

UNIVERSITY OF SWAZILAND
INSTITUTE OF DISTANCE EDUCATION
BACHELOR OF EDUCATION (ADULT EDUCATION)
YEAR V
FINAL EXAMINATION PAPER, MAY 2013

TITLE OF PAPER: FINANCIAL MANAGEMENT AND CONTROL

COURSE CODE: IDE-BAE 412- 1& 2

TIME ALLOWED: THREE (3) HOURS

INSTRUCTIONS:

1. ANSWER FOUR (4) QUESTIONS ONLY: ONE FROM SECTION A AND THREE FROM SECTION B.
2. QUESTION ONE (1) IS COMPULSORY.
3. ANSWERS SHOULD BE WRITTEN IN THE ANSWER BOOKLETS PROVIDED.
4. DO NOT WRITE ON THE QUESTION PAPER.
5. PORTABLE NON-PRINTING CALCULATORS ARE ALLOWED.

THIS PAPER SHOULD NOT BE OPENED UNTIL PERMISSION HAS BEEN GRANTED BY THE INVIGILATOR.

SECTION A (Compulsory)

QUESTION 1

TIGER CITY PTY (LTD) BALANCE SHEET AS AT 31 DECEMBER 2012.

FIXED ASSETS	(E)	(E)
Land Building		980,000.00
Plant and Machinery		860,000.00
Motor Vehicles		<u>500,000.00</u>
		2,340,000.00
CURRENT ASSETS		
Cash and Bank	40,000.00	
Accounts Receivable	60,000.00	
Stock	<u>45,000.00</u>	
	145,000.00	
LESS:		
CURRENT LIABILITIES:		
Accounts Payable	<u>(45,000.00)</u>	
NET CURRENT ASSETS		100,000.00
TOTAL ASSETS		<u>2,440,000.00</u>
FINANCED BY:		
OWNER'S EQUITY		<u>2,440,000.00</u>

Analyse the above balance sheet and answer the questions below:

a) Explain what is meant by

i. Balance sheet [5 marks]

ii. The balance sheet title i.e. 'balance Sheet as at 31.12.2012'

[5 marks]

iii. Owner's equity [5 marks]

b) Differentiate between :

i. Current assets and current liabilities [5 marks]

ii. Assets and liabilities [5 marks]

iii. Fixed assets and current assets [5 marks]

c) What do you understand by the term net current asset, and by giving practical examples why should it be positive in most cases?

[10 marks]

Total marks [40 marks]

SECTION B

Answer any three questions

2. Briefly discuss the human resource management cycle. [20 marks]
3. Discuss any four stake holders who will be needing information of the financial statements prepared by a company, and how they will be using it. [20 marks]
4. Describe how an ideal internal control structure of any company of your choice should operate. [20 marks]
5. What is the difference between cash budget and capital budget? [20 marks]
6. Explain with examples the difference between the statement of cash flows and a budget. [20 marks]
7. Outline and discuss any three types of responsibility centers. [20 marks]