

Surname and Name



Province of the  
**EASTERN CAPE**  
EDUCATION

**NATIONAL  
SENIOR CERTIFICATE**

**GRADE 11**

**NOVEMBER 2011**

**ACCOUNTING  
ANSWER BOOK**

QUESTION	MAX. MARKS	MARKS OBTAINED	MODERATION
1	60		
2	60		
3	35		
4	45		
5	45		
6	55		
<b>TOTAL</b>	<b>300</b>		

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This answer book consists of 16 pages.

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## QUESTION 1

## FIXED ASSETS AND INCOME STATEMENT

(60 marks ; 36 minutes)

## 1.1 GENERAL LEDGER OF SHARKS TRADERS

## EQUIPMENT (B4)

2010 Mar	1	<b>Balance</b>	b/d	<b>34 600</b>					<b>3 600</b>

5

## ACCUMULATED DEPRECIATION ON EQUIPMENT (B5)

2010 May	1	<b>Asset Disposal</b>		<b>1 200</b>	2010 Mar	1	<b>Balance</b>	b/d	<b>15 700</b>

10

## NOTE: FIXED ASSETS

COST (1 March 2010)	<b>34 600</b>
Accumulated Depreciation on Equipment (1 March 2010)	<b>(15 700)</b>
<b>Carrying Value on 1 March 2010</b>	
<i>Movements:</i> Additions	
Disposals	
Depreciation	
<b>CARRYING VALUE ON 28 FEBRUARY 2011</b>	
Cost (28 February 2011)	
Accumulated depreciation on equipment (28/02/2011)	

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1.2 SHARKS TRADERS  
INCOME STATEMENT FOR THE YEAR ENDED 28 FEBRUARY 2011

Sales	
Cost of Sales	
GROSS PROFIT	
Other Income	

**QUESTION 2****PARTNERSHIPS****(60 marks ; 36 minutes)**

2.1 Calculate the amounts denoted by **(a)** to **(d)** in the Current Accounts of the partners.

**(a)**

3

**(b)**

3

**(c)**

5

**(d)**

4

2.2 Calculate the Net Profit for the year.

7

2.3 Calculate Feint's return on investment.

6

2.4 Feint does not understand the significance of the answer above and asks for your advice. What explanation would you offer?

3

2.4.1 Provide a suitable reason why Margin should be disappointed with the above transaction.

2

2.4.2 Describe the basic function of an internal auditor.

2

2.4.3 Explain how an internal auditor would contribute to resolving issues like the one described in QUESTION 2.4 above.

2

## 2.5 CAPITAL NOTE

	FEINT	MARGIN	TOTAL	
Balance on 1 January 2010	180 000	120 000	300 000	

5

## TRADE AND OTHER PAYABLES NOTE


6

2.6 FM DEALERS  
BALANCE SHEET AS AT 31 DECEMBER 2010

<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>	NOTES	<b>384 700</b>
Tangible Assets		<b>375 700</b>
Financial Assets		<b>9 000</b>
<b>CURRENT ASSETS</b>		<b>150 150</b>
Inventories		<b>82 640</b>
Trade and Other Receivables		<b>64 810</b>
Cash and cash equivalents		<b>3 000</b>
<b>TOTAL ASSETS</b>		<b>535 850</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Owner's Equity</b>		
• Capital	Note	
• Current Accounts		
<b>NON-CURRENT LIABILITIES</b>		
<b>CURRENT LIABILITIES</b>		
	Note	
<b>TOTAL EQUITY AND LIABILITIES</b>		

## QUESTION 3

## BANK RECONCILIATION

(35 marks ; 21 minutes)

## 3.1.1 CASH RECEIPTS JOURNAL OF STORMERS TRADERS – JUNE 2011 CRJ6

DOC NO	D	DETAILS	F	ANALYSIS OF RECEIPTS	BANK	SUNDRY AMOUNTS	DETAILS OF SUNDRY ACCOUNTS
	30	<b>Total</b>			<b>17 763</b>		

9

## CASH PAYMENTS JOURNAL OF STORMERS TRADERS – JUNE 2011 CPJ6

DOC NO	D	NAME OF PAYEE	F	BANK		SUNDRY AMOUNTS	DETAILS OF SUNDRY ACCOUNTS
	30	<b>Total</b>		<b>15 960</b>			

7

## 3.1.2 GENERAL LEDGER OF STROMERS TRADERS

## BANK (B7)


6



3.1.3 BANK RECONCILIATION STATEMENT ON 30 JUNE 2011

		DEBIT	CREDIT

9

3.2

The manager is concerned about the outstanding deposits. Suggest internal control mechanisms that can be implemented to overcome such situations.

4

**QUESTION 4****CASH BUDGETS****(45 marks ; 27 minutes)****4.1 DEBTORS COLLECTION SCHEDULE**

MONTH OF SALES	CREDIT SALES		JUNE	JULY
APRIL				
MAY				
JUNE				
JULY				
<b>CASH FROM DEBTORS</b>				

10

**4.2 CROCKLEY STATIONERS****CASH BUDGET FOR THE PERIOD JUNE/JULY 2010**

<b>CASH RECEIPTS</b>	<b>JUNE</b>	<b>JULY</b>
Cash from debtors		
Cash Sales	<b>14 000</b>	
<b>TOTAL RECEIPTS</b>		
<b>CASH PAYMENTS</b>		
Cash purchases of Stock	<b>20 000</b>	
Payments to Creditors	<b>15 200</b>	
Sundry Expenses	<b>4 300</b>	
Salaries and Wages	<b>16 000</b>	
Motor Vehicle Expenses	<b>5 000</b>	
Repayment of loan		
Interest on loan	<b>1 200</b>	
<b>TOTAL PAYMENTS</b>	<b>61 700</b>	
<b>CASH SURPLUS/SHORTFALL</b>		
Bank (Opening Balance)		
<b>BANK (CLOSING BALANCE)</b>		

26

4.3.1 Why is it necessary to prepare a Cash Budget? (*Two points*)

2

4.3.2 You discover that the actual motor vehicle expense for June 2010 was R6 550. Suggest TWO possible reasons/explanations for the difference.

2

4.3.3 Is the business managing its cash resources effectively? Motivate your response by quoting any TWO examples (with figures/amounts) from the budget.

5

45

**QUESTION 5****MANUFACTURING CONCERNS****(45 marks ; 27 minutes)**5.1.1 MULTIPLE CHOICE (*Write the letter ONLY in each block*)

(a)	(b)	(c)	
			3

5.1.2 Use the figures from the table above to calculate the break-even point.

	6

5.1.3 What advice would you offer Kolkata Manufacturers with regards to the break-even analysis done above?

	3

5.1.4 Calculate the factory overhead cost per unit for the year ended 30 June 2010.

	4

5.1.5 The factory overhead cost per unit for 2009 was R42. Give a possible reason (besides price changes) for the change in this unit cost.

	2

## 5.2.1 FACTORY OVERHEAD COST


14

## 5.2.2

## GENERAL LEDGER OF CHENNAI PRODUCTS

## WORK IN PROCESS STOCK ACCOUNT


7

## FINISHED GOODS STOCK ACCOUNT


6

45	
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## QUESTION 6

## CLUBS AND INVENTORY RECORDING

(55 marks ; 33 minutes)

6.1.1 Calculate the amounts for (a), (b) and (c) in the above ledger account.

(a)

  
2

(b)

  
5

(c)

  
5

6.1.2 Give a suitable reason for "honorarium" on the credit side of the account.

  
2

6.1.3 (a) Calculate the number of members, whose fees are still outstanding on 31 December 2010.

3

(b) Give TWO suggestions that the committee can use, to encourage members to pay their fees on time.

4

(c) How can the chairperson motivate members to show more interest in club activities? Provide TWO suggestions.

4

### 6.2.1 Analysing Transactions.

NO	ASSETS		EQUITY		LIABILITIES	
	LEDGER ACCOUNT	AMOUNT	LEDGER ACCOUNT	AMOUNT	LEDGER ACCOUNT	AMOUNT

6.2.2 (a) Name ONE other system that can be used to record stock.

2

(b) Identify TWO weaknesses (disadvantages) of the periodic system being used.

4

(c) Explain how an alternative stock system would assist in improving his control over stock.

4

55	
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TOTAL: 300