

041305T4BUS

BUSINESS MANAGEMENT LEVEL 5

BUS/OS/BM/CR/4/5/A

MAINTAIN ASSETS AND LIABILITIES

Nov/Dec 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 indicated in the brackets ().
4. Do not write on the question paper

This paper consists of Seven (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 the questions in this section. Each question is 1 mark.

1. _____ is not an asset.
 - A. Land.
 - B. Vehicle.
 - C. Debtors.
 - D. Creditors.
2. The cost of assets consumed on services used is also known as _____.
 - A. A revenue.
 - B. An expense.
 - C. A liability.
 - D. An asset.
3. Divided are reported in?
 - A. Income statement and balance sheet.
 - B. Balance sheet.
 - C. Income statement.
 - D. Retained earnings statement.
4. To show how successful your business performed during a period of time, you would report its revenue and expenses in the?
 - A. Balance sheet.
 - B. Income statement.
 - C. Statement of cash flows.
 - D. Retained earnings statement.
5. Identify the principal objective of depreciation.
 - A. Show records to Income Tax Department.
 - B. To show previous year's profit.
 - C. To calculate net profit.
 - D. To get a tax rebate.
6. _____ is the reason behind making a provision for depreciation in accounts.
 - A. To purchase new assets.
 - B. To charge the cost of assets against profits.