



**NAMIBIA UNIVERSITY
OF SCIENCE AND TECHNOLOGY**

FACULTY OF MANAGEMENT SCIENCES

DEPARTMENT: ACCOUNTING, ECONOMICS AND FINANCE

QUALIFICATION : Bachelor of Accounting	
QUALIFICATION CODE: 07BOAC/07BACC	LEVEL: 7
COURSE: Computerised Accounting 301	COURSE CODE: CAC710S
DATE: June 2019	SESSION: Morning
DURATION: 3 hours	MARKS: 100

1st OPPORTUNITY EXAMINATION QUESTION PAPER	
EXAMINER(S)	Y Elago & E Kangootui
MODERATOR:	C. W. Miller

THIS EXAM PAPER CONSISTS OF 7 PAGES
(Excluding this front page)

INSTRUCTIONS

1. **This exam paper is made up of one question with three (3) related parts.**
2. Make sure that your student number appears on the reports. **(Computer printout)**
3. It is your responsibility to see that all the reports are handed in.
4. Use of internet or any communication devices is prohibited.
5. Questions relating to this paper may be raised in the initial 30 minutes after the start of the paper. Thereafter candidates must use their initiative to deal with any perceived error or ambiguities & any assumption made by the candidate should be clearly stated.
6. Round off all calculated amounts to two decimal places
7. Bank statement is attached on **page 7** as "**Annexure A**"

PERMISSIBLE MATERIALS

1. Examination question paper
2. Examination answer script
3. Non-programmable calculator

You are required to create a new company on the “C” drive, using the following information

Company name: Student number
Financial year: 01 July 2018
Date format 01/06/2018
Processing method Balance forward
Bankers Beverly Commercial Bank
Printing Plain paper
Tax processing Assume all amounts are 15% exclusive
Processing **No GRN, No Purchase Orders and No Sales Orders**

Question 1

The business sells on both cash and credit. Customers can make their payments either at the company’s cashier or make electronic funds transfers. Small payments are paid out of an imprest petty cash system under the custodianship of an Assistant Bookkeeper.

ENROYN ZONE is a manufacturing company involved in both heavy and light engineering.

The company buys components that are recorded as complete products and then assembles them.

You are provided with the following ledger accounts to be created as at 1 Jul 2018

DESCRIPTION	GL CODE	REPORT CATEGORY	FINANCIAL CATEGORY
Share Applicants	5130	Balance sheet	Share capital
General Reserves	5120	Balance sheet	Share capital
Share Premium	5110	Balance sheet	Share capital
Preference Share Capital	5520	Balance sheet	Long – term liabilities

PART A:**(20 Marks)**

Item	Value N\$
Bank overdraft	225 500
Cash	10 000
Petty cash	1 500
Motor Vehicle insurance	25 000
Sanlam insurance policy	15 000
Petrol & diesel	5 000
Sales and marketing	48 500
Power costs	90 000
Employee costs	490 000
Office block & factory premises	9 000 000
Motor vehicle – cost	1 560 000
Plant & equipment (with a residual value of N\$25 000)	955 550
Undistributed profit, 30 June 2018	4 470 000
Allowance for irrecoverable debts	50 850
Purchases	2 200 000
5% Debentures issued	60 000
Revenue	8 576 900
Discount received	150 000
N\$2.50 Ordinary shares	900 000
Debenture interest expense	3 000
Accounts receivable	
TKZEE Investments CC (ZEE999)	150 000
MAPS Logistics Plc (MAP888)	250 000
Popunga (POP777)	138 000
Pie Jong Zhung Plc (PIE666)	100 000 (Cr)
Accounts payable	
Tacson Tsung International (TAC 000)	275 000
Chatzhuzongu Construction Suppliers (CHA111)	525 000
Jactaung Zungu Limited (ACT222)	300 000(Dr)

Required:

Capture the above opening balances excluding accumulated depreciation as at 1 Jul 2018.

. No report is required at this stage.

Part B**(40 Marks)****Bank payments during period 12: These transactions were effected on day 5 of period 12**

➤ Chq120 Purchase of shares in Jocko (Pty) Ltd 10% ownership	N\$25 600
➤ Chq121 Purchase of Money Market Unit Trusts at Good Rain Bank	N\$65 000
➤ Chq122 Nampost mails account	N\$2 500
➤ Chq123 Zambezi Protea Lodge – accommodation	N\$2 800
➤ Chq124 Waltons stationery account	N\$3 560
➤ Chq125 Namibia Chamber of Commerce membership	N\$2 000
➤ Chq 126 Direct labour costs	N\$36 000
➤ Chq127 Telecom account	N\$2 600
➤ Chq128 Nampost annual box rental fees	N\$500
➤ Chq 129 TN Mobile – air time for the CEO	N\$ 1 500
➤ Chq130 Swartze & Amutenya Acc Services CC	N\$14 500
➤ Chq131 Taurus maintenance & cleaning services	N\$8 000
➤ Chq132 Black Wood Tiling CC – office tiles	N\$15 900
➤ Chq133 Danz & Benzyka Partners – drafting of a business contract	N\$3 000
➤ Chq134 Incredible Connection – printer	N\$950
➤ Chq135 Hi-Fi Corp reception desk	N\$4 500
➤ Chq136 NUST – two weeks staff course	N\$9 000
➤ Chq 137 G P Suppliers – direct manufacturing materials	N\$256 000
➤ Chq 138 Board member fees	N\$20 550
➤ Chq139 Staff year end party	N\$2 503

CASH ACCOUNT DETAILS

The following details concerning unrecorded receipts made directly at the company's offices were found in the cash receipt book of the company:

DATE	NAME	DETAILS	AMOUNT N\$	DEPOSITED
08.06.2019	MAPS	Account payment Rec 351	15 000	Yes
10.06.2019	POPUNGA	Account payment Rec 355	35 000	Yes
21.06.2019	TKZEE	Account payment Rec 357	55 000	Yes
30.06.2019	CASH	Cash sales Rec 359	35 000	Yes
30.06.2019	CASH	Cash sales Rec 360	51 400	No

Some of these amounts were correctly **deposited the next day** into the main account but no entries were made in the cash account.

Required:

Process the payments effected during the month, process these deposits in the cash account accordingly and prepare a bank reconciliation for the month of June 2019 (**period 12**).

(Bank statement on the last page7)

No report is required at this stage

Part C

(40 Marks)

You are required to process the following adjustments in **period 12** relating to the following information.

- I. A resolution was passed to raise more capital by issuing one million ordinary shares with a nominal value of N\$2.50 at a premium of N\$0.50, the cash being deposited by investors directly to the bank account. These shares were to be allotted proportionally in terms of cash received on application.
- II. The balance on Simatunga after allotment is to be treated as Preference share capital.
- III. Maps Logistic PLC has disputed an invoice of with an amount of N\$28 560.00. This amount is to be removed from Maps Logistic PLC' s account pending further investigation as it has been proved that the customer was invoiced in error.
- IV. Unpaid audit fees were N\$65 066.00 at year end.
- V. Advertising pamphlets on hand to be used in the next financial year were valued at N\$ 1 500.
- VI. Allowance for irrecoverable debts was pegged by directors at N\$40 600.00 for the current financial year.
- VII. On 5 Dec 2018, the Chief Accountant received an invoice of N\$150 000 for work that was carried out by an Information Systems Audit Company. The work commenced on June 2018 and finalised on 2 Dec 2018.
- VIII. A dividend of 15 cents per share was declared on all outstanding shares.
- IX. Material and labour cost totalling N\$16 500 originally charged to cost of sales was used to make three beds for the staff guest rooms.
- X. Directors proposed an amount of N\$90 000.00 be transferred from accumulated profits to general reserve
- XI. A motor vehicle bought during the year at a cost of N\$85 000 was sold for N\$55 000.00. The cash was deposited directly by the buyer into the company's bank account.
- XII. Process a refund to Jurgen in the main cash book after transferring N\$400 000.00 to preference share capital.

Required:

Process the above transactions, update and print out the following reports.

1. A **detailed ledger** for ENROYN ZONE for the year ended 30 June 2019
(View – General ledger – Transaction – Detailed ledger)
 - **Period 1 – period 12**

2. **Suppliers' and customers' detailed ledgers.**
 - **Customers: View – Customers – Detailed ledger – By customer**
 - **Suppliers: View – Suppliers – Detailed ledger – By supplier**
 - **Period: 1 – Period 12**

=====**End of Examination**=====

Beverly Commercial Bank Statement 30 June 2019

Date	Transacgtion Details	Amount	Balance N\$
1-Jun-19	Balance b/d	(225,000.00)	(225,000.00)
2-Jun-19	Interest on debit balance	(180.00)	(225,180.00)
3-Jun-19	Cash deposit - Luderitz	33,333.00	(191,847.00)
4-Jun-19	Overdraft limit penalty	(250.00)	(192,097.00)
5-Jun-19	Chq120 Jocko (Pty) Ltd	(25,600.00)	(217,697.00)
6-Jun-19	S FG Simatunga Inv - share application	2,000,000.00	1,782,303.00
7-Jun-19	Taurus Maintenance	(8,000.00)	1,774,303.00
8-Jun-19	Cash deposit	35,000.00	1,809,303.00
9-Jun-19	Chq130 Swartze & Amutenya Acc Services	(14,500.00)	1,794,803.00
10-Jun-19	Cash deposit	15,000.00	1,809,803.00
11-Jun-19	Chq 138 Cashed item	(20,550.00)	1,789,253.00
13-Jun-19	B.M.Jurgen Application for Ordinary shares	3,000,000.00	4,789,253.00
14-Jun-19	Cheque deposit fee	(600.00)	4,788,653.00
15-Jun-19	Chq121 Good Rain Bank	(65,000.00)	4,723,653.00
16-Jun-19	Interest on credit balance	2,752.50	4,726,405.50
17-Jun-19	Chq 124	(3,560.00)	4,722,845.50
18-Jun-19	TACSON TSUNG International	(275,000.00)	4,447,845.50
19-Jun-19	Chq 122	(2,500.00)	4,445,345.50
20-Jun-19	Chq 137 G & P	(256,000.00)	4,189,345.50
21-Jun-19	Cheque book fee	(100.00)	4,189,245.50
22-Jun-19	Chq133 Danz & Benzyka	(3,000.00)	4,186,245.50
22-Jun-19	Own cash deposit	55,000.00	4,241,245.50
24-Jun-19	TKZEE account payment	95,000.00	4,336,245.50
25-Jun-19	Cash deposit fee	(190.00)	4,336,055.50
26-Jun-19	Cash deposit equipment	55,000.00	4,391,055.50
27-Jun-19	Cash deposit fee	(555.55)	4,390,499.95
27-Jun-19	Chq123 Zambezi Protea Lodge	(2,800.00)	4,387,699.95
28-Jun-19	Own cash deposit	35,000.00	4,422,699.95
29-Jun-19	Account payment (MAP888)	235,000.00	4,657,699.95
30-Jun-19	Forex commission	(195.50)	4,657,504.45
30-Jun-19	Stamp duty	(2.50)	4,657,501.95
30-Jun-19	Chq 131	(8,000.00)	4,649,501.95
30-Jun-19	Jocko (Pty) Ltd - interim distribution	2,500.00	4,652,001.95
30-Jun-19	Chq 126 cashed	(36,000.00)	4,616,001.95
30-Jun-19	Statement monthly	(15.50)	4,615,986.45
30-Jun-19	Bank charges reversed	1,500.00	4,617,486.45
30-Jun-19	EFT Popunga	103,000.00	4,720,486.45
30-Jun-19	Chq 127	(2,600.00)	4,717,886.45
30-Jun-19	Bank of Namibia EFT Treasury bills purchase	(250,000.00)	4,467,886.45
30-Jun-19	CHATZHUZONGU	(225,000.00)	4,242,886.45
1-Jul-19	Chq132	(15,900.00)	4,226,986.45
2-Jul-19	Chq135 Hi- Fi Corp	(4,500.00)	4,222,486.45
3-Jul-19	G4S Armed Response	1,580.00	4,224,066.45