



education

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Department:  
Education  
PROVINCE OF KWAZULU-NATAL

**NATIONAL  
SENIOR CERTIFICATE**

**GRADE 10**

**ACCOUNTING  
JUNE 2018  
COMMON TEST**

**MARKS: 200**

**TIME : 2 hours**

This paper consists of 9 pages and Answer Booklet of 6 pages.

**INSTRUCTIONS AND INFORMATION**

1. You are provided with a question paper and an ANSWER BOOKLET in which to answer ALL questions.
2. This question paper comprises FOUR compulsory questions. Answer ALL the questions.
3. Use the format provided in the answer book in order to reflect your answers.
4. Where applicable-workings must be shown in order to achieve part-marks.
5. Non-programmable calculators may be used.
6. You may use dark pencil or blue/black ink to answer the questions.
7. Use the information in the table, below, as a guide when answering the question paper. Try NOT to deviate from it.

<b>QUESTION 1</b>		<b>(72 Marks; 43 Minutes)</b>	
<b>Topic of the question</b>		<b>This question integrates:</b>	
Sole Trader Bookkeeping		<b>Financial accounting</b> <ul style="list-style-type: none"> <li>• General Journal</li> <li>• Control Accounts</li> </ul>	
<b>QUESTION 2</b>		<b>(36 Marks; 22 Minutes)</b>	
<b>Topic of the question</b>		<b>This question integrates:</b>	
Salaries and Wages		<b>Financial accounting</b> <ul style="list-style-type: none"> <li>• Wages Journal</li> </ul>	
<b>QUESTION 3</b>		<b>(67 Marks; 40 Minutes)</b>	
<b>Topic of the question</b>		<b>This question integrates:</b>	
SOLE TRADER Final Ledger Accounts		<b>Financial accounting</b> <ul style="list-style-type: none"> <li>• Trading Account</li> <li>• Profit and loss account</li> <li>• GAAP Concepts</li> </ul>	
<b>QUESTION 4</b>		<b>(25 Marks; 15 Minutes)</b>	
<b>Topic of the question</b>		<b>This question integrates:</b>	
Salaries Journal and Ledger Accounts		<b>Financial accounting</b> <ul style="list-style-type: none"> <li>• Interpretation of Ledger Accounts</li> </ul>	

**QUESTION 1****(72 Marks; 43 Minutes)****CONTROL ACCOUNTS**

The information provided was extracted from the accounting records of Skhonyane Traders on 30 June 2018. The business is owned by Mdu Ngobese. The business uses a mark-up of 40% on cost.

**Required:**

- 1.1 Journalise the transactions provided in the additional information H. (32)
- 1.2 Prepare the following accounts in the general ledger of Sikhonyane Traders. Balance the accounts on 30 June 2018.

Name of account	Balances on 1 June 2018
Debtors' control	R35 270
Creditors' control	R30 650
Trading stock	R95 700

**Information:**

A. Cash Receipts Journal					
Bank	Sales	Cost of Sales	Discount Allowed	Debtors' Control	Sundries
	52 920	37 800	730	21 710	

B. Cash Payments Journal					
Bank	Trading Stock	Discount Received	Creditors' Control	Debtors' control	Sundries
	31 950	1 090	25 670	4 520	

C. Debtors' Journal	
Sales	Cost of Sales
35 980	25 700

D. Debtors' Allowances Journal	
Debtors' Allowances	Cost of Sales
1 710	?

**Note:** An amount of R1 400 for trading stock returned by customers is included in the Debtors Allowances amount of R1 710.

<b>E. Creditors' Journal</b>				
Creditors' control	Trading Stock	Equipment	Stationery	Sundries
83 720	67 380			

<b>F. Creditors' Allowances Journal</b>				
Creditors control	Trading Stock	Equipment	Stationery	Sundries
7 120	6 950			

<b>G. General Journal</b>			
Debtors' Control		Creditors' Control	
Dr	Cr	Dr	Cr
960	180	150	870

## H Additional Information

### Transactions on 30 June 2018:

- a A cheque drawn for R10 720 for Creditors for Wages was incorrectly posted to the Wages account. Correct the error.
- b Stock purchased for R1 200 was incorrectly recorded as stationery. Correct the error.
- c Accepted a cash register valued a R5 270 from a debtor, A. Broke, whose account was previously written off. He owed R6 000.
- d An allowance of R300 by a creditor, Sabatini Traders was wrongly posted to Selini Traders.
- e A credit note for R265 issued to R. Tan, a debtor, for goods returned by him was recorded in the Debtors' Journal and posted accordingly.
- f Transfer a credit balance of R1 050 from the account of Pop Traders in the debtors' ledger to his account in the creditors' ledger.

**QUESTION 2****(36 Marks; 22 Minutes)****WAGES JOURNAL**

You are provided with the following information relating to Siqu Traders for the week ending 31 March 2018. The business is owned by Njabulo Mbhele.

**REQUIRED:**

- 2.1. Prepare the Wages Journal for the week ending 31 March 2018.  
**Do not cast the journal.**

**INFORMATION:**

The business employs two employees who earn wages as follows:

Mandla Khumalo	40 hours @ R 150 per hour
Bafo Fokazi	40 hours @ R 160 per hour
Bafo Fokazi earns double the normal rate for overtime. He has worked for 10 hours overtime this week.	

Deductions are as follows	Pension Fund 8% of basic wage
	UIF 1% of gross wage
	PAYE is 18% of gross wage
	Medical Aid 12% of basic wages
Siqu Traders contributes on Rand – for – Rand basis towards pension fund. Siqu Traders also contributes R1.50 for every rand deducted on employees for medical aid and UIF.	

**QUESTION 3****(67 Marks; 40 Minutes)**

## SOLE TRADER: FINAL LEDGER ACCOUNTS

**REQUIRED:**

- 3.1 Which GAAP principle will be used in the following scenarios? Choose one from the following:(write only the principle)  
**Materiality Concept, Business Entity Rule, Matching Concept, Historical Cost Concept.**
- 3.1.1 Vehicles are kept at original cost price in the general ledger. (2)
- 3.1.2 Incomes and expenses incurred for a particular year must be shown in the same financial year. (2)
- 3.1.3 Bank charges and interest on bank overdraft are shown separately. (2)
- 3.1.4 Stock for the owners' personal use is shown as drawings. (2)
- 3.2. Trading Account (12)
- 3.3. Profit and Loss Account (47)

**Information:**

The following information is related to AMABHELE Traders. Their financial year ends on 28 February each year. The business is owned by Vince Mbhele.

**AMABHELE TRADERS****Pre-adjustment trial balance as at 28 February 2018**

<b>Balance Sheet Accounts Section</b>	<b>Debit</b>	<b>Credit</b>
Capital		784 490
Drawings	58 000	
Loan: Nongoma Bank (18%)		100 000
Land and Buildings	910 000	
Equipment	140 000	
Accumulated depreciation on equipment		52 000
Trading stock	16 300	
Debtors control	20 720	
Bank	55 500	
Petty cash	3 870	
Fixed deposit: Manzini Bank (11%)	20 000	
Creditors control		45 000
<b>Nominal accounts section</b>		
Sales		875 000
Debtors allowances	12 600	
Cost of sales	500 000	
Salaries and wages	96 750	

Fee income		8 400
Rent income		41 100
Discount allowed	800	
Discount received		880
Insurance	9 800	
Bank charges	1 210	
Bad debts	5 200	
Telephone	12 560	
Water and electricity	14 200	
Stationery	10 800	
Interest on loan	13 500	
Sundry expenses	5 400	
	<b>1 907 170</b>	<b>1 907 170</b>

**Adjustments and additional information:**

- Invoice issued to a debtor S. Nxumalo for goods sold to him on credit was omitted by mistake. Selling price R 5 000 ( cost price R 3 000)
- The owner took goods for R 1 200 every month for his own use. The bookkeeper recorded it as salaries. Correct the error.
- The fee income of R 4 000 not yet received by the business.
- Rent has been received for 13 months. The rent has increased by R 300 per month with effect from 1 September 2017.
- A debtor who owed R1 200 was declared insolvent. A dividend of 40 cents to the rand was received and recorded. Write off the remaining debt as irrecoverable.
- The insurance amount includes an annual premium of R 2 160 for the period starting on 1 December 2017.
- A physical stock count on 28 February 2018 revealed the following on hand:
  - Trading stock R 15 500
  - Stationery R 460
- The telephone account for February 2018 has not yet been paid, R 450.
- The interest on the loan is calculated at 18% p.a. Outstanding interest must be brought into account. Interest is not capitalised.
- Depreciation on equipment is 20% p.a. on carrying value.
- The interest on the fixed deposit is still owed to the business at the end of the year. Interest is 11% p.a. interest is capitalised.

**QUESTION 4**

**(25 Marks; 15 Minutes)**

**SALARIES JOURNAL AND LEDGER ACCOUNTS**

You are provided with information taken from NGALI Traders.

**REQUIRED:**

Study the ledger accounts provided and then answer the questions that follow. NGALI Traders employs one salary earner only i.e. Manager Lekota Ngobese.

**INFORMATION:**

**General ledger of NgaliTraders**

**Balance Sheet Accounts**

Creditors for salaries

2018 Jun	30	?	CPJ	10 840	2018 Jun	30	?	SJ	10 840
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Medical Aid Fund

2018 Jun	30	Bank	?	?	2018 Jun	30	Salaries	SJ	640
							?	SJ	960

Pension Fund

2018 Jun	30	Bank	?	2 000	2018 Jun	30	?	SJ	1 000
							Pension Contributions	SJ	1 000

SARS: PAYE

2018 Jun	30	Bank	CPJ	?	2018 Jun	30	?	SJ	?
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**Nominal Accounts Section**

Salaries account

2018 Jun	30	?	SJ	16 000					
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**QUESTIONS:**

- 4.1. Provide the folio for the entry of R 2 000 on the debit side of the Pension Fund Account. (1)
- 4.2. How much was deducted from the employee's salary in respect of Medical Aid? (1)
- 4.3. How much on a Rand was contributed by the business on behalf of the employee to Medical Aid Fund? (3)
- 4.4. How much was deducted from the employee's gross salary in respect of PAYE if there are no other deductions? (5)
- 4.5. Calculate the rate of PAYE deduction. Use amount calculated above. (3)
- 4.6. Calculate the total operational expense in respect of salaries for the month of June 2018. (4)
- 4.7. Provide the contra account details for the following entries.
- 4.7.1. R 10 840 on the debit side of the creditors for salaries account (2)
- 4.7.2 R 960 on the credit side of the medical aid account (2)
- 4.7.3 R 10 840 on the credit side of the creditors for salaries account (2)
- 4.7.4 R 16 000 on the debit side of the salaries account (2)

**TOTAL MARKS: 200**





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**ACCOUNTING  
ANSWER BOOK  
JUNE 2018  
COMMON TEST**

**NATIONAL  
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**GRADE 10**

Name: \_\_\_\_\_ Grade: \_\_\_\_\_

Question	Topic	Learners Mark	Moderators Mark
1	Sole Trader Bookkeeping		
2	Wages Journal		
3	Final Ledger Accounts and Concepts		
4	Salaries Journal and Ledger Accounts		
	<b>TOTAL</b>		

This answer book consists of 6 pages.

**QUESTION 1****1.1 GENERAL JOURNAL OF SKHONYANE TRADERS FOR JUNE 2018**

Doc No	D	Details	F	Dr	Cr	Debtors' control		Creditors' control	
						Dr	Cr	Dr	Cr
	30	<b>Provisional Totals</b>				960	180	150	870
	a								
	b								
	c								
	d								
	e								
	f								
		<b>Totals</b>							

**1.2. GENERAL LEDGER OF SIKHONYANE TRADERS FOR ON 30 JUNE 2018**

Debtors' control account									
Jun	1	Balance	b/d	35 270					

Creditors' control account									
					Jun	1	Balance	b/d	30 650

Trading stock account									
Jun	1	Balance	b/d	95 700					

## QUESTION 2

## 2.1. WAGES JOURNAL

## WAGES JOURNAL OF SIQU TRADERS ON 31 MARCH 2018

Employee	Basic Wages (Normal Time)			Overtime			Gross Wage
	Hours	Rate	Amount	Hours	Rate	Amount	
Mandla Khumalo							
Bafo Fokazi							

Employee	Deductions					Net Wage
	Medical Aid Fund	Pension Fund	UIF	PAYE	Total	
Mandla Khumalo						
Bafo Fokazi						

Employee	Employers Contributions			Total
	Medical Aid Fund	Pension Fund	UIF	
Mandla Khumalo				
Bafo Fokazi				



**QUESTION 4**

4.1	
4.2	
4.3	
4.4	
4.5	
4.6	
4.7.1	
4.7.2	
4.7.3	
4.7.4	

25

**TOTAL MARKS: 200**



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ACCOUNTING  
MEMORANDUM  
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**GRADE 10**

**MARKS: 200**

**MARKING PRINCIPLES:**

- Penalties for foreign items are applied only if the candidate is not losing marks elsewhere in the question for that item (no penalty for misplaced item). No double penalty applied.
- Full marks for correct answer. If answer incorrect, mark the workings provided.
- If a pre-adjustment figure is shown as a final figure, allocate the part-mark for the working for that figure (not the method mark for the answer).
- Unless otherwise indicated, the positive or negative effect of any figure must be considered to award the mark. If no + or - sign or bracket is provided, assume that the figure is positive.
- Where indicated, part-marks may be awarded to differentiate between differing qualities of answers from candidates.
- Where penalties are applied, the marks for that section of the question cannot be a final negative.
- Where method marks are awarded for operation, the marker must inspect the reasonableness of the answer and at least one part must be correct before awarding the mark.
- Operation means 'Check operation'. 'One part correct' means 'Operation & one part correct'.  
Note: Check operation means must be +, -, x, or ÷ per memo, but some items can be + or - such as stock deficit.
- Be aware of candidates who provide valid alternatives beyond the marking guideline.

**This Memorandum consists of 7 pages.**

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**QUESTION 1**

**1.1 GENERAL JOURNAL OF SKHONYANE TRADERS FOR JUNE 2018**

Doc No	D	Details	F	Debitors' control		Creditors' control	
				Dr	Cr	Dr	Cr
JV1	30	Provisional Totals			180		
	a	Creditors for wages ✓	✓10 720			150	870
		Wages ✓		✓10 720			
JV2	b	Trading stock ✓	✓1 200				
		Stationery ✓		✓1 200			
JV3	c	Equipment ✓	✓5 270				
		Bad Debts Recovered ✓		✓5 270			
JV4	d	Sabatini Traders ✓	✓300			300	
		Selini Traders ✓		✓300			
JV5	e	Debitors' allowances ✓	✓530				
		Debitors' control ✓		✓530			
JV6	f	Pop Traders ✓	✓1 050				
		Pop Traders ✓		✓1 050			
		<b>Totals</b>		✓2 010	✓710	✓450	✓2 220
Details and amounts carry 1 mark Allocate method marks for totals Totals must be greater than provisional totals # 1 mark for both amounts							

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CIRADES 10 + 11

1.2. GENERAL LEDGER OF SIKHONYANE TRADERS FOR ON 30 JUNE 2018

Debtors' control account			
Jun	1	Balance	b/d
	30	Sales ✓	DJ ✓35 980
		Bank ✓	CPJ ✓4 520
		Journal debits ✓	GJ ✓2 010 See 1.1
			77 780
Jul	1	Balance	b/d ✓53 650 Same as c/d
			77 780
			[14]

Creditors' control account			
Jun	30	Total Allowances ✓	CAJ ✓7 120
		#Bank and discount ✓	CPJ ✓25 670
		Journal debits ✓	GJ ✓450 See 1.1
		Balance	c/d ✓83 350 operation
			116 590
			Jul 1 Balance
			b/d ✓83 350 Same as c/d

#Bank and discount received/ allowed may be shown as separate entries mark both entries as one mark each case. [12]

Trading stock account			
Jun	1	Balance	b/d
	30	Bank ✓	CPJ ✓31 950
		Creditors' control ✓	CJ ✓67 380
		Cost of Sales ✓	DAJ ✓✓1 000
			196 030
Jul	1	Balance	b/d ✓125 580 Same as c/d
			196 030
			[14]

72
72

QUESTION 2

2.1. WAGES JOURNAL

WAGES JOURNAL OF SIQU TRADERS ON 31 MARCH 2018

Employee	Basic Wages (Normal Time)			Overtime			Gross Wage
	Hours	Rate	Amount	Hours	Rate	Amount	
Mandla Khumalo	40 ✓	150 ✓	6 000 ✓ Operation	-	-	-	6 000 ✓ Operation
Bato Fokazi	40 ✓	160 ✓	6 400 ✓ Operation	10 ✓	320 ✓	3 200 ✓ Operation	9 600 ✓ Operation

Employee	Deductions					Net Wage
	Medical Aid Fund	Pension Fund	UIF	PAYE	Total	
Mandla Khumalo	720 ✓	480 ✓	60 ✓	1 080 ✓	2 340 ✓ Operation	3 660 ✓ Operation
Bato Fokazi	768 ✓	512 ✓	96 ✓	1 728 ✓	3 104 ✓ Operation	6 496 ✓ Operation

Employee	Employers Contributions			Total
	Medical Aid Fund	Pension Fund	UIF	
Mandla Khumalo	1 080 ✓ one part correct must x 1.5	480 ✓ Same as Ded.	90 ✓ one part correct must x 1.5	1 650 ✓ Operation
Bato Fokazi	1 152 ✓ one part correct must x 1.5	512 ✓ Same as Ded.	144 ✓ one part correct must x 1.5	1 808 ✓ Operation

36
36



