



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

**ACCOUNTING
PAPER 2
ANSWER BOOK**

NAME: _____

QUESTION	MARKS	INITIALS	MOD.
1			
2			
3			
4			
5			
TOTAL			

QUESTION 1**1.1 VAT**

1.1.1		
1.1.2		
1.1.3		
1.1.4		
1.1.5		
1.1.6		
		6

1.2 ETHICS

Comment on the suggestion. Provide TWO points.

4

TOTAL MARKS
10

QUESTION 2

- 2.1 Prepare a correct Debtors' Control Account for September 2019 by taking into account errors and omissions. Balance the account.

**GENERAL LEDGER OF SUNSHINE TRADERS
DEBTORS' CONTROL**

Dr									Cr
2019 Sep	01	Balance	b/d		2019 Sep	30	Bank and discount allowed	CRJ	
	30								

20

- 2.2 Prepare a correct list of debtors as at 30 September 2019.

DEBTOR	Debit	Credit
S. Taylor	6 500	
P. Africa		
G. Kruger		
M. Ahmed		
R. Dioka		
P. Hlapa		
T. Makobo		

21

2.3

Discuss TWO strategies that can be implemented to encourage debtors to pay their accounts on time.

4

TOTAL MARKS
45

QUESTION 3

3.1 Calculate the depreciation on equipment for the year ended 28 February 2019.

5

3.2 Calculate the carrying value (book value) of equipment on 28 February 2019.

4

3.3 **ASSET REGISTER**

ASSET:	CAT Pick-up-Loader	Date Purchased:	1 December 2016
Cost price:	R110 000	Depreciation method	20% p.a. on diminishing balance
RECORD OF DEPRECIATION			
Date	Depreciation	Accumulated Depreciation	Carrying value
28 Feb 2018		26 400	
28 Feb 2019			

5

3.4 State ONE reason why the asset register is a valuable tool in asset management.

2

3.5

State TWO internal control measures that the owner can put in place to reduce the misuse of the delivery vehicle by the driver.

4

TOTAL MARKS
20

QUESTION 4

4.1 Use the following information to set up the Trading Stock account. Balance the account.

**GENERAL LEDGER OF BOOMA TRADERS
TRADING STOCK**

Dr									Cr
2019 March	1								

24

4.2.1 Provide TWO possible reasons for the difference between these two amounts.

4

4.2.2 The business purchases more on cash than on credit. Prove this statement by giving figures (amounts).

2

TOTAL MARKS
30

QUESTION 5**5.1 MANUFACTURING**

5.1.1	(a)		
	(b)		
	(c)		3

5.1.2 Calculate the following. Show calculations clearly.

CALCULATIONS	ANSWER
(i) Direct material cost per kite	4
(ii) Total manufacturing overheads for October	5
(iii) Total production cost for October 2019 if 2 500 kites were produced	7
(iv) Unit cost of production	3
(v) What is the percentage profit Dan earned per kite during October 2019, if the kites were sold at R155 each?	4

(vi) Explain the difference between fixed and variable costs.

4

5.2 BUDGETS

5.2.1 **What is the aim of preparing a cash budget?**

2

5.2.2 **Name TWO items which will not appear in a cash budget.**

2

5.2.3 **If cash sales are 60% of the total sales, calculate the total sales for January.**

5

5.2.4 Determine the cash surplus / (deficit) for March.

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3

5.2.5 Determine the bank balance at the end of March.

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3

TOTAL MARKS
45

TOTAL: 150