



**PAMIBIA UNIVERSITY**  
OF SCIENCE AND TECHNOLOGY

**FACULTY OF COMMERCE, HUMAN SCIENCES AND EDUCATION**  
**DEPARTMENT OF ECONOMICS, ACCOUNTING AND FINANCE**

<b>COURSE CODE:</b> BAC1100S	<b>COURSE NAME:</b> BUSINESS ACCOUNTING 1A
<b>SESSION:</b> JUNE 2024	<b>PAPER:</b> THEORY AND CALCULATIONS
<b>DURATION:</b> 2 HOURS	<b>80 MARKS</b>
<b>FIRST OPPORTUNITY EXAMINATION</b>	
<b>EXAMINER</b>	MRS Z. VAN DER WALT
<b>MODERATOR:</b>	MRS Y. ANDREW
<b>INSTRUCTIONS</b>	
<ol style="list-style-type: none"><li>1. Answer ALL the questions on the answer sheet</li><li>2. Read all the questions carefully before answering.</li><li>3. All questions count for one mark unless otherwise indicated</li><li>4. The examination paper consists of <b>52 questions</b></li><li>5. The use of a non-programmable calculator is allowed</li><li>6. There is only one correct option, the shading of more than one option will be marked as incorrect</li></ol> <p style="text-align: center;">Make sure to shade your student number correctly</p>	

**THIS EXAMINATION PAPER CONSISTS OF 16 PAGES** (Including this front page)

*Best of luck!*

## Example of a completed examination answer sheet

**Surname, Initials**  
Angula, HM

**Study Mode/Centre**  
DI Windhoek/FM/  
PM/Rundu

**Test No**  
Friday/Saturday

Only choose either Friday or Saturday

Choose your mode according to your registration

**ZIPGRADE.COM**

1 (A) (B) (C) (D) (E) 21 (A) (B) (C) (D) (E) 31 (A) (B) (C) (D) (E)

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10 (A) (B) (C) (D) (E) 30 (A) (B) (C) (D) (E) 40 (A) (B) (C) (D) (E)

Test Sheet (0565)

11 (A) (B) (C) (D) (E)

12 (A) (B) (C) (D) (E)

13 (A) (B) (C) (D) (E)

14 (A) (B) (C) (D) (E)

15 (A) (B) (C) (D) (E)

16 (A) (B) (C) (D) (E)

17 (A) (B) (C) (D) (E)

18 (A) (B) (C) (D) (E)

19 (A) (B) (C) (D) (E)

20 (A) (B) (C) (D) (E)

Refers to the Key indicated on the question paper

**Key**

(B) (C) (D)

**Student No**

1	2	3	4	5	6	7	8	9
0	0	0	0	0	0	0	0	0
1	1	1	1	1	1	1	1	1
2	2	2	2	2	2	2	2	2
3	3	3	3	3	3	3	3	3
4	4	4	4	4	4	4	4	4
5	5	5	5	5	5	5	5	5
6	6	6	6	6	6	6	6	6
7	7	7	7	7	7	7	7	7
8	8	8	8	8	8	8	8	8
9	9	9	9	9	9	9	9	9

This is only an example, shade your own student number according to this guideline.

This question paper is based on a trader, "HAZE CC", with a financial year end of 30 April. HAZE CC is registered for VAT on the invoice basis, in terms of the Namibian Valued Added Tax (VAT) Act. VAT, where applicable, is included in their prices.

HAZE CC is situated in Windhoek and has a branch in Oshakati. The business buys cell phones from various suppliers on a cash basis as well as on credit. The sales take place on a cash basis and on credit for pre-approved customers.

Although all the questions are based on the HAZE CC's transactions, the questions, unless otherwise stated, are unrelated. Therefore, please read the instructions for each question.

The question paper is divided into different sections; each section focuses on a specific topic/aspect.

**General Accounting Theory (7 Marks)**

- 1. The typical accounting tasks of the accountant for HAZE CC include all of the following tasks except?**
  - a. Auditing
  - b. Recording and tracking costs
  - c. Tax compliance and planning
  - d. Purchasing direct materials
  - e. None of the above
  
- 2. Which report gives a review of the profitability of HAZE CC's?**
  - a. Statement of changes in equity
  - b. Cash flow statement
  - c. Statement of Financial Position
  - d. Statement of Profit or loss and other Comprehensive Income
  - e. None of the above
  
- 3. The following are elements of financial statements:**
  - a. Assets, Liabilities, Capital, Income and Expenses
  - b. Assets, Liabilities, Owners' Equity, Income and Expenses
  - c. Assets, Creditors, Owners' Equity, Income and Expenses
  - d. Assets, Liabilities, Capital, Sales and Expenses
  - e. None of the above
  
- 4. The Concept "Timeliness" means:**
  - a. To have information available to decision makers in time for them to be capable of influencing the decisions.
  - b. To prepare the financial statements within a month after the financial year end.
  - c. Only items related to the financial year should be included in the financial statements
  - d. Transactions and events should be recognized in the financial period in which they occur and not when cash or cash equivalents are received or paid
  - e. None of the above
  
- 5. The requirement that accounting data should be restricted to HAZE CC itself and must exclude the private affairs of the owners and/ or managers, is referred to as the**
  - a. Prudence Concept
  - b. Duality concept
  - c. Materiality concept
  - d. Entity concept
  - e. None of the above
  
- 6. Which of the following persons can be an owner of HAZE CC?**
  - a. Silver Works (Pty) Ttd
  - b. Jack and Jill CC
  - c. Gold Rush Ltd
  - d. Mary Douglas
  - e. None of the above

**7. The Historical Cost Concept means**

- a. When goods are sold on credit, the amount on the invoice is recorded in the books as income for that day, even though no money has been received yet.
- b. In order to make their financial statements more readable, some business round off their figures to the nearest dollar, as they feel that the cents are insignificant.
- c. The delivery vehicle has a market value of N\$270,000, yet the accountant still has it listed in the books as N\$470 000, the price that it was bought for twenty years ago.
- d. A client has undertaken to pay a N\$30 000 bonus to HAZE CC if the client is satisfied with the delivery of the goods. However, the accountant for HAZE CC will not enter this amount in the book until it is received.
- e. None of the above explains the historical concept.

**The Accounting Equation (8 Marks)**

*Question 8 - 11: You are required to select the option which explains the effect on the accounting equation for HAZE CC. Each question counts for two marks. One mark is awarded for partially correct answers.*

- 8. HAZE CC bought cell phones, which they intend to resell, on credit from PHONES.COM and received an invoice for N\$15,000 (2 marks)**
  - a. Owners' equity will decrease by N\$15,000, and assets will increase by N\$15,000
  - b. Owners' equity will increase by N\$15,000, and assets will increase by N\$15,000
  - c. Assets will decrease by N\$15,000, and liabilities will decrease by N\$15,000.
  - d. Owners' equity will decrease by N\$15,000, and liabilities will increase by N\$15,000
  - e. None of the above options is correct.
- 9. HAZE CC returned five phones to PHONES.COM. HAZE CC received a credit of N\$1000 per phone. The supplier is registered for VAT (2 marks)**
  - a. Owners' equity will increase by N\$1,000, and liabilities will decrease by N\$1,000
  - b. Owners' equity will increase by N\$5,000, and liabilities will decrease by N\$5,000
  - c. Owners' equity will decrease by N\$5,000, and liabilities will increase by N\$5,000
  - d. Assets will decrease by N\$1,000 and liabilities will decrease by N\$1,000
  - e. None of the above options is correct.
- 10. HAZE CC settled their account at PHONES.COM (2 marks)**
  - a. Liabilities will decrease by N\$10,000, and assets will decrease by N\$10,000
  - b. Owners' equity will increase by N\$14,000, and liabilities will decrease by N\$14,000
  - c. Liabilities will decrease by N\$11,000, and assets will decrease by N\$11,000
  - d. Assets will increase by N\$10,000, and liabilities will increase by N\$10,000
  - e. None of the above options is correct.

**11. The member of HAZE CC needed cash to pay for an overseas holiday and withdrew N\$10,000 from the bank account (2 marks)**

- a. Owners' equity will increase by N\$10,000, and liabilities will decrease by N\$10,000.
- b. Liabilities will decrease by N\$10,000, and assets will decrease by N\$10,000
- c. Owners' equity will decrease by N\$10,000, and assets will decrease by N\$10,000
- d. Assets will increase by N\$10,000, and liabilities will increase by N\$10,000
- e. None of the above options is correct.

**Value Added Tax (7 Marks)**

*(These questions do not relate to HAZE CC)*

**12. Which one of the following is a zero-rated VAT supply?**

- a. Motor oil
- b. Fuel purchased by a service station
- c. A Kentucky meal to an Angolan customer
- d. A Spur burger to a NUST student
- e. None of the above.

**13. Which one of the following is not a taxable VAT supply?**

- a. Renting a flat for residential purpose.
- b. Bank Charges charged by bank Windhoek.
- c. Spur burger to a South African passport holder
- d. A fishing rod bought to do some weekend fishing.
- e. None of the above

**14. Which one of the following forms of transport is a zero-rated taxable supply?**

- a. Travelling with the school bus to Katima Mulilo
- b. Travelling with Fly Namibia to Johannesburg
- c. Travelling with a shuttle to Keetmanshoop
- d. Travelling by car to a guest farm
- e. None of the above

**15. Metro sold 10x boxes of printing paper to a local school. The school intends to use the paper in the office to print assignments for the students. The price, excluding VAT, per box of paper is N\$700. How much is the VAT on the total purchase, and how much will the school pay for the goods? (2 marks)**

- a. VAT is zero, and the total price is N\$7,000.
- b. VAT is N\$913, and the total price is N\$7,000.
- c. VAT is N\$1,050, and the total price is N\$8,050.
- d. The items are exempt from VAT
- e. None of the above.

**16. Mrs Smart bought fuel from the local service station and paid N\$800. How much is the VAT on the total purchase, and the total purchase price without VAT (2 marks)**

- a. Zero-rated VAT and the total price excluding VAT is N\$800.
- b. N\$117 VAT, and the price excluding VAT is N\$683.
- c. VAT is exempted, and the price excluding VAT is N\$800
- d. N\$120 VAT and the price excluding VAT is N\$680.
- e. None of the above

*Source documents and journals (5 marks)*

HAZE CC entered into various transactions during April 2024. You are required to identify the correct journal (book of first entry) in which you will enter the specific transaction, numbered questions 17-21.

- 17. HAZE CC bought cell phones, which they intend to resell, on credit from PHONES.COM.**
- Sales Journal
  - Sales Returns Journal
  - Cash Book
  - Purchases Journal
  - Purchases Return Journal
- 18. HAZE CC returned five phones to PHONES.COM. HAZE CC received a credit. The supplier is registered for VAT.**
- Cash Book
  - Sales Journal
  - Sales Returns Journal
  - Purchases Journal
  - Purchases Return Journal
- 19. HAZE CC paid their employees their monthly salaries.**
- Sales Journal
  - Sales Returns Journal
  - Purchases Journal
  - Cash Book
  - Purchases Return Journal
- 20. HAZE CC settled their account at PHONES.COM**
- Cash Book
  - Sales Journal
  - Sales Returns Journal
  - Purchases Journal
  - Purchases Returns Journal
- 21. HAZE CC sold cell phones to a credit customer.**
- Cash Book
  - Sales Journal
  - Sales Returns Journal
  - Purchases Journal
  - Purchases Return Journal

**Books of First Entry and VAT – Application (5 marks)**

The following information relates to questions 22 – 26.

All amounts, where applicable, include VAT at 15%. You are required to, carefully consider the different options of “books of first entry” entries and choose the correct option.

**22. HAZE CC bought cell phones, which they intend to resell, on credit from PHONES.COM for N\$15,000.**

Option a: Purchases Journal April 2024. PRJ1

Date	Doc	Accounts Payable	Fol	Total	Purchases	VAT	Sundries N\$	Details
		PHONES.COM		15,000	13043.48	1956.52		

Option b: Purchases Journal April 2024. PRJ1

Date	Doc	Accounts Payable	Fol	Total	Purchases	VAT	Sundries N\$	Details
		PHONES.COM		17,250	15,000	2,250		

Option c: Cash Payment Journal April 2024. CRJ1

Date	Doc	Details	Fol	Bank N\$	VAT	Purchases	Suppliers
		PHONES.COM		17,250	2,250	15,000	

Option d: Cash Payment Journal April 2024. CRJ1

Date	Doc	Details	Fol	Bank N\$	VAT	Purchases	Suppliers
		PHONES.COM		15,000	1956.52	13043.48	

Option e: None of the above options are correct

**23. HAZE CC returned five phones to PHONES.COM. HAZE CC received a credit of N\$1,000 per phone. The supplier is registered for VAT.**

Option a: Purchases Return Journal April 2024. PRJ1

Date	Doc	Accounts Payable	Fol	Total N\$	Purchases Returns N\$	VAT	Sundries N\$	Details
		PHONES.COM		1000	869.57	130.43		

Option b: Purchases Journal April 2024. PRJ1

Date	Doc	Accounts Payable	Fol	Total	Purchases	VAT	Sundries N\$	Details
		PHONES.COM		1000	869.57	130.43		

Option c: Cash Receipt Journal April 2024. CRJ1

Date	Doc	Details	Fol	Bank N\$	VAT	Purchases Returns	Sales N\$
		PHONES.COM		5000	652.17	4347.83	

Option d: Purchases Return Journal April 2024. PRJ1

Date	Doc	Accounts Payable	Fol	Total N\$	Purchases Returns N\$	VAT	Sundries N\$	Details
		PHONES.COM		5,000	4347.83	652.17		

Option e: None of the options are correct.

**24. HAZE CC paid their account at PHONES.COM, N\$9,000**

Option a: Cash Payment Journal April 2024. (CPJ1)

Date	Doc	Details	Fol	Bank N\$	VAT	Purchases	Suppliers
		PHONES.COM		9,000	1174.00		7826.00

Option b: Cash Payment Journal April 2024. (CPJ1)

Date	Doc	Details	Fol	Bank N\$	VAT	Purchases	Suppliers
		PHONES.COM		9,000			9,000.00

Option c: Cash Receipt Journal April 2024 (CRJ1)

Date	Doc	Details	Fol	Bank N\$	VAT	Suppliers	Sales N\$
		PHONES.COM		9,000	1174.00	7826.00	

Option d: Cash Receipt Journal April 2024 (CRJ1)

Date	Doc	Details	Fol	Bank N\$	VAT	Purchases	Sales N\$
		PHONES.COM		9,000		9,000	

Option e: None of the above options are correct.



**25. HAZE CC sold cell phones to a credit customer (Bennys) and arranged the direct export, N\$11,500.**

Option a: Cash Receipt Journal – April 2024. CRJ1

Date	Doc	Details	Fol	Bank N\$	VAT	Customers N\$	Sales N\$
		Bennys		11,500	1,500		10,000

Option b: Cash Receipt Journal – April 2024. CRJ1

Date	Doc	Details	Fol	Bank N\$	VAT	Customers N\$	Sales N\$
		Bennys		11,500			11,500

Option c: Sales Journal April 2024. PRJ1

Date	Doc	Accounts Payable	Fol	Total	Sales	VAT	Sundries N\$	Details
		Bennys		11,500	11,500	0		

Option d: Sales Journal April 2024. PRJ1

Date	Doc	Accounts Payable	Fol	Total	Sales	VAT	Sundries N\$	Details
		Bennys		11,500	10,000	1,500		

Option e: None of the above options are correct.

**26. HAZE CC paid their employees their monthly salaries. The payment was made via N\$70,000**

Option a: Cash Payment Journal – April 2024 CPJ1

Date	Doc	Details	Fol	Bank N\$	VAT	Suppliers N\$	Purchases N\$	Sundries	Details
		Salaries		70,000				70,000	Salaries

Option b: Cash Payment Journal – April 2024 CPJ1

Date	Doc	Details	Fol	Bank N\$	VAT	Suppliers N\$	Purchases N\$	Sundries	Details
		Employees		70,000	9130.44			60869.56	Salaries

Option c: Cash Payment Journal – April 2024 CPJ1

Date	Doc	Details	Fol	Bank N\$	VAT	Suppliers N\$	Purchases N\$	Sundries	Details
		Salaries		80,500	10,500			70,000	Salaries

Option d: Cash Receipt Journal – April 2024 CRJ1

Date	Doc	Details	Fol	Bank N\$	VAT	Suppliers N\$	Purchases N\$	Sundries	Details
		Salaries		70,000				70,000	Salaries

Option e: none of the options are correct

**General ledger application (9 Marks)**

This information relates to Questions 27 and 28. You are given the following totals of the books of first entry for HAZE CC. In addition, the following accounts had opening balances as of 1<sup>st</sup> April 2024.

- The bank had a positive balance of N\$39,000
- Suppliers, N\$3,900
- Customers: N\$9,000
- Value Added Tax: N\$5,000 debit

**Purchase Journal**

- Total for Suppliers: N\$27,000
- Total for Purchases: N\$21,869.57
- Total for Stationery: N\$1,739.14
- Total for VAT: N\$3,391.29

**Sales Journal**

- Total for customers: N\$32,000
- Total for Sales: N\$27,826.09
- Total for VAT: N\$4173.91

**Cash Receipt Journal**

- Bank: N\$29,000
- Customers: N\$17,000
- Sales: N\$10434.78
- VAT: N\$1,565.22

**Cash Payment Journal**

- Bank: N\$40,350
- Suppliers: N\$20,000
- Purchases: N\$5,000
- Rent paid: N\$4,000
- Salaries and Wages: N\$10,000
- VAT: N\$1350.00

27. You are required to use the information provided and show the VAT account for the month of April 2024 (5 marks)

Option a: Value-Added Tax

1 April	Balance	c/o	5,000.00	30 April	Customers	SJ1	4,173.91
30	Suppliers	PJ1	3,391.29		Bank	CRJ1	1,565.22
	Bank	CPJ1	1,350.00		Balance	b/d	4,002.16
			<b>9,741.29</b>				<b>9,741.29</b>

Option b: Value-Added Tax

1 April	Balance	c/o	5,000.00	30 April	Bank	CPJ1	1,350.00
30	Customers	SJ1	4,173.91		Suppliers	PJ1	3,391.29
	Bank	CRJ1	1,565.22		Balance	b/d	5,997.84
			<b>10,739.13</b>				<b>10,739.13</b>

Option c: Value-Added Tax

30 April	Suppliers	PJ1	3,391.29	1 April	Balance	b/d	5,000.00
	Bank	CPJ1	1,350.00	30 April	Customers	SJ1	4,173.91
	Balance	b/d	5,997.84		Bank	CRJ1	1,565.22
			<b>10,739.13</b>				<b>10,739.13</b>

Option d: Value-Added Tax

1 April	Balance	c/o	5,000.00	30 April	Suppliers	SJ1	4,173.91
30	Customers	PJ1	3,391.29		Bank	CRJ1	1,350.00
	Bank	CPJ1	1,565.22		Balance	b/d	4,002.16
			<b>9,741.29</b>				<b>9,741.29</b>

Option e: none of the options are correct

28. You are required to use the information provided and show the "Bank" account for the month, indicating the closing balance as of the end of April 2024 (4 marks)

Option a: Bank

1 April	Balance	c/o	39,000.00	30 April	Total payments	CPJ1	40,350.00
	Total receipts	b/d	29,000.00		Balance	b/d	27,650.00
			<b>68,000.00</b>				<b>68,000.00</b>

Option b: Bank

30 April	Balance	c/o	39,000.00	1 April	Total payments	CPJ1	40,350.00
	Total receipts	b/d	29,000.00	30	Balance	b/d	27,650.00
			<b>68,000.00</b>				<b>68,000.00</b>

Option c: Bank

30 April	Total receipts	CRJ1	29,000.00	1 April	Balance	c/o	39,000.00
	Balance	b/d	37,650.00	30	Total payments	b/d	27,650.00
			<b>66,650.00</b>				<b>66,650.00</b>

Option d

Bank

30 April	Total payments	CPJ1	40,350.00	30 April	Total receipts	CRJ1	29,000.00
					Balance	b/d	11,350.00
			<b>40,350.00</b>				<b>40,350.00</b>

Option e: None of the above.

**Trial Balance (4 Marks)**

**29. What is the trial balance used for?**

- a. It is a financial statement
- b. It records balances of a balance sheet
- c. It doesn't contribute to the accounting cycle
- d. It records balances of accounts
- e. None of the above

**30. A trial balance prepared after taking into account the effect of adjusting entries is known as:**

- a. Financial trial balance
- b. Adjusted trial balance
- c. Post-adjusted trial balance
- d. Normal trial balance
- e. None of the above

**31. What records or books are used when preparing a trial balance**

- a. Specialised Journals
- b. Balance Sheet
- c. Ledger Accounts
- d. General Journal
- e. None of the above

**32. Which of the following errors in the journal entry will not be detected by trial balance:**

- a. The debit entry is overstated, but the credit entry is correctly recorded
- b. The debit entry is correctly recorded, but the credit entry is overstated
- c. Both the debit and credit entries are overstated by the same amount
- d. The debit entry is correctly recorded, but the credit entry is understated
- e. None of the above

**Year-end adjustments (29 Marks)**

You are provided with a list of balances for HAZE CC as on 30 April 2024.

Capital	203,400
Drawings	40,000
Land and Buildings at cost	220,000
Motor Vehicles at cost	90,000
Accumulated depreciation: Motor Vehicles	18,000
Inventory (1/5/2023)	50,000
Customers	45,000
Suppliers	40,000
Positive Bank Balance	25,000
18% Mortgage bond on the land and buildings	120,000
Sales	356,200
Interest paid on mortgage	10,800
Purchases	210,000

Salaries and Wages	90,000
Telephone	1,280
Insurance	4,500
Stationery	720
Advertising	3,500
Rent Received	33,000
Credit losses	1,400

Notes:

- A further debt of N\$1,000 has to be written off.
- The interest on the bond has not fully been accounted for. The bond was registered in 2019.
- The telephone account of N\$200 is still outstanding
- The rent received for April 2024 is still outstanding.
- Depreciation on motor vehicles is charged at 20% of the cost. No residual value is applicable.
- Inventory as per inventory count on year-end is presented as N\$40,000.

**33. The cost of Sales will be calculated as (3 marks)**

- N\$220,000
- N\$200,000
- N\$146,200
- N\$96,200
- None of the above is correct

**34. The total credit losses for the year are (2 marks)**

- N\$2,400
- N\$1,400
- N\$1,000
- N\$400
- None of the above is correct

**35. The interest payable on the bond will have the following effect on the financial statements (2 marks)**

- Total expense is N\$21,600, and an accrued expense of N\$10,800 is raised
- Total expense is N\$10,800 and a prepaid expense of N\$10,800 is raised.
- Total expense is N\$120,000.
- Total expense is N\$21,600, and an accrued income of N\$21,600 is raised
- None of the above is correct

**36. The adjustment relating to the telephone expense will have the following effect on the financial statements (2 marks)**

- The total expense is N\$1,480, and an accrued expense of N\$200 is raised
- The total expense is N\$1,280, and a prepaid expense of N\$200 is raised
- Total expense is N\$1,080
- Total expense is N\$1,280, and an accrued income of N\$200 is raised.
- None of the above is correct.

- 37. The adjustment relating to rent received will have the following effect on the financial statements (2 marks)**
- a. The total income is N\$36,000, and an accrued income of N\$3,000 will be raised
  - b. Total income is N\$36,000
  - c. Total income is N\$30,000, and an income received in advance of N\$3,000 will be raised.
  - d. Total income is N\$33,000
  - e. None of the above is correct.
- 38. The following statement is correct regarding the motor vehicles as at the end of the book year (3 marks)**
- a. The depreciation charge on motor vehicles for 2024 is N\$18,000, the accumulated depreciation as on 30 April 2024 is N\$36,000, and the net book value is N\$54,000
  - b. The depreciation charge on motor vehicles for 2024 is N\$9,000, the accumulated depreciation as on 30 April 2024 is N\$27,000, and the net book value is N\$63,000
  - c. The depreciation charge on motor vehicles for 2024 is N\$18,000, the accumulated depreciation as on 30 April 2024 is N\$18,000, and the net book value is N\$72,000
  - d. The depreciation charge on motor vehicles for 2024 is N\$14,000, the accumulated depreciation is N\$14,000, and the net book value is N\$54,000
  - e. None of the above
- 39. The customers at the end of the financial year will be shown as:**
- a. N\$45,000
  - b. N\$44,000
  - c. N\$42,600
  - d. N\$43,600
  - e. None of the above is correct
- 40. The current assets section will be shown as follows (4 marks)**
- a. N\$112,000
  - b. N\$110,000
  - c. N\$123,000
  - d. N\$50,000
  - e. None of the above
- 41. The current liabilities will be shown as follows (3 marks)**
- a. N\$51,000
  - b. N\$40,000
  - c. N\$40,200
  - d. N\$1000
  - e. None of the above
- 42. Which one of the options below, showing different accounts, will appear in the Statement of Financial Position?**
- a. Bank, Cash, Motor Vehicles, Accrued Expenses
  - b. Suppliers, Debtors, Sales
  - c. Inventory, Bonds, Interest paid on bonds
  - d. Inventory, Purchases, Suppliers
  - e. None of the above options is correct

43. Which one of the options below, showing different accounts, will appear in the Statement of Profit or Loss?
- Bank, Cash, Motor Vehicles, Sales
  - Inventory, Interest paid on bonds, Investments
  - Sales, Purchases, Rent received
  - Sales, Purchases, Investments
  - None of the above options is correct
44. Accrued expenses will have the following effect on the financial statements (2 marks)
- Increase the expense in the Statement of Profit or Loss and increase liabilities
  - Increase the expense in the Statement of Profit or Loss and decrease liabilities
  - Decrease the expense in the Statement of Profit or Loss and increase assets
  - Decrease the expense in the Statement of Profit or Loss and increase liabilities
  - None of the above
45. Accrued income will have the following effect on the financial statements (2 marks)
- Increase the income in the Statement of Profit or Loss and increase liabilities
  - Increase the income in the Statement of Profit or Loss and increase assets
  - Decrease the income in the Statement of Profit or Loss and increase assets
  - Decrease the income in the Statement of Profit or Loss and increase liabilities.
  - None of the above
46. Accumulated depreciation will be shown in the following financial statement:
- Statement of Profit or Loss
  - Statement of Financial Position
  - Cashflow Statement
  - Statement of changes in equity
  - None of the above is correct

**Bank reconciliation (5 marks)**

*The following questions assume that the bank reconciliation commences with the closing balance on the bank statement.*

47. On the bank statement, cash deposited is shown as a?
- Credit entry
  - Debit entry
  - Expense
  - Profit
  - None of the above is correct
48. A debit order for MTC charges for N\$450 appears on the bank statement but not in the cash book. This transaction will be recorded on the:
- Debit side of the bank account
  - Credit side of the bank account
  - Credit column of the bank reconciliation
  - Debit column of the bank reconciliation
  - None of the above is correct
49. The bank deducted N\$150 from the bank statement. This deduction was an error and should be deducted from another bank client. The error will be corrected as follows:
- N\$150 will be recorded on the debit side of the bank account
  - N\$150 will be recorded on the credit side of the bank account
  - N\$150 will be recorded in the debit column of the bank reconciliation
  - N\$150 will be recorded in the credit column of the bank reconciliation
  - None of the above is correct

**50. The Cash Book debit balance is equivalent to?**

- a. Credit Balance as per bank statement
- b. Overdraft as per Cash Book
- c. Overdraft as per bank statement
- d. Debit balance as per the bank statement
- e. None of the above is correct

**51. The debit side of the bank statement relates to:**

- a. Deposits
- b. Payments
- c. Opening balances
- d. Errors made by the bank
- e. None of the above is correct

**General Bonus Mark**

**52. Please give us your opinion on the approach followed in this module.**

- a. I did not like the online classes and prefer entirely face-to-face classes (without any videos and recordings)
- b. I prefer fully online classes with all videos and recordings.
- c. I have no opinion.

**END OF EXAMINATION PAPER**





SURNAME, INITIALS    MODE OF STUDY OR REGION

- 1 (A) (B) (C) (D) (E)    22 (A) (B) (C) (D) (E)    43 (A) (B) (C) (D) (E)  
2 (A) (B) (C) (D) (E)    23 (A) (B) (C) (D) (E)    44 (A) (B) (C) (D) (E)  
3 (A) (B) (C) (D) (E)    24 (A) (B) (C) (D) (E)    45 (A) (B) (C) (D) (E)  
4 (A) (B) (C) (D) (E)    25 (A) (B) (C) (D) (E)    46 (A) (B) (C) (D) (E)  
5 (A) (B) (C) (D) (E)    26 (A) (B) (C) (D) (E)    47 (A) (B) (C) (D) (E)  
6 (A) (B) (C) (D) (E)    27 (A) (B) (C) (D) (E)    48 (A) (B) (C) (D) (E)  
7 (A) (B) (C) (D) (E)    28 (A) (B) (C) (D) (E)    49 (A) (B) (C) (D) (E)  
8 (A) (B) (C) (D) (E)    29 (A) (B) (C) (D) (E)    50 (A) (B) (C) (D) (E)  
9 (A) (B) (C) (D) (E)    30 (A) (B) (C) (D) (E)    51 (A) (B) (C) (D) (E)  
10 (A) (B) (C) (D) (E)    31 (A) (B) (C) (D) (E)    52 (A) (B) (C) (D) (E)

- 11 (A) (B) (C) (D) (E)    32 (A) (B) (C) (D) (E)  
12 (A) (B) (C) (D) (E)    33 (A) (B) (C) (D) (E)  
13 (A) (B) (C) (D) (E)    34 (A) (B) (C) (D) (E)  
14 (A) (B) (C) (D) (E)    35 (A) (B) (C) (D) (E)  
15 (A) (B) (C) (D) (E)    36 (A) (B) (C) (D) (E)  
16 (A) (B) (C) (D) (E)    37 (A) (B) (C) (D) (E)  
17 (A) (B) (C) (D) (E)    38 (A) (B) (C) (D) (E)  
18 (A) (B) (C) (D) (E)    39 (A) (B) (C) (D) (E)  
19 (A) (B) (C) (D) (E)    40 (A) (B) (C) (D) (E)  
20 (A) (B) (C) (D) (E)    41 (A) (B) (C) (D) (E)  
21 (A) (B) (C) (D) (E)    42 (A) (B) (C) (D) (E)

Student No

0	0	0	0	0	0	0	0	0
1	1	1	1	1	1	1	1	1
2	2	2	2	2	2	2	2	2
3	3	3	3	3	3	3	3	3
4	4	4	4	4	4	4	4	4
5	5	5	5	5	5	5	5	5
6	6	6	6	6	6	6	6	6
7	7	7	7	7	7	7	7	7
8	8	8	8	8	8	8	8	8
9	9	9	9	9	9	9	9	9

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29/04/2024