



**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:	NOVEMBER 2019	SESSION:	MORNING/AFTERNOON
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 5 PAGES
(Excluding this front page)

INSTRUCTIONS

1. **This exam paper is made up of three questions which are related.**
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 the internet or any communication devices are 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 calculations to the nearest whole number or N\$

PERMISSIBLE MATERIALS

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

QUESTION 1**(30 Marks)**

Mr Humba is a business minded person. On 1 August 2016 he decided to start up a business as a sole trader in Windhoek. His business specializes in buying and selling imported Toyota Corollas from Eswatini. He named his business Swati Garage, the financial year of his business starts on 1 April each year. Since Mr Humba has no knowledge of accounting, he asked you to help him record some of the transactions using this new application software called Sage Pastel. His company is registered for Namibian VAT and he processes all transactions exclusive of VAT (15%).

The following opening balances were presented to you relating to Swati Garage as at 1 August 2018:

Director's sitting allowance	3 000
Office furniture	90 000
Computer equipment	40 000
Motor vehicles	100 000
Cash	10 000
ABSA Bank (credit balance as per cashbook)	21 000
Loan: Mr Humba	80 000
Accounting fees	3 000
Interest on loan: Mr Humba	9 000
Motor vehicle maintenance	7 000
Rent paid	30 000

Employee's remuneration	20 000
Revenue	486 500
Purchases	155 000
Accounts payable: Kuasaku Co	30 000
Accounts payable: Ms L Johen	20 500
Accounts receivable: Miss Hills	80 000
Accounts receivable: Mr Dona	42 500
10% Holdings in FVK (Pty) Ltd	15 000
Telephone	9 000
Revenue stamps	3 000
Water & electricity	8 000
Provision for unpaid debtors	7 500
Income tax due	14 000

Shares: Authorised share capital 250 000 Shares of N\$2.50 par value. Unissued share capital are 60 000 shares. The company uses the cost model to account for all non-current assets, and all assets are expected to have a residual value equivalent to 10% of their cost. All assets are expected to be in use over a period of five years and are depreciated at 20% using the reducing balance method. The above mentioned non-current assets were bought at inception date.

Required:

You are required to capture the above opening balances of the various accounts including **accumulated depreciation** for non-current assets as at 1 August 2018 (**Period one**).

Do not print any reports at this stage!!

QUESTION 2**(30 Marks)**

Prepare the bank reconciliation for the month of December and update all batches

	ABSA Bank Statement		
Date	Transaction Details		Balance N\$
01-Dec-18	Opening Balance	(500,000.00)	(500,000.00)
02-Dec-18	G4s security	(250.65)	(500,250.65)
02-Dec-18	Interest on debit balance	(1,500.00)	(501,750.65)
03-Dec-18	5% Debentures issued	5 500,000.00	4,998,249.35
04-Dec-18	Commission received	3,500.00	5,001,749.35
05-Dec-18	Internet transfers fee	(200.00)	5,001,549.35
07-Dec-18	City of Windhoek	(4,500.00)	4,997,049.35
08-Dec-18	Miss Hills – account payment	75,000.00	5,072,049.35
09-Dec-18	NUST hostel 2 weeks training course – Mr Humba	(10,900.00)	5,061,149.35
10-Dec-18	BDO Spencer 2018 audit fees	(23,700.00)	5,037,449.35
12-Dec-18	Windhoek Flowers CC- conference decorations	(3,456.00)	5,033,993.35
13-Dec-18	Swama - share application (unknown)	5,000,000.00	10,033,993.35
13-Dec-18	Internet service	(450.00)	10,033,543.35
14-Dec-18	Cash sales	8,000,000.00	18,033,543.35
15-Dec-18	House & Home wall curtains and floor carpets	(200,000.00)	17,833,543.35
18-Dec-18	Taurus Maintenance cleaning services account	(2,900.00)	17,830,643.35
19-Dec-18	Iway Namibia monthly subscription	(1,000.00)	17,829,643.35
20-Dec-18	AGS purchase of a second-hand car	(79,000.00)	17,750,643.35
21-Dec-18	Government of Republic of China – donation	350,000.00	18,100,643.35
22-Dec-18	Donation towards Omaruru clinic renovations	(50,000.00)	18,050,643.35
23-Dec-18	December workers- pay	(67,000.00)	17,983,643.35
24-Dec-18	Rail charges	(50,000.00)	17,933,643.35
25-Dec-18	Cash deposit anonymous	2,500.00	17,936,143.35
26-Dec-18	Johen account payment	(15,000.00)	17,921,143.35
27-Dec-18	Social Security levy	(10,500.00)	17,910,643.35
27-Dec-18	5% Debentures purchased	(2,000,000.00)	15,910,643.35
27-Dec-18	Debit order fees	(12.00)	15,910,631.35
28-Dec-18	Statement monthly	(25.25)	15,910,606.10
29-Dec-18	Internet banking service fees	(563.50)	15,910,042.60
30-Dec-18	Duty on debit items	(5.25)	15,910,037.35
31-Dec-18	Monthly service fees	(1,256.36)	15,908,780.99
01-Jan-19	G4s security	(250.65)	15,908,530.34
02-Jan-19	Catholic Aids Action	250,000.00	16,158,530.34

Do not print any reports at this stage!!

QUESTION 3

(40 Marks)

The following transactions took place during the current financial year in July 2019 and were not recorded yet.

1. He obtained a loan from Nedbank as a source of finance for his business to the value of N\$100 000, the amount was transferred directly to Swati Garage bank account.
2. He received an invoice from Kuasaku Co for 6 Toyota Corollas bought for resale; each motor vehicle cost N\$20 000.
3. Mr Humba received a bank statement for his business bank account, it showed the following payments:

Debit order: Total Service Station	N\$2 000
Stop order: Sanlam Namibia	N\$10 000
4. Mr Humba issued an invoice to Miss Hills for 2 Toyota Corollas sold to her on account for N\$30 000 each.
5. Mr Dona bought 2 Toyota Corollas for N\$30 500 each and deposited the amount in the bank account of Swati Garage on the same day.
6. Mr Humba took one Toyota Corolla for N\$20 000 from his business and gave it to his first son for private use. For this transaction you may pass a journal entry.
7. Received an invoice for furniture from Waltons Furniture, valued at N\$7 000 on 31st July 2019.
8. Miss Hills paid her account in full and deposited the money in Swati Garage bank account.
9. Mr Humba transferred N\$40 000 from his business bank account in payment of the outstanding account with Kuasaku Co.
10. Mr Dona returned a Toyota Corolla previously bought from Swati Garage. This motor vehicle was found to have mechanical problems. Mr Dona was refunded his money in full through EFT on the same day. Mr Humba returned the motor vehicle to Kuasaku Co.
11. Mr Humba brought his private photo copy machine worth N\$4 000 for business use on 1st July 2019.
12. Provide for depreciation for all non-current assets to date.

Requirements:

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

1. A **detailed ledger** for Swati Garage.
(View – General ledger – Transaction – Detailed ledger)
 - **Period 1 – period 12**

2. **Suppliers and customers** detailed ledger.
 - **Customers: View – Customers – Detailed ledger – By customers**
 - **Suppliers: View – Suppliers – Detailed ledger – By suppliers**
 - **Period: 1 – Period 12**

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