education

Department:
Education
PROVINCE OF KWAZULU-NATAL

NATIONAL SENIOR CERTIFICATE

GRADE 10

ACCOUNTING

MARCH 2020

COMMON TEST

MARKS: 100

TIME : 1 Hour; 30 Minutes

This question paper consists of 7 pages and answer booklet of 5 pages.

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INSTRUCTIONS AND INFORMATION

1. You are provided with a question paper and an ANSWER BOOK.
2. This question paper comprises of FOUR compulsory questions.
   Answer ALL the questions.
3. Use the format provided in the answer book in order to reflect your answers. **DO NOT WRITE ON SHADED AREAS OF THE ANSWERBOOK.**
4. Where applicable-workings must be shown in order to achieve part-marks.
5. You must attempt to comply with the suggested time allocation guide.
6. Non-programmable calculators may be used.
7. You may use dark pencil or blue/black ink to answer the questions.

Question 1	**(31 Marks; 28 Minutes)**
Topic of the question	**This question integrates:**
Analysis of Transactions	**Content** Analyzing transactions in the accounting equation
QUESTION 2	**(36 Marks; 32 Minutes)**
Topic of the question	**This question integrates:**
Journals	**Content** Cash Receipts Journal Cash Payments Journal
QUESTION 3	**(18 Marks; 16 Minutes)**
Topic of the question	**This question integrates:**
Control Accounts	**Content** Trading Stock Account
QUESTION 4	**(15 Marks; 14 Minutes)**
Topic of the question	**This question integrates:**
Debtors Ledger And Concepts	**Content** Debtors Ledger Concepts

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QUESTION 1 (31 Marks; 28 Minutes)

ANALYSIS OF TRANSACTIONS

You are provided with information relating to Merc Traders a business owned by Sabelo Phakathi for the month of February 2020.

REQUIRED:

Analyse the following transactions according to the columns provided. Assume that the bank balance is favourable at all times.

E: Bought stationery on account from Shukela Traders, R 500. (31)

General Ledger				Accounting Equation		
No.	**Account debited**	**Account Credited**	**Amount**	**A**	**O**	**L**
E.g.	Stationery	Creditors Control	500	0	-	+

Transactions:

1. Our supplier Mayisela Traders charged the business an interest of 12% p.a on an overdue account of R 12 000 for 2 months. Provide for the outstanding interest.

2. Goods sold on credit to Angel Shabangu for R 6 000 selling price, the mark up% on cost is 50%. (Make TWO entries)

3. The owner took merchandise for his personal use, R 800.

4. The fixed deposit of R 20 000, with Mhlanga Bank has matured, the bank deposited into the business bank account R 22 500 including interest.

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QUESTION 2 (36 Marks; 19 Minutes)

JOURNALS

Use the following transactions to complete certain journals for Kwid Traders for the month January 2020. The business is owned by Headboy Malambule.

REQUIRED:

2.1 Cash Receipts Journal (CRJ) (16)

2.2 Cash Payments Journal (CPJ) (20)

INFORMATION:

NOTE: Do not cast off the Journals

Transaction for the month of January 2020

01 Information as per Cash Register Tape (CRT) no. 42: Sales, R10 752 (Cost of sales, R7 168).

04 Issued receipt no. 81 to K. Gumede for R1 520, in settlement of her debt of R1 600.

07 Purchased merchandise for R2 400 less 5% trade discount from Dwaleni Store and paid by cheque no. 113.

Paid Speedy Deliveries' R260 by cheque to deliver the above-mentioned merchandise to the business.

09 Issued a cheque to Crazy Bank for R580 to meet the monthly repayment towards the loan.

10 Paid R3 120 to Zwane Traders by cheque on account and received a discount of R180.

18 Received cheque no. 687 for R1 700 from Nkosi Suppliers, a creditor as a refund for an over payment made to them in December 2019.

20 A cheque drawn by N. Van Niekerk for R2 760 in settlement of her account of R2 800 was returned by the bank unpaid, due to insufficient funds.

22 Total credit card sales to date, R20 600. Cost of sales, R13 733.

26 Sent a cheque for R10 400 to Beauty Insurance Co. to pay the owner's annual Insurance premium on her personal vehicle.

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28 A debtor, IM Wise, paid R300 towards an account that had been previously written off during December 2018.

Received, R6 700 from Crazy Bank to increase the loan.

30 The bank statement received from World Bank revealed the following that still has to be recorded in the Cash Journals:

- Service fees, R220
- Cash handling fees, R190
- Credit card levy, R50
- Interest on an unfavourable bank balance, R160.

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QUESTION 3 (18 Marks; 16 Minutes)

GENERAL LEDGER

The information below was extracted from the accounting records of N.T Traders during February 2020.

3.1 Control Accounts

REQUIRED:

3.1.1 Complete the Trading Stock account by supplying the missing information (A – J). (12)

3.1.2 Give ONE possible explanation for the entry of R2 220. (2)

3.1.3 Give TWO possible explanations for the entry of R60. (4)

GENERAL LEDGER OF NT TRADERS
Trading Stock

Feb	1	Balance	b/d	**A**	Feb	29	Creditors Control	**F**	950
	29	**B**	CPJ	6 880			**G**	CRJ	9 200
		Creditors	**C**	7 430			Cost of sales	**H**	8 500
		D	DAJ	2 220			**I**	GJ	60
		Petty Cash	**E**	90			Balance	c/d	2 410
Mar	1	Balance	b/d	**J**					

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QUESTION 4: CONCEPTS AND DEBTORS' LEDGER (15 marks; 14 minutes)

4.1 CONCEPTS

Choose the correct word(s) from COLUMN B to match the description in COLUMN A. Write only the letter (A – D) next to the number (2.1.1 – 2.1.4) in the ANSWER BOOK. (4)

COLUMN A		COLUMN B	
4.1.1	The maximum amount of time a debtor is allowed to take to pay his debt	A	Bad debts
4.1.2	Debtors written off, who are not likely to settle their accounts	B	Credit Limit
4.1.3	The maximum amount a debtor is allowed to buy goods on credit	C	National Credit Act
4.1.4	Are policies and procedures aimed at controlling the granting of credit	D	Credit terms

4.2 DEBTORS' LEDGER

The following information was taken from the books of Dlomo Stores for March 2020. Dlomo Stores allows its debtors 30 days to pay. If a debtor is in arrears, interest of 6% per month is charged.

REQUIRED:

Prepare the Debtors' Ledger account of M. Smart for the month of March 2020. (11)

INFORMATION:

01 Balance at the beginning of the month, R7 000

05 Sold goods on credit to M. Smart for R5 000. Issued invoice no. 101.

10 Received payment of R6 800 in full settlement of the amount owing on 1 March, issued Receipt no. 4002

15 Issued credit note no. 12 for R900 in respect of goods returned

20 The bank returned the cheque received on 10 March 2020, with the remark, "R/D – Insufficient funds". Cancel the discount.

25 Charged M. Smart interest for one month on his opening balance

TOTAL MARKS: 100

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ACCOUNTING

ANSWER BOOK

MARCH 2020

COMMON TEST

NATIONAL SENIOR CERTIFICATE

GRADE 10

Name:_____ Grade:_____

Question	Topic	Learners Mark	Moderators Mark
1	Interpretation of Transactions		
2	Journals		
3	Control Account		
4	Debtors Ledger		
	TOTAL		

N.B. This answer book consists of 5 pages.

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QUESTION 1

General Ledger				Accounting Equation		
No.	Account Debited	Account Credited	Amount	A	O	L
1.						
2.						
3.						
4.						

31

31

QUESTION 2

2.1. CASH RECIEPTS JOURNAL KWID TRADERS FOR JANUARY 2020

Doc	Day	Details	Fol	Analysis of Receipt	Bank	Sales	Cost of sales	Debtors control Receipts	Discount allowed	Sundry Accounts		
										Amount	Fol	Details

16

2.2. CASH PAYMENTS JOURNAL OF KWID TRADERS FOR JANUARY 2020

Doc	Day	Details	Fol	Bank	Trading stock	Debtors Control	Creditors Control Payments	Discount received	Sundry Accounts		
									Amount	Fol	Details

20

36

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QUESTION 3

3.1.1

A	
B	
C	
D	
E	
F	
G	
H	
I	
J	

3.1.2. Give ONE possible explanation for the entry of R 2 220. 12

3.1.3. Give TWO possible explanations for the entry of R60 2

4

18

QUESTION 4

4.1. CONCEPTS

4.1.1	
4.1.2	
4.1.3	
4.1.4	

4

4.2 Debtors' Ledger of Dlomo Stores For March 2020

M.Smart

Date		Details	Fol	Dr	Cr	Balance

11

15

TOTAL MARKS: 100

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ACCOUNTING

MARKING GUIDELINE

MARCH 2020

NATIONAL SENIOR CERTIFICATE

GRADE 10

GRADE 10

1. Penalties for foreign items are applied only if the candidate is not losing marks elsewhere in the question for that item. No double penalty applied.
2. In awarding method marks, ensure that candidates do not get full marks for any item that is incorrect.
3. Where penalties are applied, the marks for that section of the question cannot be a final negative.
4. Indicate with code F for Foreign items.

This Marking guideline consists of 5 pages.

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QUESTION 1

General Ledger				Accounting Equation		
No.	**Account debited**	**Account Credited**	**Amount**	**A**	**O**	**L**
1.	Interest on overdue account✓	Creditors control✓	240✓✓	0	-✓	+✓
2.	Debtors control✓	Sales ✓	6 000✓	+✓	+✓	0
	Cost of sales✓	Trading stock✓	4 000✓✓	-✓	-✓	0
3.	Drawings ✓	Trading stock ✓	800✓	–✓	-✓	0
4.	1 Mark For both Banks Bank✓	Fixed Deposit ✓	20 000✓	+✓ -✓	0	0
	Bank	Interest on Fixed Deposit ✓	2 500✓	+✓	+✓	0

Foreign entries -1 per line if a learner has entered in all 3 columns in the accounting equation
Learner must earn a mark in the line where penalty is applied

31
31

31

31

QUESTION 2

2.1. CASH RECIEPTS JOURNAL KWID TRADERS FOR JANUARY 2020

Doc	Day	Details	Fol	Analysis of Receipt	Bank	Sales	Cost of sales	Debtors control Receipts	Discount allowed	Sundry Accounts	
										Amount	Details
CRT	01	Cash Sales		10 752	✓10 752	✓10 752	✓7 168				
81	04	K Gumede		1 520	✓1 520			✓1 520	✓80		
82	18	Nkosi Suppliers		1 700	✓1 700					1 700	Creditors Control✓
CRT	22	Cash Sales		20 600	✓20 600	✓20 600	✓13 733				
83	28	W. Wise		300						✓300	Bad Debts Recovered✓
B/S		Crazy Bank		6 700	✓7 000					✓6 700	Loan : Crazy Bank✓

-1 penalty for poor presentation if Documents Numbers are not shown – Max 1

16
16

2.2. CASH PAYMENTS JOURNAL OF KWID TRADERS FOR JANUARY 2020

Doc	Day	Details	Fol	Bank	Trading stock	Debtors Control	Creditors Control Payments	Discount received	Sundry Accounts	
									Amount	Details
113	07	Dwaleni Store		✓✓2 280	✓2 280					
114		Speedy Deliveries		✓260	✓260					
115	09	Crazy Bank		✓580					580	Loan: Crazy Bank✓
116	10	Zwane Traders		✓3 120			✓3 120	✓180		
B/S	20	N.Van Niekerk		✓2 760		✓✓2 760				
117	26	Beauty Insurance		✓10 400					10 400	Drawings✓
B/S	30	World Bank		✓✓460					460	Bank Charges✓
B/S		World Bank		✓160					160	Interest on Overdraft✓

-1 penalty for poor presentation if Documents Numbers are not shown – Max 1

20
20

36
36

QUESTION 3

3.1.1

A	**Tot Cr** **Tot Dr** **One Part Correct** (21 120✓ – 16 620✓) R 4 500☑
B	Bank✓
C	CJ✓
D	Cost of Sales✓
E	PCJ✓
F	CAJ✓
G	Cost of Sales✓
H	DJ✓
I	Drawings / Donations✓
J	R 2 410✓

12
12

3.1.2. Give ONE possible explanation for the entry of R 2 220.

Any valid explanation ✓✓

The customer returned goods that were sold to him/her either not according to order or damaged

1 Mark Response

Damaged goods
Returns

2
2

3.1.3. Give TWO possible explanations for the entry of R60

Any TWO valid explanation ✓✓ ✓✓
1 mark for incomplete answer or unclear answer

The business donated goods at cost price
The owner took good for own use.
Loss of stock due to theft/burglary/fire/theft

4
4

18
18

QUESTION 4

4.1. CONCEPTS

4.1.1	D – Credit Terms ✓
4.1.2	A – Bad Debts ✓
4.1.3	B – Credit Limit ✓
4.1.4	C – National Credit Act ✓

4
4

4.2 Debtors' Ledger of Dlomo Stores For March 2020

M.Smart

Date		Source Document/Details	Fol	Dr	Cr	Balance
2020 March	1	Balance	b/d			7 000✓
	05	Invoice No. 101	DJ	5 000✓		12 000
	10	Receipt no. 4 002	CRJ		6 800✓	5 200
		Discount Allowed	CRJ		200✓✓	5 000
	15	Credit Note No. 12	DAJ		900✓	4 100
	20	Bank Statement	CPJ	6 800✓		10 900
		Journal Voucher	GJ	200✓		11 100
	25	Journal Voucher	GJ	420✓✓		One part correct 11 520✓

11
11

15
15

TOTAL MARKS: 100

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