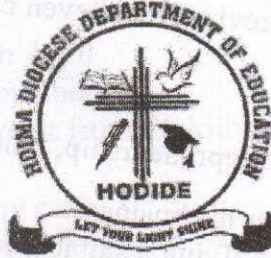


845/1
ENTREPRENEURSHIP
EDUCATION
Paper 1
July/Aug. 2024
2½ hours



HOIMA DIOCESE EXAMINATIONS BOARD

UCE Mock Examination, 2024

ENTREPRENEURSHIP

Paper 1

2 hours 30 minutes

INSTRUCTIONS TO CANDIDATES

This paper consists of sections A and B.

It has five examination items.

Section A has three compulsory items.

Answer one item from Section B.

Answer four examination items in all.

*Any additional item(s) answered will **not** be scored.*

All answers must be written in the answer booklet(s) provided.

SECTION A

Answer all items in this section.

Item 1

Hasifah used to operate a mobile money business that failed due to COVID-19 effects. Currently, she would like to revive it and even change the location. She is however not sure of the issues to address.

Task

Using your knowledge of Entrepreneurship, guide Hasifah on;

- how she can re-register his business.
- issues to consider identifying a suitable location.
- preparation of an implementation plan for the business.

Item 2

Namiir owns a dairy business where he employs 2 waitresses. His dairy is currently registering low sales and many of his former customers now go to other fresh milk-selling businesses in the area. Some of the customers were heard complaining that Namiir's dairy is dirty, there is no delivery services, too noisy, the workers are rude, inexperienced and they keep on conflicting on roles even in the presence of their clients. Namiir now wants to revive his dairy to become competitive and attract customers through social media. However, she lacks the necessary managerial skills.

Task

Using your management skills,

- guide Namiir on how he can address the challenges.
- design, for Namiir, a social media advert.

Item 3

Ateenyi operates a hardware shop registered as a corporate body. Last year, the business registered a gross income of UGX 30,000,000= and from this, she has to pay corporation tax of 30%. The business also purchased goods worth UGX 257,000,000= and was able to earn UGX 340,000,000= upon selling them. The business also owns assets like a delivery van, gas cooker, and a two-roomed building. Recently, the delivery van was involved in an accident and Ateenyi was not compensated. On approaching the insurance company, she was told that the vehicle was registered in another person's name, the driver was found drunk and that it had been insured in two companies. Her friend Abwooli advised her to apply for insurance but Ateenyi is hesitant to do so this time. Last week, she received a message from URA reminding her to clear her taxes. She has worries about business continuity and seeks assistance on how to protect the business assets.

Task

- Help Ateenyi determine the corporation tax if her allowable expenses amount to UGX 15,000,000=.
- Sensitize her on what she needs to observe so as to get compensated next time.

SECTION B

Answer one item from this section.

Item 4

Majidu manages a coffee beverage business. He has managed to summarize the transactions relating to the month of May 2024. He would like to check the arithmetic accuracy of the transactions and entries before she presents the accounts details to the shareholders .

		UGX
May 1st	Bank balance from April	6,000,000=
4th	Bought machines by cheques	15,000,000=
5th	Bought goods on credit from Mukiibi	25,000,000=
8th	Cash sales to date	20,000,000=
10th	Bought stationery by cash	8,000,000=
12th	Paid for electricity by cheques	10,000,000=
15th	Sold goods to Okello on credit	30,000,000=
18th	Paid for rent by cash	7,500,000=
20th	Banked cash	5,000,000=
22th	Paid Mukiibi cash and a cheque of	6,000,000= 9,000,000=
24th	Cash purchases	100,000,000=
26th	Withdrew cash from bank for office use	12,000,000=
27th	Got cash from bank for personal use	10,000,000=
28th	received cash from Okello worth and a cheque of	18,000,000= 12,000,000=
29th	Paid salary by cheques	15,000,000=

Task

Help Majidu to check for the arithmetic accuracy.

Item 5

Stuart's cashier lists all transactions made in an exercise book. Stuart would like to transfer the transactions below to the books of original entry. However, he has insufficient skills in accounting.

2024		UGX.
June 1st	Commenced business with cash	13,200,000=
June 4th	Bought motor van for cash	330,000=
June 6th	Bought goods for cash	340,000=
June 10th	Cash sales to date	580,000=
June 13th	Paid salary in cash	250,000=
June 16th	Paid rent in cash	160,000=
June 23rd	Bought stationery in cash	200,000=
June 28th	Cash purchases amounted to	360,000=
June 30th	Sold goods for cash	600,000=

Task

Record for Stuart the transactions above in the appropriate book of original entry.

END