

UNIVERSITY OF SWAZILAND
INSTITUTE OF DISTANCE EDUCATION
B. ED. (ADULT EDUCATION) YEAR V
FINAL EXAMINATION, MAY 2015

TITLE OF PAPER: FINANCIAL MANAGEMENT & CONTROL IN ORGANISATIONS

COURSE CODE: IDE-BAE 528

TIME ALLOWED: THREE (3) HOURS

WEIGHT: 100 MARKS

- INSTRUCTIONS:**
1. Answer all Questions from Section A
 2. Answer any two (2) questions from Section B
 3. Write your answers on answer booklet provided
 4. Do not write on the Question Paper
 5. Portable, non-printing calculators may be used

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

SECTION A

QUESTION 1

The accountant of Ultra Travel has provided you with the following information which you have to explain to the board of directors, namely;

1. Sales	E1,000,000.00
2. Cost of sales	E600,000.00
3. Cost of operating expenses	E200,000.00
4. Current assets	E500,000.00
5. Current liabilities	E300,000.00
6. Owners' equity	E800,000.00

As an adult learner, you are supposed to calculate and explain to the board the following ratios and their implications:

(a)

1. Net profit ratio	[5 marks]
2. Current ratio	[5 marks]
3. Return on equity	[5 marks]
4. Gross profit ratio	[5 marks]

(b) Why is it important to have a positive net current assets and its implications if it is not positive? [10 marks]

Total marks [30 marks]

QUESTION 2

What are the three motives of holding cash and what are their benefits.

[20 marks]

SECTION B

QUESTION 3

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

[25 marks]

QUESTION 4

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

[25 MARKS]

QUESTION 5

What is the role of human resources in management control?

[25 marks]

QUESTION 6

Describe the ideal human resource cycle for any organization.

[25 marks]