GRADE 11: ACCOUNTING

TERM 1: BASELINE ASSESSMENT 2026

EXAMINER: A. LUKIE

TIME: 50 MINUTES

TOTAL: 60 MARKS

Instructions & Information:

1. Answer all the questions.
2. Write neatly & legibly in PENCIL.
3. A formula sheet is provided.

QUESTION	**TOPIC**	**MAXIMUM MARK**	**MINUTES ALLOCATED**
1.1	GAAP/VAT	5	4
1.2	CONCEPTS	5	4
1.3	ACCOUNTING EQUATION	10	8
1.4	GENERAL LEDGER: TRADING STOCK	10	8
1.5	BUDGET and RATIOS	30	26
	TOTAL	**60**	**50**

QUESTION 1

CONCEPTS

QUESTION 1.1 (5 marks; 4 minutes))

You are required to match Column A with the appropriate description in Column B.
Write down the letter only next to the number.

COLUMN A		COLUMN B	
1	Zero rated items	A	The salaries, wages and working conditions are fair for the workers.
2	Historical cost principle	B	Expenses are offset against income generated by those expenses. Income and expense items are allocated to the correct time period.
3	Going concern principle	C	All assets are valued at their original cost.
4	Matching principle	D	Goods and services supplied by schools and other non-profit organizations.
5	Vendor	E	The business is able to repay its debts without a problem i.e. its creditworthiness.
		F	The law states that no VAT should be charged on certain basic items including brown bread and fruit.
		G	A business with a turnover of more than R1 000 000 must register.
		H	The assumption is that a business will continue for the foreseeable future

(5 marks; 4 minutes)

QUESTION 1.2

Below are several statements. State whether they are true or false. Only write true or false next to the question number. (5)

1.2.1 Liabilities = Owners Equity – Assets

1.2.2 When a business receives money from a customer, a receipt is issued to the customer.

1.2.3 When the owner deposits money into the bank account of the business he/she receives an invoice.

1.2.4 The current Vat rate charged in South Africa is 14%.

1.2.5 *A* credit note is used to record stock returned by a debtor.

QUESTION 1.3 **(ACCOUNTING EQUATION)** (10 marks; 8 minutes))

Analise the following transactions according to the answer sheet. Complete the missing answers by following the letters a – j.

Transactions: October 2025

1 Cash sales of merchandise to R van der Ross for R1000. (Mark-up 100%)

2 Received an EFT of R2000 from First National Bank. The EFT is for the monthly receipt of interest on fixed deposit.

3 Pay the monthly insurance account for the business of R3 000 via EFT.

4 A debtor, J. Neverland, is insolvent and his account of R150 must be written off as irrecoverable.

5 Purchase trading stock on credit from Immediate Suppliers R5 000.

QUESTION 1.4 **GENERAL LEDGER** **(10 marks; 8 minutes))**

The following information was extracted from the accounting records of Amazing Stores.

REQUIRED:

1.4 **Post to the following General Ledger account. Balance the Trading stock account.**

Opening balances/Totals on 1 June 2025:

Trading stock	R20 000 (dr)
Debtors control	R2 000 (dr)

Cash Receipts Journal of Amazing Stores – June 2025 CRJ3

Doc	D	Details	Bank	Debtors' control	Discount allowed	Sales	Cost of sales
			11 450	1 880	30	9 600	4 800

Cash Payments Journal of Amazing Stores – June 2025 CPJ3

Doc	D	Name of payee	Bank	Trading stock	Creditors' control	Discount received	Stationery
			15 000	11 450	3300	300	550

Debtors' Journal of Amazing Stores– June 2025 DJ3

				Sales	Cost of sales
				6 000	3 000

Debtors' Allowances Journal of Amazing Stores – June 2025 DAJ3

				Debtors allowance	Cost of sales
				100	50

Creditors Journal of Amazing Stores– June 2025 CJ 3

Doc	Date	Details	fol	Creditors Control	Trading stock	Stationery
				6 150	5 950	200

Creditors Allowances Journal of Amazing Stores – June 2025 CAJ 3

Doc	Date	Details	fol	Creditors Control	Trading stock	Stationery
				250	50	200

General Journal of Amazing Stores– June 2025 GJ 3

				Debtors' Control		Creditors' Control	
Day	Details	Debit	Credit	Debit	Credit	Debit	Credit
				20	100	200	150

Additional information from the General Journal:

- The owner took trading inventory for own use, R800, at cost price.

- The owner donated stationery to the local primary school, R500 on behalf of the business.

QUESTION 1.5

CASH BUDGET, MANUFACTURING AND RATIOS **(30 marks; 26 minutes)**

1.5.1 **STEEL STORES**

The business sells school clothes to the public.

REQUIRED:

1.5.1 Why is it important to prepare a budget. Provide TWO reasons. (4)

1.5.2 Calculate the following on 31 November 2025:

- Total receipts (4)
- Total payments (4)
- Surplus/Deficit (3)
- Bank balance at the end of the month (3)

INFORMATION

A.

	R
Bank debit balance (1 November 2025)	12 650
Cash sales	250 000
Cash purchases	100 000
Rent income	8 500
Wages	15 200
Sundry expenses	26 300
Profit on sale of vehicle	10 000
Purchase of new vehicle on credit	150 000

1.5.3 JACKSON TRADERS

You are provided with the following information relating to Jackson Traders for the year ending 28 February 2025.

REQUIRED:

1.5.3 Calculate the financial indicators for 2025 to the first decimal:

- % Gross profit on sales (3)
- % Operating income on sales (3)
- % Net profit on sales (3)
- **%** Mark-up (3)

INFORMATION

A

	2025
Sales	900 000
Cost of sales	600 000
Gross profit	?
Operating income	100 000
Operating expenses	220 000
Net profit	?

GRADE 10 ACCOUNTING FINANCIAL INDICATOR FORMULA SHEET	
$\frac{\text{Gross profit}}{\text{Sales}} \times \frac{100}{1}$	$\frac{\text{Gross profit}}{\text{Cost of sales}} \times \frac{100}{1}$
$\frac{\text{Operating expenses}}{\text{Sales}} \times \frac{100}{1}$	$\frac{\text{Operating profit}}{\text{Sales}} \times \frac{100}{1}$
$\frac{\text{Net profit}}{\text{Sales}} \times \frac{100}{1}$	

TOTAL: 60 MARKS