



**GAUTENG PROVINCE**

EDUCATION  
REPUBLIC OF SOUTH AFRICA

**GAUTENG DEPARTMENT OF EDUCATION  
PROVINCIAL EXAMINATION  
JUNE 2016  
GRADE 11**

**ACCOUNTING  
ANSWER BOOK**

NAME OF LEARNER: \_\_\_\_\_

GRADE: \_\_\_\_\_

QUESTION	TOPIC	MARKS	LEARNER'S MARKS
1	Bank Reconciliation	60	
2	Creditors' Reconciliation	25	
3	Asset Disposal	50	
4	Partnerships	40	
5	Financial statements	75	
6	Analysis and Interpretation of Financial Statements	50	
<b>TOTAL</b>		<b>300</b>	

**MARKS: 300**

**TIME: 180 minutes**

**18 pages**

**P.T.O.**

GAUTENG DEPARTMENT OF EDUCATION  
PROVINCIAL EXAMINATION

ACCOUNTING

TIME: 180 minutes

MARKS: 300

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QUESTION 1

1.1 What is the purpose of Bank reconciliation?

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1.2	Indicate whether the statements are TRUE or FALSE.	
	1.2.1	
	1.2.2	
	1.2.3	
	1.2.4	

4

**1.3.1 Cash Receipts Journal of Sabe Traders – March 2016**

Doc.	Day	Details	Bank	Sundry accounts		
				Amount	Fol	Details
	31	<b>Totals</b>	<b>31 400</b>	<b>13 000</b>		

Cash Payments Journal of Sabe Traders – March 2016

Doc.	Day	Name of payee	Bank	Debtors' Control	Sundry accounts		
					Amount	Fol	Details
	31	Totals	54 800	240	10 960		

18

1.3.2

General ledger of Sabe Traders

Dr.

Bank

B8

Cr.


8



**QUESTION 2**

<b>2.1</b>	<b>Why must the balance of the Creditors' Control Account in the General Ledger be the same as the total of the Creditors' List in the Creditors' Ledger?</b>
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<b>2</b>

<b>2.2</b>	<b>Calculate the correct balance of the Creditors' Control Account in the General Ledger.</b>																		
	<table border="1" style="width: 100%;"> <tr> <td style="width: 50%;">Balance</td> <td style="text-align: right;">R153 800</td> </tr> <tr> <td>A</td> <td></td> </tr> <tr> <td>B</td> <td></td> </tr> <tr> <td>C</td> <td></td> </tr> <tr> <td>D</td> <td></td> </tr> <tr> <td>E</td> <td></td> </tr> <tr> <td>F</td> <td></td> </tr> <tr> <td>G</td> <td></td> </tr> <tr> <td>Final balance</td> <td></td> </tr> </table>	Balance	R153 800	A		B		C		D		E		F		G		Final balance	
Balance	R153 800																		
A																			
B																			
C																			
D																			
E																			
F																			
G																			
Final balance																			

<b>12</b>

<b>2.3</b>	<b>Prepare the correct Creditors' List of balances on 30 June 2016.</b>		
	<b>Stand Traders</b>		
	<b>(29 200</b>		
	<b>Walk Wholesalers</b>		
	<b>(95 600</b>		
	<b>Run Stores</b>		
	<b>(44 100</b>		

11

25

**QUESTION 3**

No.	Calculations	Answer
3.1.1	Calculate the Depreciation on Equipment sold on 31 August 2016.	
3.1.2	Calculate the TOTAL Depreciation on Equipment on 29 February 2016.	

8

3.2.1

**GENERAL LEDGER OF BONANZA TRADERS  
BALANCE SHEET ACCOUNTS SECTION**

Dr	EQUIPMENT				B	Cr
2015						
Mar	1	Balance	c/d	510 000		

5





**3.3 NOTE TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 29 FEBRUARY 2016**

**FIXED ASSETS**

	Land & buildings	Vehicles	Equipment	
Carrying value at beginning	450 000		240 000	
Cost	450 000	800 000	510 000	
Accumulated depreciation		(260 000)		
<b>Movements</b>				
Additions at cost				
Disposals at carrying value				
Depreciation				
Carrying value at end	500 000			
Cost	500 000	1 000 000		
Accumulated depreciation	0	(388 000)		

15

<b>3.4</b>	<b>THREE control measures</b>	
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6

50

## QUESTION 4

## 4.1

<b>NO.</b>	
4.1.1	
4.1.2	
4.1.3	
4.1.4	
4.1.5	

5

## 4.2

Calculation of interest on capital	Answer	
<b>Gifford:</b>		4
<b>Ndlovu:</b>		4

4.2.1	CAPITAL	Gifford	Ndlovu	Total
	Balance at the beginning of the year			
	Contribution of capital during the year			
	Withdrawal of capital during the year			
	Balance at the end of the year			

6

4.2.2	CURRENT ACCOUNTS	Gifford	Ndlovu	Total
	Partners' salaries			
	Partner's bonus	0		
	Interest on capital			
	Primary distribution of profits			
	Final distribution of profits	147 390		
	Profit as per Income Statement			
	Drawings during the year			
	Retained income for the year			
	Balance at beginning of year			
	Balance at end of year			

## QUESTION 5

NAME OF BUSINESS: FLASHGORDON TRADERS

## 5.1 INCOME STATEMENT FOR YEAR ENDED 29 February 2016

Sales		
Cost of sales		
<b>Gross profit</b>		
<b>Other operating income</b>		
Bad debts recovered (700		
Discount Received (1 600		
Rent Income (79 650		
Commission income		
?		
<b>Gross operating income</b>		
<b>Operating expenses</b>		
Water and electricity (8 900		
Insurance (8 800		
Bad debts (4 300		
Donations (2400		
Discount Allowed		
Stationery (17 300		
Bank charges (8 410		
Telephone (10 900		
Salaries & wages (288 090		
?		
?		
<b>Operating profit</b>		
Interest income		
<b>Profit before interest expense</b>		
Interest expense		
<b>Net profit for the year</b>		



**QUESTION 6**

<b>6.1</b>	<b>Complete each of the following statements by supplying the missing word/s. Note: Do not re-write the sentences. Write down only the answer.</b>
<b>6.1.1</b>	
<b>6.1.2</b>	
<b>6.1.3</b>	
<b>6.1.4</b>	
<b>6.1.5</b>	

<b>10</b>

<b>6.2</b>	<b>Should the partners be satisfied with the stock turnover rate? Explain by quoting the financial indicators for both years to support your answer.</b>	
	<b>Opinion:</b>  <b>Comment:</b>	<b>3</b>
<b>6.3</b>	<b>Comment on the Debtors' collection period and the Creditors' Payment period.</b>	
		<b>3</b>

<b>6.4</b> In your opinion has the business been able to control its operating expenses well in 2016? Quote figures from both years to support your answer.	
<b>Opinion:</b>  <b>Comment:</b>	
<b>6.5</b> Supply reasons for the difference between the percentage operating expenses on sales and the percentage net profit on sales.	4
	2
<b>6.6</b> Calculate the percentage return earned by the business on average equity for 2016.	
	5
<b>6.7</b> The percentage return earned by Flynn on his average equity is 20,53%. Provide a calculation to prove that this calculation is correct.	
	5



<b>6.8</b> Comment on the percentage return earned by Flynn. Quote a financial indicator for both years to support your answer.	
<b>6.9</b> Comment on the debt/equity ratio. Quote a financial indicator for both years to support your answer.	
<b>6.10</b> What percentage of the net income did the partners withdraw from the business in 2016?	

<b>6.11 Comment on the profitability of the business. Quote THREE financial indicators and figures to support your answer.</b>	
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40

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TOTAL: 300