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ENTREPRENEUSHIP  
EDUCATION  
Paper 1  
June/July 2024  
2½ hours



# UNITED TEACHERS' EDUCATION BUREAU

## MOCK EXAMINATIONS

Uganda Certificate of Education

ENTREPRENEUSHIP EDUCATION

Paper 1

2 hours 30 minutes

### INSTRUCTIONS TO CANDIDATES:

*This papre consists of **two** sections A and B.*

*Answer **all** items from section A.*

*Answer **one** item from section B.*

*Every **item** should be answered on a fresh page.*

*Untidy work will be **penalised**.*

## SECTION A

### Item 1.

Mubiru a veterinary doctor graduate looked for a job for two years but in vain. He therefore decided to use his O'level Entrepreneurship knowledge to start a restaurant business. He located it in a busy Lusaze Trading Centre in Wakiso District in 2016. Within two years, the restaurant had picked and was registering good sales because of opening very early in the morning and closing late in the night, good hospitality among others which attracted so many customers. However, at the beginning of the third year, Mubiru got a job as a veterinary officer in Kiruhura district which is over 150 miles away from the restaurant. This made him to leave the business in the hands of his sister. And in only one week, the business had started registering decline in the sales and by the forth month, the business was almost no more.

#### Task:

- (a) Advise Mubiru Job on how he can bring back his restaurant glory.
- (b) How will Mubiru benefit from formalising his restaurant.

### Item 2.

Your friend who lives at the lake shores has saved UG. Shs. 15,000,000 for a business. He has approached you for advise.

#### Task:

- (a) Using your entrepreneurship skills come up with suitable business opportunity.
- (b) Identify the benefits of the decision taken.
- (c) Illustrate the marketing plan for the chosen business.

### Item 3.

Asiimwe Charles imports vehicles from Japan and keeps them in his own compound instead of a bonded warehouse in order to avoid paying taxes and meeting other legal obligations. He insured his vehicles with prudential insurance company, in the process some vehicles were vandalised by robbers due to absence of security guards. He made a claim for compensation but the insurer turned down his claim.

#### Task:

- (i) Advise Asiimwe on the benefits of being tax complaint.
- (ii) Why do you think the insurance company turned down Asiimwe's claim?

## SECTION B

*Choose one item from this section.*

### Item 4.

The assistant accountant of Moja-Moja Enterprises has vanished you with the following information for the Month of November 2023.

November 1st Incoming invoices

Bbosa Shs. 4,400,000

Mitala Shs. 3,400,000

Ddungu Shs. 5,600,000

November 4th, outgoing invoices

Tabula Shs. 4,200,000

Barasa Shs. 6,000,000

Damba Shs. 3,800,000

November 6th, incoming credit notes

Mitala Shs. 400,000

Bbosa Shs. 600,000

November 11th outgoing credit notes

Tabula Shs. 400,000

Damba Shs. 200,000

### Task:

- (a) Help Moja-Moja Enterprises to record the above information in the relevant subsidiary books.
- (b) Post the accounts to the relevant ledgers.

**Item 5.**

The following balances were extracted from the books of Mukono Enterprises Limited on 31st December 2023.

Details	Shs.
Sales	14,400,000
Stock 01.01.2023	2,400,000
Returns inwards	3,200,000
Stationery	1,200,000
Purchases	20,000,000
Returns outwards	2,800,000
Creditors	2,400,000
Bank balance	3,040,000
Carriage on sales	2,400,000
Debtors	3,600,000
Insurance	480,000
Buildings	4,800,000
Furniture	1,920,000
Stock 31.12.2023	3,920,000
Salaries and wages	4,000,000
Cash in hand	960,000
Transport	400,000
Drawings	1,600,000

**Tasks:**

As a student of Entrepreneurship, help Mukono Enterprises Limited.

- Show the arithmetic accuracy of the business.
- Determine the profitability of the business.

**END**