



**GAUTENG DEPARTMENT OF EDUCATION
PROVINCIAL EXAMINATION
NOVEMBER 2019
GRADE 10**

**ACCOUNTING
PAPER 1
ANSWER BOOK**

NAME OF LEARNER: _____

QUESTION	MARKS	INITIALS	MOD.
1			
2			
3			
4			
TOTAL			

QUESTION 1

1.1 GAAP PRINCIPLES

1.1.1	
1.1.2	
1.1.3	
1.1.4	
1.1.5	

5

1.2 ACCOUNTING EQUATION

	GENERAL LEDGER		AMOUNT R	EQUATION		
	Account Debited	Account Credited		A	O	L
E.g.	Drawings	Trading stock	500	-	-	0
1.2.1			3 000			
1.2.2						
1.2.3						
1.2.4			25			

25

TOTAL MARKS
30

QUESTION 2

RAV DISTRIBUTORS

INCOME STATEMENT FOR THE YEAR ENDED 28 FEBRUARY 2019	
Sales	
Cost of Sales	
Gross profit	
Other operating income	
Gross operating income	
Operating expenses	
Wages	20 300
Salaries	95 250
Water and electricity	11 700
Sundry expenses	3 570
Operating profit	
Profit before interest expense	
Net profit for the year	

55

TOTAL MARKS
55

QUESTION 3

3.1 CONCEPTS: State TRUE or FALSE

3.1.1	3.1.2	3.1.3

3

3.2 NOTES TO THE BALANCE SHEET:

3.2.1 STOCK

4

3.2.2 TRADE AND OTHER RECEIVABLES

5

3.2.3 OWNER'S EQUITY

7

3.2.4 TRADE AND OTHER PAYABLES

5

3.2.5 BALANCE SHEET ON 30 SEPTEMBER 2019

ASSETS	Note	R
NON CURRENT ASSETS		2 582 350
Fixed Assets		1 933 000
Fixed Deposit		649 350
CURRENT ASSETS		
TOTAL ASSETS		
EQUITY AND LIABILITIES		
OWNER'S EQUITY		
NON CURRENT LIABILITIES		
CURRENT LIABILITIES		
TOTAL EQUITY AND LIABILITY		

16

TOTAL MARKS
40

QUESTION 4

4.1 Calculate sales if the firm uses a mark-up of 50% on cost.

2

4.2 Calculate the return on average owner's equity.

Should the owner be satisfied with this return? Give a reason for your answer.

6

4.3 Calculate the current ratio for 2019.

5

4.4 Calculate the acid-test ratio for 2019.

4

4.5 Calculate the degree of solvency on 30 June 2019.

8

TOTAL MARKS
25