GAUTENG PROVINCE
EDUCATION
REPUBLIC OF SOUTH AFRICA

PROVINCIAL EXAMINATION

NOVEMBER 2023

GRADE 10

ACCOUNTING
(PAPER 1)

ANSWER BOOK

NAME OF SCHOOL: ______________________

NAME OF LEARNER: ______________________

QUESTION	MARKS	MARK OBTAINED	MODERATED MARK
1	33		
2	44		
3	38		
4	35		
TOTAL	**150**		

6 pages

QUESTION 1: GAAP CONCEPTS AND TRANSACTION ANALYSIS

1.1 GAAP CONCEPTS

1.1.1	
1.1.2	
1.1.3	
1.1.4	

4

1.2 ANALYSIS OF TRANSACTIONS

	GENERAL LEDGER		AMOUNT	EQUATION		
	Account debited	Account credited	R	A	O	L
E.g.	Stationery	Bank	2 000	-	-	0
1.2.1	Equipment					
1.2.2		Debtors' Control				
1.2.3	Bank					
	Cost of sales		3 000			
1.2.4		Trading stock	850			
1.2.5		Trading Stock				

29

TOTAL
33

QUESTION 2: STATEMENT OF COMPREHENSIVE INCOME

2.1 STATEMENT OF COMPREHENSIVE INCOME OF SEBENZA TRADERS FOR THE YEAR ENDED 28 FEBRUARY 2023

Sales		
Cost of sales		
Gross profit		
Other operating income		
Commission income		10 150
Gross operating income		
Other operating expenses		
Salaries		43 500
Stationery		3 320
Advertising		2 300
Operating profit		
Profit before interest expense		
Net profit for the year		

44

TOTAL
44

QUESTION 3: NOTES AND STATEMENT OF FINANCIAL POSITION

3.1 3.1.1

OWNER'S EQUITY	AMOUNT
Capital balance on 01 June 2022	
Capital balance on 31 July 2023	

6

3.1.2

TRADE AND OTHER PAYABLES	AMOUNT
Trade creditors	
Pension Fund (19 000	
Medical Aid (17 000	

20

3.2 **STATEMENT OF FINANCIAL POSITION AS AT 31 JULY 2023**

EQUITY AND LIABILITIES	
EQUITY	
Owner's equity	
NON-CURRENT LIABILITIES	
Loan: SWYS Bank	
CURRENT LIABILITIES	
Trade and other payables	
TOTAL EQUITY AND LIABILITIES	

12

TOTAL
38

QUESTION 4: CONCEPTS AND INTERPRETATION OF FINANCIAL STATEMENTS

4.1 CONCEPTS

4.1.1	
4.1.2	
4.1.3	

3

4.2 Calculate the financial indicators as at 28 February 2023.

4.2.1

Calculate the mark-up percentage.

3

4.2.2

Calculate the net profit on sales.

3

4.2.3

Calculate the current ratio.

3

4.2.4

Calculate the acid test ratio.

4

4.2.5

Calculate the return on owner's equity.

5

4.2.6

James Milan is not happy with the control of expenses in the business. Quote ONE financial indicator with figures to support his concern.

3

4.2.7

Comment on the liquidity of the business. Quote TWO financial indicators and provide figures to support your answer.

4

4.2.8

Milan Dealers has a mark-up policy of 40% on all merchandise. The owner is concerned that the business is not achieving the mark-up. Provide TWO reasons why the business is not achieving its intended mark-up.

2

4.2.9

State whether Milan Dealers will be happy with the % return on equity. Give TWO reasons for your answer. Quote the financial indicators and relevant figures.
Yes or No (Circle your choice)

5

TOTAL
35

TOTAL: 150

END