LIMPOPO
PROVINCIAL GOVERNMENT
REPUBLIC OF SOUTH AFRICA

DEPARTMENT OF
EDUCATION

SEKHUKHUNE EAST-DISTRICT ON THE RISE

GRADE 11 ACCOUNTING

SCHOOL BASED ASSESSMENT TASK 3

TERM 2

PROJECT

2025

Question	Topic	Marks	Minutes
1	GAAP principles	5	6
2	Partnership Financial statements	65	54
	Total	**70**	**60**

NOTE:

- The project must be administered in class under supervision of the educator.
- Learners may refer to notes or textbooks during the administration process.
- All questions must be answered

This question paper consists of 6 pages.

QUESTION 1: GAAP PRINCIPLES [5 MARKS: 6 MINUTES]

Choose a GAAP principle from column B to match the description in column A. Write only the letter (A-F) next to the question number in the answer book.

1.	In preparing the financial statements, assets are recorded at the amount that was originally paid for them.	A	Matching concept
2.	Expenses and income must be recorded in the appropriate financial period.	B	Materiality concept
3.	In preparing the financial statements the accountant will assume that the business will continue for the foreseeable future.	C	Historical concept
4.	Any amount which is significant to the decisions made by the reader of the financial statements should be disclosed separately in financial statements	D	Going concern concept
5.	The financial affairs of the owner must be recorded separately from that of the business	E	Prudence concept
		F	Business entity principle

QUESTION 2: PARTNERSHIP FINANCIAL STATEMENTS [65 MARKS: 54 MINUTES]

You are provided with extracted information from the books of GlowBell traders for the year ended 28 February 2025.

REQUIRED:

2.1 Complete the Statement of Comprehensive Income for the year ended 28 February 2025 (40)

2.2 Prepare the Current Account note for the year ended 28 February 2025 (25)

INFORMATION:
PRE-ADJUSTMENT TRIAL BALANCE ON 28 FEBRUARY 2025

Balance sheet section	**DEBIT**	**CREDIT**
Capital: Glow		260 00
Capital: Bell		200 000
Current account: Glow	8 900	
Current account: Bell		22 100
Drawings: Glow	20 000	
Drawings: Bell	30 000	
Equipment	210 000	
Vehicle	130 000	
Accumulated depreciation on equipment		46 400
Fixed deposit: GPD Bank	324 000	
Trading stock	77 705	
Debtors control	46 480	
Creditors control		15 000
Provision for bad debts		2 500
Pension fund		600
SARS-PAYE		1 900
Bank overdraft		12 177
Loan: BB Bank 12% p.a		180 000
Nominal accounts section		
Sales		730 685
Cost of sales	497 700	
Debtors allowances	18 800	
Advertising	31 605	
Bank charges	10 500	
Bad debts	8 900	
Discount received		13 880
Pension fund contribution	3 395	
Insurance	18 000	
Interest on overdraft	3 400	
Interest on fixed deposit		1 723
Packing materials	29 800	
Rent income		21 300
Salaries and wages	38 580	
	1 508 265	1 508 265

ADJUSTMENTS AND ADDITIONAL INFORMATION

A An annual insurance premium of R11 400 was paid on 1 January 2025.

B Interest is capitalised on the mortgage loan. The annual loan statement from BB Bank reflected the following:

BB BANK **LOAN STATEMENT ON 28 FEBRUARY 2025**	R
Balance on 1 March 2024	194 000
Interest capitalised for the year	?
Repayments including interest (R5 500 ×12)	(66 000)
Balance on 28 February 2025	**R150 000**

Repayments of R54 800 of the capital portion of the loan will be made in the next financial year.

C A debtor, O Giroud, whose debt had previously been written off, paid R120. The bookkeeper incorrectly credited the amount to the bad debts account. Correct the error.

D The account of S Stanley, who owes R2 520, must be written off. Adjust the provision for bad debts to 5% of outstanding debts.

E A stock take on 28 February 2025 revealed the following:
- A trading stock deficit of R4 800.
- Packing materials on hand R190.

F The rent received from the tenant included the rent for March 2025. The rent was increased by R450 per month on 1 December 2024.

G Provide for depreciation as follows:
- Vehicle at 10% p.a on Cost price. (all vehicles were purchased at the beginning of the financial year)
- Equipment at 15% p.a on Diminishing balance method. New equipment of R16 000 was purchased and correctly recorded on 1 November 2024.

H An employee was left out of the February Salaries journal in error. His salary slip reflects the following:

Gross salary	R9 000
Less: PAYE deduction	1 560
Less: Pension deduction	800
Net salary	**?**

Glowbell traders contribute to Age Right Pension Fund on a Rand to Rand basis.

I It is confirmed that the business has a bank overdraft at the end of the financial year.

J The partnership agreement allows for the following:

- Salaries to each partner: R3 000 per month.
- Interest on capital at 10% p.a. note that Mr Bell increased his capital by R50 000 on 1 September 2024. This has been properly recorded.
- Mr Bell is entitled to an annual bonus of 20% of the net profit.
- Remaining profits or losses are shared equally between Mr Glow and Mr Bell.

TOTAL: 70