

041305T4BUS

BUSINESS MANAGEMENT LEVEL 5

BUS/OS/BM/CR/4/5

Maintain Business Assets and Liabilities

JULY /AUG 2023



**TVET CURRICULUM DEVELOPMENT, ASSESSMENT AND CERTIFICATION
COUNCIL (TVET CDACC)**

WRITTEN ASSESSMENT

Time: 3 hours

INSTRUCTIONS TO CANDIDATES

1. This paper has three sections **A, B** and **C**.
2. You are provided with a separate answer booklet.
3. Marks for each question are as indicated.
4. Do not write on the question paper.

This paper consists of 7 printed pages

**Candidates should check the question paper to ascertain that all
pages are printed as indicated and that no questions are missing**

SECTION A (20 MARKS)

Answer all questions in this section in the answer booklet provided. Each question carries one (1) mark.

1. The difference between assets and liabilities is known as _____.
 - A. Debtors
 - B. Creditors
 - C. Equity
 - D. Profits
2. The following are financial statements of a business except _____.
 - A. Balance sheet
 - B. Income statement
 - C. Cash flow statement
 - D. Cash book
3. Which one of the following is not a current liability?
 - A. Bonds payable
 - B. Accounts payable
 - C. Accrued expenses
 - D. Unearned revenue
4. Bad debts are treated as _____ in accounting.
 - A. Liabilities
 - B. assets
 - C. expenses
 - D. capital
5. Capital allowances are a way of obtaining _____ hence are very crucial in a business to enhance its profitability.
 - A. Overdraft
 - B. Tax relief
 - C. Interest
 - D. Equity
6. Which one of the following is not an inventory?
 - A. Raw materials
 - B. Work in progress
 - C. Finished goods