of imprest system **(05 marks)**

b) The information below was obtained from the books of Masaka poultry feeds for the month of June 2020. The monthly maximum cash spent by the cashier is shs 400,000/=

During the month of June 2020, the Petty cashier made the following payments.

June	Shs
1 petty cash balance	15,000
3 postage for office mail	10,000
5 soda for office workers	3,000
7 office carpet	45,000
9 suppliers of cotton seeds	30,000
11 repairing of the firm truck	50,000
15 news papers and firming pamphlets	10,000
17 office fan	35,000
19 staff meals and tea	5,000
21 wages to porters	15,000
22 paint for workshop	5,000
24 machine operator's wages	27,000
26 cleaner's wages	10,000
27 repair of machine	15,000
28 transport of raw material	3,000
29 office stationery	5,000
30 truck petrol	10,000

Required;

Prepare a petty cash book using travel, wages, repairs, stationery, general office expenses and ledger as analysis columns. **(18 marks)**

5. a) Using the table below, calculate “PAYE” which is supposed to be remitted to URA by Good Quality furniture workshop for the monthly payment of each worker.

INCOME TAX ACT SCHEDULE

Tax liability	Tax rate
Not exceeding shs 235,000	Nil
Exceeding shs 235000 but not exceeding shs 335000	10% of the amount by which chargeable income exceeds shs 235000
Exceeding shs 335000 but not exceeding shs 410000	Shs 10,000 plus 20% of the amount by which chargeable income exceeds shs 335000
Exceeding shs 410000 not exceeding 10,000,000	Shs 45000 plus 30% of the amount by which chargeable income exceeds shs 410,000
Above 10,000,000	2,992,000 + 10% of the amount exceed 10,000,000

Monthly salary

Okidi Peter shs 280,000 **(02 marks)**

Opio Simon shs 350,000 **(02 marks)**

Otim Paul shs 600,000 **(02 marks)**

b) The business produced a cupboard which costed shs 560,000 and sold it to trader X at shs 680,000 and finally trader X sold it to Mr. Mafaabi who had an introduction at shs 900,000 (all VAT 18% exclusive)

Required,

Calculate VAT paid by

(i) Trader x **(02 marks)**

(ii) Mafaabi **(02 marks)**

c) i) Give any four roles of taxes in Uganda **(08 marks)**

ii) Give four international taxes collected by URA **(04 marks)**

iii) State three roles of URA **(03 marks)**

END