

845/1
Entrepreneurship
Education
Paper 1
July/August 2024
2 ½ hours



KAYUNGA SECONDARY SCHOOLS EXAMINATIONS COMMITTEE (KASSEC)
JOINT MOCK EXAMINATION 2024
Uganda Certificate of Education

ENTREPRENEURSHIP EDUCATION

PAPER 1

2 HOURS 30 MINUTES

INSTRUCTIONS TO 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.

Turn Over

SECTION A

Item 1

Hope, Hillary and Henry have contributed capital to start a joint business dealing in agricultural produce. They are afraid of the misunderstandings that might arise out of profit sharing, responsibility, capital contribution, drawings by each among others.

They are also thinking of making proper marketing to capture a bigger market share, set sales targets, set correct prices but do not know how to do it. They also intend to sell their produce to other countries like Rwanda, Kenya and Tanzania.

Task

Guide them through:-

- (a) Preparation of a document to solve the misunderstandings.
- (b) Drafting a plan for proper marketing of their produce in the business.
- (c) Benefits of selling their produce to other countries.

Item 2

Kawesa is a pineapple grower in Kangulumira Village in Kayunga district and has also started a pineapple juice processing project using his pineapples as raw materials. His production process is slow and low since he uses a piece of white sack to squeeze or extract juice out of the pineapples.

Kawesa currently produces 50 litres of juice per week. He has no social media and other online platforms for sharing his products with his customers to create awareness.

Task

Guide Kawesa on how to solve the challenges in his business.

Item 3

Kibuku district is located far away from Banks and rice farmers in the district get a lot of money from the sales of their rice. The farmers and the traders alike, all keep their money in their houses under the pillow, in the thatches and others in small pots. This attracts thieves, rats, fire and sometimes reckless spending. They are always in running battles with URA for non-tax compliance.

Task

Using your entrepreneurial skills to guide the farmer and traders on

- (a) How to access Banking services from far and the benefits they are likely to enjoy.
- (b) How to avoid running battles with URA?

Item 4

Auma Joan is a petty cashier of a mobile money shop in Namayingo Town Council. She recently attended a workshop and was sensitized about book keeping. However, it seems she did not get enough knowledge on how to handle the small expenses that take place in her mobile money shop and yet her Boss wants the records put right. She has a monthly imprest of Shs. 50,000. On 1st March, 2024, the balance of the petty cash was Shs. 4,000. During the month, the following transactions took place.

March	Details	Amount
1 st	Received cash from the chief cashier, to restore the imprest	
2 nd	Paid for brooms and detergents.	4,000.
5 th	Bought postage stamps.	2,000.
8 th	Bought envelopes.	2,000.
12 th	Paid Wanyama, a creditor.	4,000.
15 th	Paid for telegrams.	2,000.
17 th	Bought Scrubbing brushes.	4,000.
21 st	Bought pens and note books.	4,000.
22 nd	Paid for staff tea.	1,500.
23 rd	Bought soda for the office visitor.	2,000.
25 th	Paid for boda-boda fare.	1,000.
26 th	Paid for staff meals.	2,000.
27 th	Paid for travel expenses.	3,000.
28 th	Bought staple wires.	1,000.

Task

- (a) Prepare the relevant book of account that can be used to accommodate minor expenses using analysis columns of cleaning, postage, stationery, travelling, office expenses and the ledger.
- (b) Post the entries to the ledger.

Item 5

Oundo is the owner Ndiko quality juice producers, a leading producer of quality juice in Namayingo District. He, however, had a misunderstanding with his accounts assistant and he left before preparing relevant financial statements to determine profit or loss and show the financial position of the business. The following trial balance had been prepared by the accounts assistant as at 31st December 2023.

**NDIKO QUAITY JUICE PRECESSORS
TRIAL BALANCE
AS AT 31ST DECEMBER, 2023**

Details	Debit	Credit
	Shs	Shs
Sales		120,000,000
Sales returns	500,000	
Opening stock	15,000,000	
Purchases	40,000,000	
Purchases returns		5,000,000
Salaries and wages	10,000,000	
Electricity bill	2,600,000	
Discount allowed	600,000	
Rent	7,000,000	
Bank loan(5years)		28,700,000
Motor vehicle	70,000,000	
Machinery	50,000,000	
Debtors	30,000,000	
Capital		98,600,000
Creditors		25,000,000
Cash at bank	25,000,000	
Cash at hand	8,000,000	
Bank overdraft		1,400,000
Drawings	20,600,000	
TOTAL	279,300,000	279,300,000

Additional information

Stock as at 31st December was valued at shs. 6,000,000

Task

Prepare for Oundo the relevant financial statements.

END