

**CHRISTIAN SOCIAL SERVICES COMMISSION (CSSC)
NORTHERN ZONE JOINT EXAMINATIONS SYNDICATE (NZ-JES)**



**FORM SIX PRE-NATIONAL EXAMINATIONS 2026
ACCOUNTANCY 2**

153/2

Time: 3:00 Hours

Wednesday, 25th February 2026p.m

Instructions

1. This paper consists of section **A** and **B** with a total of **eight (8)** questions.
2. Answer all questions from section **A** and any **three (3)** questions from section **B**.
3. Each question in section **A** carries **ten (10)** marks and in section **B** carries **twenty (20)** marks.
4. All workings **must** be shown clearly.
5. All writing must be in **blue** or **black** ink **except** drawing which must be in pencil.
6. Communication devices and other unauthorized materials are **not** allowed in the examination room.
7. Non –programmable calculator may be used.
8. Write your **examination number** on every page of your answer sheet booklet(s).

SECTION A (40 Marks)

Attempt **all** questions from this section. Each question **ten (10)** marks

1. Even though the management employs the person for auditing internal system and control of the company also they insisted that to give full cooperation to auditor appointed by shareholders, in **five** points show how these two peoples differs.
2. “Efficiency accounting work is well facilitated by computerized system” support this statement. **Five** points.
3. Migombani Car Dealers sold **three (3)** light commercial vans to Chai Traders on 1st January, 2020 on hire purchase system. The price for each van was TZS 90,000,000, payment of which was to be made as follows:
 - (a) TZS 30,000,000 down payment for each van; and
 - (b) The remaining amount be paid in three (3) equal manual instalments of TZS 20,000,000 for a van along with interest at 15% on outstanding balance. Chai Traders were charging depreciation at 20% each year on reducing balance method.After payment of the first instalment on 31st December 2020, Chai Traders could not pay further instalments. It was agreed between parties to repossess two vans adjusting their values against the amount due. For the purpose of repossession, depreciation at 30% was charged. Repossessed vans were repaired at a cost of TZS 2,000,000 and then all sold for TZS 92,000,000.

Required: Prepare followings accounts in the books of Migombani Car Dealers.

 - (i) Chai Traders account
 - (ii) Repossessed van account
4. The following is the summarized statements of financial position of NAKAJUMO CO ltd as at 31st March 2018.

	Tshs
Non-currents assets	139,000
Currents assets	62,000
Cash at bank	49,000
	250,000
Equity and liabilities	
Issued capital	
Ordinary share	
Capital 10,000 shares @Tshs 10	100,000
5% preference shares 5,000 @Tshs 10	50,000
General reserve	25,000
Profit and loss	27,000
5% Debentures	30,000
Current liabilities	18,000
	250,000

On 1st April 2018 the directors decided to redeem the preference shares at premium of 10% for the following conditions:

80% of preference shares were redeemed out of fresh issues of 4,000 ordinary shares of Tshs 10 each at premium of 5%. These were fully subscribed and paid for the same date.

The remaining were redeemed out of profit.

You are required to prepare the following account in the books of NAKAJUMO co ltd

- (i) Ordinary share account
- (ii) Bank account
- (iii) Preference share capital account
- (iv) Preference shareholder account.
- (v) Share premium account.
- (vi) Share applicant account.
- (vii) Premium on redemption account.
- (viii) Capital redemption reserve account.

SECTION B (60 Marks)

Answer **three (3)** questions from this section

5. Kiota Jungle Ltd has three employees in its pay for the month of October 2019. Its employees are Mariam, Simon and Tupone. The contracts of their employment are as follows:
- Mariam, a saleswoman at the counter, is paid a basic salary of TZS 200,000 per month with extra commission of 1% on the value of her beverage sales. In the month of October 2019, she made sales of TZS 9,000,000.
 - Simon, a messenger is paid a basic salary at a rate of TZS 3,500 per hour. He works for two hours and thirty minutes every day and there are 22 basic working days per month. He is also entitled to a bonus of TZS 25,000 per month.
 - Tupone, a cleaner has 176 basic working hours per month; she is paid at a rate of TZS 1,000 per hour. For hours worked in excess of the basic hours she is paid one and a half times the rate of basic pay. During the month of October 2019, she worked for 186 hours.

The following information is also available:

- In response to a country wide effort to obtain charitable contributions to “Women against violence”, Mariam requested her employer to deduct 10% of her basic salary in October, 2019.
- All employees are entitled to a meal allowance of 10% of their basic salary per month.
- Mariam took a mid-month salary advance of TZS 50,000.
- All employees contribute 10% of their basic salaries to PSPF and the employer contributes the same amount for them to PSPF.

All employees pay income tax as follows:

Income	Tax payable
0 – 150,000	Non-taxable
150,000 – 300,000	7,000 + 10% of amount above 150,000
300,000 – 500,000	14,000 + 15% of amount above 300,000
Over 500,000	28,000 + 20% of amount above 500,000

Use the information provided to prepare the payroll summary of Kiota Jungle Ltd for the month of October, 2019 and the General Journal to record the payroll on 28th October, 2019 and its payment. The payment was made by cheque on 31st October, 2019.

6. **SHIKAMANA** and **TENGANA** are partner sharing profit and loss in ratios of 3:2 respectively, their statements if financial position stood as follows.

Statements of financial position as at 31 st Sept 2016			
	<u>Shs.</u>	<u>Shs.</u>	<u>Shs.</u>
<u>Non-current assets</u>			
Machinery		190,000	
Building		350,000	
Furniture		50,000	<u>590,000</u>
		150,000	
<u>Current assets</u>	94,000		
Stock	<u>4,000</u>	90,000	
Debtor		20,000	
Less; provision		<u>15,000</u>	<u>275,000</u>
Cash.			<u>865,000</u>
Prepaid insurance			
<u>Current liabilities</u>			
Outstanding liability		40,000	
Creditors		<u>385,000</u>	425,000
<u>Financed by</u>			
Capital:			
<u>Shikamana</u>			
<u>Tengana</u>		290,000	
		<u>150,000</u>	<u>440,000</u>
			<u>865,000</u>

They agree to admit SINAJEMA as a new partner introducing a capital of sh. 160,000.
The new profit-sharing ratio is decided to be 5:3:2. At that date assets revalued as follows.
Stock depreciate at 5%, provision for doubtful debts is to be sh. 5,000 furniture depreciated at 10% and building is valued at sh. 400,000
From the information given above prepare

- (a) Revaluation account.
- (b) Partners' capital's account.
- (c) Statements of financial positions on that date after admission.

7. KINGWANDE company ltd sell its good in cases. These cases are purchased by the company at sh. 6 per case, but each case is written down on a standard book value of sh. 5 case immediately it is purchased for stack keeping purpose. All cases were valued at sh. 5 per case irrespective of whether they are still in the stock or in the hands of the customers', cases charged out to customer at sh. 10 per case, but the customer credited with sh. 8 per case if the case is returned in good condition within three months of receipt.

The following information relates to the year ending 31st December 2019.

- (a) 1,000 cases in warehouse at 1st January 2019, 3,000 cases were in hands of customers.
- (b) 2,000 case were bought
- (c) 25,000 cases issued to customers
- (d) 23,000 cases were turned by customers within a time limit.
- (e) 1,500 cases were not returned within the time limit and were duly paid for by the customers.
- (f) Cases still in the hands of customers at 31st December 2019 had all been invoiced since 1st September 2019.
- (g) 100 cases kept in warehouse by Kingwande company ltd had been damaged and were beyond repair.
- (h) Sh. 1,400 had been spent on repairing some slightly damaged cases.
- (i) 50 other damaged cases had been sold for sh. 2 per case.

From the information given above, write up the following accounts in the books of KINGWANDE for the year ended 31st December 2019;

- (i) Cases stock at standard book values.
- (ii) Cases Suspense Account at return price
- (iii) Case income statement.

8. Madenge extractors' ltd acquired the right to remove gravel deposited from land owned by civil Estates ltd. The agreement was as follows

- (a) Madenge has to pay Royalty of Tshs 400 per ton of gravel removed
- (b) Minimum rent to pay is 2,000,000
- (c) The short working to recover at the end of the third year following their occurrence

During the five years the following quantities of gravel were removed

Year	Tone
2010	4,000
2011	4,800
2012	5,400
2013	5,600
2014	6,000

Use the information provided to prepare the following accounts for the five years in the books of MADENGE extractor ltd for the year ended 31st December

- (i) Civil Estates Account.
- (ii) Minimum Rent Account.
- (iii) Royalties Payable Account.
- (iv) Short Working Account.