

845/1

ENTREPRENEURSHIP

EDUCATION

PAPER 1

JULY/AUG 2024

2 ½ HOURS

ASSHU ANKOLE JOINT MOCK EXAMINATIONS 2024

Uganda Certificate of Education

ENTREPRENEURSHIP EDUCATION

PAPER 1

845/1

TIME: 2 HOURS 30 MINUTES

***INSTRUCTIONS TO ITEM TAKERS:***

*This Paper consists of two Sections A and B*

*Section A has three Items. Attempt all Items in this Section.*

*Section B has two Items. Attempt only ONE Item from this Section*

*Answer four Examinations Items in all*

*Any additional Item answered shall not be considered.*

## SECTION A

### Item 1

Jonan is a senior two Student. On the Careers' Day at their School, one of the presenters asked him about his dream career. The audience was never surprised when he responded that he wanted to be a musician. In his free time, he takes time off to write down his lyrics that tells true stories and evoke emotions, he enjoys blending in different genres such as pop, hip-hop, dance based on cultural context to create a distinctive sound. He uses improvisation by thinking beyond, generates his original ideas without fear of failure to create new melodies. Jonan is liked by everyone at School, students like listening to his songs because of his unique lyrics and on every School Function, he leaves everyone speechless due to his exceptional performance.

#### Task:

Explain the personal traits possessed by Jonan.

Explain the obstacles that are likely to affect Jonan's ability to make unique songs.

### Item 2

Josh is an orphan whose parents left him with resources such as land, buildings, motor vehicle as his inheritance. He is planning to use these resources to start up a business; however he realized that they are not enough to run a business. He convinced his two friends to pool their resources together so they can operate a business together. One of the friends suggested that before they commence, they must draft a Document that they can always refer to in solving their misunderstandings in case they occur. The friends welcomed the idea, however they do not know what they should include in the Document suggested in the scenario.

#### Task:

Using your entrepreneurial skills;

- a) Help the three friends understand the contents that must be included in the Document.
- b) What will the three friends benefit from operating the business together?



### Item 3

Tom is a 40 - year old married man with two children. He owns a house, a car, and buildings as his assets. In 2007, his father died of cancer and his mother was diagnosed with diabetes. This makes him a victim as well because of his family history health problems.

Tom now wants to protect his assets and family from the unforeseen circumstances.

#### Task

- Advise him on the steps he can take to have his assets and family protected from the unforeseen circumstances.
- Help him understand the factors that are likely to affect his health premiums.

### SECTION B:

#### Item 4

Kairo is a young business man in one of the biggest cities in Western region. He operates a Wholesale Shop and is well known by the people in the city for his good customer care services. During the month of July 2023, he had the transactions below and wanted to have them recorded, however he did not have record keeping skills.

Month	Item	Amount (shs)
July 2023 1 <sup>st</sup>	Balance from June 2023	
	Cash (Dr)	2,000,000
	Bank (Cr)	400,000
	<b>CREDITORS</b>	
	1.Sarah	400,000
	2.Micheal	200,000
2 <sup>nd</sup>	Bought goods for resale by cash	500,000
3 <sup>rd</sup>	Paid wages in cash	1,000,000
5 <sup>th</sup>	Sold goods and received a cheque	2,000,000
6 <sup>th</sup>	Paid water bill by cheque	50,000



9 <sup>th</sup>	Paid Sarah by cheque shs.380,000 in full settlement of his debt	
10 <sup>th</sup>	Bought a barcode scanner by cheque	1,470,000
11 <sup>th</sup>	Received cash from Kato in full settlement of his debt shs.500,000.	
12 <sup>th</sup>	Cash sales	800,000
14 <sup>th</sup>	Withdrew money from the bank for personal use	50,000
17 <sup>th</sup>	Banked Cash	100,000
29 <sup>th</sup>	Paid salaries for workers in cash	400,000
30 <sup>th</sup>	Paid Michael less 5% cash discount	
30 <sup>th</sup>	Received cash from Okello shs. 200,000. after a cash discount of shs.10,000	

### TASK:

Help Kairo prepare relevant books of account.

Help him open up ledgers for expenses only.

### Item 5

Okello owns a retail shop in one of the villages in the central region. He provides a wide range of products to his customers so as to have a wider choice. At the beginning of December, he employed an accountant to manage his Finances. However at the end of the month, the accountant received a better offer in the Capital and left the Trial Balance as shown below.

### OKELLO'S TRIAL BALANCE AS AT 31<sup>ST</sup> DECEMBER 2023

DETAILS	DR (Shs)	CR (Shs)
Stock (1st January 2023)	6,000	
Purchases	32,000	
Sales		40,000
Returns	4,000	3,000
Salaries and wages	3,100	
Utilities	2,900	
Rent received		2,000

Discount allowed	3,000	
Drawings	9,000	
Carriage inwards		
Carriage outwards	2,000	
Vehicle	4,000	
Computer	20,000	
	30,000	
Bank overdraft		6,000
Cash in hand	8,000	
Capital		50,650
Cash at bank	15,000	
Creditors		30,000
<b>TOTAL</b>	<b>139,000</b>	<b>139,000</b>

**Additional information.**

Stock 31<sup>st</sup> December 2023 was shs.8,000.

Okello wants to prepare Financial Statements at the end of the month however he has no idea.

**Task**

Help Okello extract relevant business Financial Statements.