

UNIVERSITY OF SWAZILAND
INSTITUTE OF POST-GRADUATE STUDIES

M. ED. (ADULT EDUCATION) I

FINAL EXAMINATION, MAY 2017

COURSE CODE: AE 611 / AED636

PAPER TITLE: SMALL-SCALE BUSINESS MANAGEMENT

WEIGHT: 100 MARKS

TIME ALLOWED: THREE (3) HOURS

**INSTRUCTIONS: ANSWER QUESTION 1 AND TWO (2) OTHERS, THREE (3)
QUESTIONS ALTOGETHER**

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TO DO SO**

Question 1

Identify and discuss four (4) ways in which small-scale business contributes towards a country's economy. Provide relevant examples to illustrate your answer [4 x 10 = 40 marks]

Question 2

Any business enterprise requires funding to see the business dream come true. Identify and discuss three (3) sources of financing a business strategy in small-scale business

[3 x 10 = 30 marks]

Question 3

The government is responsible for mainlining order in an economy. Identify and discuss four (4) mechanisms through which government regulates small-scale business in Swaziland or a country of your choice [4 x 7.25 = 30 marks]

Question 4

(a) Small-scale business does not have to remain small. Discuss two (2) reasons small-scale business may need to expand the level of operations to medium- or large-scale.

[2 x 7 = 14 marks]

(b) Explain two (2) constraints that can serve as barriers to expansion of small-scale business

[2 x 8 = 16 marks]

[Total marks = 30]

Question 5

From the Trial Balance of Fashion Trends below, prepare a statement of comprehensive income for the year ended 31 March 2017 and a comprehensive statement of financial position as at that date.

Description/Item	Debit	Credit
Capital, 01/04/2016		E15 000
Drawings	E 1 080	
Cash in hand	E 70	
Cash at Bank	E 440	
Furniture & Fittings	E 800	
Motor vehicles	E 6 300	
Inventory/Stock, 01/04/2016	E 5 400	
Purchases	E13 800	
Purchases returns (outwards)		E 190
Sales (Revenue/turnover)		E17 900
Sales returns (inwards)	E 220	
Carriage inwards	E 150	
Carriage outwards	E 120	
Discount received		E 50
Commission received		E 130
Motor insurance	E 140	
Bad debts written off	E 100	
Postage & printing	E 110	
Salaries & wages	E 1 920	
Sundry debtors	E12 000	
Sundry creditors		E 9 380
Total	E42 650	E42 650

Inventory (stock) at 31 March 2016 amounted to E7 360

Wages due but still unpaid at 31/03/2017 totaled E80

Depreciate motor vehicles at 5 per cent per annum

[30 marks]

End of Question Paper