

THE UNITED REPUBLIC OF TANZANIA
NATIONAL EXAMINATIONS COUNCIL
ADVANCED CERTIFICATE OF SECONDARY EDUCATION EXAMINATION

153/2

ACCOUNTANCY 2
(For Both School and Private Candidates)

Time: 3 Hours

2006 February, 15 Wednesday a.m.

INSTRUCTIONS

1. This paper consists of five (5) questions.
2. Answer all questions.
3. All questions carry equal marks.
4. Workings must be shown clearly.
5. Marks will be awarded for cleanliness and style of presentation of answers.
6. Cellular phones are **not** allowed in the examination room..
7. Write your **Examination Number** on every page of your answer booklet(s).

ACS

This paper consists of 4 printed pages.

1.
 - (a) Describe a microcomputer system.
 - (b) State four (4) principal functions of a computer.
 - (c) Name the parts responsible for each principal function stated in 1.(b) above.
2. Mashaka and Masumbuko, who share profits and losses equally, decided to dissolve their partnership on 31st March 2005. The balance sheet on that date was as follows:

BALANCE SHEET AS AT 31ST MARCH 2005

Assets	Tshs.	Liabilities	Tshs.
Machinery	120,800	Capital Accounts	
Furniture	128,350	Mashaka	302,000
Debtors	422,800	Masumbuko	226,500
Cash	<u>271,800</u>	Sundry Creditors	<u>415,250</u>
	<u>943,750</u>		<u>943,750</u>

The assets were realised as follows:

Debtors	Tshs. 407,700
Machinery	60,400
Furniture	143,450

Dissolution expenses were Tshs. 15,100 and discounts totalling Tshs. 30,200 were received from creditors.

Required:

Prepare the following accounts to show the results of realisation and disposal of cash.

- (a) Realisation.
- (b) Capital.
- (c) Cash.

3. Dar es Salaam boutique is a business along Samora avenue in Dar es Salaam which has four employees in its payroll: Walter, Xavier, Yusufu and Zainabu. Employees have 10 hours working day for 20 days in a month. Employees are paid overtime at a rate of 1½ times their basic earnings for hours in excess of the normal working month.

During the month ending 31st December 2005 the following data were provided:

- (a) Employees' details

Employee name	Hours worked	Rate per hour
Walter	180	500
Xavier	220	500
Yusufu	200	450
Zainabu	240	600

4. The following is the adjusted trial balance for Joyce & Company, certified public accountants as at 31st December 2004.

JOYCE & COMPANY CERTIFIED PUBLIC ACCOUNTANTS
ADJUSTED TRIAL BALANCE AS AT 31ST DECEMBER 2004

DETAILS	DR	CR
Cash	1,250,000	
Accounts receivable	695,000	
Supplies stock	110,000	
Office equipment	960,000	
Accumulated depreciation – office equipment		360,000
Office furniture	1,100,000	
Accumulated depreciation – office furniture		330,000
Accounts payable		380,000 ✓
Salaries payable		200,000 ✓
Joyce capital		1,900,000 ✓
Joyce drawings	400,000 ✓	
Service revenue		4,109,000 ✗
Salaries expense	1,750,000 ✗	
Supplies expense	210,000 ✗	
Utilities expense	440,000 ✗	
Advertising expense	134,000 ✗	
Depreciation expense-office equipment	120,000 ✗	
Depreciation expense – office furniture	<u>110,000</u> ✗	
	<u><u>7,279,000</u></u>	<u><u>7,279,000</u></u>

From the above information, prepare a balance sheet as at 31st December 2004.

5. A. Joy Ltd Company, whose head office is in Tabora, operates a branch at Bukoba. All goods are purchased by head office and invoiced to and sold by the branch at cost plus 33½ per cent. Other than a sales ledger kept at Bukoba branch, all transactions are recorded in the books at Tabora.

The following particulars represent the transactions of the branch during the year ended 31st December 2003.

Stock on hand 1.1.2003 at invoice price	4,400
Debtors on 1.1.2003	3,946
Stock on hand 31.12.2003 at invoice price	3,948
Goods sent from Tabora during the year at invoice price	24,800
Credit sales	21,000
Cash sales	2,400
Returns to head office at invoice price	1,000
Invoice value of goods stolen	600
Bad debts written off	148
Cash from debtors	22,400
Normal loss at invoice price due to wastage	100
Cash discount allowed to debtors.	428

Required:

Write up the branch stock account and branch total debtors account for the year ended 31.12.2003, as they would appear in the head office books.