GAUTENG PROVINCE
EDUCATION
REPUBLIC OF SOUTH AFRICA

GAUTENG DEPARTMENT OF EDUCATION

PROVINCIAL EXAMINATION

2015

GRADE 10

ACCOUNTING

ANSWER BOOK

NAME: ____

GRADE 10:___________

QUESTION	MAX MARKS	LEARNER'S MARKS	INITIAL
1	50		
2	55		
3	25		
4	110		
5	30		
6	30		
TOTAL	300		

MARKS: 300
TIME: 3 hours

14 pages

GAUTENG DEPARTMENT OF EDUCATION

PROVINCIAL EXAMINATION

ACCOUNTING
ANSWER BOOK

MARKS: 300
TIME: 3 hours

QUESTION 1

	General Ledger		Subsidiary Ledger		Amt	Equation		
	A/c Dr	A/c Cr	A/c Dr	A/c Cr		A	OE	L
e.g.	Stationery	Petty cash			300	-	-	0
A								
B								
C								
D								
E								
F								
G								

50

QUESTION 2

2.1 GENERAL JOURNAL (No narrations must be provided)

						Debtors control		Creditors control	
Doc no	D	Details	F	Dr	Cr	Dr	Cr	Dr	Cr
	30	**Provisional Totals**				**960**	**180**	**150**	**870**
JV1	a								
JV2	b								
JV3	c								
JV4	d								
JV5	e								
JV6	f								

20

2.2 General ledger of Snap Traders

Debtors' control account

Sep	1	Balance	b/d	35 270					

12

Creditors' control account

					Sep	1	Balance	b/d	30 650

10

Trading stock account

Sep	1	Balance	b/d	95 700					

13

55

QUESTION 3

3.1	**Explain in detail why the balance of the Creditors' Control account must be equal to the total of the Creditors' list at the end of the month.**

4

3.2	**Refer to the transaction dated 25 September 2015. Give a reason for the late payment although there was sufficient funds in the bank. Provide TWO suggestions to overcome this problem.**
	Reason **Suggestions**

5

3.3	Creditors' Ledger of Galaxy Traders					
Venus Ltd						
Date		Details	Fol	Dr	Cr	Balance

16

25

QUESTION 4.1

4.1.1	
4.1.2	
4.1.3	
4.1.4	

4

4.2

4.2.1 Income statement of Russell traders for the year ending 28 February 2015	
Sales (**519 000**	
Cost of sales (**346 350**	
Gross profit	
Other operating income	
Bad debts recovered (**315**	
Discount received	
Rent Income (**40 000**	
Commission Income	
Gross operating income	
Operating expenses	
Salaries and wages (**54 000**	
Pension Fund Contribution	
Unemployment Insurance Contribution	
Discount allowed	
Insurance (**10 128**	
Bad debts (**975**	
Water and electricity (**4 395**	
Stationery (**8 400**	
Trading Stock deficit	
Depreciation	
Bank charges	
Operating profit	
Interest income	
Profit before interest expenses	
Interest expenses	
Net profit for the year	

46

4.2.2

Fixed assets note	Land and buildings	Vehicles	Equipment
Carrying value at the beginning of the year	456 862		
Cost price	456 862	207 000	88 000
Accumulated depreciation	0		
Movements			
Disposal at carrying value	0	0	0
	0		
Carrying value at the end of the year	456 862		
	456 862		

15

Trade and other Payables	
Trade creditors	21 435
Creditors for Salaries (18 000	
Medical Aid Fund	1 200
Total	

15

4.3

4.3.1 Balance Sheet of Top Dog Traders as at 28 February 2015

Assets	
Non - Current Assets	
Tangible Assets	
Financial Assets	
Current Assets	
TOTAL ASSETS	
Equity and liabilities	
Owner's Equity	
Non-Current Liabilities	
Mortgage Loan	
Current Liabilities	
Trade and other Payables	
Short Term Loan	
TOTAL EQUITY AND LIABILITIES	

25

4.3.2 Owner's Equity

Capital balance at the beginning of the year	
Capital balance at the end of the year	

5

4.1	4.2	4.3	Total
4	76	30	110

QUESTION 5

5.1.1	Profit mark-up % achieved

4

5.1.2	Percentage return on owner's equity

4

5.1.3	Current ratio

6

5.1.4	Acid test ratio

4

5.2	**The targeted mark-up is 78%. Did the business achieve this mark-up percentage? Explain using figures. Provide THREE reasons for your answer.**
	 Reasons

7

5.3	**Should Phiri Traders be satisfied with the liquidity position? Explain by quoting TWO financial indicators or figures to support your answer.**
	 Explanation

5

30

QUESTION 6

6.1.1	What does VAT stand for?

1

6.1.2	What is the current VAT rate?

6.1.3	Complete the table in respect of VAT.

A	
B	
C	
D	

1

4

6.1.4	Comment on his practise and state what consequences he could be faced with if he is reported to SARS.
	Type of practice Consequences

4

6.2	Choose the word/phrase from the list that best fits the definition.

6.2.1	
6.2.2	
6.2.3	
6.2.4	
6.2.5	

10

6.3.1	What is a cash budget?

2

6.3.2	Name TWO users of cash budgets.

2

6.3.3	Explain THREE reasons for preparing a cash budget.

6

30

TOTAL 300

END