NAME IND		INDEX NUMBER		
SCF	100L	DATE		
	<u> </u>			
	FINANC	CIAL STATEMENTS		
	1995 P1	TAL STATEMENTS		
1.		of balances from the books of Otwa traders	as at 31st	
	October 1994	of balances from the books of Otwa traders	as at 31	
	Accrued rent	4,000		
	Cash in hand	7,500		
	Trade creditors	3,000		
	Stock	4,000		
	Bank overdraft	6,000		
	Prepaid insurance	1,400		
	Trade debtors	2,600		
	Prepare a statement showing	g working capital	(5 marks	
			•••••	
			••••••	
			•••••••	
			••••••	
	b) The capital account of Nyota	traders showed a balance of Kshs 50,000 as	s at 1 st July	
	1994. For the year 30 th June	1995, the following information was available	ble.	
		ersonal car worth 80,000 for the business us		
		s 64, 000. The proprietor withdrew 32,000 f	from the business for	
	personal use. Prepare the	capital account at 30 th June 1995		
			•••••	

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	•••••	•••••		•••••		•••••
					•••••	•••••
		•••••	•••••••	••••••	•••••	•••••
					•••••	•••••
•	1996 P1					
		lowing account bala	ances were e	extracted from the	books of Sawato tr	aders on 30 th
	Septem	ber 1995.		_		
		Purchases	190,55			
		Opening stock	35,500			
		Closing stock	25,000			
		Sales	256,05	0		
		Sales return	4,800			
	Calculate	C . C 1 1	1			(5 1)
	i)	Cost of goods sol		d not mustit		(5 marks)
	ii)	Percentage of gro	oss prom and	i net profit		
		•••••		•••••		••••••
				•••••		
		•••••	• • • • • • • • • • • • • • • • • • • •	•••••	•••••	••••••
		••••••	•		•••••	••••••
					•••••	•••••
	"					
				•••••		
				•••••		
. \	1996 P1					
	The follo	owing balances shee	et relates to.	Jambo Traders		
,	Jambo tr	aders balance sheet	as at 30 th Ju	ine 1995		
		BILITIES		ASSET	S	
V	Capital	127,000		Machines	90,000	
	Bank			Stock	20,000	
	Overdrafts	12,000		Debtors	32,000	
	Creditors	25,000		Cash in hand	22,000	
		164,000			164,000	
	Calculate	Jambo Traders curr	rent ratio			(5 marks)

					
4.	1997 P1				
	During the month of July 1995 Kungu ma	ide sales wor	th Kshs.60,	000. His ma	rgin on sale
	was 20%, calculate;				
	a) The cost of goods sold				
	"				
				•••••	•••••
	0				
	b) The gross profit				
		•••••••••	•••••••••	••••••	••••••
	(U) ^c			•••••	•••••
	·				
_	1007.7	••••••••	•	••••••	••••••
5.	1997 P1 For each of the following transactions indicates:	ooto with o ti	alz tha affaa	t on conital	(1 morks)
	For each of the following transactions indi-	cate with a ti	ck the effec	t on Capitai.	(4 marks)
	Transaction	Increase	Decrease	No Effects	
	(i) Withdrew cash for personal use	Hierease	Beereuse	Tto Effects	
	r a com sec				
	(ii) Used personal savings to buy stock				
	(iii) Paid a creditor by cheque				

6. 1997 P2

(iv) Bought office furniture in cash

The following Trial balance was prepared from the books of Paka Traders as at 31st

December 1995.

	Dr.	Cr.
	Kshs	Kshs
Sales		900,000
Purchases	600,000	
Returns inwards	80,000	
Returns outwards		20,000
Carriage in		40,000
Carriage out	3,000	
Stock (Jan)	100,000	
Rent	60,000	
Creditors	170,000	
Debtors	120,000	
Interest expenses	18,000	
General expenses	7,000	
Capital	178,000	
	1,268,000	
Creditors		240,000
	6 226 000	6 226 000

Add

Stock as at 31st December was 100,000 i. Prepare Trading, profit and Loss account for the period ended 31 December 1999

Calculate return on capital, current ratio and debtor's ratio

(10 marks)

	o o	
	1998 P1	_
	The following information was extracted from the books of Ky	waso traders on 31 st
	August 1997.	
	Gross profit 130,800	
	Carriage of sales 4,700	
	Commission received 8,000	
	General expenses 18,200	
	Insurance 4,000	
	Dramana a musfit and loss A/C	(5 m outro)
	Prepare a profit and loss A/C	(5 marks)
	<u> </u>	
A 1		
7		

1998 P1

The balance sheet of Moba Enterprises for the year ended 30th June 1996 is given

	below.	Moba enterpris	es sheet as at 3	0 th June 1996.		
		Sh	sh		sh	
Cap	oital	1,200,000				
Net	profit	240,000			1,440,000	
Fixe	ed Assets		1,400,000			
			74,000			
Cur	rent Asse	ets				
Cre	ditors			_	34000	
			1,474,000		1,474,000	
		_		_		(5 marks
	Calcu	late the return o				
		a) Capital invo	ested			
		•••••	• • • • • • • • • • • • • • • • • • • •	• • • • • • • • • • • • • • • • • • • •	••••••	•••••
						• • • • • • • • • • • • • • • • • • • •
		•••••	•••••	•••••	•••••	•••••
		•••••	•••••	•••••	•••••	•••••
	9 P1					
			alances were ex	tracted from the	he books of Kiboko enter	prises
	on 30 th Ju					
		ning stock		65,000		
	Sale			280,000		
		hases		190,000		
		hases returns		10,000		
	Sale	s returns		4,200		
		1 17 1 77	o o o o o o o o o o o o o o o o o o o	I 1007 D	.1 . 1: / 6	. 1
C	losing sto	ck was Kshs. /(0,000 as at 30 th	June 1997. Pr	repare the trading a/c for	
e	nded 30 th	June 1997.				(4 marks)
		•••••	•••••	•••••	•••••	
		•••••				
		•••••				

1999 P1

The following information was extracted from the books of Peshau Traders as at April 1998

	Cost of goods sold 65,000	
	General expenses 280,000	
	Capital for the period was 20% 10,000	
	Calculate rate of net profit to capital	(5 marks)
	cure state of het profit to cupital	(e mans)
		•••••
		•••••
11.	2000 P1	1000
	The following information relates to Mali traders for the year ended 31 st Dec	: 1998.
	Capital 1.1.1998 250,000	
	Additional investment 68,000	
	Drawing 92,000	
	Profit 180,000	
	c	
	Calculate the capital of Mali traders as at 31 st Dec 1998	(4 marks)
	Calculate the capital of Mail traders as at 31 Dec 1996	(+ marks)
		•••••
		•••••
12.	2000 P1	
	The following information was obtained from the books of Kina Traders on	30 th
	June 1998	
	Opening stock 8,000	
	Sales 62,900	
	Return outwards 2,700	
	Closing stock 12,700	
	Prepare Kina Traders balance a/c for the year ended 30 th June 1998 (5 mar	rks)
		,
A		
		•••••
7		•••••
		••••••

13. 2000 P1

2000 P1
The following balances were obtained from the books of Rah traders

	Opening stock Sales	50,000 360,000	
	Gross profit	25% of sales	
	Calculate		
	a) Cost of goo	ods	
	b) Rate of sto		(5 marks)
	E		
			•••••
14.	2001 P1		
		a capital of sh 180,000 as at 31.12.1998	
	Additional information		
		owner converted her private car worth 90,000 for business us	se
		000 were taken from the business for her own use	
	c) Net profit for the year		(21)
	Calculate capital as a	1 31 Dec. 1999	(3 marks)
			•••••
			••••••
			•••••
15.	2000 P1		
		es were obtained from the books of Rah Traders	
		Shs.	
	Opening stock	50, 000	
	Sales	360,000	
	Gross profit	25% of sales	
	Closing stock	70,000	
	Calculate		
	a) Cost of goods sold		
	b) Rate of stock turno	over	(5 marks)
A			
			
, Y			
16	2002 D1		
16.	2002 P1 The following figures	obtained from the records of Buka Enterprises for the year	ended 30 th
	June 2000	obtained from the records of buka Enterprises for the year	chucu 30
	June 2000		

		Sales Cost of goods sold	500,000 280,000	
	Calcul	ate the gross margin		(4 marks)
17.	2002 P1	llowing belonges were extra	atad from the books of Vune Traders for the	
		ended 31 st March 2001	cted from the books of Vuno Traders for the	
		Gross profit	186,200	
		Carriage outwards	13,500	
		Rent received	34,300	
		Office expenses	19,600	
	Prepar	Salaries e a profit and loss for the ye	57,000 ar ended 31 st March 2001	(5 marks)
				•••••
		•••••		
		••••••		•••••
18.	2003 P1			
	The fol	lowing information was ext	racted from the books of Mutua for the period	
	ended	30 th June 2001.		
		Opening stock	2,000	
		Purchases	8,500	
		Closing stock.	2,500	
	Required:	Sales	10,000	
	a)	The trading Account for the	e period ended 30 th June 2001	
		Calculation of the mark up	period chaca 30 Same 2001	(5 marks)
A				
		••••••		•••••
Ψ.				
19.	2003 P1			
1).		is a balance sheet of Lela T	raders as at 31 st Dec 2001	
	_ 3,3 ,,			
		Lela traders	8.	

9

Balance sheet as at 31st Dec 2001

	Balance sheet as					
Fixed Assets Current Assets	87,800 55,200		ital 1.1 200 net profit	1	78,000 42,000 120,000	
	143,000	Current	Liabilities		23,000 143,000	
Calculate						
a) Correct	ratio	b)	Peturn c	n capital		
a) Concern	iano	U)	Return	псарнаг		
п	•••••	••••••	••••••	•••••••		•••••
0		•••••	•••••			•••••
						•••••
		•••••	••••••	•••••••	•••••	••••••
0						•••••
	• • • • • • • • • • • • • • • • • • • •	•••••	••••••	••••••	•••••	••••••
2003 P2						at
	ing trial balance	was extra	icted from t	he books	of Maringo trade	ers on 31 st December
2001			st -	_		
	ngo traders Trial	Balance			2001	
Gross Profit			3	80,000		
Closing stock	27	4,000		-		
Capital	0.0		2	259,000		
Drawings	83	,000		2 000		
Creditors	1.0	2 000	ç	3,000		
Premises		3,000				
Debtors		3,000				
Cash at bank		,000	,	0.000		
Bank loan (1 yr)		000	3	0,000		
General expense		,000	_	0.000		
Commission rec		2 000	4	0,000		
Wages and salar		2,000	c	000		
Duanana	80	2,000	5	302,000		
Prepare	d 1000 A 0000m4 6	41	a da d 21 ⁸	t Dagaml	2001	
a) Profit all	 a) Profit and loss Account for the year ended 31st December 2001 b) Balance Sheet as at 31st December 2001 				ber 2001	(12 m only)
b) Balance	Sheet as at 31 1	Jecember	2001			(12 marks
	•••••		••••••	• • • • • • • • • • • • • • • • • • • •	•••••	••••••

21. 2004 P2

The following information was extracted from the books of Sarai Traders for the year ended 30 April 2003

Sales

480,000

Opening stock (1.5.02) 80,000 Gross profit is calculated at 25%

		Prepare a trading account for Calculate the rate of stock to	the period ended 30 April 2003 arn over	(10 marks)
		>		
		E		
		•		
		0		
		⋖		
		_		
22.		Following information refersured Sales Expenses Commission received Purchases Opening stock Margin	800,000 10,000 15,000 700,000 250,000 20% a/c for the year ended 31/12/04	31/12/04
1				
· '				
23.	2005 P1			
	The	e following balances were exided 31/12/2004	tracted from books of Motop Trad	ers for the year
	Rent	48,000		

Lighting	7,200
Water	9,220
Salaries	75,000
Commission received	8,500
Discount allowed	4,600
Discount received	8,500
Gross profit	320,000
General Expenses	98,000
Stock	5,250
Motor Vehicle	2,300,000
Furniture & equipment	650,000
Debtors	270,000
Creditors	396,400
Bank	200,000
Cash	50,000
Capital	3,000,000

Prepare:

Profit and loss a/c for the year ended 31/12/2004 Balance sheet as at 31/12/2003

(4 ½ marks)

 ••••••

24. 2006 Q18 P1

The following balances were extracted from the books of Chombo Wholesalers for the year ended 31 Dec 2005.

Shs.

Sales	500,000		
Purchases	320,000		
Opening stock(1.1.2005)	80,000		
Closing 31.12.2005	40,000		
Debtors	140,000		
Creditors	90,000		
a) marginb) Current ratioc) Rate of stock turnover			

25. 2006 Q2b P2

Calculate

(b) The following trial balance was extracted from the books of Fula Traders on 31st December 2005.

Fula Traders Frial Balance, as at 3

Trial	Balance as at 31.12. 2005	
	Dr.	Cr.
	Sh.	Sh.
Sales		600,000
General Expenses	60,000	
Rent expense	10,000	
Commission Received		20,000
Motor Vehicle	600,000	
Furniture	240,000	
Cash	50,000	
Creditors		180,000
Debtors	120,000	
Purchases	400.000	
Sales Returns	20,000	
Capital		700,000
	1, 500,000	1,500,000

Additional information

- Stock on 31 December 2005 was valued at sh. 60,000
- Depreciation to be provided for as follows: Motor Vehicle 20% p.a on Cost

(4 marks)

Furniture 10% p.a on cost

ii) Ba	lance Sheet as at 31 December 2005.	(12 marks)
		••••••
		••••••
		•••••

1.1.05

b) Cheru Traders does not keep a complete set of books of accounts. The following information was extracted from her books of accounts.

31.12.05

	Sh.	Sh.
Stock	920,000	1,200,000
Debtors	400,000	540,000
Creditors	800,000	950,000

During the year, cash received from debtors was sh. 1,400,000 while cash paid to creditors amounted to sh. 2,000,000. Cash sales were for Sh. 250,000 while cash purchases amounted to sh. 320,000. Carriage inwards was for sh. 46,000.

Other relevant information.

- Returns inwards were Sh. 42,000.
- Cheru had taken goods amounting to sh. 50,000 for personal use.
- i) Determine total sales.
- ii) Determine total purchases.
- iii) Prepare Trading Account for the period ended 31 December 2005.

(12 marks)

27. 2007 Q15 P1

The following information related to Kerubo Traders for the year ended 31 December, 2006.

Opening stock

Sh. 24,000

Pu	rchases	370,000	
Sal		442,500	
Clo	osing stock	40,000	
Othe	r expenses 10% on Gross pro	fit.	
Prepare	Trading profit and Loss Acco	ount for the year ended 31 December,	, 2006. (5 marks)
28. 2008 Q			
	he following balances were e as at 31 st May 2006	xtracted from the books of Solai Trac	aers
	as at 31 Way 2000	Sh	
	Current Assets	220 000	
	Capital	425 000	
	Net profit	85 000	
	Creditors	98 200	
	Accrued expenses	11 800	
	Determine:		
	a) Working capital		
	b) Return on capital		
	•••••		
7			

12,000

29. 2008 Q10 P1

Carriage on sales

On 31 December 2005, Kiwa had accrued expenses of Sh. 24 000. On 31st December 2006, the accrued expenses were Sh 30 000. In 2006 expenses paid for amounted to Sh 85 000. Determine the expenses for the year 2006.

	•••••	•••••		
	••••••	••••••		
	•••••	•••••		•••••
0. 2009 Q16 P1				
_		Tande Traders extr	acted the following informa	tion from the
account	ting records.			
		1,1.2007	31.122007	
		Sh	Sh	
Supplie	ers	465,000	640,000	
	nt received	102,000	12,000	
	ses returns		25,000	
		.d 21 12 2007	· ·	00 while each
		to Sh 800,000	pliers were paid Sh 1,500,0	oo wiine casii
parenas	ses amounted	to 511 000,000		
Determ	nine the purcl	nases for the year		(5 marks)
		•••••		
	•••••	•••••		
	•••••			
V				
1. 2009 Q22 P1	_			
		nation relates to M	aji Mazuri Traders as at	

31.2-2008

18

Fixed assets	400,000
Stock	120,000
Current liabilities	60,000
Net profit for the current year	100,000

Calculate:

(i)	Rate	of	return	on	capita	l emp	loved
(-/	Itato	•	1000111	011	Cupita	· CIIIP	10,500

Current ratio	(4 marks)
	•••••

32. 2009 Q5b P2

(b) Malamu Traders had the following balance as at 31st December 2008

	Sh
Building	540,000
Bank loan	472,500
Debtors	116,900
Creditors	227,000
Furniture	408,170
Gross profit	520,600
Motor vehicle	900,000
Discount allowed	142,000
Lighting	25,200
Interest on loan	1,200
Closing stock	72,500
Rent received	120,000
Repair on building	gs 60,000
Repair on furnitur	re 72,030
Repair on motor v	vehicles 300,000
General expense	102,100
Capital	1,400,000

Prepare:

- (a) Profit and loss account for the year ended $31^{\rm st}$ December 2008
- (b) Balance sheet as at 31 December 2008

4	•	

33. 2009 Q6b P2

(b) Lunga, a sole trader, does not keep a complete set of accounting records information extracted from the records are as follows

1 st January 2007		31 st December 2007	
Sh		Sh	
Stock	75,000		136,400
Prepaid Salaries			
Creditors	142,500		158,400
Debtors	120,000		385,000
Furniture & Equipment	820,000		754,400
18% loan From bank	200,000		
Cash summary of the year wa	as as follows		

Cash Summary Sh 460,800 660,500 Balance b/d Payment to creditors 50,000 Bad debts 16,000 Loan (31/12/2007 Receipts from debtors 750,000 Salaries 48,000 Purchases 135,400 Interest on loan 30,000 Balance c/d 302,900 1,226,800 1,226,800

Additional information:

- (i) Interest charged on debtors overdue accounts amounted to sh 2,000
- (ii) Bad debts written off amounted to sh 4,200

Prepare trading, profit and loss account for the year ended 31st December 2007

 	•••••	

34. 2010 Q14 P1

The terms capital employed, working capital, owner's equity and borrowed capital are types of capital found in a business. Match each of the statements given below

with the relevant type of capital.

(3 marks)

Statement

Type of capital

- (i)Resources invested into the business by the owner.
- (ii)Excess of current assets over current liabilities.
- (iii)Amount invested into the business by outsiders.

35. 2012 Q6 P2

The following information was extracted from the books of Marigi Traders on 30^{th} June 2009.

Item	Shs.
Purchases	720,000
Opening stock	165,000
Closing stock	?
Sales	980,600
margin —	20%

Prepare the trad	ling account of Marigi Traders for the year ended 30 th june 2009.(5 marks)
0	
4	