



**GAUTENG DEPARTMENT OF EDUCATION
PROVINCIAL EXAMINATION
NOVEMBER 2018
GRADE 10**

**ACCOUNTING
PAPER 2
ANSWER BOOK**

NAME OF SCHOOL: _____

NAME OF LEARNER : _____

GRADE: 10 _____

QUESTION	TOPIC	MARKS	LEARNER'S MARKS	MODERATED MARKS
1	VAT and Inventory	34		
2	Creditors Reconciliation and Internal Control	42		
3	Manufacturing	20		
4	Budgets	25		
5	Fixed assets and Internal Control	29		
TOTAL		150		

QUESTION 1: CONCEPTS, VALUE ADDED TAX AND INVENTORY

1.1 VAT CONCEPTS

1.1.1	
1.1.2	
1.1.3	
1.1.4	
1.1.5	

5

1.2 VAT CALCULATIONS

No.	Exclusive	VAT	Inclusive
E.g.	R648	R97.20	R745.20
1.2.1		R840	R6 440
1.2.2		R135	
1.2.3	R420		
1.2.4	R2 100		R2 415
1.2.5			R736

8

1.3 INVENTORY

GENERAL LEDGER OF NAIDOO TRADERS										
DR		TRADING STOCK						B4		CR
2018	1									
April										

21

MARKS
34

QUESTION 2: CREDITORS' RECONCILIATION AND INTERNAL CONTROL

**2.1.1 GENERAL LEDGER OF BAFANA TRADERS
BALANCE SHEET ACCOUNTS SECTION**

DR		CREDITORS' CONTROL					B6		CR
					Nov	1	Balance	b/d	4 380

19

2.1.2 CREDITORS' LIST OF BAFANA TRADERS ON 30 NOVEMBER 2018

NAME	Credit
PP Traders [3 890	
Townsend Stores	
Longwitz Traders	
Numero Motors	
Fanele Distributors	

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2.2.1 What could be the reason for the shortage of stock? Provide ONE reason.

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2

2.2.2 Which control procedures should be applied by the business to ensure that stock is safeguarded? Provide TWO points.

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4

MARKS
42

QUESTION 3: MANUFACTURING

3.1 MANUFACTURING CONCEPTS

3.1.1	
3.1.2	
3.1.3	
3.1.4	

4

3.2 MANUFACTURING CALCULATIONS

3.2.1 Calculate the direct material cost.

3

3.2.2 Calculate the direct labour cost.

2

3.2.3 Calculate the prime cost.

3

3.2.4 Calculate the total production cost.

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5

3.2.5 Calculate the unit cost of ONE table.

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3

MARKS
20

QUESTION 4: BUDGETS

4.1 BUDGET CONCEPTS

4.1.1	
4.1.2	
4.1.3	
4.1.4	

4

4.2 CALCULATIONS ON BUDGETS

4.2.1 Calculate the monthly salary received by Jane after deductions.

2

4.2.2 Calculate the total income that will be received by Jane in December.

3

4.2.3 Calculate Jane's monthly expenses.

3

4.2.4 Calculate the amount of money that Jane needs to save on a monthly basis.

3

4.2.5 Will Jane have saved enough money, including her annual bonus, to pay for her holiday in January 2019? Support your answer with a calculation. Indicate the deficit / shortfall or surplus.

Payment for holiday

Deficit or Surplus calculation

8

4.2.6 Referring to her monthly expenses below, which TWO expenses could she cut back on in order to increase her monthly savings?

2

MARKS

25

QUESTION 5: FIXED ASSETS AND INTERNAL CONTROL

5.1 FIXED ASSETS

5.1.1

NOTE 3: FIXED / TANGIBLE ASSETS			
	LAND AND BUILDINGS	VEHICLES	EQUIPMENT
Carry value @ the beginning of the year			
Cost	450 000		
Accumulated depreciation		(58 500)	
MOVEMENTS			
Additions at cost			
Depreciation			
Carry value @ the end of the year			
Cost		130 000	
Accumulated depreciation			

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CALCULATIONS:

VEHICLES

EQUIPMENT
OLD:
NEW:

3

5.1.2 According to which GAAP principle should all assets bought be recorded at the original cost price?

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1

5.2 INTERNAL CONTROL

As an internal auditor of Bekezela Transporters what advice would you give to the owner of business? Provide TWO points.

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4

MARKS
29

TOTAL
150