



Province of the
EASTERN CAPE
EDUCATION

NAME:

**NATIONAL
SENIOR CERTIFICATE**

GRADE 10

NOVEMBER 2018

**ACCOUNTING P1
ANSWER BOOK**

QUESTION	MAX MARKS	MARKS OBTAINED	MODERATED MARKS
1	35		
2	35		
3	40		
4	40		
TOTAL	150		

This answer book consists of 10 pages.

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QUESTION 1: ACCOUNTING CONCEPTS AND ACCOUNTING EQUATION

35 marks; 30 minutes

1.1 ACCOUNTING CONCEPTS

1.1.1	
1.1.2	
1.1.3	
1.1.4	
1.1.5	

5

1.2 ACCOUNTING EQUATION

No	INTERNAL DOCUMENT	GENERAL LEDGER		INFLUENCE ON		
		ACCOUNT DR	ACCOUNT CR	ASSETS	EQUITY	LIABILITIES
1.2.1						
1.2.2						
1.2.3						
1.2.4						
1.2.5						

30

QUESTION 1	35	
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QUESTION 2: ETHICS, INTERNAL CONTROL AND WAGES JOURNAL**35 marks; 30 minutes****2. ETHICS**

2.1

2.1.1	
2.1.2	
2.1.3	
2.1.4	
2.1.5	

5

2.2.1 Why does the government set minimum wages?

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2

2.2.2 Would you regard the actions of these small businesses as ethical? Motivate your answer.

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3

2.3 INTERNAL CONTROL AND WAGES JOURNAL

2.3.1 B Mills is frequently late for work and leaves early on a Friday. What steps should the owner of Super Clean Cleaning Services take to prevent this from becoming a habit of his staff?

3

2.3.2 Name TWO internal control measures that the owner of Super Clean Cleaning Services can implement in reaction to the complaints about smoking in public areas and poor productivity of his employees.

4

2.3.3 WAGES JOURNAL OF SUPER CLEAN CLEANING SERVICES FOR THE WEEK ENDING 26 OCTOBER 2018

EMPLOYEE	BASIC WAGE	OVERTIME			GROSS WAGE	DEDUCTIONS				NETT WAGE	CONTRIBUTIONS	
		HOURS	R/h	R/c		PAYE	UIF	PENSION	TOTAL		UIF	PENSION
Kunene												
Xaxa												
Mills												

18

QUESTION 3: NOTES TO FINANCIAL STATEMENTS AND BALANCE SHEET

40 marks; 30 minutes

3.1 NOTES TO THE FINANCIAL STATEMENTS

Tangible assets

	LAND AND BUILDINGS	VEHICLES	EQUIPMENT
Cost price			
Accumulated depreciation			
Carrying value (01/03/17)			
<u>Movements</u>			
Acquisition			
Depreciation			
Carrying value (28/02/18)			
Cost price			
Accumulated depreciation			

10

Inventory

3

Trade and other receivables

4

Trade and other payables

6

3.2 BALANCE SHEET OF WORLD WIDE TRADERS ON 28 FEBRUARY 2018

ASSETS	
<u>Non-current assets</u>	
Tangible assets	
<u>Financial assets</u>	
<u>Current assets</u>	
Inventory	
Cash and cash equivalents	
TOTAL ASSETS	
EQUITY AND LIABILITIES	
Owner's equity	
<u>Non-current liabilities</u>	
<u>Current liabilities</u>	
TOTAL EQUITY AND LIABILITIES	

17

QUESTION 3	40	
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QUESTION 4: ACCOUNTING CONCEPTS AND ANALYSIS AND INTERPRETATION OF FINANCIAL STATEMENTS**40 marks; 30 minutes****4.1 ACCOUNTING CONCEPTS**

4.1.1	
4.1.2	
4.1.3	
4.1.4	

4

4.2 SWIFT TRADERSAll calculations to be rounded off to **ONE DECIMAL PLACE**.**4.2.1 Current ratio**

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6

4.2.2 Acid test ratio

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3

4.2.3 Compare these results with those of 2017 and comment on the liquidity of the business.

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4

4.2.4 Calculate the percentage return on average owner's equity.

6

4.2.5 Should the owner be satisfied with this return? Motivate your answer.

3

4.3 **LS COMPUTERS**

4.3.1 Calculate the percentage mark-up for 2018.

3

4.3.2 Give TWO reasons for the deviation from the target mark-up of 40%.

4

- 4.3.3 The percentage mark-up for 2017 was 50%. What influence did the change in mark-up have on the business? Quote figures to support your answer.

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2

- 4.3.4 LS Computers spent less on national advertising and focused on local advertising. Was this decision to their advantage? Quote figures to support your answer.

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3

- 4.3.5 What percentage of sales is spent on salaries and wages?

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2

QUESTION 4

40

TOTAL: 150
