

**GAUTENG DEPARTMENT OF EDUCATION
PROVINCIAL EXAMINATION
JUNE 2017
GRADE 10**

**ACCOUNTING
MEMORANDUM**

9 pages

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PROVINCIAL EXAMINATION**

ACCOUNTING

MEMORANDUM

QUESTION 1 : ANALYSIS OF TRANSACTIONS

	General Ledger		Subsidiary Ledger		Amount	Equation		
	A/c Dr	A/c Cr	A/c Dr	A/c Cr		A	O	L
E.g.	Stationery	Bank			R300	-	-	0
1	Capital✓	Bank✓			✓R50 000	-✓	-✓	0
2	Fixed Deposit: NB Bank✓	Bank✓			✓R100 000	+✓ -✓	0	0
3	Trading Stock✓	Creditors' Control✓		JB Stationers✓	✓✓R3 570	+✓	0	+✓
4	Debtors' Control✓	Sales✓	N Costa✓		✓R9 100	+✓	+✓	0
	Cost of Sales✓	Trading Stock✓			✓✓R6 500	+✓	+✓	0
5	Petty Cash✓	Bank✓			✓✓R870	+✓ -✓	0	0
6	Debtors' Allowance✓	Debtors' Control✓		N Costa✓	✓1 360	-✓	-✓	0
7	Drawings✓	Trading Stock✓			✓R1 600	-✓	-✓	0
8	Bank Charges✓	Bank✓			✓R380	+✓	+✓	0
	Bank✓	Interest on Current Account✓			✓R520	+✓	+✓	0
9	Bank ✓	Interest on fixed deposit✓			R800	-✓	0	-✓

QUESTION 2 : CONTROL ACCOUNTS AND GENERAL JOURNAL

2.1 GENERAL JOURNAL (No narrations needed)

Doc no.	D	Details	F	Dr	Cr	Debtors' control		Creditors' control	
						Dr	Cr	Dr	Cr
	31	Totals				1 800	970	1 150	70
	1	Stationery✓		1 200					
		Trading stock✓			1 200✓*				
	2	Debtors' allowances✓✓		7 400					
		J Chan✓✓			7 400 ✓✓*		7 400✓		
	3	Bad debts✓		780					
		I M Broke✓			780✓✓*		780✓		
	4	Mario Stores✓		3 000				3 000✓	
		Marion Traders✓			3 000* ✓				3 000✓
	5	G. Hope✓		500		500✓			
		Bad debts recovered✓			500✓*				
	6	T. Pule ✓		1 000		1 000 ✓✓			
		T. Pule ✓			1 000 ✓*				1 000 ✓✓
					*Award 1 mark if both Dr and Cr are correct	3 300☑	9 150☑	4 150☑	4 070☑

2.2 General ledger of Jalapeno Traders

Debtors' control account									
Mar	1	Balance	b/d	85 200	Mar	31	Bank✓	CRJ	110 000✓
	31	Bank✓	CPJ	4 000 ✓			Discount Allowed✓	CRJ	1 700✓
		Sales✓	DJ	135 900✓			Debtors' allowances✓	DAJ	1 710✓
		Journal Debits*✓	GJ	3 300☑			Journal Credits*✓	GJ	9 150✓
				From General Journal			Balance	c/d	✓105 840
				228 400					228 400
Apr	1	Balance	b/d	105 840☑			*Accept Sundry accounts		

16

Creditors' control account									
Mar	31	Bank✓	CPJ	155 600✓	Mar	1	Balance	b/d	100 600
		Discount Received✓	CPJ	1 000✓		31	Total Purchases✓	CJ	180 700✓
		Total Allowances>Returns✓	CAJ	28 100✓			Journal Credits*✓	GJ	4 070☑
		Journal Debits*✓	GJ	4 150☑					From General Journal
		Balance	c/d	✓96 520					
				285 370					285 370
		*Accept Sundry accounts			Apr	1	Balance	b/d	96 520☑

14

Trading stock account									
Mar	1	Balance	b/d	190 000	Mar	31	Cost of sales✓	CRJ	87 800✓✓
	31	Bank✓	CPJ	80 050✓			Cost of sales✓	DJ	90 600✓
		Cost of sales✓	DAJ	1 140✓			Creditors' Control✓	CAJ	16 900✓
		Creditors' control✓	CJ	160 300✓			Balance	c/d	✓236 190
				431 490					431 490
Apr	1	Balance	b/d	236 190☑					

15

80

QUESTION 3

CREDITORS' LEDGER OF FAST TRADERS					
KINGSGATE LTD.					
Date	Details	Fol	Debit	Credit	Balance
1	Balance				✓20 750
3	Invoice no. 231✓	CJ		✓5 940	✓26 690
7	Cheque no. 559✓	CPJ	✓9 500		17 190
	Discount received✓	CPJ	✓230		16 960
11	Debit note 53✓	CAJ	✓✓297		16 663
15	Journal voucher✓ Correction of error✓	GJ	✓4 970		✓11 693
25	Journal voucher✓ Interest charged✓	GJ		✓68	✓☑11 761

QUESTION 5: SALARIES

5.1	<p>Explain the difference between the terms <i>gross salary</i> and <i>net salary</i>.</p> <p>Gross salary Is the amount earned before any deductions ✓</p> <p>Net salary Is the amount earned after deductions ✓</p>
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2

5.2 Complete Mary's payslip for March 2017.

PAYSLIP: MARY		Date: March 2017
	Calculation	Amount
Gross salary		7 600 ✓
Deductions		
SARS: PAYE		-260 ✓
Medical aid ✓		-900 ✓
Pension Fund ✓	7 600 x 7.5 %	-570 ✓ ✓
UIF ✓	7 600 x 1 %	-76 ✓ ✓
NET SALARY		9 406 ✓ ✓

12

5.3.1	<p>What is Mr K Bulani's monthly salary in his first year of service?</p> <p>R48 000 / 12 = R4 000 ✓ ✓</p>	2
5.3.2	<p>What will Mr K Bulani's increase amount to after the first year?</p> <p>R2 400 ✓ ✓</p>	2

5.3.3	How many years will Mr K Bulani have to work to reach the second level of his salary scale?	3
	$R48\ 000 + R2\ 400 + R2\ 400 + R2\ 400 + R2\ 400 = R57\ 600$ 5 Years ✓✓✓	
5.3.4	What will Mr K Bulani's monthly salary be once he reaches the maximum on the salary scale?	2
	$R66\ 300 / 12 = R5\ 525$ ✓✓	
5.4	Provide TWO reasons why people are appointed on different salary scales.	2
	Qualifications Experience Responsibility Level of appointment (1 mark each)	

11

25
