

# BOOK KEEPING FTNA 2019 (ANSWERS)

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

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## QUESTION 1

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

## QUESTION 2

LIST A	i	ii	iii	iv	v	vi	vii	viii	ix	x
LIST B	O	M	K	L	G	D	H	A	F	I

## QUESTION 3

### Users of Accounting Information

- i. Owner of the business
- ii. Buyer
- iii. Tax inspectors
- iv. Investors
- v. Financial institutions
- vi. Prospective Partner

## QUESTION 4

- (a) **Double entry bookkeeping system** is a principle of recording each business transaction twice on the debit side and on the credit side of the different accounts, this means, every debit entry in one account must correspond to a similar credit entry in the other account.
- (b) Account is a part of ledger which records transactions of the similar nature. It has two side which are debit side and credit side where one side is for gaining and the other side is for losing.
- (c) **Discount received** is a deduction from the amount due given to a business by a supplier when their account is paid before the time allowed has elapsed
- (d) **Debtors** are people or companies that owes business money. The debtor has a debt/ obligation.
- (e) **Current liabilities** are loans that are taken and repaid within a year such as creditors.

## QUESTION 5

MRS. MWALONGO THREE COLUMN CASHBOOK											
DR						CR					
DATE	DETAILS	F	CASH	BANK	DISC · ALL OWE D	DATE	DETAILS	F	CASH	BANK	DIS C. REC EIV ED
1.4.2018	Balance b/d		11,000	38,500		1.4.2018	R. Fredy(w4)	5		11,700	300
1.4.2018	L. Sempeo (W1)	2		15,600	400	1.4.2018	L. Andrew(w5)	6		19,000	1,000
1.4.2018	L. Mushi (w2)	3		9,500	500	1.4.2018	E. Sebogo(w6)	7		27,300	700
1.4.2018	S. Sogodi (w3)	4		11,700	300	10.4.2018	Cash	"C"		15,000	
10.4.2018	Bank	"C"	15,000			20.4.2018	Wages	8		31,500	
30.4.2018	Balance c/d			29,200		30.4.2018	Balance c/d		26,000		
			26,000	104,500	1,200				26,000	104,500	2,000
1.5.2018	Balance b/d		26,000			1.5.2018	Balance b/d			29,200	

### Workings:

#### Discount allowed

(w1) L. Sempeo = 16,000 × 2.5% = 400

L. Sempeo = 16,000 - 400 = 15,600/= TZS

(w2) L. Mushi = 10,000 × 5% = 500

L. Mushi = 10,000 - 500 = 9,500/= TZS

(w3) S. Sogodi = 12,000 × 2.5% = 300

S. Sogodi = 12,000 - 300 = 11,700/= TZS

#### Discount received

(w4) R. Fredy = 12,000 × 2.5% = 300

R. Fredy = 12,000 - 300 = 11,700/= TZS

(w5) L. Andrew = 20,000 × 5% = 1,000

L. Andrew = 20,000 - 1,000 = 19,000/= TZS

(w6) E. Sebogo = 28,000 × 2.5% = 700/=

E. Sebogo = 28,000 - 700 = 27,300/= TZS

## QUESTION 6

DR		T. THOMAS PETTY CASHBOOK				CR	
RECEIPT	DATE	DETAILS	AMOUNT (TZS)	ANALYSIS COLUMNS			
				WAGES	STATIONERY	POSTAGE	LEDGER
45,330	1/2/2017	Balance b/d					
4,670	1/2/2017	Cash					
	3/2/2017	Wages	8,760	8,760			
	7/2/2017	Postage stamps	2,940			2,940	
	10/2/2017	Wages	9,110	9,110			
	14/2/2017	Envelopes	2,280		2,280		
	17/2/2017	Wages	8,840	8,840			
	20/2/2017	J. Mureithi	4,160				4,160
	21/2/2017	Stationery	2,750		2,750		
	24/2/2017	Wages	8,480	8,480			
	28/2/2017	Cash reimbursed	47,320	35,190	5030	2940	4160
	28/2/2017	Balance c/d	2,680				
50,000			50,000				
2,680	1/3/2017	Balance b/d					

## QUESTION 7

### G. GEORGE

#### STATEMENT OF FINANCIAL POSITION AS AT 31/12/2017

ASSETS	TZS	TZS
<b>Fixed Assets</b>		
Furniture	50,000	
Building	50,000	
Land	50,000	
Machinery	50,000	
Motor vehicles	50,000	
Fixtures and fittings	220,000	
<b>Total Fixed Assets</b>		<b>470,000</b>
<b>Current Assets</b>		
Stock	23,500	
Debtors	41,950	
<b>Total Current assets</b>	65,450	<b>65,450</b>
<b>Total assets</b>		<b>535,450</b>
		-
<b>Less: Long-term Liabilities</b>		

Loan from K. China	50,000	
Loan from uncle	<u>150,000</u>	<u>200,000</u>
	-	<b>335,450</b>
<b>Less: Current (Short- term) Liabilities</b>		
Bank overdraft	39,380	-
Creditors	<u>90,200</u>	<b>129,580</b>
		<b>205,870</b>
<b>FINANCED BY:</b>		
<b>CAPITAL AND LIABILITIES</b>		
Capital	200,000	
Add: net profit	<u>31,270</u>	-
	231,270	
Less: drawings	<u>25,400</u>	-
Net capital		<b>205,870</b>