

**UNIVERSITY OF SWAZILAND**



**INSTITUTE OF DISTANCE EDUCATION  
BACHELOR OF EDUCATION (ADULT EDUCATION)**

**YEAR IV**

**FINAL EXAMINATION PAPER, MAY 2010**

**TITLE OF PAPER :** FINANCIAL MANAGEMENT AND CONTROL  
**COURSE CODE :** IDE-BAE 412-1&2  
**TIME ALLOWED :** THREE (3) HOURS

**INSTRUCTIONS:**

1. ANSWER FOUR (4) QUESTIONS ONLY; TWO FROM SECTION A AND TWO FROM SECTION B.
2. QUESTION ONE (1) IS COMPULSORY.
3. ANSWERS SHOULD BE WRITTEN IN THE ANSWER BOOKLETS PROVIDED.
4. DO NOT WRITE ON THE QUESTION PAPER.
5. PORTABLE NON-PRINTING CALCULATORS ARE ALLOWED.

**THIS PAPER SHOULD NOT BE OPENED UNTIL PERMISSION HAS BEEN GRANTED BY THE INVIGILATOR.**

## SECTION A

### QUESTION 1

The bookkeeper of Emassi (Pty) Ltd has provided you with the trial balance relating to the business for the year ending 31 March 2009:

Emassi (Pty) Ltd Trial Balance as at 31 March, 2009

	DR	Cr
	"E"	"E"
Motor Vehicles (Net of depreciation)	18,000.00	
Equipments (Net of depreciation)	7,200.00	
Closing Stock	225.00	
Bank balance	6,788.00	
Cash	237.00	
Creditors		670.00
Capital		16,580.00
Net Profit for the year		5,200.00
Bank Loan		10,000.00
<b>Totals</b>	<b>32,450.00</b>	<b>32,450.00</b>

Required:

- (a) Using the above given information, you are expected to present to the members of Emassi (Pty) Ltd the Balance Sheet as at 31 March 2009. (25 marks)
- (b) Explain the meaning of the term Net Current Asset and its impact on the operation of the company to the members of Emassi (Pty) Ltd. (5 marks)

### QUESTION 2

What do you understand by the term internal control? Discuss its role in managing organizations. (20 marks)

### QUESTION 3

What are the five conventions or rules of the thumb which accountants use in recording transactions and preparing financial statements? (20 marks)

**QUESTION 4**

What is the difference between cash budget and capital budget? What is the importance of financial management and control in an organization? (20 marks)

**SECTION B**

**QUESTION 5**

Describe any three types of responsibility centres and show their uses to management. (25 marks)

**QUESTION 6**

What is the role of human resources in management control? (25 marks)

**QUESTION 7**

Describe the human resource management cycle. (25 marks)

**QUESTION 8**

Perfect congruence between individual goals and organization goals does not exist. Discuss. (25 marks)