

845/1

Entrepreneurship Education

Paper 1

July/August 2023

2½ hours

BUGANDA EXAMINATION COUNCIL MOCKS

Uganda Certificate of Education

ENTREPRENEURSHIP EDUCATION

PAPER 1

2HOURS 30 MINUTES

INSTRUCTIONS TO CANDIDATES

- Attempt *four* questions in all.
- All answers carry equal marks
- Credit will be given for use of relevant diagrams and illustrations.
- Any additional question(s) answered will not be marked.

1. You are to start a medium scale grain milling project in your area

- (a) What factors will you consider when selecting machinery and equipment for your project? (07marks)
- (b) Explain the factors that are likely to influence your decision when determining the prices of your products? (05marks)
- (c) Describe the methods you will employ to ensure quality production in your project. (08marks)
- (d) Outline the negative effects of your business on the environment. (05marks)

2. You have been appointed as a manager of a medium size paper making project in your town

- (a) How will you manage cash sales in the business? (05marks)
- (b) Describe any four business laws that you will observe when conducting the business. (08marks)
- (c) Explain any three strategies you will use to minimize risks in the business. (06marks)
- (d) Describe the books of accounts you will use for the different transactions. (06marks)

3. Below are transactions for the month of October 2018.

October

	Shs.
1 st The chief cashier gave shs. 300,000 as a float to the petty cashier	
2 nd bought petrol for the van	16,000
3 rd paid travel expenses for staff	23,000
3 rd paid for postages	12,000
4 th paid for travel expenses for staff	32,000
7 th paid for general cleaning	11,000
9 th bought petrol for the van	23,000
12 th paid for travel expenses for staff	13,000
14 th bought petrol for the van	23,000
15 th paid for travel expenses for staff	5,000
16 th paid for general cleaning	11,000
18 th bought petrol for the van	22,000
20 th paid postage	12,000
22 nd paid for general cleaning	11,000
24 th paid travel expenses for staff	7,000
29 th settled accounts of Mr. Brown	13,000
31 st paid for postage	12,000

Required to:-

(a) Prepare the petty cash book for Katono Enterprises and balance it on October 31/2018. (20 marks)

(b) Transfer the accounts to the ledgers. (5marks)

4. Adwenyu started a business on January 1st 2022 with capital in cash of shs. 4,000,000.

During the month, he carried out the following transactions.

Jan 1 st bought goods for resale, cash	400,000
2 nd sold six necklaces	600,000
4 th bought ten stoves	500,000
6 th sold eight necklaces	9,600,000
10 th sold ten rings on credit to Kato	1,000,000
12 th bought ten rings from Seiko Company on credit	750,000
23 rd bought for cash 12 rings	600,000
25 th paid general expenses cash	400,000
28 th sold 17 rings to Kato	1,700,000
30 th paid wages to shop assistants	2,000,000
31 st paid Seiko Company	750,000
31 st received cash from Kato	1,000,000

Required to:-

(a) Prepare the relevant ledger accounts duly balanced. (16marks)

(b) Extract a trial balance as at 31st January 2022. (09marks)

5. You have decided to expand your bakery to satisfy the existing market. (06marks)

(a) Prepare a marketing plan for the business. (08marks)

(b) Design a questionnaire for conducting a market survey. (06marks)

(c) Prepare a purchase order for raw materials for the business. (05 marks)

(d) Design a poster to advertise your product.

END