

Surname and Name:



Province of the
EASTERN CAPE
EDUCATION

**NATIONAL
SENIOR CERTIFICATE**

GRADE 11

NOVEMBER 2012

**ACCOUNTING
ANSWER BOOK**

QUESTION	MAX. MARKS	MARKS OBTAINED	MODERATION
1	105		
2	45		
3	45		
4	30		
5	35		
6	40		
TOTAL	300		

This answer book consists of 13 pages.

QUESTION 1**PARTNERSHIPS****(105 marks ; 63 minutes)****1.1 MATCHING ITEMS**

1.1.1	
1.1.2	
1.1.3	
1.1.4	
1.1.5	

10

1.2 JJ STORES**INCOME STATEMENT FOR THE YEAR ENDED 29 FEBRUARY 2012**

Sales	
Cost of Sales	
GROSS PROFIT	
Other Operating Income	
Rent Income	
Discount received	
GROSS INCOME	
Operating Expenses	
Consumable Stores	
Insurance	
Salaries and Wages	
Stationery	
Water and Electricity	
Bad Debts	
Sundry Expenses	
OPERATING PROFIT	
Interest Income	
Net Profit before Interest expense/Finance cost	
NET PROFIT FOR THE YEAR	240 000

40

1.3 NOTES TO THE BALANCE SHEET

1.3.1 TRADE AND OTHER RECEIVABLES

8

**Use the format taught at your school.*

1.3.2 CURRENT ACCOUNTS

	JAKOB	JULIES	TOTAL
Salaries	90 000	86 600	176 600
Interest on Capital			

21

1.4 Comment on the LIQUIDITY position of this business. Quote TWO relevant ratios to support your comment.

--

8

1.5 Calculate the total earnings of partner Jakob. (*Show workings*).

4

1.6 Calculate the return on investment of partner Julies. Should he be satisfied with this return? Elaborate.

8

1.7 Julies is concerned about the total drawings of Jakob. Explain why you think it bothers him, and provide TWO suggestions on how he can address this concern.

Explanation:

Suggestions:

6

QUESTION 2

MANUFACTURING CONCERNS

(45 marks ; 27 minutes)

2.1		
2.1.1		
2.1.2		
2.1.3		
2.1.4		

4

2.2	FACTORY OVERHEAD COSTS (MANUFACTURING OVERHEADS)	

15

2.3	Calculate the selling price per cartridge. <i>Hint: Calculate the number of units sold first.</i>

4

2.4

**GENERAL LEDGER OF GAUTENG MANUFACTURERS
WORK IN PROCESS STOCK ACCOUNT**

7

FINISHED GOODS STOCK ACCOUNT

6

2.5 Calculate the number of units Vusi had to produce in order to break even.

--

5

2.6 Explain the usefulness of the break-even analysis, and comment on the level of production achieved by Vusi.

--

4

QUESTION 3**CASH BUDGETS****(45 marks ; 27 minutes)****3.1 KING DEALERS – DEBTORS COLLECTION SCHEDULE**

MONTHS	CREDIT SALES		MAY	JUNE
March	61 500			
April				
May	54 000			
June				

7

**3.2 KING DEALERS
CASH BUDGET FOR THE PERIOD 1 MAY 2012 – 30 JUNE 2012**

	MAY	JUNE
RECEIPTS		
Cash sales	18 000	
Cash from debtors		
TOTAL RECEIPTS		
PAYMENTS		
Payments to creditors	47 500	
Manager's salary	8 500	
Wages (shop assistants)	12 000	
Telephone	3 000	3 000
Consumable Stores	4 600	4 600
TOTAL PAYMENTS		
CASH SURPLUS / (DEFICIT)		
Bank (Opening balance)		
BANK (CLOSING BALANCE)		

26

3.3 D. King wants to borrow R100 000 from the bank. He intends presenting this budget as a motivation for the loan. State TWO points that you think the bank would consider before making a decision. (Quote figures)

4

3.4 The budgeted telephone expense for April was R3 000.

3.4.1 Provide a suitable reason for the actual expense being R450 more than the budgeted amount.

2

3.4.2 Give a reason why the business decided to maintain the telephone expense at R3 000 for the budget period.

2

3.5 The sales assistants are dissatisfied with their wage increase.
Give TWO points to support them.

4

QUESTION 4

BANK RECONCILIATION

(30 marks ; 18 minutes)

4.1 CALCULATION OF THE BANK ACCOUNT BALANCE

BANK ACCOUNT			
Balance	(b/d)		CPJ Total
			532 200
CRJ Total		620 500	

16

4.2 BANK RECONCILIATION ON 30 JUNE 2012

	DEBIT	CREDIT

10

4.3 Explain how monthly reconciliation with the bank statement can be useful in detecting and preventing mismanagement of cash and fraud. (TWO POINTS)

--	--

4

30	
-----------	--

QUESTION 5

CLUBS AND STOCK SYSTEMS

(35 marks ; 21 minutes)

5.1

**M9 TENNIS CLUB
MEMBERSHIP FEE**

17

5.2

5.2.1 Calculate the cost of refreshments sold.

3

5.2.2 Calculate the total amount of refreshments purchased during the year.

6

5.3 Name another system that the club can use to record stock.

2

5.4 Is the periodic inventory system an appropriate system for the club to use?
Motivate your answer.

3

5.5 The chairperson feels that the stock balances should not be so high.
Suggest TWO ways in which stock can be more effectively controlled.

4

35	
----	--

QUESTION 6

ASSET MANAGEMENT

(40 marks ; 24 minutes)

6.1

**GENERAL LEDGER OF HARRY'S TRADERS
EQUIPMENT**

6

ASSET DISPOSAL

8

6.2

TANGIBLE ASSETS

	VEHICLES	EQUIPMENT
Cost (1 March 2011)	175 000	92 400
Accumulated Depreciation (1 March 2011)		
CARRYING VALUE (1 March 2011)		
<i>Movements:</i>		
CARRYING VALUE (29 February 2012)		
Cost (29 February 2012)		
Accumulated Depreciation (29 February 2012)		

21

6.3 40% of the total equipment is made up of computers and other office devices. The accountant is of the opinion that the depreciation policy regarding equipment must be re-visited. Do you agree? Provide TWO reasons.

--

5

40	
-----------	--

TOTAL : 300