



**REFORMED CHURCH UNIVERSITY**

---

**FACULTY OF COMMERCE**

**BACHELOR OF COMMERCE HONOURS DEGREE IN  
LOGISTICS AND SUPPLY CHAIN MANAGEMENT**

**INTRODUCTION TO FINANCIAL ACCOUNTING FOR  
BUSINESS**

**HLSM 112**

**PART 1 SEMESTER 1**

**TOTAL MARKS [100]**

**DATE: DECEMBER 2024**

**Time: 3 Hours**

---

**INSTRUCTIONS**

1. This paper has *six (6)* questions
  2. Answer question *one (1)* and *any* other *three (3)*
  3. Each question carries *25 marks*
  4. Start each question on a new page
- 
-

## QUESTION 1

The following information is available after the Cash Book of New Erable Helpers Stores was compared with their Bank Statement at 30 September 2023.

### Information

- 1 The Cash Book showed an overdraft of \$10 100.
- 2 The Bank Statement showed a debit balance of \$10 568.
- 3 The deposit of \$7 654 does not appear on the Bank Statement.
- 4 Cheques not yet presented for payment:  
Cheque \$805  
Cheque \$690
- 5 The bank recorded the following in the current bank account of Windhoek Stores:  
Credit card levy \$150  
Service fee \$243  
Interest on overdraft \$163
- 6 A cheque for \$260 received from P. Peters was dishonoured by the bank.  
Discount allowed on this cheque was \$30.
- 7 A payment by a debtor, D. Sunshine, for \$3 000 appears in the Bank Statement and not in the Cash Book.
- 8 The Bank Statement showed a debit order for \$693 in favour of Deadsure for an insurance premium.
- 9 T. Strong, a tenant, deposited his monthly rent directly into the bank account, \$4 200.

### **You are required to:**

- a) Make supplementary entries in Cash Book of New Erable Helpers Stores on 30 September 2023. (15 Marks)
- b) Draw up the Bank Reconciliation Statement on 30 September 2023. (10 Marks)

## Question 2.

Examine the role played by financial accounting information system in an organisation of your choice. (25 Marks)

## Question 3

The following Trial balance was extracted from the books of Peter as at 31 August 2022

\$                      \$

Capital at 1 September 2021		98500
Receivables and Payables	5000	10000
Discounts	800	500
Purchases and Sales	120000	190000
Returns	10000	14500
Rent	22000	
Business Rates	8000	
Sundry expenses	1700	
Bank	7500	
Motor vehicles at cost	45000	
Drawings	58500	
Provision for depreciation for motor vehicles		6000
Stock on 1 September	41000	
	319500-00	319500-00

#### Notes

- 1: Inventory valued at cost price \$4550
- 2: Unexpected business rates \$150
- 3: Accrued rent \$200
- 4: Depreciate motor vehicles @ 20%

#### **Required:**

A statement of comprehensive income for the year ending 31 August 2022, together with a statement of Financial Position as at that date. (25 marks)

#### **Question 4**

- a) Explain any five fundamental accounting concepts (20 Marks)
- b) Explain the following forms of business,

Sole trader, (1 Mark)  
Partnership (2 Marks)  
Limited Company (2 Marks)

### **Question 5**

Explain any 5 types of errors that do **not affect** the trial balance (25 Marks)

### **Question 6**

The following transactions were extracted from the books of T Gweja for the month of March 2022

March 1: Commenced business with \$10 000 in the bank and Building worth \$5 000

- 2: Bought goods for \$3 000 on credit from Metro
- 3: Received a loan for \$1 000 from Ngoda by cheque
- 4: Bought his private motor car into the business valued at \$4 000
- 5: Paid rent \$500 by cheque
- 6: Took \$300 out of the bank and put it in a cash till
- 7: Cash sales \$6 000
- 8: Took \$400 cash for personal use
- 9: Returned goods worth \$200 to Metro
- 10: Repaid half of Ngoda`s loan by cheque

### **Required :**

- (i) Record the above transactions in the journal (10 marks)
- (ii) Prepare ledger accounts and extract a trial balance (15 marks)

**END OF PAPER**