



(Knowledge for Development)

**KIBABII UNIVERSITY**  
**UNIVERSITY EXAMINATIONS**  
**2021/2022 ACADEMIC YEAR**  
**FIRST YEAR FIRST SEMESTER**  
**SPECIAL EXAMINATION**

**FOR THE DIPLOMA IN CRIMINOLOGY**

**COURSE CODE: DCR 051**

**COURSE TITLE: ENTREPRENEURSHIP, BUSINESS AND  
BASIC ACCOUNTING**

**DATE: 15<sup>TH</sup> JULY 2022**

**TIME: 2.00PM -4.00PM**

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**INSTRUCTIONS TO CANDIDATES**

1. ANSWER QUESTION ONE IN SECTION A AND ANY OTHER TWO (2) QUESTIONS IN SECTION B

2. QUESTION ONE CARRIES 30 MARKS AND EACH OF THE OTHER TWO QUESTIONS CARRY 20 MARKS EACH.

**TIME: 2 HOURS**

KIBU observes ZERO tolerance to examination cheating

This Paper Consists of other Printed Pages. Please Turn Over. ▶

### QUESTION ONE

- a) Identify and explain the five main character traits possessed by entrepreneurs that leads to their success (10 Marks)
- b) The accounting cycle is the cornerstone of many managed accounting systems. Explain any five steps involved in the process. (10 Marks)
- c) Skills are crucial for running any business; explain any five of them with applicable examples (10 Marks)

### QUESTION TWO

- a) Explain any five reasons why entrepreneurs need to have the knowledge of accounting (10 Marks)
- b) Give clarification on the two forms of businesses and examine their advantages and disadvantages (10 Marks)

### QUESTION THREE

- a) Write short notes in reference to the functional areas of business (10 Marks)
- b) Explain five ways how creativity is important in entrepreneurship (10 Marks)

### QUESTION FOUR

- a) Give information on the five procedures of accounting (10 Marks)
- b) Many businesses don't celebrate their 3<sup>rd</sup> or 4<sup>th</sup> birthdays. Discuss five causes that facilitate the failure (10 Marks)

### QUESTION FIVE

The following particulars relate to **KANGI** Enterprises for the year ended 30<sup>th</sup> April 2020

Sales	31000
Sales Returns	1600
Purchases	28000
Purchases returns	3700
Carriage inwards	2400
Opening stock	11000
Closing stock	17000
Capital	55000
Drawings	4000
Furniture	35000
Debtors	25000
Cash	10000
Bank	775
Creditors	15000

You're required using the above information, Prepare:

- a) The trading/profit/loss account for the year ended 30<sup>th</sup> April 2020 and (10 Marks)
- b) A balance sheet as at 30<sup>th</sup> April 2020 (10 Marks)