

BOOK KEEPING FTNA 2018 (ANSWERS)

Solutions from: [Maktaba by TETEA](https://maktaba.tetea.org)

By Salim Abdallah

QUESTION 1

i	ii	iii	iv	v	vi	vii	viii	ix	x
D	B	C	A	C	A	D	C	A	C

QUESTION 2

LIST A	i	ii	iii	iv	v	vi	vii	viii	ix	x
LIST B	G	M	K	B	J	C	F	A	L	E

QUESTION 3

S/N	NAME OF ACCOUNT	CLASS OF ACCOUNT
1	Creditors	Personal
2	Sales	Nominal
3	Stock	Real
4	Purchases	Nominal
5	Rent	Nominal
6	Machinery	Real
7	Cash	Real
8	Advertising	Nominal
9	Debtors	Personal
10	Land	Real

QUESTION 4

Reasons for the Differences between the Cash Book and the Bank Statement Balances

- (i) **Un presented cheques** are cheques given to a creditors but it has not yet been received and processed by the writer's bank.
- (ii) **Uncredited cheques (bank lodgment)** are cheques which the business deposited to bank, but the bank is yet to receive the funds from the customer's bank.
- (iii) **Dishonored cheques** are cheques deposited at the bank, but have been rejected by the bank.
- (iv) **Standing orders** are instructions to the bank from the bank holder to pay specified amounts at given dates, to the persons named as per instructions.
- (v) **Direct debits** are payments such as rates and insurance premiums which have to be made. You may give permission to the creditors to obtain the money directly from your bank account.
- (vi) **Direct deposits** refers to the amounts paid by someone directly into the bank account of the business.
- (vii) **Bank commissions/ charges** are bank fees for keeping our accounts.
- (viii) **Bank overdraft** is an extra amount the business used from the bank, when it had used up all its savings at the bank

QUESTION 5

SUNGA

DR

BALANCE SHEET AS AT 30/04/ 2017

CR

ASSET	TZS	CAPITAL AND LIABILITIES	TZS
Fixed Assets		Capital	1,140,000
Furniture and fittings 180,000		Add: net profit	<u>656,000</u>
Land and buildings 848,000			1,796,000
	1,028,000	Less: drawings	<u>286,000</u>
Current Assets		Net capital	1,510,000
Debtors 312,000			
Stock 180,000		Liabilities	
Cash at bank 100,000		Current Liabilities	
Cash In hand <u>50,000</u>		Creditors	<u>160,000</u>
	<u>642,000</u>		
	1,670,000		1,670,000

QUESTION 6

DR		PETTY CASH BOOK						CR
RECEIPT	DATE	DETAILS	AMOUNT	POSTAGE	TRAVELLING	CLEANING	PETROL	STATIONERY
300,000	1/1/2018	Cash						
	3/1/2018	Postage	23,000	23,000				
	4/1/2018	Bus fare	12,000		12,000			
	5/1/2018	Cleaning	15,000			15,000		
	6/1/2018	Petrol for delivery van	54,000				54,000	
	8/1/2018	Bus fare	33,000		33,000			
	12/1/2018	Stationery	26,000					26,000
	14/01/2018	Cleaning	62,000			62,000		
	28/01/2018	Postage	18,000	18,000				
<u>243,000</u>	31/01/2018	Cash reimbursed	243,000					
	31/01/2018	Balance c/d	<u>300,000</u>					
543,000			543,000	41,000	45,000	77,000	54,000	26,000
300,000	1/2/2018	Balance b/d						

QUESTION 7

PETER JOURNAL PROPER AS AT 1/1/2018

DATE	DETAILS	DR (TZS)	CR (TZS)
01/01/2018	Cash in hand	200,000	
	Cash at bank	800,000	
	Furniture	50,000	
	Buildings	200,000	
	Stock	30,000	
	Debtors: P. Fundi	50,000	
	M. Songe	20,000	

	Creditors: Chacha		300,000
	John		150,000
	Capital (1,350,000 - 450,000)		900,000
		<u>1,350,000</u>	<u>1,350,000</u>