

845/1

ENTREPRENEURSHIP

Paper 1

April /May,2026

$2\frac{1}{2}$ hours



KAGADI JOINT MOCK EXAMINATIONS CONSULT

PRE- REGISTRATION EXAMINATIONS,2026

Uganda Certificate of Education

ENTREPRENEURSHIP

Paper 1

2 hours 30 minutes

INSTRUCTIONS TO CANDIDATES:

*The paper consists of **two** sections **A** and **B**. It has **five** examination items.*

*Section **A** has **three** compulsory items.*

*Section **B** has **two** items. Answer **one** item from this section.*

*Answer **four** examinations items in all.*

*Any additional item answered will **not** be marked.*

***All** answers must be written in the answer booklet(s) provided.*

SECTION A

Answer all items in this section

Item 1

Agatha owns an enterprise in the names of AGA Enterprise which deals in the sale of different items, he owns over 20 vans which help in the delivery of goods using door to door delivery. He employs over fifty workers so he is worried on how to safe guard his business. However, he met his friend who advised him to take up insurance policies to safe guard his business.

Task:

Using your entrepreneurship skills guide Agatha on;

- (a) Insurance policies to take to safe guard his business.
- (b) Steps he should follow to take up an insurance policy.
- (c) Doctrines of insurance.

Item 2

Opio, Asingoza and James have raised money to start up a business but they are worried how they will be able to solve disputes in case they arise and they have heard that URA wants all businesses operating to be tax compliant. They started the business by purchasing goods of 1200,000 and sold them at 1600,000. The business is attracting more customers because of its quality products that they are offering.

Task:

- (a) Guide Opio, Asinguza and James on the document they should have in order to run their business smoothly and what shall be included in the document.
- (b) What taxes does URA collect from businesses?
- (c) Calculate the VAT that is supposed to be submitted to URA by the above business.

Item 3

Tamale attended a workshop about business startup and maintenance in Hoima city. The invited guest talked about the importance of businesses like getting profits, recognition and respect.

In addition, they discussed about how businesses can be maintained by capturing a big market share, pricing their products properly, distributing them in time using proper channels and finally they were told a bigger market can be got by trading with different countries.

Task:

- (a) Prepare a plan for proper marketing of the business products in the business.
- (b) Show the benefits of selling goods to other countries.

SECTION B

Answer one item from this section.

Item 4

Palmer is the owner of PAM Quality Juice Producers a leading producer of quality Juice in Kagadi district. The owner has got a misunderstanding with his accountants who left before preparing the relevant financial statements to determine the profit and loss and find out the financial position of the business. The information is presented as below.

Sale	2000,000
Purchases	1000,000
Capital	200,000
Stock (01/01/2024)	750,000
Rent	270,000
Sales returns	200,000
Purchase returns	100,000
Salaries and wages	30,000
Electricity	50,000
Discount allowed	500,000
5-year loan	5000,000
Motor vehicle	2000,000
Machinery	3500,000
Creditors	1200,000
Drawings	150,000
Bank over draft	330,000
Cash at hand	100,000
Cash at bank	200,000
Debtors	80,000
Closing stock (31 st /12/ 2024)	400,000

Task:

Help Palmer to find the net profit or loss and the financial position of the business.

Item 5

Akello is a petty cashier of a mobile money shop in Arua City. She recently attended a workshop and was sensitized about book keeping. However, it seems she did not get enough knowledge on how to handle the small expenses that take place in her mobile shop and yet her boss wants the records put right. She has a monthly imprest of 70,000.

On 1st March 2025 the balance of the petty cash was Shs 10,000 and the following transactions took place.

2025 March	1 st Rebursement ??	
2 nd March 2025	Paid for detergents	3000
4 th March 2025	Bought postage stamps	4500
6 th March 2025	Bought envelopes	3000
8 th March 2025	Paid Mane accreditors	5000
9 th March 2025	Paid for telegram	5000
11 th March 2025	Bought staple wire	1000
13 th March 2025	Paid for travel expenses	4000
15 th March 2025	Paid for staff tea	4500
17 th March 2025	Paid for boda boda fare	4000
20 th March 2025	Paid for food for staff	10,000
23 rd March 2025	Paid for pens and books	7000
30 th March 2025	Bought scrubbing brushes	3000
30 th March 2025	Bought soda for office visitor	2000

Task:

- Prepare the relevant cash book that can be used to accommodate minor expenses using analysis column of cleaning, postage, staff, travelling and ledger expenses.
- Post the entries to their respective ledger accounts.