



**NAMIBIA UNIVERSITY  
OF SCIENCE AND TECHNOLOGY**

**FACULTY OF COMMERCE, HUMAN SCIENCES AND EDUCATION**

**DEPARTMENT OF ECONOMIC, ACCOUNTING AND FINANCE**

<b>QUALIFICATION: BRIDGING PROGRAMME</b>	
<b>QUALIFICATION CODE: 04NBR</b>	<b>LEVEL: 4</b>
<b>COURSE CODE: ITA 412S</b>	<b>COURSE NAME: INTRODUCTION TO ACCOUNTING</b>
<b>SESSION: NOVEMBER 2025</b>	<b>PAPER: THEORY AND CALCULATIONS</b>
<b>DURATION: 3 HOURS</b>	<b>MARKS: 100</b>

<b>FIRST OPPORTUNITY EXAMINATION QUESTION PAPER</b>	
<b>EXAMINER(S)</b>	Dr. D.R. MUZIRA; Ms YANSY CARIDAD ODIO LOPEZ; Mrs LINDSAY JAHS
<b>MODERATOR:</b>	Mr. KUHEPA TJONDU

<p style="text-align: center;"><b>INSTRUCTIONS</b></p> <ol style="list-style-type: none"><li>1. Answer <b>all</b> questions.</li><li>2. Read all the questions carefully before answering.</li><li>3. Make sure your name and surname, question number and the date appears on the answer script.</li><li>4. Please ensure that your writing is legible, neat and presentable.</li></ol>
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**THIS QUESTION PAPER CONSISTS OF 3 PAGES** (Including this front page)

**QUESTION 1:****(40 marks)**

The following is a Trial Balance of Peterson Company as at 30 June 2025

	<b>Debit N\$</b>	<b>Credit N\$</b>
Cash in hand	18,000	
Cash at bank	25,000	
Purchases	923,000	
Returns inward	8,000	
Stationery	27,000	
Carriage on inwards	52,000	
Opening inventory	10,000	
Buildings	450,000	
Furniture and Fittings	150,000	
Machinery	550,000	
Bad debts	8,000	
Postage	30,000	
Salaries & wages	221,200	
Advertising	18,500	
Carriage outwards	12,000	
Insurance, rent & rates	45,000	
Discount allowed	2,500	
Drawings	50,000	
Trade receivables	145,000	
Sales		1,903,000
Returns outwards		7,000
Discount received		39,200
Capital		594,000
Trade payables		132,000
Commission received		70,000
	<b>2,745,200</b>	<b>2,745,200</b>

**Additional information to be taken into account:**

1. The closing inventory was valued at N\$124,000
2. Insurance, rent and rates was owing by N\$5,000
3. Commission received in advance is N\$10,000
4. Salaries and wages owing N\$8,800
5. Advertisement expense is prepaid by N\$3,500
6. Carriage inwards payable N\$8,000

**Required:** Prepare the following Financial Statements at 30 June 2025:

- a) The Statement of Profit or Loss. (20)
- b) The Statement of financial position. (20)

**QUESTION 2**

**(25 marks)**

Dee is a registered Value Added Tax (VAT) vendor. The business recorded the following transactions during the VAT period ended 30 June 2025. The applicable VAT rate is 15%. Dee uses the periodic inventory system. All amounts include VAT, unless stated otherwise.

1 June: Bought goods for resale N\$130 000 (excl VAT) on credit from AD Supplies.

7 June: Bought Vehicle for delivery purposes N\$285 000 paid via Electronic Fund Transfer (EFT).

10 June: Some of the goods, valued at N\$57 000 (excl VAT) which were bought on 1 June were returned to AD Supplies, having been found to be defective.

12 June: Sold Goods for N\$70 000 to ABC Traders on Credit.

14 June: Bought snacks and cool drinks for the office. A total amount of N\$3 500 cash was paid to Pick 'n Pay.

15 June: ABC Traders returned some of the goods sold on 12 June, valued at N\$ 15 000.

**Required:**

- a) Prepare the general journals for the above transactions. Journal narrations are required. (20)
- b) Differentiate zero-rated goods from exempt goods and give an example of each (5)

**QUESTION 3**

**35 marks**

- a) Name and explain the 4 enhancing qualitative characteristics of useful financial information. (8)
- b) Name and define the elements of the financial statements. (10)
- c) Using a table, compare and contrast the differences between financial accounting and management accounting (12)
- d) State FIVE reasons why a trial balance might not balance (5)

**THE END**