

845/1
ENTREPRENEURSHIP
EDUCATION
Paper 1
2 ½ HOURS

MID TERM III EXAMINATION-2019
ENTREPRENEURSHIP EDUCATION
PAPER 1 (845/1)
TIME: 2½ HOURS

INSTRUCTIONS TO CANDIDATES:

- Answer any **FOUR** questions.
- All questions carry equal marks.
- Neat work is a **MUST**.

1. Mukasa after completing senior four, he decided to start a small maize mill in his locality.
 - (a) Prepare a job advert for the post of your manager. (08mks)
 - (b) Design a business card for the manager. (06mks)
 - (c) State the factors you would consider when selecting machinery for the project.

(06mks)

(d) Design a receipt to be issued to your customers.

(05mks)

2. The following Trial balance was extracted from the books NAKU Traders as at 30/06/2013.

	DR(shs)	CR(shs)
Capital		6,000,000
Sales		20,000,000
Stock (1/6/2013)	900,000	
Purchases	12,780,000	
Drawings	2,700,000	
Telephone	570,000	
Loan (8 years)		3,300,000
Discount received		450,000
Rent	720,000	
Cash	120,000	
Interest received		150,000
Salaries & wages	1,560,000	
General expenses	210,000	
Bank	360,000	
Carriage on sales	330,000	
Creditors		2,700,000
Buildings	6,000,000	
Commission allowed	600,000	
Debtors	3,600,000	
Furniture	2,250,000	
Total	32,700,000	32,700,000

Required to prepare:

(a) Trading, profit and Loss account for the year ended 30/6/2013.

(15mks)

(b) Balance sheet as at 30/6/2014.

(10mk)

3. You intend to start a carpentry workshop in your locality.
 - (a) State the requirements you will need for your project. (07mks)
 - (b) Give the effects of:
 - (i) your business on the natural environment. (05mks)
 - (ii) a degraded environment on your project. (05mks)
 - (c) Suggest the measures you will undertake to reduce the harmful effects of the business on the natural environment. (08mks)

4. Fahim Traders commenced business on the 1st January 2015 with cash shs. 3,000,000. The following transactions took place during the month.

	shs
Jan 3 Paid rent by cash	100,000
4 Bought goods by cash	500,000
6 Bought furniture by cash	40,000
7 Cash sales	200,000
9 Opened a bank account and deposited cash	300,000
10 Sold goods on credit to Haula	200,000
12 Sold goods for cash	100,000
13 Paid for insurance by cash	30,000
14 Sold goods by cheque	180,000
15 Bought goods on credit from Fahad	560,000
16 Paid for advertising by cash	50,000
17 Cash sales	138,000
18 Bought furniture by cheque	30,000
19 Received cash from Haula	150,000
20 Withdrew cash from the bank for business use	40,000
21 Sold goods and received a cheque	285,000
22 Paid part of Fahad's debt by cheque	300,000
23 Sold goods by cheque	320,000
24. Cash sales	172,000
25 Withdrew cash for personal use	10,000

Required:

- (a) Prepare a Two Column cash book.

- (b) Extract a Trial Balance as at 31/01/2015 (25mks)
5. You have started a Restaurant in your home area.
- (a) Prepare a menu card for the business. (05mks)
- (b) Explain how you will ensure production of quality products. (10mks)
- (c) Prepare a payment voucher to be used in the business. (05mks)
- (d) State the benefits of the project. (05mks)

END