

UNIVERSITY OF SWAZILAND
INSTITUTE OF DISTANCE EDUCATION
B. ED. (ADULT EDUCATION) YEAR V
FINAL EXAMINATION, MAY 2014

TITLE OF PAPER: FINANCIAL MANAGEMENT & CONTROL IN ORGANISATIONS

COURSE CODE: BAE 528

TIME ALLOWED: THREE (3) HOURS

WEIGHT: 100 MARKS

INSTRUCTIONS:

1. ANSWER ALL QUESTIONS FROM SECTION A
2. ANSWER TWO (2) QUESTIONS FROM SECTION B
3. WRITE YOUR ANSWER IN ANSWER THE BOOKLET
4. PORTABLE NON-PRINTING CALCULATORS ARE ALLOWED

THIS PAPER IS NOT TO BE OPENED UNTIL PERMISSION HAS BEEN GRANTED BY THE INVIGILATOR

SECTION A

QUESTION 1

The following Trial Balance was extracted from the books of Mdzandza Suppliers, a trader as at 31 December 2013.

PARTICULARS	DR ('E')	CR ('E')
Capital Account		151,000
Furniture & Fittings	92,000	
Purchases & Sales	150,000	500,000
Stock at 1 January 2013	20,000	
Debtors & Creditors	70,000	65,000
Motor van	100,000	
Transport expenses	20,000	
General expenses	40,000	
Rent & Rates	60,000	
Provision for bad debts		10,000
Bad debts	42,000	
Discount received		12,000
Wages and Salaries	70,000	
Lighting and heating	4,000	
Drawings	20,000	
Bank	50,000	
TOTALS	738,000	738,000

Additional information:

1. Stock at 31 December, 2013 was E 42,000.
2. An amount of E 1000 owed for lighting and heating as at 31 December, 2013.
3. The provision for Bad debt is to be reduced to E 8000.
4. Provide depreciation on Motor Van at a rate 20%.
5. Provide depreciation on Furniture and fittings at a rate of 10%.
6. During the year 2013, the directors withdrew goods valued at E1000 from the business stock for private use. No entry was made in the books for the withdrawal of these goods.

Required:

- (a) Prepare the Trading and Profit and Loss Accounts for the year ended 31 December 2013. [15 marks]
- (b) Draw up a Balance Sheet as at 31 December 2013. [15 marks].

QUESTION 2

Make a distinction between the statement of cash flows and a budget.

[20marks]

SECTION B

QUESTION 3

What are the motives of holding cash and benefits of cash management?

[25 marks]

QUESTION 4

What is the role of human resources in management control?

[25 marks]

QUESTION 5

It is always argued that perfect congruence between individual goals and organizational goals don't exist. Discuss.

[25 MARKS]

QUESTION 6

What are the benefits and limitations of budgeting?

[25marks]