

JOMO KENYATTA UNIVERSITY OF AGRICULTURE AND TECHNOLOGY

ALP 2401 INTRODUCTION TO BOOKKEEPING AND ACCOUNTING

HAD 2117 BOOKKEEPING AND ACCOUNTING

BACHELOR OF SCIENCE IN LAND RESOURCES PLANNING AND MANAGEMENT Y452

BACHELOR OF SCIENCE ANIMAL HEALTH PRODUCTION AND PROCESSING Y452

Instructions:

- i) Answer all the TWO questions
- ii) Do not write anything in the question paper

Time 1 Hour

QUESTION ONE

The following data was provided by Animals Food processing firm based in Nairobi for the year ended 31st December 2018

Particulars	Ksh (000)
Stocks 1 st Jan 2018	
• Raw materials	30,500
• Finished goods	20,400
• Work in progress	8,000
Stocks 31 st December 2018	
• Raw materials	48,500
• Finished goods	10,000
• Work in progress	9,000
Purchases of raw materials	25,000
Sales for the year	95,000
Direct wages	20,400
Factory expenses	10,500
Office expenses	4,400
Selling expenses	3,800
Distribution expenses	2,500

Required

- a) Production statement, showing Prime cost, works cost, cost of production. (12 marks)
- b) Trading and profit and loss account for the year ended 31st December 2018 (8 marks)

QUESTION TWO

The following information has been provided by Juja Land Resources Management Company PLC. as on 31st December 2018.

Particulars	Ksh 000
Capital	14,800
Drawings	6,000
Free hold properties	15,000
Furniture	2,800
Closing stocks	6,200
Office expenses	900
Bad debts	400
Salaries	500
Discount allowed	200
Discounts received	100
Gross profit	17,500
Bank overdrafts	1,600
Cash at hand	2,800
Debtors	5,000
Creditors	7,000
Travelling expenses	1,200

Required:

- Trial balance of the company. (6 marks)
- Highlight four purposes of trial balance in preparation of accounts records and statements. (4 marks)