**S.4 ENTREPRENUERSHIP**

**EDUCATION**

**P845/1**

**APRIL 2024**

**END OF TERM ASSESSMENT**

**INSTRUCTIONS TO S.3 CANDIDATES**

* This paper consists of sections A and B. It has five examination items.
* Section A has three compulsory items.
* Answer one item from section B.
* Answer four examination items in all.
* Any additional item(s) answered will not be scored or marked.
* All answers must be written in the answer booklet(s) provided.

**SECTION A**

**Answer all items**

**Item 1**

Mr. Byensi has an acre of land next to a lake. He has saved Ugx 8,000,000 and would like to us this resources to start a business. However, he is not sure of what to do.

**Task**

Use your entrepreneurial skill to guide Mr. Byensi;

a) Select a profitable type of business and give reasons why.

b) Budget for the selected business.

c) Register the business. Advise him on the importance of registering the business.

d) Benefits of doing or operating a successful business.

**Item 2**

Mariam is operating a tailoring business in her home town. She employs five workers who usually conflicts on their roles especially when taking measurements, cutting, sewing, fixing buttons or zips and ironing clothes of customers.

The business has three manual sewing machines. When Mariam get many orders from her customers, she fails to complete the work in time and sometimes fails to finish sewing them neatly. Other customers are also complaining that their orders are either forgotten or given clothes that are not theirs. This has made many customers take their clothes to other tailors.

**Task**

a) Identify the qualities demonstrated by Mariam as an entrepreneur.

b) How can Mariam solve challenges in the scenario as an entrepreneur.

c) Apart from the business from the case study, what other business can the entrepreneur do?

**Item 3**

Joseph owns a bakery in a trading centre in his home area. He recruited employees who start working from 5:00 am to 11:00mpm at a pay of UGX 1,500 per day yet none of them has a working contract. The town council authorities have threatened to close Joseph’s business for not paying taxes. Joseph does not know the taxes to pay. At times, customers return breed bought to Joseph claiming it weighs less than what is included on the label.

Last week, there was a short circuit that cause fire in the bakery. An oven was destroyed and production in the bakery stopped for two days. The bakery delivery van which had a comprehensive insurance policy was also stolen. Joseph is now confused and is wondering whether he should close the business or continue with it.

**Task**

a) What are the likely effects of Joseph’s behavior on the business?

b) Explain to Joseph how he should solve the challenge in the scenario.

c) Explain reasons why Joseph should prepare a business plan.

d) Educate Joseph on a benefit of insuring his business.

**SECTION B**

**Answer one item from this section**

**Item 4**

The following information relate the market for the month of May 2007.

1st/5/07 Mukisa started business with balance brought forward cash Shs 19,000 and the bank Shs 15,000

3rd/05/07 Paid transport by cash Shs 3,000

5th/5/07 Bought goods by cash Shs. 8,000

6th/5/07 Bought more good by cheque Shs. 10,000

8th/5/07 sold goods by cash Shs 7,000

11th/5/07 received a cheque from Joseph Shs 5,000

13th/5/07 paid rent by cheque Shs 3,000

14th/5/07 sold more goods by cheque Shs 12,000

17th/5/07 paid Sarah by cash 4,000

21st/5/07 withdrew money from the business for personal use Shs 2,000

**Task**

a) Enter the above transactions in Mukisa’s two column cash book and balance it at the end of the month. (10 marks)

b) Open up the necessary leger account and balance them. (10 marks)

c) Extract a trial balance (05 marks)

**Item 5**

Blue Hope Traders had the following details for the month of October 2020.

Oct 1st balance brought down Cash 40,0000

2Bought good paying by cheque 10000

4 Bought goods to the following people on credit

Kato 40,000

Mubiru 30,000

8 Paid rent in cash 70,000

10 Bought goods from the following people on credit

Zimbe 30,000

Nakate 20,000

17 Cash sales 80,000

21 We paid the credits by cheque less 5% cash discount

22 All the debtors paid their accounts less 10% trade discount

23 Withdrew cash from the bank for business use 30,0000

25 Bought more good by cheque 15,000

26 Deposited cash into bank 20,000

29 Paid salaries in cash 12,000

**Task**

a) Extract a three column cash book and balance it down. (15 marks)

b) Open up different ledger accounts and balance them off. (10 marks)

**END**