



Province of the
EASTERN CAPE
EDUCATION

Name:

**NATIONAL
SENIOR CERTIFICATE**

GRADE 12

SEPTEMBER 2020

**ACCOUNTING P2
MANAGERIAL ACCOUNTING, INTERNAL AUDITING
AND CONTROL
ANSWER BOOK**

QUESTION	MAX. MARKS	MARKS OBTAINED	MODERATED MARKS
1	34		
2	40		
3	50		
4	26		
	150		

This answer book consists of 10 pages.

QUESTION 1**1.1 BANK RECONCILIATION**

BANK RECONCILIATION STATEMENT ON 31 JULY 2020			
	Debit	Credit	
Balance according to Bank Statement			
Balance according to Bank account			
			8

1.2 DEBTORS' AGE ANALYSIS

1.2.1 How does the preparation of the Debtors' Age Analysis assist in the control of debtors?

3

1.2.2 How much is owed by the debtors on 31 May 2020?

2

1.2.3 Which debtor would you gladly give a credit reference?

2

1.2.4 Which debtor would be 'handed over', and what does this mean?

3

1.3 CREDITORS' RECONCILIATION

- 1.3.1 What is the purpose of reconciling the balance on the Creditors' Control Account with the total of the Creditors' List from the Creditors' Ledger? State TWO points.

4

- 1.3.2 Record the errors and omissions in the given table and calculate the correct balance and total.

	Creditors' Control Account	Creditors' List
Preliminary balance/total	R74 715	R32 595
A		
B		
C		
D		
E		
F		
Correct balance/total		

12

TOTAL MARKS
34

QUESTION 2**2.1 VAT CONCEPTS**

Change the underlined parts in the following sentences to make the statements TRUE. Write the answer next to the question number.

2.1.1

2.1.2

2

2.2 VAT CALCULATIONS

Calculate the correct amount of VAT the business has to pay. Show ALL workings.

12

2.3 INVENTORY VALUATION

2.3.1

Calculate the following in respect of the ladies' watches on 31 August 2020.

(a) Value of closing stock

5

(b) Cost of sales

5

(c) Stock-holding period (in days), using average stock

4

2.3.2

Calculate the following in respect of the men's watches on 31 August 2020:

(a) Value of closing stock

7

(b) Sales

3

2.3.3

Explain why the business uses different methods to value each type of watch. State ONE valid point.

2

TOTAL MARKS
40

QUESTION 3

3.1 Indicate whether the following statements are TRUE or FALSE. Write only 'true' or 'false' next to the question numbers (3.1.1–3.1.2).

3.1.1

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3.1.2

--

2

3.2.1 Note for Direct Material Costs

Balance at the beginning of the year	210 000
Purchases	
	1 425 000
Balance at the end of the year	

7

3.2.2 Production Cost Statement on 29 February 2020

Direct material	1 240 000
Total manufacturing costs	1 920 000
Work-in-process at the end of the year	(90 000)
Cost of production of finished goods	

15

3.2.3 Income Statement for the year ended 29 February 2020

Sales	
Gross Profit	
Administration Costs	
Net profit	

11

3.3 COST ACCOUNTING

3.3.1 Calculate the break-even point for the year ended 31 August 2020.

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4

3.3.2 Should the business be satisfied with the number of units that they produced and sold during the current financial year? Explain. Quote figures.

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3

QUESTION 4

- 4.1** Choose the correct description in **COLUMN B** to match the concept in **COLUMN A**. Write only the letter (A–E) next to the question numbers (4.1.1–4.1.4).

4.1.1

4.1.2

4.1.3

4.1.4

4

4.2.1

**GENERAL LEDGER OF SHARKS LTD
ASSET DISPOSAL**

2020 Aug	31			2020 Aug	31		

10

4.2.2 Fixed Assets

	Land and Buildings	Equipment
Carrying value at the beginning of the year	4 050 250	660 000
Cost	4 050 250	1 200 000
Accumulated depreciation	0	(540 000)
Movements:		
Additions		
Disposals		
Depreciation		
Carrying value at the end of the year		
Cost		
Accumulated depreciation		

12

TOTAL MARKS
26

TOTAL: 150