



**FACULTY OF COMMERCE,
MANAGEMENT & LAW
DISTANCE MODE ASSIGNMENT
LETTER**

Old and New Curriculum

Academic Year 2024

Semester (2)

Financial Accounting 3B

AFE3872

***A MUST, TO READ THE ENTIRE
DOCUMENT***

FACULTY OF COMMERCE, MANAGEMENT AND LAW
OLD CURRICULUM MODULES
ACCOUNTING, ECONOMIC & MANAGEMENT
SCIENCES

1. ASSIGNMENT ADMINISTRATION

CORE CALENDAR FOR DISTANCE AND ONLINE COURSES – 2024
SEMESTER 2

MONTH	DATES	ACTIVITIES	Schools
July		Creation of Moodle courses for Distance and Online mode	
	22 July	Semester 2 Lectures Commences	
August	28- 30 August 2024	Compulsory Virtual Vacation School	All Schools
September	FIRST ASSESSMENT: 2nd SEMESTER MODULES		
	09 September	Due date: 01 st Assessment of 2nd Semester Modules Only	School of Accounting, School of Business Management, Governance & Economics School of Law
	10-12 September	Grace Period for assessment submission/ completion	
October	MAKE-UP/ COMPENSATORY ASSESSMENT 1: 2nd SEMESTER MODULES		
	11 October 2024	Make-up assessment due date: 1 st Assessment – Only applicable if you score 1-39% in Assignment 1. Take note that a new assessment (test or assignment) is to be submitted.	School of Accounting, School of Business Management, Governance & Economics School of Law

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OLD CURRICULUM MODULES**

September/ October	SECOND ASSESSMENT: 2nd SEMESTER MODULES		
	30 September 2024	Due date: 02nd Assessment of 2nd Semester Modules Only	School of Accounting, School of Business Management, Governance & Economics School of Law
	1 to 3 October	Grace Period for assessment submission/ completion	
	MAKE-UP/ COMPENSATORY ASSESSMENT 2: 1st SEMESTER MODULES		
	11 October 2024	Make-up assessment due date: 2 nd Assessment – Only applicable if you score 1-39% in Assignment 2. Take note that a new assessment (test or assignment) is to be submitted.	School of Accounting, School of Business Management, Governance & Economics School of Law
	18 October 2024	Lectures end for First Semester	All Schools
	17 October 2024	Release of CA Marks	
	23 October 2024	Semester 2 First opportunity Examinations commence	

**For modules that will have online tests, all information shall be communicated well in advance. Kindly take note that some modules might have 3 to 4 assessments. E.g. 2 assignments and 1 to 2 online tests. All necessary information will be shared timely.
Good luck!**

FACULTY OF COMMERCE, MANAGEMENT AND LAW

OLD CURRICULUM MODULES

2024 Distance Mode Assignments [Financial Accounting 3B]

Dear Student,

Welcome to the University of Namibia. We are confident that your studies and hard work will be rewarded with success. We kindly advise that you obtain all the relevant information and booklets available for distance students from your Moodle platform (**including the 2023 Student Information Letter, Online Assignment Submission Guide and other documents**). These documents will provide guidance on how to approach your studies and will guide you through your study materials as well as providing useful administrative information in submitting assignments.

1. Study materials

Your study guide is essentially your “teacher/lecturer”. However, in addition, you are required to visit the library to consult prescribed books and recommended readings that are indicated in the study guide as well as browse the Internet in general. You are also responsible to purchase any prescribed textbooks required for your respective courses/modules. Furthermore, you are strongly advised to follow the guidelines in the **Online Assignment Submission Guide** available on Moodle.

2. Collaborative Learning

Unam avails all your modules through Moodle, enabling you to interact with your fellow students online through forum discussions and chats. You can use the same platform to engage with your lecturers and tutors regarding academic support. Please take advantage of Moodle to avoid isolation and strengthen your interaction with colleagues, ask for help, and share/receive resources to aid your learning process. See below how to access forum discussions on Moodle:

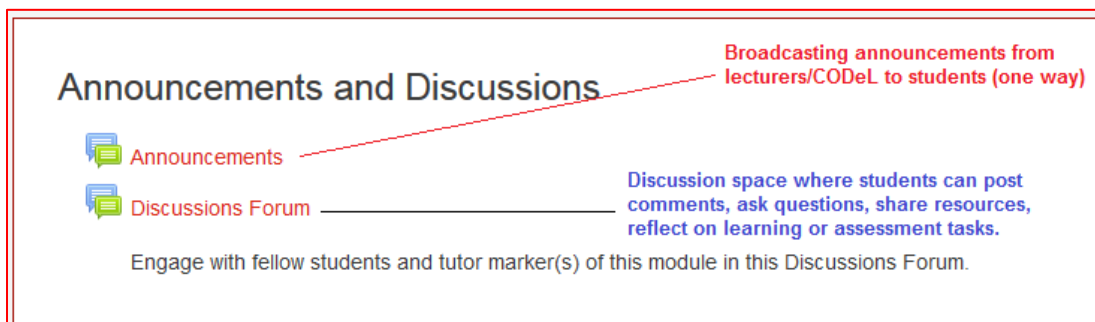


Figure 1: Forums in courses

3. Submission of assignments

It is very important to complete and submit a clean, clear and well-argued assignment for marking. Make sure that you have understood the questions in order to answer them correctly. It is your responsibility to make sure that every page of the completed assignment is correctly numbered before submitting your assignment.

As from 2017, **ALL assignments are submitted through the Moodle Learning Management System**. This is an online platform where you will access all your modules and related information such as course outlines, course notes and other learning materials that your lecturer/tutor may choose to share with you. Moodle is accessible here: <http://elearning.unam.edu.na>. You should complete and submit all assignments on or before the given due date in the assignment letter if you wish to obtain your CA marks and qualify for examinations. UNAM always updates its assignment covers on an annual and semester basis. Please ensure that you have used the latest assignment cover. The latest assignment cover is availed on each course on Moodle.

FACULTY OF COMMERCE, MANAGEMENT AND LAW

OLD CURRICULUM MODULES

A user guide is available on how to submit your assignment in each module on the Distance Education Common Space and you can access it on the Online Support system. Pay close attention to the following key points listed at the beginning of the guide on:

3.1 How you would know when you have successfully submitted your assignment: that is when the submission status shows “Submitted for grading”

Assignment	
Submission status	
Submission status	Submitted for grading
Grading status	Not graded
Due date	Tuesday, 5 December 2017, 12:00 AM
Time remaining	6 days 12 hours
Last modified	Tuesday, 28 November 2017, 11:36 AM
File submissions	200130617 - GB Kooper - CMP3700 - Assignment 1.docx
Submission comments	Comments (0)
<input type="button" value="Edit submission"/>	
Make changes to your submission	

Figure 2: Assignment submission status

MAKE SURE THE SYSTEM GIVES YOU A CONFIRMATION OF SUBMISSION by the submission status shown as "**Submitted for grading**" when done. If that status is NOT displayed when done, IT DOES NOT COUNT AS A SUBMISSION.

3.2 Errors to avoid when submitting your assignment (committing these errors may result in you failing to submit your assignments and therefore potentially failing your course)

- You are submitting on the correct **Module/Course**
- You have selected and uploaded the correct Assignment **document** from your computer
- You are submitting the correct Assignment **number** for the respective activity (*i.e. Assignment 1, 2, etc.*)

3.3 How to check the assessment feedback when your assignment has been graded.

4. Due Dates

All assignment due dates for 2022 are published on second page of this assignment letter. With the shift from manual to online assignment submission since 2017, **due dates are automated and non-negotiable**. This means that you would be required to submit your assignments **ON** or **BEFORE** the due date set on your assignment (before 11h55 PM). After the date has passed (*i.e. 12h00AM of the next day*) the **assignment submission will be disabled, and you would no longer be able to submit your assignment**. Please note that assignment submissions will be open long before the due dates.

Please note that your assignment due dates are on page 2 of this Tutorial Letter. Use this assignment due dates to set up your calendar tool on your mobile phone or computer to set reminders for yourself and manage your time.

FACULTY OF COMMERCE, MANAGEMENT AND LAW

OLD CURRICULUM MODULES

Another way to keep pace with due dates, is by regularly visiting your Timeline of each of your courses on Moodle on the Course Overview. Also download the Moodle mobile app to access Moodle on your mobile phone or tablet and have access to notifications about due dates at your fingertips from [Google Play Store](#) for Android or [Apple App Store](#) for IOS.

5. Submission of Assignments

Due to challenges with Internet connectivity and speed, large files may take too long to upload, which is a big risk if you wait until the last minute to submit your assignments. You are therefore strongly advised NOT to wait until the final hours of the due dates to submit your assignments to avoid disappointments. You are also advised to ensure that you are in an area with good Internet connectivity when submitting your assignments. Timely submission of all assignments on or before the given due date is crucial for the timely grading and processing of your CA marks and determining admission to exams.

Take note that **assignments should never be submitted directly by email or hard copy to individual tutors or any other staff members of the University of Namibia.**

6. **Medical and death are the only reasons accepted for the late submission of assignments.** Late submission of assignments will only be approved **7 days (including public holidays and weekends)** after the due date of an assignment. Valid documentary proof must be attached as part of the assignment before any late submission will be considered. Late submission without valid documentary proof attached to the assignment will be returned unmarked and may not be resubmitted for marking. **Travelling and attendance of workshops, job related activities and conferences** may not be used as an excuse for the late submission of assignments. All late submission request must be forwarded to the Student support coordinator for approval.

7. Academic Support

One every Moodle course there is an embedded Academic Support section with materials to assist you with your writing process (see Figure 3 below). Go through the videos in order to enhance your writing process and submit better quality assignments.

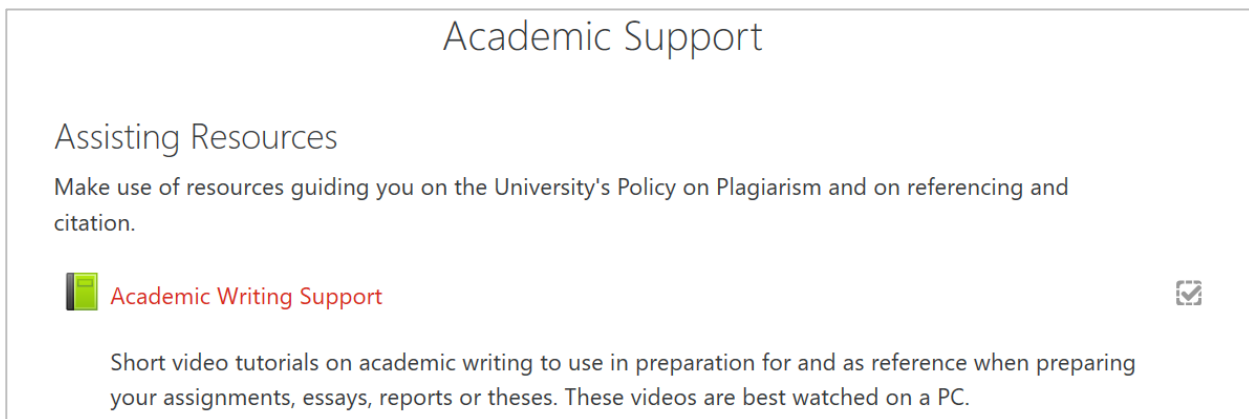


Figure 3: Academic Support tutorials

8. Grace Period

FACULTY OF COMMERCE, MANAGEMENT AND LAW

OLD CURRICULUM MODULES

A *grace period* refers to three (3) additional days added after your assignment due date. The purpose of this grace period is to provide each student with time to verify and or to make amendments to assignments already submitted. These changes may include correcting errors like submitting a file to a wrong module or on a wrong assignment; submitting a wrong file; losing internet connectivity, etc. An example would be that a student attempting to submit an assignment and they lose internet connection would still be able to try again the day after at a different place or when the connection has been restored.

9. Plagiarism Control

It has been observed that some students copy information from the Internet and paste into their assignments without acknowledging the sources of the information. This is called plagiarism. A copy of the Policy on Academic Integrity has been provided to you on every course on Moodle. Please note that plagiarism which includes copying and pasting information from the Internet would not be tolerated, shall result in your assignments declared null and void and graded as a "0". All assignments submitted through Moodle would be checked for plagiarism using plagiarism detection software. You are therefore strongly urged to acknowledge EVERY source that you use for your assignment by using the appropriate citations and references following the referencing style prescribed by your lecturers (APA Referencing guides are available freely online). Find one here: <http://www.uofa.edu/docs/apa-documentation.pdf>

Any assignment found with high similarity scores or with evidence of clear attempts to cheat such as submitting an assignment that is not your own would result in a zero (0) grade.

10. Vacation schools

Attending vacation school is COMPULSORY and the vacation school timetable will be made available through the UNAM Moodle

11. My UNAM Portal and Moodle

We recommend that you regularly (at least twice a week) access your "My UNAM Portal" (<http://my.unam.edu.na>) for your registration status and information, and Moodle (<https://elearning.unam.edu.na>) for your learning and assessment information.

Also visit the Distance Education Common Space on Moodle where you can find all necessary information and user manuals related to your distance mode studies and also engage with other students studying on distance mode. See additional information under Section 11 below.

12. Online Support (Ticketing) System

FACULTY OF COMMERCE, MANAGEMENT AND LAW

OLD CURRICULUM MODULES

An online support system is provided where you can report some of the issues that you may experience regarding your studies. This system is easily accessible from the Moodle LMS system.

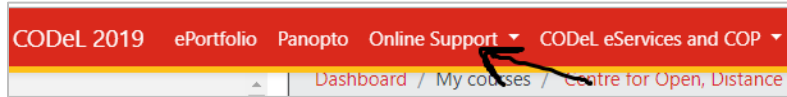


Figure 4: Online ticketing system

You can also make use of the Online Support (Ticketing System) for queries to be responded to by the responsible person within 48 hours. We recommend you use this system for Help Topics or issues listed on the system rather than email or telephone calls.

13. Online information, Tutorials and Distance Education Common Space

Information and Tutorials are provided in each course on the Moodle Learning Management System which you should first familiarise yourself once you first access your courses.

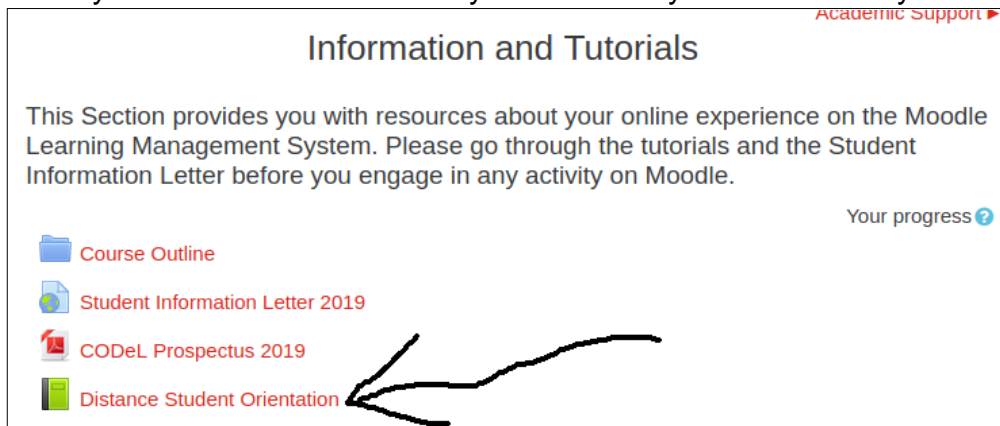


Figure 5: Info-Tutorials on Moodle

Indicated in Figure 4 above, the Distance Student Orientation provides video tutorials on various activities you would perform such as submitting your assignments, converting your documents into pdf format, changing your email address, how to check your results when assignments have been graded and so on. Updates and information with regard to your studies and related events would be shared in the Distance Education Common Space which you can access from any course as shown in screenshot below. All students studying on distance mode are linked this the space where you can collaborate or discuss general issues.

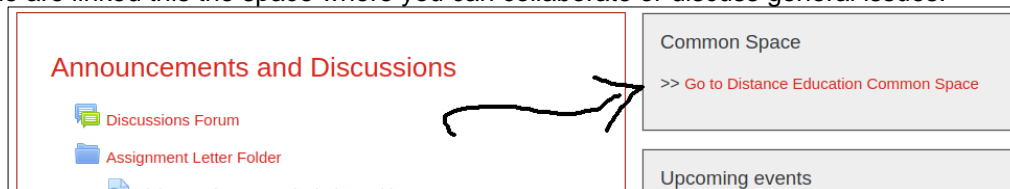


Figure 6: Distance Education Common Space

You will also find the Student Information Letter, your Vacation School Timetable and User Guides in the Distance Education Common Space.

14. Staff Contact Information

FACULTY OF COMMERCE, MANAGEMENT AND LAW

OLD CURRICULUM MODULES

If you study conscientiously, your efforts will be rewarded. Should you need any assistance or clarification on the module contents, you can reach the relevant staff members at the contact details as given below:

<p><u>Tutor:</u> <i>For Module/Subject content related matters, Assignments marks and CA marks queries</i></p>	Ms Lelie Mutilifa		lelieseima@gmail.com
<p><u>Student Support Coordinator:</u> Assignment due dates, Availability of assignments, Unmarked assignments, Vacation schools</p>	Ms. Albertina Nelumbu	0612063721	anelumbu@unam.na
<p><u>Faculty officers:</u> Admissions Registration Appeals Addition of Modules Cancellations of Modules Graduation</p>	Ms Nelago Ms T Nuuyoma Ms G Van Wyk Mr. H Hishongwa (SP) Ms. S Shapumba (HP) Mr. I Mundumbu (RP) Ms. R Chata (KP) Ms A Felix (PO)	0612063987 0612063609 0612063084 063 220 2039 064 502 6508 066 268 6078 066 262 6071 065- 2323042	onelago@unam.na tnuuyoma@unam.na gvanwyk@unam.na hhishongwa@unam.na sshapumba@unam.na imundumbu@unam.na nchata@unam.na afelix@unam.na
<p><u>Examination Officers:</u> <i>For Exam marks and exam timetable, exam related matters</i></p>	Desley Goses (WHK) Stephanie Nehoja (WHK) All exam officers at respective campuses assist students of those campuses	061-2064881 061-2063715	dgoses@unam.na snehoja@unam.na
<p><u>eLearning Administrator:</u> <i>Moodle related queries (technical problems), linking of Modules, etc.</i> <i>Please create an online ticket for any assistance</i></p>	Mr Owen Lisulo https://elearning.unam.edu.na/support/open.php	0612063381 0612063000	olisulo@unam.na
<p><u>Log In/Passwords</u> To reset passwords & for Logging onto Moodle and Portal</p>	Computer Centre/ IT Helpdesk Team	061 2063014 061 2063041	itsupport@unam.na

NOTE: For additional information consult the Prospectus and UNAM General Information and Regulations Prospectus.

FACULTY OF COMMERCE, MANAGEMENT AND LAW

OLD CURRICULUM MODULES

Serious offence not tolerated at all

Note well: Plagiarism

Plagiarism is “the wrongful appropriation or purloining, and publication as one’s own, of the ideas, or the expression of the ideas of another” (OED). All published and unpublished material, whether in manuscript, printed or electronic form, is covered under this description.

The Proctors’ Disciplinary Regulations concerning conduct in examinations (see Part 19.4. and 19.5, p. 52) state that ‘No candidate shall present for an examination as his or her own work any part of the substance of another person’s work. In any written work (whether thesis, dissertation, essay, coursework, or written examination, or assignment) passages quoted or closely paraphrased from another person’s work must be identified as quotations or paraphrases, and the source of the quoted or paraphrased material must be clearly acknowledged.’ In all written work students must be vigilant in citing the work they have referred to or quoted from (please see further Appendix D). Examples of plagiarism and detailed advice as to how to avoid it are given on <http://www.admin.ox.ac.uk/edc/goodpractice/>: you are strongly advised to consult this website.

It has been observed that some students merely download information from the Internet, copy verbatim from other printed sources (including the *Study Guide*, employ other people to do their assignments for them, or plagiarise each other’s assignments (either directly, that is, word-to-word, or through a re-arrangement of words or paragraphs in order to deceive the tutor or marker).

These practices constitute very serious academic offences of academic dishonesty, alternatively, intellectual fraud, which attract very serious and heavy penalties. Students must desist from such practices. Such students may score very high marks but invariably perform very poorly in examinations. It is in the interest of such students to endeavour to exercise their own intellectual faculties, do their own research, and personally do the set assignments.

No hardcopies are allowed, all assignment are to be uploaded through Moodle.

- ✓ **Assignments should be submitted in PDF – only. Kindly save your assignments in PDF format**
- ✓ **Make sure that you submit one assignment as one file/document. Do not create and upload several folders; do not zip the documents. Have 1 one document/file for 1 (ONE) entire assignment.**
- ✓ **Assignments for modules with formulas can be handwritten, scanned in one document and uploaded on Moodle accordingly.**
- ✓ **Make sure you submit a document that is readable and virus free.**
- ✓ **Make sure you upload the right file with the relevant assignment content.**
- ✓ **After submitting your assignment on Moodle do verify on the file you uploaded. Always try to submit your assignment few days before the due date, this allows you to double-check all the nitty-gritties.**

NO LATE SUBMISSIONS WILL BE TOLERATED. NO LATE submission due to not adhering to the above advises or guidance WILL BE ACCEPTED nor ENTERTAINED.

FACULTY OF COMMERCE, MANAGEMENT AND LAW

OLD CURRICULUM MODULES

AFE3872 ASSIGNMENT

Question 1

60 Marks

Part 1

NAMPA was established in Namibia in 1995. Over the years the company has grown to a multi-national manufacturer and distributor of authentic Yogurt. NAMPA's yogurt is made in a traditional Namibian style with milk, cream, various sugars and fresh fruit purees. NAMPA has a 31 December year end.

You are the IFRS consultant of NAMPA. The financial manager of NAMPA requires your advice on the following transactions:

- **Transaction 1**

NAMPA issued 2 500 N\$800 cumulative convertible preference shares at face value on 1 January 2023. The preference shares have a dividend rate of 6% per annum, whilst similar preference shares without conversion rights currently earn a market related dividend at a rate of 8% per annum. A preference dividend was declared and paid by NAMPA to preference shareholders on 31 December 2023. Any unpaid dividends are accumulated until conversion date.

The financial manager is considering the following two conversion options for the preference shares:

- (a) Each preference share is compulsory convertible into 10 ordinary shares on 31 December 2025; or
- (b) Each preference share is compulsory convertible into a number of shares with a value equalling the issue price plus a 20% premium thereon on 31 December 2025.

- **Transaction 2**

On 15 July 2023 NAMPA decided to replace a pasteurisation machine that was nearing the end of its useful life. Pasteurisation is an important step in the manufacturing process of yogurt since it reduces the number of non-pathogenic bacteria.

On 1 August 2023, NAMPA placed a non-cancellable order to purchase a pasteurisation machine from a German supplier at a cost of €80 000. On the same date the company entered into a six-month forward exchange contract (FEC) to buy €80 000, in order to protect the company against unfavourable fluctuations in the NAD/Euro exchange rate.

The pasteurisation machine was shipped free-on-board on 15 September 2023 and arrived in the harbour at Walvisbay harbor on 12 October 2023, after which it was

FACULTY OF COMMERCE, MANAGEMENT AND LAW OLD CURRICULUM MODULES

delivered to NAMPA's premises on 31 October 2023.

NAMPA does not apply hedge accounting in terms of IFRS 9.

- **The following exchange rates were applicable:**

Date	Spot rate	Forward rate expiring on 31 January 2024
15-Jul-23	€1 = N\$15,12	
01-Aug-23	€1 = N\$15,17	€1 = N\$15,23
15-Sep-23	€1 = N\$15,15	€1 = N\$15,24
12-Oct-23	€1 = N\$15,16	€1 = N\$15,27
31-Oct-23	€1 = N\$15,13	€1 = N\$15,25
31-Dec-23	€1 = N\$15,10	€1 = N\$15,22
31-Jan-24	€1 = N\$15,11	€1 = N\$15,22

FACULTY OF COMMERCE, MANAGEMENT AND LAW

OLD CURRICULUM MODULES

Part 2

Greener Ltd (Greener) is a subsidiary of NAMPA. The group accountant of NAMPA , Saima June, has requested you to assist in the finalisation of the preparation of the consolidated statement of changes in equity of the Greener Ltd for the year ended 30 June 2018.

On 2 October 2020, Greener acquired 75% of the ordinary shares and voting rights of Herb Ltd (Herb) for a cash consideration of N\$1 025 000 and obtained control over Herb in terms of IFRS 10 *Consolidated Financial Statements* from that date. Herb is incorporated in Jamaica and has the Jamaican Dollar (J\$) as its functional currency. On 2 October 2020, Herb had 15 000 issued ordinary shares with ordinary share capital amounting to J\$1 500 000. There has been no change in the issued ordinary share capital of Herb since the date of acquisition.

All the assets and liabilities of Herb were deemed to be fairly valued at acquisition date with the exception of trade payables that were overvalued by J\$565 000. These trade payables were settled by 30 June 2021.

Other components of the equity of Herb are reflected as follows on the respective dates:

	Retained earnings	Mark-to-market reserve
	J\$	J\$
02-Oct-20	12 570 000	-
01-Jul-21	13 850 000	-
01-Jul-22	14 870 000	340 000
30-Jun-23	15 300 000	365 000

On 28 February 2023, Greener reduced its shareholding in Herb from 75% to 65%. The shares in Herb were sold for an amount equal to the fair value of the shares. Greener did not lose control over Herb at this date. Non-controlling interests were adjusted with an amount of N\$173 809 as a result of this sale (calculated in accordance with IFRS 10.B96).

The fair value of the share price of Herb amounted to J\$1 235 per share and J\$1 687 per share on 2 October 2020 and 28 February 2023 respectively.

Herb declared and paid a dividend of J\$120 000 on 30 June 2023.

**FACULTY OF COMMERCE, MANAGEMENT AND LAW
OLD CURRICULUM MODULES**

<p>(b) Provide the financial manager with the journal entries to account for the convertible preference shares (transaction 1) for both conversion options (a) and (b) in the financial records of NAMPA Ltd for the year ended 31 December 2023.</p>	<p>10</p>
<p>Please note: Journal narrations are required. Ignore any normal income tax implications.</p>	<p>8</p>
<p>(c) Provide the financial manager with the journal entries to account for transaction 2 in the financial records of Gelato Ltd for the year ended 31 December 2023</p> <p>Please note: Ignore depreciation journals in respect of the machinery. Ignore any normal income tax implications. Ignore the time value of money.</p>	
<p>Part 2</p>	
<p>Prepare the consolidated statement of changes in equity of the Greener Ltd Group for the year ended 30 June 2023. Only the foreign currency translation reserve and the non-controlling interests columns are required.</p>	<p>29</p>
<p>Communication skills: presentation and layout</p>	<p>1</p>
<p>Please note:</p> <ul style="list-style-type: none"> • Comparative figures are required. • Notes to the consolidated statement of changes in equity are not required. • Round off all amounts to the nearest Rand or Jamaican Dollar. • Your answer must comply with International Financial Reporting Standards (IFRS). 	

QUESTION 2

(40 MARKS)

Ignore value added tax (VAT)

Goat (Pty) Ltd (“Goat”) is domiciled in Namibia with its headquarters in Okahandja. Goat is primarily involved in manufacturing paper, paper-related products, speciality paper packaging products and selling wood. Goat is not involved in agricultural activity. Instead, it purchases its raw materials from timber entities based in Namibia and Southern Africa. Goat has a diverse geographical client portfolio locally and internationally.

FACULTY OF COMMERCE, MANAGEMENT AND LAW OLD CURRICULUM MODULES

Goat and its group entities prepare its financial statements using the International Financial Reporting Standards (IFRS). The presentation and functional currency of Goat and all its group entities is the Namibian Dollars (NAD). The current financial year-end is 30 September 2022 (FY22).

1. Summarized consolidated financial information of Goat for FY22

Extract of the statement of comprehensive income	Note	FY22 NAD '000	FY21 NAD '000
Operating profits	2	1,102,729.00	1,077,403.00
Depreciation and amortization	3	(225,000.00)	(200,000.00)
Interest expense	4	?	?
Profit before tax		723,876.00	698,876.00
Income tax expense		(217,163.00)	(204,641.00)
Profit before tax		506,713.00	494,235.00

The summarised information in the extract above includes the effect of all information in the notes below unless indicated otherwise.

2. Operating profit

Description	Note	FY 22 NAD '000	FY 21 NAD '000
Loss on disposal of Mazy	6	(80,287.00)	-
Expected credit losses		(23,309.00)	(17,897.00)
Foreign currency translation loss on foreign cash balances		(1,067.00)	(1,882.00)

FACULTY OF COMMERCE, MANAGEMENT AND LAW

OLD CURRICULUM MODULES

Depreciation and amortisation

Depreciation relates to plant, machinery and property. Amortization relates to purchased software.

3. Interest expense

The interest expense was calculated using the effective interest rate method. Interest expense relates to issued debentures classified as financial liabilities and measured at amortized cost.

The details of the debentures are as follows:

Issue date	2022-01-01
Face value	N\$330 million
Coupon rate	9.75% per annum (market related)
Term	5 years
Transaction costs	N\$6 million
Payment profile	Monthly Namib airments comprising Namib air and interest

4. Income tax expense

Income tax expense includes a deferred tax expense of N\$ 49 876 000 and N\$ 65 149 000 for FY21 and FY22 respectively. The NAMRA current tax payable balance is N\$ 27 675 000 and N\$14 987 000 at 30 September 2021 and 2022 respectively.

5. Sale of 60% interest in Mazy (Pty) Ltd (“Mazy”)

Mazy specialises in graphic paper production and is based in Katutura. Goat acquired a 70% controlling interest in Mazy on 1 October 2018 with the intention of entering the graphic paper production market. However, even though this venture was successful, Goat decided to move away from this market to focus on its core product offerings. As a result, Goat sold 60% of Mazy to an international private equity firm and has maintained a 10% interest in Mazy. Goat has lost control as a result of the sale and has treated the remaining 10% interest in Mazy as a financial asset classified at fair value through profit or loss.

- **FY19**

Goat acquired 70% of the ordinary shares of Mazy on 1 October 2018. The net asset value of Mazy on this date was N\$520 million. All assets and liabilities of Mazy were fairly valued on this date except for the plant (remaining useful life of 7.5 years and qualifies for tax allowances) which was undervalued by N\$54 million.

FACULTY OF COMMERCE, MANAGEMENT AND LAW OLD CURRICULUM MODULES

Payment terms of acquisition of Mazy	
Cash payment on 1 October 2018	N\$340 million
Deferred consideration payable	N\$140 million
Deferred consideration terms	Earlier of 1 October 2023 or when Goat loses control of Mazy Fair value of deferred consideration
Fair value of deferred consideration	
01-Oct-18	N\$100 million
30-Sep-21	N\$127 million

6. Investment in associate - Ali (Pty) Ltd (“Ali”)

Ali is a Namibian entity based in Oshikango and is involved in the manufacture of protective-wear used in the production process of paper and paper-related products. Goat has a 36% interest (and exercises significant influence) in Ali which was acquired in FY18 when the net asset value of Ali was fairly stated. An extract of the financial information as per the separate financial records of Ali is as follows:

Extract of the statement of comprehensive income for the year ended 30 September 2022		N\$ '000
Revenue - external		15 110
Revenue - Goat		5 409
Cost of sales*		(12 070)
Other income		1 087
Expected credit losses		(206)
Other expenses		(4 095)
Income tax expense		(1 982)
Profit after tax		3 253
Extract of the statement of changes in equity for the year ended 30 September 2022		N\$ '000
Dividends declared on 30 September 2022		347

* Ali uses a consistent mark-up for all its products sold. There were no inventory write-downs required.

Ali and Goat use different accounting software packages which cannot be integrated with each other. As such, the financial information of Ali is integrated manually into the consolidated financial information of Goat. All information relating to Ali has not been included in the consolidated financial information of Goat for FY22.

FACULTY OF COMMERCE, MANAGEMENT AND LAW OLD CURRICULUM MODULES

The financial records of Goat include the following relating to Ali:

General ledger account	GL code**	User input date	N\$ '000
Consumables - protective wear purchased from Ali	1008761	30-Sep-21	1,942
		30-Sep-22	1,365

** GL accounts beginning with 100 are Statement of Financial Position accounts.

- **Additional information**
- Goat measures non-controlling interests at its proportionate share of the net assets on the date of acquisition.

<p>Required</p> <p>(a) Calculate the adjusted profit before tax for the Goat (Pty) Ltd Group for FY22 taking into account the effects of Ali.</p> <ul style="list-style-type: none"> • Round all numbers to N\$'000. • Show all calculations. <p><i>Communication skills – presentation of notes</i></p>	7
<p>(b) Prepare the extracts of the consolidated statement of cash flows for the year ended 30 September 2022 for the Goat (Pty) Ltd Group as far as the information available permits.</p> <ul style="list-style-type: none"> • Present the cash flows from operating activities using the indirect method, starting with profit before tax. • Cash flows from interest and dividends are presented as operating activities. • Working capital movements are not required. • Round all numbers to N\$'000. • Show all calculations. • Note disclosures are not required. • Comparative information is not required. <p>Communication skills - layout and presentation</p>	32
	1

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