



**NAMIBIA UNIVERSITY
OF SCIENCE AND TECHNOLOGY**

FACULTY OF COMMERCE, HUMAN SCIENCES AND EDUCATION

DEPARTMENT OF ECONOMIC, ACCOUNTING AND FINANCE

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

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

<p style="text-align: center;">INSTRUCTIONS</p> <ol style="list-style-type: none">1. Answer all questions.2. Read all the questions carefully before answering.3. Make sure your name and surname, question number and the date appears on the answer script.4. Please ensure that your writing is legible, neat and presentable.
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THIS QUESTION PAPER CONSISTS OF 5 PAGES (Including this front page)

Question 1**40 Marks**

The following trial balance was taken from the records of Teen Traders as at 28 February 2025.

	N\$
Drawings	2 647
Capital	49 000
Loan – Nedbank	9 000
Furniture	14 600
Accumulated depreciation on furniture	2 680
Motor vehicles	34 500
Accumulated depreciation on motor vehicle	7 360
Accounts receivables	6 435
Provision for bad debts	290
Inventory (1 March 2024)	20 230
Bank (Dr)	18 907
Sales	102 359
Sales returns	3 624
Purchases	49 085
Freight on purchases	6 485
Packaging material	1 894
Bad debts	214
Salaries	7 555
Rent expense	3 619
Telephone	894

Additional information not yet taken into account:

- a) According to the inventory count records, the inventory on hand amounts to N\$18 320 and packaging material N\$762 on 28 February.
- b) The owner paid-in advance N\$300 on the telephone account for the next month as he was going to be out of town.
- c) The owner took inventory amounting to N\$345 for his own use.
- d) An account for freight amounting to N\$175 was received late and not yet paid at year end.
- e) Depreciation must be provided at 10% for furniture and 15% for motor vehicles using straight line method for both asset groups.
- f) A debtor with an outstanding debt of N\$95 must be written off.

Required:

- a) Prepare the statement of profit or loss for Teen Traders for the year ended 28 February 2025. (25)
- b) Prepare the statement of financial position of Teen Traders as at 28 February 2025. (15)

QUESTION 2:**(30 marks)**

Queen Limited manufactures and retails office products.

Statements of profit or loss for the year ended 30 June

	2025	2024
	\$000	\$000
Revenue	1,391,820	1,159,850
Cost of Sales	(1,050,825)	(753,450)
Gross profit	340,995	406,400
Operating expenses	(161,450)	(170,950)
Profit from operations	179,545	235,450
Finance costs	(10,000)	(14,000)
Profits before tax	169,545	221,450
Tax	(50,800)	(66,300)
Profit for the year	118,745	155,150

Statements of financial position as at 30 June

	2025	2024
	\$000	\$000
Non-current assets	509,590	341,400
Current assets		
Inventory	109,400	88,760
Receivables	419,455	206,550
Bank	–	95,400
	1,038,445	732,110
Share capital	100,000	100,000
Share premium	20,000	20,000
Revaluation reserve	50,000	–
Retained earnings	376,165	287,420
	546,165	407,420
Non-current liabilities	61,600	83,100
Current liabilities		
Payables	295,480	179,590
Overdraft	80,200	–
Tax	55,000	62,000
	1,038,445	732,110

Required:

a) Calculate the following ratios for the company for the year ended 30 June 2025:

(20)

- i. Gross profit margin
- ii. Operating (net) profit margin
- iii. Return on capital employed
- iv. Inventory days
- v. Receivable days
- vi. Payable days
- vii. Current ratio
- viii. Quick ratio
- ix. Gearing ratio
- x. Interest cover

b) Comment on the performance and position of the company basing on the ratios calculated above. (5)

c) State **five** weaknesses of ratio analysis as a way of evaluating a company's performance. (5)

Question 3

30 Marks

- a) State the **five** elements of the financial statement. (5)
- b) Name any **five** source documents in accounting. (5)
- c) Name **five** users of accounting information and explain why they are interested in the information. (10)
- d) State and explain any **five** errors that can not be revealed by the trial balance (10)

THE END