



GAUTENG PROVINCE
EDUCATION
REPUBLIC OF SOUTH AFRICA

PROVINCIAL EXAMINATION

JUNE 2023

GRADE 9

**ECONOMIC AND MANAGEMENT SCIENCES:
FINANCIAL LITERACY**

PAPER 1

TIME: 1 hour

MARKS: 50

8 pages and an answer book of 7 pages

INSTRUCTIONS AND INFORMATION

1. This question paper consists of Sections A, B and C (Financial Literacy topics) and is based on the prescribed content framework in the CAPS Amendment Document and ATP.

SECTION A: SHORT QUESTIONS

QUESTION 1.1: Multiple-choice questions (5)
QUESTION 1.2: Matching items (5)
[10]

SECTION B: ACCOUNTING EQUATION AND JOURNALS

QUESTION 2: Accounting Equation (1)
QUESTION 3: Journals (1)
[25]

SECTION C: GENERAL LEDGER AND TRIAL BALANCE

QUESTION 4: General Ledger (3)
QUESTION 5: Trial Balance (12)
[15]

2. ALL the questions are compulsory.
3. Answer ALL the questions in the ANSWER BOOK provided.
4. Write neatly and legibly.

EXEMPLAR

SECTION A: SHORT QUESTIONS

QUESTION 1

1.1 MULTIPLE-CHOICE QUESTIONS

Various options are provided as possible answers to the following questions. Choose the correct answer and write only the letter (A – D) next to the question number (1.1.1 to 1.1.5) in the ANSWER BOOK provided.

1.1.1 Trading stock can be classified as a/an ...

- A fixed asset.
- B liability.
- C expense.
- D current asset.

(1)

1.1.2 A credit sale transaction takes place between the business and the ...

- A owner.
- B tenant.
- C debtor.
- D creditor.

(1)

1.1.3 The difference between the cost price of goods sold and the selling price is called ...

- A mark-up.
- B cost of sale.
- C income.
- D drawing.

(1)

1.1.4 Goods costing R3 500 are sold on account to M. Sithole for R5 000. M. Sithole owes the business ...

- A R3 500.
- B R5 000.
- C R1 500.
- D R8 500.

(1)

1.1.5 NCA provides debt counselling for consumers who have no solution on how to repay debts. NCA is an acronym for ...

- A National Council of Accountants.
- B National Credit Act.
- C New Creditors' Association.
- D Nominal Credit Account.

(1)

[5]

1.2 MATCHING ITEMS

Choose a term in COLUMN B that matches the description in COLUMN A. Write only the letter (A – G) next to the question number (1.2.1 to 1.2.5) in your ANSWER BOOK e.g. 1.2.6 H.

COLUMN A	COLUMN B
1.2.1 Capital and drawings	A Duplicate receipt
1.2.2 The source document used by the business to record credit sales	B Duplicate invoice
1.2.3 Bank overdraft	C Trial balance
1.2.4 The maximum amount that a debtor can owe	D General Ledger
1.2.5 Tests if the double entry principle has been applied	E Owner's equity
	F Liability
	G Credit limit

(5 x 1) [5]

TOTAL SECTION A: 10

EXEMPLAR

SECTION B: ACCOUNTING EQUATION AND JOURNALS

QUESTION 2: ACCOUNTING EQUATION

Analyse the following transactions and show the effect that each one has on the accounting equation.

No.	Transaction
e.g.	Paid R500 through EFT to Pen and Paper for stationery purchased.
2.1	Goods costing R2 500 were sold for R4 000 cash to Dan Nkomo.
2.2	T. Moagi (a debtor) deposited R1 800 into the business bank account as part payment on her account.

[9]

QUESTION 3: JOURNALS

Mr Reddy is the owner of Red Hot Dealz, a business that sells goods to its customers both for cash and on credit. Goods are sold at a 25% mark-up.

Mr Reddy has many grandchildren. He often takes money from the business to buy gifts for them.

He is also away on many business trips and leaves his staff unsupervised. Mr Reddy is concerned that there are many debtors who are not paying their accounts on time, and some are not paying at all.

REQUIRED:

3.1 Use the information provided below to record the transactions for Red Hot Dealz in the following journals for the month ending March 2023.

Do not close off the journals at the end of the month.

- 3.1.1 Cash Receipts Journal (7)
- 3.1.2 Cash Payments Journal (3)
- 3.1.3 Debtors' Journal (3)

3.2 Answer the following questions.

3.2.1 Complete the following statement by filling in the missing word.

The money that Mr Reddy takes from the business to buy gifts for his grandchildren should be recorded as _____ (1)

3.2.2 Identify TWO things that Mr Reddy must consider before allowing a customer to buy on account. (2)

TRANSACTIONS – March 2023

- 5 Cash sales for the day, R5 250.
- 9 Goods costing R2 500 was sold on credit to B. Baloyi. Invoice no. 23 was issued.
- 11 Purchased trading stock from FM Suppliers. EFT no. 72 was processed for R3 625.
- 15 A debit order for R1 000 was processed to FIN Surance for the monthly insurance premium.
- 25 B. Baloyi settled his account in full. Receipt 32 was issued to him. He was owing R255 at the beginning of the month.

[16]**TOTAL SECTION B: 25****EXEMPLAR**

SECTION C: GENERAL LEDGER AND TRIAL BALANCE

QUESTION 4: GENERAL LEDGER

The following records were extracted from the books of Tabby Wholesalers on 30 April 2023.

REQUIRED:

Use the information below to complete the following General Ledger accounts for the month ending 30 April 2023.

(Do not balance the accounts.)

4.1. Debtors' Control

(3)

4.2. Sales

(5)

The following column totals appeared in the subsidiary journals of Tabby Wholesalers on 30 April 2023.

Cash Receipts Journal of Tabby Wholesalers – April 2023 CRJ1

Bank	Sales	Cost of sales	Debtors' Control	Sundry Accounts
140 290	?	8 700	1 200	125 000

Cash Payments Journal of Tabby Wholesalers – April 2023 CPJ1

Bank	Trading stock	Stationery	Wages	Sundry Accounts
120 415	1 500	1 240	1 680	95 995

Debtors' Journal of Tabby Wholesalers – April 2023 DJ1

Sales	Cost of sales
30 000	1 375

[8]

QUESTION 5: TRIAL BALANCE

The following Trial Balance has been extracted from the books of VIP Traders. Valerie Prinsloo, the owner of the store, is struggling to complete the trial balance and has requested you to assist her.

REQUIRED:

5.1. Complete the Trial Balance for the month ended May 2023 using the information provided below. (5)

5.2. Choose the correct answer from within brackets. Use the information of the Trial Balance.

Show a calculation to prove your answer.

The business achieved a profit mark-up of (50%/33 $\frac{1}{3}$ %). (2)

INFORMATION

Trial Balance of VIP Traders for May 2023

	Fol.	Debit	Credit
BALANCE SHEET ACCOUNT SECTION			
Capital	B1		?
Drawings	B2	8 000	
Land and buildings	B3	95 000	
Equipment	B4	20 000	
Debtors' control	B5	15 500	
Bank	B6	20 043	
NOTIONAL ACCOUNTS SECTION			
Sales	N1		240 000
Cost of sales	N2	160 000	
Rent income	N3		6 000
Water and electricity	N4	5 495	
Salary expense	N5	4 962	
		?	?

Additional information:

- On 1 May 2023, the capital balance was R120 000. Valerie had increased the capital amount during the month of May by 30%.
- Valerie does not know where the following must be recorded:
 - Salaries and Wages – R 21 000
 - Trading Stock – R 52 000

[7]

TOTAL SECTION C: 15

TOTAL: 50

END