

# NATIONAL SENIOR CERTIFICATE

**GRADE 11** 

# **NOVEMBER 2019**

# ACCOUNTING P2 ANSWER BOOK

QUESTION	MAXIMUM MARKS	MARKS OBTAINED	MODERATED MARKS
1	35		
2	45		
3	50		
4	20		
	150		



This answer book consists of 11 pages.

## QUESTION 1: BANK RECONCILIATION AND CREDITORS RECONCILIATION

1.1.2 State the adjustment that would be made to the figures on statements on 30 June 2019, end of financial year in repost-dated cheques issued. Refer to the Bank R	espect of the econciliation	2
statements on 30 June 2019, end of financial year in repost-dated cheques issued. Refer to the Bank R	espect of the econciliation	2
statements on 30 June 2019, end of financial year in repost-dated cheques issued. Refer to the Bank R	espect of the econciliation	2
statements on 30 June 2019, end of financial year in repost-dated cheques issued. Refer to the Bank R	espect of the econciliation	
statements on 30 June 2019, end of financial year in repost-dated cheques issued. Refer to the Bank R	espect of the econciliation	
Statement for June 2019. Include actual figures in your a		
		4
	'	
1.1.3 ITEM CRJ CPJ NO ENTRY		
Item 1 X		
Item 2		
Item 3		
Item 4		
Item 5		
Item 6		
Item 7		
Item 8	11	
Item 9	l t	9

1.1.4	Bank Reconciliation S	tatement on 3°	1 July 2019			
			Debit	Credit		
						Ę
1.1.5	In August 2019 the inte deposit of R20 500 on t 31 July 2019 appeared	he Bank Reco as R5 500 on t	nciliation Sta he Bank Sta	atement on tement (Item	3).	
	The amount on the Ban that you have as intern measure to prevent this	al auditor. Pro	ovide ONE su	uitable contro	ol	
	CONCERN	CO	NTROL MEA	SURE		

1.2.1	Why should the balance of the Creditors' Control account	
	correspond with the total of the Creditors' List?	
		2

1.2.2 Calculate the correct balances of the Creditors' Control account and the Creditors' List.

	Creditors' Control	Creditors' List
(a) Incorrect balance/total	49 560	36 410
(b)		
(c)		
(d)		
(e)		
Balance/Total		

8	

35

## **QUESTION 2: MANUFACTURING**

2.1	Match the description from COLUMN B to the concept in COLUMN A. Write only the letter (A–E) next to the question number (2.1.1–2.1.4) in the ANSWER BOOK.	
	2.1.1 2.1.2 2.1.3 2.1.4	4
2.2	Calculate the Direct material cost	l
		4
	Calculate the correct Factory Overhead Cost.	
	FACTORY OVERHEAD COST:	
	Incorrect Factory Overhead Cost 350 000	
		<b> </b>
	Factory Overhead Cost for the Year	Щ
		8

# 2.3 GENERAL LEDGER OF 4' OCEAN TRADERS WORK-IN-PROCESS STOCK ACCOUNT

		_			

2.4	Calculate the following:
2.4.1	Selling price per unit:
2.4.2	Cost of sales:

		3
2.4.3	Variable costs per unit	
		3

2.4.4	Break-even point		
		۱.	
			2

		_
2.5	4' Ocean Traders anticipates that demand will increase in the next financial year to 600 000 units. They aim to increase the number of units produced to meet this demand. They expect fixed costs to remain unchanged.	
2.5.1	Explain what you understand by the term "break-even point".	2
2.5.2	Explain the effect that the above decision will have on the fixed cost per unit and the break-even point.	
	FIXED COST PER UNIT:  BREAK-EVEN POINT:	
		4

70

## **QUESTION 3: CASH BUDGETS AND FIXED ASSETS**

3.1.1	Ехр	lain why a business needs to prepare a Cash Budget every year.	
			2
3.1.2	Calc	culate the expected receipts from debtors for November 2019.	
			5
3.1.3	Calc	culate the figures indicated by A–E in the Cash Budget.	Ī
	Α		
	В		
	С		
	D		
	Е		5
0.4.4	T-1	2010 October 18 - 18 - 18 - 18 - 18 - 18 - 18 - 18	Ī
3.1.4		rent income increased by 8% from 1 November 2019. Calculate the income figure for November 2019.	
			3
3.1.5	suff	our opinion, is EmmaLee's capital contribution in November 2019 icient to support this business venture? Provide ONE reason with res to support your answer.	
		rr	
			3

3.1.6	Calculate the percentage increase granted to the employees from 1 November 2019.	
	la vava animian viill the anantavasa ha actisfical viith this in anasa 2	
	In your opinion, will the employees be satisfied with this increase? Briefly explain.	
		5
		1
3.1.7	As the internal auditor you discovered that the actual motor vehicle expenses for October 2019 were R5 420. Name TWO points that you would include in your internal auditors' report to EmmaLee.	
		النسا
		1
3.1.8	Calculate the interest payable to Eastbank in December 2019.	
	Calculate the monthly repayments of the capital portion of the loan to Eastbank.	
		7

#### 3.2.1

### **ASSET DISPOSAL**

2018 Dec	31		2018 Dec	31		
						l

3.2.2 Note to the Balance Sheet on 28 February 2019

FIXED ASSETS	Land and buildings	Vehicles	Equipment
Carrying value beginning of year		330 000	435 000
Cost		900 000	615 000
Accumulated depreciation	0	(570 000)	
Movements			
Additions at cost	230 000		300 000
Disposal at carrying value	0	(72 000)	0
Depreciation	0	(64 000)	
Carrying value end of year	1 580 000	500 000	
Cost	1 580 000	1 076 000	
Accumulated depreciation	0		(270 000)

10

50

## **QUESTION 4: FINANCIAL INDICATORS IN WORKING CAPITAL**

4.1.1	Gross profit percentage on cost of sales (mark-up %)	
		4
4.1.2	Average stock turnover rate	]
		4
4.1.3	Debtors Collection Period	]
		6
4.2	Comment on the profitability of the business for this financial year.	]
	Give TWO reasons why they may not have achieved their intended mark-up of 50%.	2
4.3	The bookkeeper is satisfied that the business' liquidity has improved and there is money to manage their short term commitments.	]
	Mention TWO indicators, with figures, that prove this.	4

**TOTAL: 150**