**NAME\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ADM\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_CLASS\_\_\_\_\_\_\_\_\_**

**ST CLARE GIRLS HIGH SCHOOL PO BOX 327-01030 GATUNDU**

**BUSINESS STUDIES END OF 1ST TERM 2018 FORM FOUR Paper 2**

1. a) The following transactions relate to Wotex wholesalers for the month of December 2017

 Dec.1 Bought goods on credit from Deka Distributors sh.46,200, Micko sh15,600 and

 Limo shs38,360.

3 Sold goods on credit to Lwanda Retailers shs.39,200, Motor Grocers sh.25,560

and Mawe shs.12,650.

7 Returned goods to Micko sh4,200 and Limo shs6,140.

11 Bought goods on credit from Tuktuk sh34,830.

12 Goods returned by motor Grocers hs4,550 and Lwanda Retailers sh1,280.

15 Sold goods on credit to Motor Grocers shs6,800, Marion traders shs12,800.

18 Goods returned by Marion Traders shs2,060.

22 Bought goods on credit from Fatuma shs22,100, Temo shs38,350.

28 Credit sales to Ngula shs16,060, Ayunga shs12,960 and Mawe shs15,260.

 Enter the above transaction in the respective books of original entry (10mks)1

2 The following trial balance was extracted from the books of Mugoya Traders as at 30th

 June, 2014

Mugoya Traders

Trial balance

As at 30th June 2014

|  |  |  |
| --- | --- | --- |
| Details | Dr (shs) | Cr (shs) |
| Premises | 1,500,000 |  |
| Debtors and creditors |  20,000 |  30,000 |
| Cash at bank |  90,000 |  |
| Cash in hand |  10,000 |  |
| Purchases and sales |  140,000 |  320,000 |
| Stock of good on 1st July 2013 |  45,000 |  |
| Discounts |  6,000 |  2,000 |
| Salaries and wages |  50,000 |  |
| Commissions |  |  8,000 |
| Power and lighting  |  12,000 |  |
| Returns |  15,000 |  19,000 |
| Carriage outwards |  2,300 |  |
| Carriage inwards |  5,400 |  |
| Capital |  | 1,543,700 |
| Furniture |  27,000 |  |
|  | 1,922,700 | 1,922,700 |

*Additional information*

Stock of goods on 30th June, 2014 was worth sh22, 000.

Required: prepare trading, profit and loss account for the period ended 30th June, 2014. (10mks)