



GAUTENG PROVINCE
EDUCATION
REPUBLIC OF SOUTH AFRICA

PROVINCIAL EXAMINATION
NOVEMBER 2022
GRADE 9

**ECONOMIC AND MANAGEMENT SCIENCES:
FINANCIAL LITERACY**

(PAPER 1)

TIME: 1 hour

MARKS: 70

7 pages

INSTRUCTIONS AND INFORMATION

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 RATP.

SECTION A: SHORT QUESTIONS

QUESTION 1.1: Multiple-choice	(5)
QUESTION 1.2: Complete the sentences	(5)
QUESTION 1.3: Matching Items	(5)
	[15]

SECTION B: JOURNALS, ACCOUNTING EQUATION AND DEBTORS' LEDGER

QUESTION 2: Accounting Equation	(11)
QUESTION 3: Journals and Debtors' Ledger	(17)
	[28]

SECTION C: GENERAL LEDGER AND TRIAL BALANCE

QUESTION 4: General Ledger	(18)
QUESTION 5: Trial Balance	(9)
	[27]

1. All questions are compulsory.
2. Answer all questions in the ANSWER BOOK provided.
3. Write neatly and legibly.

SECTION A**QUESTION 1****1.1 MULTIPLE-CHOICE QUESTIONS**

Various options are provided as possible answers to the following questions. Choose the answer and write only the letter (A – D) next to the question numbers (1.1.1 to 1.1.5) in the ANSWER BOOK e.g., 1.1.6 E.

- 1.1.1 Life has changed and so has the way people choose to pay for goods and services. Which of the following is the easiest and most frequently used method of payment?
- A Cash
B EFT
C Cheque
D Promissory notes (1)
- 1.1.2 Posting to the ledgers is the fourth step in the ...
- A accounting cycle.
B accounting equation.
C financial year.
D General Ledger. (1)
- 1.1.3 The _____ Account provides a summary of the total amount owed by customers to whom goods were sold on credit.
- A Trading Stock
B Sales
C Creditors' Control
D Debtors' Control (1)
- 1.1.4 All transactions affect more than one account in the General Ledger. This is referred to as the ... principle.
- A money market
B double entry
C subsidiary journal
D accounting cycle (1)
- 1.1.5 Businesses take risks by selling goods on credit. What is the major risk that they are taking?
- A Goods will perish.
B Debtors may not pay.
C The business may not have money to buy stock in future.
D No cash in the business. (1)

[5]

1.2 COMPLETE THE SENTENCES

Use the words in the block (word bank) below to complete the following sentences. Write only the answer next to the question numbers (1.2.1 to 1.2.5) in the ANSWER BOOK e.g., 1.2.6 telephone.

assets; discount; invoice; credit; bank; Subsidiary Journal; General Ledger; Analysis of Receipts; transaction; Trial Balance; receipt; debit

- 1.2.1 All monies received and paid by the business is done through the business's _____ account. (1)
- 1.2.2 _____ is a motivation to debtors to pay or settle their debt in time. (1)
- 1.2.3 A payment to a creditor will decrease liabilities on the _____ side. (1)
- 1.2.4 The source document issued to a customer when goods are bought on credit is called a/an _____ . (1)
- 1.2.5 All possessions of the business used to generate income are known as _____ . (1)
- [5]**

1.3 MATCHING ITEMS

Choose a term in COLUMN B that matches the description in COLUMN A. Write only the letter (A – F) next to the question numbers (1.3.1 to 1.3.5) in the ANSWER BOOK e.g., 1.3.6 G.

COLUMN A	COLUMN B
1.3.1 Suppliers from which a business buys goods on credit	A Drawings
1.3.2 Goods taken by the owner for personal use from the business	B Creditor
1.3.3 The main aim of starting a business	C Trading stock
1.3.4 Protects the customer in the credit market and makes credit and banking services more accessible	D Capital
1.3.5 The money the owner invests in the business	E NCA
	F Profit-making

[5]

TOTAL SECTION A: 15

SECTION B: JOURNALS, ACCOUNTING EQUATION AND DEBTORS' LEDGER**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 salaries via EFT, R10 000.
6	Purchased office equipment, R5 000 from Ndaba and paid using the banking application on the business's cell phone.
12	Merchandise costing R6 000 with a mark-up of 30% was sold to R. Ross on credit.

[11]**QUESTION 3: JOURNALS AND DEBTORS' LEDGER**

Use the transactions below to prepare the following for Founders Traders, for the month ending October 2022.

REQUIRED:

- 3.1 Cash Receipts Journal for the month ended October 2022 (5)
- 3.2 Cash Payments Journal for the month ended October 2022 (3)
- 3.3 Debtors' Journal for the month ended October 2022 (3)
- 3.4 Creditors' Journal for the month ended October 2022 (2)
- 3.5 Debtors' Ledger of P. Naidoo (4)

TRANSACTIONS

- 3 The business is in financial need, and the owner, Mr Parker, cannot access a bank due to public holidays and banks that are closed. He transferred R20 000 from his personal account to the business account as an investment to the business. R5 000 of the transfer was then paid to B. Frances, a creditor.
- 6 Received Invoice 20 from Mawela Traders for trading stock purchased from him for R2 500.
On the same day Invoice 6 was issued to P. Naidoo for trading stock sold to him for R3 000.
- 17 Received a notification from the bank for R1 500 received from P. Naidoo as part payment towards his account.

[17]**TOTAL SECTION B: 28****P.T.O.**

SECTION C: GENERAL LEDGER AND TRIAL BALANCE

QUESTION 4: GENERAL LEDGER

The following records were extracted from the books of Emma Stores on 30 June 2022.

REQUIRED:

4.1 Use the information below to complete the following General Ledger accounts:

- 4.1.1 Bank (opening balance) R10 000 (Dr) (5)
- 4.1.2 Trading stock (opening balance) R50 000 (9)
- 4.1.3 Sales (4)

Column totals in the subsidiary journals on 30 June 2022.

Cash Receipts Journal of Emma Stores – June 2022

CRJ1

Bank	Sales	Cost of Sales	Debtors' Control	Sundry Accounts
R88 500	R65 000	R39 000	R17 000	R6 500

Cash Payments Journal of Emma Stores – June 2022

CPJ1

Bank	Trading stock	Wages	Creditors' Control	Stationery	Sundry Accounts
R50 200	R6 200	R3 400	R23 400	R650	R16 550

Debtors' Journal of Emma Stores – June 2022

DJ1

Sales	Cost of Sales
R15 000	R9 000

Creditors' Journal of Emma stores – June 2022

CJ1

Creditors' Control	Trading Stock	Equipment	Stationery	Sundry Accounts
R30 680	R18 400	R9 400	R1 280	R1 600

[18]

QUESTION 5: TRIAL BALANCE

An inexperienced bookkeeper prepared the following Trial Balance. The owner is concerned as some mistakes were discovered.

(Hint: Some accounts are recorded in the incorrect section and some amounts are recorded on the incorrect side.)



INSTRUCTIONS:

- 5.1 Compile the correct Trial Balance in your ANSWER BOOK. (7)
- 5.2 Calculate the missing amounts that are indicated at **A** and **B**. (2)

Trial Balance of Lion's Den for November 2022

	Debit	Credit
BALANCE SHEET ACCOUNTS SECTION		
Capital		A
Drawings		4 160
Land and Buildings	192 000	
Vehicles	134 000	
Trading Stock		18 300
Water and Electricity		14 000
Creditors' Control		19 600
Cost of Sales		70 000
NOMINAL ACCOUNTS SECTION		
Debtors' Control	6 420	
Bank (Dr)	26 180	
Sales	220 000	
Rent Income		35 000
Stationery	4 540	
Salaries	40 000	
	509 600	B

[9]

TOTAL SECTION C: 27

TOTAL: 70

END