



GAGE
College

**ADDISU GEBEYA CAMPUS
INSTITUTIONAL ASSESSMENT
DEP'T OF BUSINESS
BAW LEVEL 2**

Information of trainee

1st name

F/R name

G/F name

Dep't

Section

ID

Phon

This projec covers the following unit of comptancy

[BUF BAW2 01 0812](#) Work Effectively in the Financial Services Sector

[BUF BAW2 06 0812](#) Develop Understanding of the Ethiopian Financial System and Markets

[BUF BAW2 08 0812](#) Develop and Use a Personal Budget

[BUF BAW2 09 0812](#) Develop and Use a Savings Plan

[BUF BAW2 10 0812](#) Develop Understanding of Debt and Consumer Credit

Project 1

DKY Financial Consulting Company maintains current account in united bank and borrowed from the bank. The company provides financial consulting services to ten saving and credit association in Addis on credit. The saving and credit association provides trainings to individuals and the society on personal savings.

Work Sheet for Level two trainees

Task 1.1 Assuming that you are bank clerk of united bank what is your role in opening and Maintaining Current account of DKY Company?

Task 1.2 Identify the intermediaries of financial market system in Ethiopia.

Task 1.3 Identify the roles of National Bank of Ethiopia?

Task 1.4 Demonstrate how you process basic financial transactions.

Task 1.5 Identify services provided by your bank to customers at list five.

Task 1.6 Demonstrate how you transfer or close customer account.

Project Two

The following data is given for personal income and expenditure for Kaleb Demela from July to December 2014. Ato Kaleb wants to save the remaining income after all expenditures are covered.

Description	July	August	September	October	November	December	Total
Clothing's	1,377.00	-	1,377.00		1,660.50		
Food and other consumption	6,120.00	6,480.00	6,120.00	7,038.00	7,038.00	7,038.00	
Monthly house rent expense	2,295.00	2,430.00	2,295.00	2,639.25	2,767.50	2,639.25	
Overtime work	300.00	-	300.00	345.00	-	345.00	
Part time work	-	1,200.00	-	-	1,200.00	-	
Salary	15,000.00	15,000.00	15,000.00	17,250.00	17,250.00	17,250.00	
Transport expense	765.00	810.00	765.00	880.00	923.00	880.00	
Tuition Fee	15,530.00	1,620.00	15,530.00	1,759.50	1,845.00	1,759.50	
Utilities expense	306.00	324.00	306.00	351.90	369.00	351.90	
Personal saving							

Task2.1 re arranges the above data and prepares the six month budget for Kaleb?

Task2.2 Identify business opportunities that are available in order to establish a business?

Task2.3 Identify the advantages of personal savings, investment and related risks on investment.

Project Three

XYZ Company earns revenue of Birr 446,500 vat inclusive during the year 2012. The Company purchased office equipment for Birr 115,000 vat inclusive and the Company with holds Birr 12,000 per month from employment income tax. The business profit tax is birr 30,000.

Task 4.1:- Calculate direct tax liability for the year?

Task 3.2:- Calculate indirect tax liability for the year?

Project Four

EX company is a registered and licensed supplier of enjera to different universities in Ethiopia. During the year 1012 the company earns an income of birr 1,500,000 and 1,800,000 from Adama and AAU respectively including vat. The total cost of the product is 1,980,000 before vat. In addition the company earns 160,000 per year from other sources of income wiz zero vat rates. In the other hand the company incurred birr 300,000 general and administration expense for the year. During the last month of 2012 the company withholds birr 65,000 for employment income tax and the company is expected to pay 30% business profit tax.

Task 5.1 Calculate direct tax liability for the year?

Task 5.2 Determine indirect tax liability for the year?

Project Five

Mesfin engineering business engaged on rental or construction machinery. The company import different kinds of construction machinery in order to rent thorough Dashen bank. In the year 2012 mesfin engineering plc imported roller machinate at a cost of 2,500,000 birr, 60% of the cost of machinate is covered by credit facility from Dashen bank. The loan will be replayed within five years at equal installment quarterly at a cost of 12% interest rate, the total service charge and the cost related with credit facility is 2000 for the first year of the loan period and 2500 for the second year of loan period. Assume that the bank interest policy is simple interest rate on outstanding loan and advances.

Task5.1 calculate principal repayment and cost of loan related with first year loan period

Task5.2 calculate principal repayment and cost of loan related with second year loan period

Task5.3 what is the outstanding balance of loan at the end of year three loan period

Task5.4 Identify roles of credit to the society