

UNIVERSITY OF E-SWATINI
INSTITUTE OF DISTANCE EDUCATION
B. ED. (ADULT EDUCATION) YEAR IV/V
FINAL EXAMINATION, NOVEMBER 2021

COURSE CODE: AED414/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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PERMISSION TO DO SO**

Question 1 (Compulsory)

(a) With the aid of examples, explain financial statements under the following sub-headings:

(i) What these statements are – meaning?

(ii) Who may require these statements and why?

(iii) Frequency of preparing these statements and why?

[3 x 5 = 15

marks]

(b) In relation to business, what do you understand by ‘forecasting’?

[5

marks]

(c) Identify and discuss two (2) main methods of forecasting

[2 x 6 = 12

marks]

(d) Distinguish between a ‘cash budget’ and a ‘cash forecast’

[2 x 4 = 8

marks]

[Total marks =

40]

Question 2

(a) Identify and discuss two (2) legal requirements for starting a small business in this country (E-Swatini)

[2 x 5 =

10 marks]

(b) “All contracts are forms of agreement but not all agreements are [necessarily] contracts”.

Explain this statement, giving relevant examples to illustrate your answer [2 x 10 = 20 marks]

[Total marks =

30]

Question 3

Identify and explain three (3) challenges women in E-Swatini face in starting and running a business. Discuss how two (2) of these challenges may be overcome

[5 x 6 = 30

marks]

Question 4

From the following Trial Balance, extracted from the books of TLB Suppliers, prepare a Statement of Comprehensive Income for the year ended 31 December 2020 and a Statement of Financial Position (formerly Balance Sheet) as at that date

Item	Dr column	Cr column
Capital, 01 January 2020		E25 000
Drawings	E 1 420	
Furniture & equipment	E 2 360	
Motor vehicles	E 1 600	
Premises	E10 000	
Stock (01 January 2020)	E12 090	
Purchases and Sales	E27 920	E47 500
Discount allowed	E 625	
Discount received		E 225
Bank charges	E2 500	
Bad Debts written off	E 900	
Carriage inwards	E 2 950	
Wages & Salaries	E 5 660	
Printing & stationery	E 230	
M-Vehicle repairs	E 170	
Insurance premium	E 120	
Cash in hand	E 550	
Cash at Bank	E 1 800	
SD & SB Loan		E 1 000
Trade Debtors	E12 360	
Trade Creditors		E 9 530
Total	E83 255	E83 255

Stock at 31 December 2015 amounted to R12 260
marks]

[30

End of Question Paper