



**NAMIBIA UNIVERSITY
OF SCIENCE AND TECHNOLOGY**

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

QUALIFICATION: BACHELOR OF ACCOUNTING/BACHELOR OF ACCOUNTING (CA)	
QUALIFICATION CODE: 07BOAC/07BACC	LEVEL: 7
COURSE CODE: CAC710S	COURSE NAME: COMPUTERISED ACCOUNTING 301
SESSION: JANUARY 2024	PAPER: PRACTICAL
DURATION: 3 HOURS (Including printing and set up)	MARKS: 100

SECOND OPPORTUNITY QUESTION PAPER	
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MODERATOR:	E Milijala

INSTRUCTIONS
<ul style="list-style-type: none">• This question paper is made up of one (1) question.• Make sure that your student number appears on all reports (Generated through the system, not handwritten).• It's your responsibility to ensure that all reports are printed and submitted at the end of the session.• Ensure that all work done during the assessment is your own.• The use of the internet on any electronic device is prohibited during the assessment.• 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 and any assumption made by the candidate should be clearly stated.

PERMISSIBLE MATERIALS

Non-programmable calculator

THIS QUESTION PAPER CONSISTS OF 7 PAGES (Including this front page)

QUESTION 1**100 Marks**

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

Company Name:	Student Number
Financial Year:	1 st September 2022 - 31 August 2023
Date Format	01/09/2022
Processing Method	Balance Forward
Bankers	FNB & Bank Windhoek
Printing	Plain Paper
Supplier Processing	No GRN or Purchase Orders

Background of the organisation.

Nekulilo established a restaurant a few years back when she saw an opportunity in the market to help residents in the Windhoek-Katutura suburb who require a good hospitality service within their neighbourhood to enjoy with their families. She named her business as “Nekulilo For All cc”. The restaurant has been doing well over the past financial years due to Nekulilo’s good customer service and in future she would like to expand the business in the Northern part of the country. Since its inception, Nekulilo For All accounting records have been recorded manually and the owner wants the records to be recorded in Patel V19, a program that she recently bought. At the moment, her business is **not registered for Tax** purposes but she is hoping that in the next financial year, she can register so that she can start competing for government and private tenders. You are supplied with a list of account balances of the restaurant to help the accountant who is on a month-long vacation leave.

You are provided with the following list of account balances for **Nekulilo For All cc**, as at 1 September 2022.

	Notes	N\$
Property, Plant and Equipment	1	1 810 000
Cash and cash equivalent	2	120 906
Accounts payables	3	114 370
Accounts receivables	4	57 700
Operating costs	5	48 170
Revenue	6	239 800
Cost of selling	7	103 610
Member’s contribution		1 080 390
Allowances for credit losses		5 100
Loan- Standard Bank (8%)		560 400
Prior year’s profit		67 890

Notes on opening balances:

Note 1: Property, Plant and Equipment’s	N\$
Non-current assets (See assets register)	810 000
Unserviced plot (800 sq. meter)(erf: 220, Katutra)	1 000 000
	1 810 000

Assets Register:

Asset number	Description	Acquisition date	Cost price (N\$)	Residual value (N\$)	Life span
PPE09	Master chef-pots/pans & blenders	01/12/2020	35 000	-	5
PPE010	Photocopy/printer-Samsung	01/09/2020	35 000	-	5
PPE011	Office chairs, desks & filing cabinets	01/01/2022	125 000	-	10
PPE012	Haval (Jolion) SUV	01/09/2020	545 000	-	10
PPE013	Samsung Laptop	31/12/2021	20 000	-	5
PPE014	Trade Mark	01/05/2022	50 000	-	10
			810 000		

Property, Plant and Equipment's depreciation policy:

Property, plant and Equipment owned by the restaurant are depreciated using the following policy:

- All Property, Plants and Equipment owned by Nekulilo For All are depreciated using the fixed instalment method at a rate of 10%.
- Depreciation is calculated on assets in existence at the end of each year, using the basis of one month's ownership.
- No depreciation is to be charged on assets in the year of disposal.
- The unserviced plot and trade mark are not depreciated.

Note 2: Cash and cash equivalent**N\$**

FNB Bank current account (balance as per bank statement)	6 386 Cr
Bank Windhoek current account (balance as per bank statement)	114 520 Cr
	120 906

Note 3: Accounts payable**N\$**

Nameelenga CC (NC001)	56 540 Dr
Metro (ME003)	170 910
	114 370

Notes 4: Accounts receivable**N\$**

Makalani cc (MK001)	17 500
Game Store (GS002)	35 000
Chili Agent Ltd (CA003)	5 200
	57 700

Note 6: Operating costs**N\$**

Operating costs consist of the following:

Employee's remunerations	44 800
Insurance premium	860

Health inspection penalties	2 510
	48 170

Note 7: Revenue

N\$

Revenue- soft drinks	50 500
Revenue- meals (lunch/dinner)	100 100
Revenue- alcoholic drinks	89 200
	239 800

Note 8: Cost of selling

N\$

Cost of selling- soft drinks	25 300
Cost of selling- meals (lunch/dinner)	41 400
Cost of selling- alcoholic drinks	36 910
	103 610

Required:

You are required to capture the opening balances of Nekulilo For All cc accounts including the **accumulated depreciation** for all non-current assets as at 1 September 2022 (**Period one**).

UPDATE YOUR TRANSACTIONS BEFORE PROCEEDING TO THE NEXT QUESTION.

NB: No report is required to be printed at this stage.

Part B: Period One Transactions

You were informed that the transactions in period one for the FNB bank account were not all recorded. The accountant asked you to assist in updating this account's transactions and prepare a bank reconciliation after receiving the bank statement.

- 1 September, received cash sales from customers for lunch for N\$600. The money was paid directly into the bank account via point of sales (POS) depositing the amount directly in the bank account (**POS001**).
- 02 September, paid business airtime through the banking application for N\$50, (**EFT001**).
- 06 September, paid business airtime through the banking application for N\$60, (**EFT002**).
- 10 September, received cash sales from customers for dinner for N\$710. The money was paid directly into the bank account via point of sales (POS) depositing the amount directly in the bank account (**POS005**).
- 12 September, received cash sales from a customer for soft drinks for N\$70. The money was paid directly into the bank account via point of sales (POS) depositing the amount directly in the bank account (**POS006**).

- 14 September, paid for business prepaid water token through the banking application for N\$100, (EFT003).
- 23 September, paid Metro's account through a banking application amounting to N\$650, (EFT004).
- 27 September, paid business fuel through the banking application for N\$700, (EFT018).
- 29 September, received cash sales from a customer for alcoholic drinks for N\$380. The money was paid directly into the bank account via point of sales (POS) depositing the amount directly in the bank account (POS007).
- 30 September, received cash sales from customers for lunch for N\$217. The money was paid directly into the bank account via point of sales (POS) depositing the amount directly in the bank account (POS008).
- 30 September, paid e-wallet to a temporary waiter her wages through the banking application for N\$370, (EWI005).
- 31 September, paid for business pens/books and sticky notes through the banking application for N\$165, (EFT006).
- 31 September, received cash sales from a customer for dinner for N\$350. The money was paid directly into the bank account via point of sales (POS) depositing the amount directly in the bank account (POS008).

At the end of period one you were given the bank statement for the FNB account and a review, the bank statement revealed the following: (see the bank statement at the end of the question)

- a) All outstanding items on the August 2022 reconciliation statement were debited and credited by the bank on 1 September 2022.
- b) On 17 September 2022 one of the regular customer wasn't able to pay for his drinks due to a system error on the bank. He paid the money N\$35 directly into the bank account of Nekulilo for All cc the following day.
- c) The failed EFT payment on 17 September 2022 was not reversed.
- d) An EFT0014 was erroneously debited to the company's bank account on 24 September 2022.
- e) The amount of N\$314 credited to the company's bank account on 30 September 2022 was dinner sold to customers (POS009)

Required:

Make the necessary entries in the books of original entry for September transactions, (In Period one). Prepare a bank reconciliation statement for September 2022 in period one. Print out a bank reconciliation report on the same date. (See **Annexure A** on page 7 for the bank statement)

Part C: Year-end adjustments

Nekulilo provided you with the following year-end adjustments which are not yet recorded in the restaurant's books. All year-end adjustments should be processed in **period 12**.

- One of Nekulilo For All cc customers Chilli Agent Ltd was declared insolvent by the high court. Nekulilo decided to write off the whole balance.
- Interest on loan for the current year has not yet been paid but must be accounted for in the books.
- Nekulilo for All cc distributed an amount of N\$12 000 from the restaurant's profit to its owner as a return on investments.
- The accountant discovered that the Haval (Jolin) was overstated with an amount of N\$20 000 and recommended that an adjustment be made accordingly.
- Allowance for irrecoverable debts has been pegged at N\$4 000 for the period under review.
- The total amount for insurance costs paid during the year-end was from 1 September 2022 to 31 September 2023.
- A Defy Stove with a life span of 10 years was bought from Metro on 1 November 2022 on account. It was delivered on the same date at the restaurant premises. Nekulilo for All cc received an invoice from Metro which is made up of the following items:
 - (a) The actual invoice amount for the defy stove is N\$25 000.
 - (b) The installation cost of the stove done at the premises is N\$4 500.
 - (c) The VAT cost of the machine is N\$500.
- Income tax for the year was determined to be N\$18 040 by NamRa, payable in the following month.
- Provide for depreciation on all non-current assets owned by the entity during the current financial period.

Required:

You are required to process the above year-end adjustments of Nekulilo For All cc.

Print out a detailed ledger as at 31 August 2023. (**View – General ledger – Transaction – Detailed ledger**)

Annexure A

BANK STATEMENT OF NEKULILO FOR ALL CC		DR N\$	CR N\$	BALANCE N\$
Date (2022)				
1/09/2022	Balance			6 386 Cr
1/09/2022	Maintenance expenses	165		6 221 Cr
1/09/2022	Direct transfer- sales dinner		300	6 521 Cr
2/09/2022	Direct transfer (POS001)		600	7 121 Cr
2/09/2022	Payment (Airtime) (EFT001)	50		7 071 Cr
2/09/2022	Service fees	41		7 030 Cr
7/09/2022	Payment (Airtime) (EFT002)	60		6 970 Cr
11/09/2022	Direct transfer (POS005)		710	7 680 Cr
17/09/2022	Failed EFT	70		7 610 Cr
17/09/2022	Payment (EFT003)	100		7 510 Cr
17/09/2022	Direct transfer (POS0017) sales-drinks		35	7 545 Cr
18/09/2022	Direct transfer (POS006)		70	7 615 Cr
24/09/2022	Metro (EFT004)	650		6 965 Cr
24/09/2022	Payment (EFT0014) Cleaner	67		6 898 Cr
28/09/2022	Puma Service (EFT018)	700		6 198 Cr
30/09/2022	Direct transfer (POS006)		380	6 578 Cr
30/09/2022	E-wallet (EWI005)	370		6 208 Cr
31/09/2022	Direct transfer (POS009)		314	6 522 Cr
01/10/2022	Direct transfer (POS0012)		260	6 782 Cr