

UNIVERSITY OF E-SWATINI
INSTITUTE OF DISTANCE EDUCATION
B. ED. (ADULT EDUCATION) YEAR V
FINAL EXAMINATION, AUGUST 2020

COURSE CODE: BAE 527

PAPER TITLE: SMALL-SCALE BUSINESS MANAGEMENT II

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 (Compulsory)

Discuss four (4) reasons financial statements are required in small-scale business generally and in E-Swatini specifically. Provide relevant examples to illustrate your answer [4 x 10 = 40 marks]

Question 2

With the aid of relevant examples in each case, distinguish between two (2) types of forecasting.

[2 x 15 = 30 marks]

Question 3

With the aid of examples, discuss three (3) legal considerations a small-scale business entrepreneur has to observe in this country [3 x 10 = 30 marks]

Question 4

Presented below is a trial balance from the books of BC Suppliers in Big Bend, Lubombo Region..

You are required to prepare the statement of comprehensive income for the year ended 31 December 2018 and a statement of financial position of BC Suppliers as at that date

Trial Balance as at 31 December 2018

Description	Dr	Cr
Capital, 01/01/2018		E 8 620
Cash in hand	E 440	
Cash at Bank	E1 130	
Stock, 01/01/2018	E3 790	
Purchases (net)	E4 950	
Sales		E12 950
Wages and salaries	E6 310	
Insurance premium	E 920	
Equipment	E2 520	
Discount received		E 60
Bad debts recovered		E 70
Drawings	E1 470	
Trade debtors	E1 460	
Trade creditors		E1 290 /
Total	E22 990	E22 990

[30 marks]

Stock at 31 December 2018 amounted to E1 100

End of Question Paper