



Think Ahead

Taxation (BWA)

Sample Questions – September 2020

Get to know your exam

These graphical representations are intended to give an indication of past exam requirements and associated question content.

Please note that you will not be able to complete answers within these documents and in isolation they will not sufficiently prepare you for your exam.

We encourage you to visit the ACCA Practice Platform in order to attempt up to date practice exams within the computer-based exam environment.

Introduction screen



Introduction

This practice exam indicates how the live exam will be structured and assessed, and the likely style and range of questions that could be asked.

You should use the practice exam to become familiar with the question types and the features and functionality contained within the live exam.

The practice exam is reflective of the live exam experience but has some differences:

- The live exam will be timed, however there is no time limit in this exam.
- If you want to sit this exam in exam style conditions you should answer the questions presented within the time allowed for your live exam.
- Once you have started this exam you are able to leave at any time by closing the browser window. When you return, anything you have entered into the response options will be saved and you can continue sitting the exam.
- In the live exam your answers to the constructed response questions will be expert-marked. At the end of this exam, all objective test questions (OTs) be auto-marked however you should use the solution material provided to assess your performance in the constructed response questions.
- You will be able to access solution material at the end of this exam when using the Self-Marking resources which include a Marking Guide and/or Sample Answer for each question. If you wish to access these without completing the questions, click on [End Exam](#) on the Item Review Screen and navigate to the Marking tab on the Dashboard to Self-Mark.

Instruction screens


Instructions (1 of 4)

The instructions displayed below are representative of those displayed in the live exam. Where there are differences between this exam and the live exam these are explained.


General Instructions

- In this exam, the instruction screens are not timed however in the live exam they will be available for a maximum of 10 minutes prior to the exam starting.
- In the live exam, the stated exam time will automatically start once the 10 minute period has passed (or earlier if you choose to start the exam within the 10 minute period).
- A copy of the instruction screens can be accessed at any time during the exam by selecting the Help button provided.

Answering and Navigating

- Please read each question carefully.
- The question number you are viewing is displayed in the top display bar. You can hide or restore this display by selecting .
- You can navigate between screens by selecting **Next→** or **← Previous**, or by clicking on a question number from the Navigator or Item Review screens.
- A warning message will display to remind you that you cannot navigate away from a question if you have not viewed all of the question content. Ensure that you use all scrollbars and/or open any on-screen exhibits before navigating from each question.
- Some questions have the scenario and answer area divided by either a horizontal or vertical splitter bar. You can move this splitter bar to see more or less of the scenario or answer area.
- Please ensure you provide an answer for all elements of each question.
- You can revisit questions and change your answers at any time during the exam.

Flag for Review




- If you wish to revisit/review a question later in the exam, click  **Flag for Review**
- Click the button again if you no longer wish to revisit/review the question later in the exam.

Instruction screens (continued)


Taxation - Botswana (TX - BWA) Sample Questions - September 2020

Instructions (2 of 4)



Help

- Click the **Help** button provided to access:
 - A copy of these exam instructions.
 - Help and guidance on constructed response questions. (in the constructed response section of the exam only).
 - Formulae sheets/tax tables if your exam requires these. Note that the name of the Help button will indicate if formulae sheets/tax tables are available i.e.  **Help**,  **Help/Formulae Sheet** or  **Help/Tax Tables**


Calculator

- You have the option to use the on-screen standard or scientific calculators by selecting  **Calculator**
- Note that in the live exam you are also permitted to use your own calculator providing it does not have the facility to store or display text.

Highlight and Strikethrough

- You can highlight key phrases or figures in the question scenario by selecting  **Highlight**
- You can strikethrough text in the question scenario by selecting  **Strikethrough**
- Highlighted and strikethrough text will be displayed on all questions relating to the scenario.

Workings/Scratch Pad

- You may use an on-screen Scratch Pad to make notes/workings by selecting  **Scratch Pad**
- The Scratch Pad retains all notes/workings entered for all questions and these are available for the duration of the exam. They will not be submitted for marking after your live exam.
- You will also be provided with paper for notes/workings for your live exam, should you prefer to use it. This will not be submitted for marking. It will be collected at the end of the exam and must not be removed from the exam room.
- Important:**
 - The notes/workings entered onto the Scratch Pad or your workings paper during the live exam will not be marked.
 - If you want the marker to see any notes/workings for questions in the constructed response section of the live exam you must show them within the answer areas.

← Previous Next →


Instruction screens (continued)

Instructions (3 of 4)


Copy and Paste

- You can copy and paste from the Scratch Pad or question scenario into your answers in the constructed response section of the exam by using the Ctrl-C (Copy) and Ctrl-V (Paste) shortcuts. **Note:** When pasting into a spreadsheet in the live exam you must double-click the cell or paste directly into the formula bar. In this exam you can also paste into the spreadsheet by selecting the cell.


Symbol

- You can add a selection of currency symbols to your answers in the constructed response section of the exam by selecting  **Symbol** on the top toolbar.


Navigator Screen

- The Navigator screen can be accessed at any time during the exam by selecting  **Navigator**
- This screen allows you to jump to any question number in the exam.
- It also allows you to see the status of questions and whether they have been viewed, are complete or incomplete, or have been flagged for review.

Close All

- You can close each window (eg. Calculator or Scratch Pad) individually or you can close multiple windows by selecting  **Close All** on the top toolbar.

Reviewing the Exam

- You can review your exam once you have attempted any, or all, of the questions.
- To do this:
 - Navigate to the **last question** in the exam.
 - Click **Next** 
- This takes you to the Item Review screen.

Instruction screens (continued)

Instructions (4 of 4)

Item Review Screen

- This screen gives you an opportunity to see the flag and completion status of all questions before you exit the exam.
- You can select individual questions you wish to revisit, or quickly access groups of questions from the Item Review screen.
- During the item review period Navigator is not available however you can navigate to questions by selecting **Next →**, **← Previous** or **→ Review Screen**
- When reviewing questions you can change your answer and click **→ Review Screen** to view any updated status on the Item Review screen.

Ending the Exam

- Once you have completed your item review and wish to finally end the exam click **→ End Exam**
- Once you end the exam, you cannot revisit any questions.

Select **Next** to move to the Exam Summary screen.

Exam summary screen

Taxation - Botswana (TX - BWA) Sample Questions - September 2020

Time allowed: This sample exam is not timed.

This exam is divided into two sections:

Section A

- 15 objective test (OT) questions, each worth 2 marks.
- 30 marks in total.

Section B

- Six constructed response questions that may contain a scenario which relates to one or more requirement(s).
- Each constructed response question is worth 10 or 15 marks in total.
- 70 marks in total.

All questions are compulsory.

Select **Next** to start your exam.

← Previous Next →

Sample exam questions

Section A – summary screen

Taxation - Botswana (TX - BWA) Sample Questions - September 2020

Flag for Review

Section A

This section of the exam contains **15 objective test (OT) questions**.

Each question is worth **2 marks** and is compulsory.

This exam section is worth **30 marks** in total.

Important:

1. Calculations and workings need only be made to the nearest whole unit of currency, unless instructed otherwise.
2. All apportionments should be made to the nearest month.

Select **Next** to continue.

Navigator Next →

Section A - questions

In addition to his annual salary of P550,000, Mpho will have received the following amounts in the 2019/2020 tax year:

	P
Net rental income	27,650
Medical aid refunds	15,287
Building society interest	20,372
Mileage claims	8,623

How much is Mpho's taxable income for the 2019/2020 tax year?

- ☐ P598,022
- ☐ P577,650
- ☐ P606,645
- ☐ P578,995

Health and Beauty (Pty) Ltd (HAB), a company registered for value added tax (VAT), received an order to supply goods on 16 February 2020. HAB insisted on payment in full in advance, which was received on 3 March 2020. The goods were delivered on 20 March 2020 and a tax invoice was issued on 2 April 2020.

On which date is the time of supply of the goods?

- ☐ 16 February 2020
- ☐ 3 March 2020
- ☐ 20 March 2020
- ☐ 2 April 2020

Section A – questions (continued)

Sharps Enterprises (Pty) Ltd deducted the following amounts of tax from payments to non-residents during the 2019/2020 tax year.

	P
Sales commission	26,872
Administration fees	18,629
Technical fees	36,118
Rent of premises	42,972

What is the amount of tax which represents a final charge to tax for the non-resident?

- ☐ P81,619
- ☐ P97,719
- ☐ P79,090
- ☐ P54,747

Dineo is a member of her employer's provident fund to which she makes monthly contributions amounting to 5% of her monthly salary. Dineo has also taken out a voluntary personal pension scheme and, in addition, contributes to her employer's voluntary savings scheme. Dineo's contributions in the 2019/2020 tax year will be:

	P
Employer's provident fund	30,000
Voluntary personal pension scheme	50,000
Voluntary employer's savings scheme	24,000

How much will Dineo be able to claim as a deduction from her 2019/2020 income?

- ☐ P30,000
- ☐ P80,000
- ☐ P54,000
- ☐ P50,000

Section A – questions (continued)

Morton Supplies Ltd (MSL) is an international company resident outside Botswana which is considering engaging in the following activities:

- (1) Exporting goods to customers in Botswana
- (2) Carrying on business in Botswana
- (3) Importing goods from suppliers in Botswana
- (4) Earning income from a Botswana source

On which of these activities will MSL be liable to income tax in Botswana?

- ☐ 3 and 4
- ☐ 1 and 3
- ☐ 2 and 4 only
- ☐ 1, 2 and 4

Vista Engineering (Pty) Ltd (VEL) sold Plot 7623 Mahalapye, a commercial plot with a warehouse thereon, on 18 March 2019 for P4,500,000. The property originally cost P1,750,000 in May 2016. On 27 January 2019 VEL purchased Plot 385 Maun, a residential property for P1,250,000. VEL's financial year is to 31 December annually.

How much net disposal gain should VEL declare in the 2019/2020 tax year?

- ☐ P2,594,113
- ☐ P1,344,113
- ☐ P2,750,000
- ☐ P1,500,000

Section A – questions (continued)

Extra Vision Products (Pty) Ltd (EVP) had a taxable income of P3,472,900 in respect of the year ended 31 January 2020. EVP had paid self-assessment tax (SAT) amounting to P650,000 as at that date. EVP also had the following withholding tax credits for the year:

	P
Bank interest received	28,926
Dividends received	17,339
Commission received	37,416
Exempt interest received	21,776

How much SAT should EVP pay by 31 May 2020?

- ☐ P76,622
- ☐ P47,696
- ☐ P8,581
- ☐ P25,920

Pelican Business Systems (Pty) Ltd (PBS), a company registered for value added tax (VAT), issued the following credit notes for the tax period ended 25 May 2020. All amounts are exclusive of VAT where relevant.

	P
Discount on goods exported	58,927
Price reduction on goods sold locally	36,819
Goods returned by local customers	77,208
Residential rent received	15,726

What amount of VAT should PBS account for in respect of the post-sale adjustment for the tax period?

- ☐ P11,489
- ☐ P8,958
- ☐ P13,683
- ☐ P22,642

Section A – questions (continued)

Roan Manufacturers (Pty) Ltd sold two items of used machinery, for a total of P2,150,000, in the 2019/2020 tax year as follows:

	Item 1 P	Item 2 P
Original cost of machinery	839,903	1,166,084
Rollover relief granted	0	467,228
Annual capital allowances claimed	125,985	104,828

How much is the balancing charge?

- ☐ P698,042
- ☐ P374,827
- ☐ P230,814
- ☐ P842,054

Julius Otsile would like to reduce his tax liability.

Which of the following actions constitute 'tax avoidance'?

- (1) Understating his income in his tax return in error
- (2) Entering into an agreement to divert his income to his son
- (3) Moving his savings account to a bank that offers tax-free interest
- (4) Purchasing a company only because it has a tax loss

- ☐ 1 only
- ☐ 1 and 3
- ☐ 2 and 4 only
- ☐ 2, 3 and 4

Section A – questions (continued)

Timber Products (Pty) Ltd (TPL) paid the following amounts of withholding tax (WHT), to the Botswana Unified Revenue Service (BURS), during the 2019/2020 tax year, in relation to the following expenses:

	Expense P	WHT P
Royalties paid to a resident	150,000	0
Marketing fees paid to a non-resident	235,000	25,500
Management fees paid to a non-resident	120,000	0
Interest paid to a resident	185,000	14,550

What amount of expenses can TPL claim as a deduction in the 2019/2020 tax year?

- ☐ P505,000
- ☐ P387,000
- ☐ P332,000
- ☐ P570,000

Oteng Khupe purchased 100 shares in Xfactor (Pty) Ltd during 2014, for P60,000. During 2016 he received a bonus issue of 10 shares for every 50 held and during 2018 he purchased another 5 shares for P650 each. During the 2019/2020 tax year he sold 30 shares for P75,000.

How much is Oteng's gross disposal gain?

- ☐ P55,500
- ☐ P60,000
- ☐ P57,000
- ☐ P59,820

Section A – questions (continued)

Kwena Holdings Ltd (KHL) received interest income for the 2019/2020 tax year amounting to P579,384 and dividend income amounting to P723,061. KHL incurred expenditure amounting to P483,229, to earn the income.

How much is KHL's taxable income for the 2019/2020 tax year?

- ☐ P96,155
- ☐ P364,423
- ☐ P819,216
- ☐ P1,302,445

Enoch Raditau is a self-employed salesman and earns commission income, which will amount to P854,620, for the 2019/2020 tax year. He owns a car that cost P350,000, which he has used for his business for two years and he also uses it personally. Enoch incurs the following expenses during the tax year:

	P
Motor vehicle expenses - business and personal	176,935
Hotel accommodation expenses - business	73,629
Rent of property - business	60,000

How much is Enoch's chargeable income from business for the 2019/2020 tax year?

- ☐ P617,685
- ☐ P544,056
- ☐ P489,056
- ☐ P456,556

Section A – questions (continued)

The preliminary taxable income of Fortune Industries (Pty) Ltd (FIL) for the year ended 31 March 2020, before adjusting for any impairments, is P2,386,117. The directors resolve to adjust for the following specific impairments:

	P
Inventory	367,230
Investments	35,000
Non-current assets	207,332
Accounts receivable	427,804

How much is FIL's final taxable income for the 2019/2020 tax year?

- ☐ P2,386,117
- ☐ P1,383,751
- ☐ P1,591,083
- ☐ P1,348,751

Section B – summary screen

Section B

This section of the exam contains **six constructed response questions**.

Each question may contain a scenario which relates to one or more requirement(s) which may be split over multiple question screens.

Each question is worth **10 or 15 marks** and is compulsory.

This exam section is worth **70 marks** in total.

Important:

1. Calculations and workings need only be made to the nearest whole unit of currency, unless instructed otherwise.
2. All apportionments should be made to the nearest month.
3. In your live exam you must:
 - Enter your answer for each question in the response area provided for that question. Any answers entered into a response area provided for a different question will not be marked.
 - Show all notes/workings that you want the marker to see within the response area provided for the question. Remember, any notes/workings made on the Scratch Pad or on your workings paper will not be marked.

Select **Next** to continue.

Section B – questions

Scenario 1

The following scenario relates to two requirements.

The results of Lesedi Products (Pty) Ltd, which supplies goods to the mining industry and which is registered for value added tax (VAT), for the tax period ended 25 April 2020, are as follows. All amounts exclude VAT where relevant:

	Notes	P
Income		
Sales		1,472,972
Profit on sale of single cab bakkie	1	26,387
Commission received	2	48,206
Impaired trade receivable recovered	3	17,573
Technical fees received	4	<u>20,000</u>
		<u>1,585,138</u>
Expenses		
Purchases - local		376,100
Purchases - imported		569,226
Credit notes issued for sales returns		12,739
Depreciation		65,182
Discount allowed for early payment		8,628
Salaries and wages		217,030
Pension fund contribution		32,555
Provision for future costs		30,000
Interest on overdraft		<u>18,729</u>
		<u>1,330,189</u>
Profit before tax		<u>254,949</u>

Notes:

(1) The profit on the sale of the single cab bakkie was calculated as follows:

	P
Cost	210,000
Depreciation	<u>(79,387)</u>
	130,613
Proceeds	<u>157,000</u>
Profit on disposal	<u>26,387</u>

(2) Commission received is in respect of the sale of life insurance policies.

(3) The impaired trade receivable recovered is a partial recovery of a debt written off in July 2018. An input credit has not yet been claimed by Lesedi Products (Pty) Ltd.

(4) Technical fees were received from a non-resident.

Requirements for Scenario 1

(a) Calculate the VAT payable or refundable.

(8 marks)

(2 marks)

Section B – questions (continued)

Scenario 2

The following scenario relates to three requirements.

During the year ended 31 March 2020, Kamanga Communications (Pty) Ltd made the following payments to non-residents. It did not deduct any withholding taxes.

	P
Rental of IT equipment and software	276,118
Loan guarantee fees	42,000
Insurance premiums	582,031
Marketing fees	86,229

In addition, the following payments were made to residents:

	P
Interest paid to lender	142,996
Royalties	54,287
Rental of commercial premises	354,603
Brokerage	92,020

Section B – questions (continued)

Requirements for Scenario 2

In respect of Kamanga Communications (Pty) Ltd (Kamanga), for the year ended 31 March 2020:

(a) Calculate the withholding tax which should have been paid to the Botswana Unified Revenue Service (BURS).

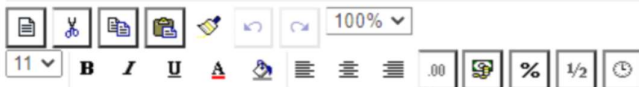
Note: You should indicate those items on which no withholding tax is due by the use of a zero (0).

(4 marks)

(b) Calculate the deduction which would be disallowed if no withholding tax was paid to BURS.

(3 marks)

Edit Format



A1

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(c) Discuss the purpose of withholding tax from payments made to:

(i) Non-residents; and

(ii) Residents.

(3 marks)

(10 marks)



Section B – questions (continued)

Scenario 3

The following scenario relates to three requirements.

Marshall Supplies (Pty) Ltd, which is not a member of a group, is preparing its tax computation for the year ended 29 February 2020 and your advice is sought in connection with allowable deductions for tax purposes.

In particular, the company's finance director wants to claim a tax deduction for the following items of expenditure:

- (i) Impairment of intangible assets
- (ii) Impairment of trade receivables
- (iii) Inventory losses
- (iv) Interest on bank overdraft

Section B – questions (continued)

Requirements for Scenario 3

In respect of Marshall Supplies (Pty) Ltd for the year ended 29 February 2020:

(a) Explain the purpose of the general deduction formula and state its FOUR criteria.

(3 marks)

(b) Explain, with examples, what specific deductions are, and how these differ from the general deduction formula above.

(2 marks)

A rich text editor toolbar with icons for undo, redo, search, bold, italic, underline, strikethrough, subscript, superscript, and link. Below the toolbar is a dropdown menu set to 'Paragraph' and a grid icon. The main text area is empty.

In respect of Marshall Supplies (Pty) Ltd for the year ended 29 February 2020:

(c) In respect of expenditure items (i) to (iv), state with reasons whether each one is tax deductible under the general deduction formula or as a specific deduction, and outline any restrictions.

(5 marks)

(10 marks)

A rich text editor toolbar with icons for undo, redo, search, bold, italic, underline, strikethrough, subscript, superscript, and link. Below the toolbar is a dropdown menu set to 'Paragraph' and a grid icon. The main text area is empty.

Section B – questions (continued)

Scenario 4

The following scenario relates to two requirements.

Tau Holdings Ltd made the following capital transactions during the financial year ended 31 December 2019:

- (1) Sold a patent for P350,000 in November 2019. The original cost of the patent was P10,000.
- (2) Sold the computer division for P1,500,000 in July 2019. The sale price is made up as follows:

	P
Plant and equipment	875,800
Inventory	483,000
Accounts receivable	130,400
Accounts payable	(265,250)
Goodwill	<u>276,050</u>
	<u>1,500,000</u>

- (3) Sold 600 debentures in Pholo Resources (Pty) Ltd for P80,000, in March 2019. The original cost of the debentures was P100,000.
- (4) Sold 5,000 shares in Sheridan Equipment Ltd, a company listed on the Botswana Stock Exchange (BSE), for P842,675, in October 2019. The company had purchased 25,000 shares for P2,650,000 in February 2019.

You are also provided with the following information:

Tau Holdings Ltd has a capital loss brought forward from the prior year amounting to P362,817.

Requirements for Scenario 4

(a) Calculate the chargeable disposal gain.

(b) State how long a capital loss can be carried forward.

(10 marks)

Edit Format

Section B – questions (continued)

Scenario 5

The following scenario relates to five requirements.

The budgeted results of Tlokweg Distributors (Pty) Ltd (TLD) for the year ending 30 June 2020 are:

	P
Income	
Gross profit (fully taxable)	4,720,802
Interest received	78,229
Dividends received	<u>61,004</u>
	<u>4,860,035</u>
Expenses	
Administrative expenses	1,899,274
Amortisation of intangible assets	49,628
Depreciation	179,226
Impairment of investments	200,000
Interest paid to bank	106,273
Interest paid to other lenders	286,135
Loss on sale of non-current assets	51,373
Salaries and wages	<u>1,972,308</u>
	<u>4,744,217</u>
Profit before tax	<u>115,818</u>

You are provided with the following further information:

(1) The loss on sale of non-current assets is calculated as follows:

	P
Cost of assets	460,104
Depreciation	<u>(208,731)</u>
	251,373
Sales proceeds	<u>200,000</u>
Loss on sale	<u>(51,373)</u>

Capital allowances amounting to P148,294 had been claimed on the non-current assets up to 30 June 2019.

(2) The total claim for capital allowances for the current tax year amounts to P226,802.

(3) TLD is a 100% owned subsidiary of Seleke Group Holdings Ltd.

Section B – questions (continued)

Requirements for Scenario 5

In respect of Tlokweg Distributors (Pty) Ltd for the year ending 30 June 2020:

(a) Calculate the taxable income before any interest restriction, starting with the budgeted profit before tax figure of P115,818 and indicating by the use of a zero (0) any items of income or expenditure referred to in the question which do not require adjustment.

(6 marks)

(b) Calculate the tax earnings before interest, tax, depreciation and amortisation (EBITDA).

(3 marks)

(c) Calculate the interest restriction.

(2 marks)

(d) Calculate the taxable income after the interest restriction.

(1 mark)

Edit Format

	A	B	C	D	E	F	G	H	I	J	K
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(e) Explain the rationale behind the introduction of new legislation which has the effect of restricting the amount of interest deductible from taxable income.

(3 marks)

(15 marks)

Paragraph

Section B – questions (continued)

Scenario 6

The following scenario relates to four requirements.

Agnes Sanga's income and gains for the 2019/2020 tax year are detailed below:

Partnership income

Agnes owns a ladies clothing business in equal partnership with Neo Pheto. The partnership's expected results for the year ending 30 June 2020 are as follows:

	P	P
Income		
Gross profit (fully taxable)		1,819,886
Overheads		
Administration expenses	261,936	
Depreciation	56,228	
Interest on partners' capital accounts	38,448	
Partners' drawings	172,562	
Partners' house rent	120,000	
Partners' salaries	600,000	
Salaries and wages	790,251	
Value added tax (VAT) penalties	27,073	(2,066,498)
Partnership loss		(246,612)

You are also provided with the following items of information in relation to the partnership, none of which have been adjusted for in arriving at the loss of P246,612:

- (i) Inventory amounting to P267,053 is considered obsolete.
- (ii) Agnes has the use of a motor car provided by the business which cost P235,000.
- (iii) Included in administrative expenses is an amount of P105,277 which relates to petrol expenses for the partners' cars. Agnes utilised petrol amounting to P46,883 for private journeys.
- (iv) Capital allowances for the year amounted to P83,926.

Other income

Agnes earned the following income in her own name:

	P
Interest received from a bank	27,694
Interest received from her sister	19,062
Management fees	120,000
Net rental income	79,261

Rental loss brought forward

Agnes has a rental loss brought forward at 1 July 2019 amounting to P42,839.

Disposals

Agnes sold the following shares on the Botswana Stock Exchange (BSE):

Scenario 6 (continued)

Shares	East Ltd
	P
Sale price	128,003
Cost	(48,917)
	<u>79,086</u>

The shares in East Ltd were purchased in September 2010.

Withholding tax

Agnes suffered the following withholding taxes:

	Withholding tax
	P
Interest received from a bank	2,769
Interest received from her sister	1,906
Rental income	5,000

Requirements for Scenario 6

Example view of full CBE constructed response workspace

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The following scenario relates to three requirements.

During the year ended 31 March 2020, Kamanga Communications (Pty) Ltd made the following payments to non-residents. It did not deduct any withholding taxes.

	P
Rental of IT equipment and software	276,118
Loan guarantee fees	42,000
Insurance premiums	582,031
Marketing fees	86,229

In addition, the following payments were made to residents:

	P
Interest paid to lender	142,996
Royalties	54,287
Rental of commercial premises	354,603
Brokerage	92,020

In respect of Kamanga Communications (Pty) Ltd (Kamanga), for the year ended 31 March 2020:

(a) Calculate the withholding tax which should have been paid to the Botswana Unified Revenue Service (BURS).

Note: You should indicate those items on which no withholding tax is due by the use of a zero (0). (4 marks)

(b) Calculate the deduction which would be disallowed if no withholding tax was paid to BURS. (3 marks)

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