GAUTENG PROVINCE
EDUCATION
REPUBLIC OF SOUTH AFRICA

GAUTENG DEPARTMENT OF EDUCATION

PROVINCIAL EXAMINATION

JUNE 2019

GRADE 10

ACCOUNTING

MARKING GUIDELINES

QUESTION	MARKS
1	26
2	44
3	40
4	18
5	72
TOTAL	200

13 pages

QUESTION 1: CONCEPTS AND CASH JOURNALS

1.1 CONCEPTS

Match the **information** in COLUMN A to the **concept** in COLUMN B. Write only the letter in your answer book.

COLUMN A	COLUMN B
1.1.1	G ✓
1.1.2	D ✓
1.1.3	E ✓
1.1.4	A ✓
1.1.5	B ✓

5

1.2 **CASH RECEIPTS JOURNAL OF WATERKLOOF TRADERS FOR SEPTEMBER 2018**

Doc	Day	Details	Fol	Analysis of Receipts	Bank	Sales	Cost of Sales	Debtors' Control	Discount Allowed	Sundry Accounts		
										Amount	Fol	Details
BS	01	L. Lally			✓80 000					✓80 000		Capital✓
92		K. Siwedi		152	✓✓152			**160**	✓8			
93	03	Knysna Bank Ltd		16 600	✓16 600					✓16 000		Fixed deposit: Knysna Bank Ltd✓
										✓600		Interest on fixed deposit✓
CRR	04	Sales		3 900		✓3 900	✓✓1 950					
BS	06	I. Patel						✓650				
CRR	28	Sales		1 520		✓1 520	✓✓760					
#✓		#*✓										
												20

* accept interest income

1 mark if at least 4 out of 6 document numbers are correct

#*1 mark if at least 4 details are correct

CASH PAYMENTS JOURNAL OF WATERKLOOF TRADERS FOR SEPTEMBER 2018

Doc	Day	Payee	Fol	Bank	Debtors' Control	Trading Stock	Creditors' Control	Discount Received	Wages	Sundry Accounts		
										Amount	Fol	Details
115	04	Gugu Wholesalers					✓2 500	✓120				
BS	05	B. Brown (R/D)			✓110							
116	10	Dada Dealers				✓4 140						
117		Go-Go Transporters				✓300						
118	20	Municipality								✓870		Water and electricity✓
119	22	Natal Bank								✓7 000		Loan: Natal Bank✓
										✓350		Interest on loan✓
120	27	Cash							✓1 980	✓520		Cash float✓
BS	30	Knysna Bank Ltd								✓360		Interest on overdraft✓
BS		Knysna Bank Ltd								✓✓564		Bank charges✓

*1 mark if at least 6 details are correct

20

Total Marks
45

QUESTION 2: GENERAL JOURNAL

2.1 **GENERAL JOURNAL OF DEVAAN STORES (Narrations are not required)**

					Debtors' control		Creditors' control	
Date	**Details**	**F**	**Dr**	**Cr**	**Dr**	**Cr**	**Dr**	**Cr**
31	**Totals**	**b/d**			**624**	**316**	**702**	**454**
	Bad debts	N	✓840					
	A. Pondor	DL		✓840		☑✓840		
	J. Klop	DL	✓30		☑✓30			
	Discount allowed	N		✓30				
	Trading stock	B	✓170					
	Drawings	B		✓170				
	Trading stock	B	✓640					
	Consumable stores	N		✓640				
	M. Mokwena	DL	✓210		✓210			
	M. Mawema	DL		✓210		✓210		
	T. Smith	CL	✓550				✓550	
	B. Smith	DL		✓550		✓550		
Award one mark for details and amount					864	1 916	1 252	454
					☑ For both totals		☑ For both totals	

Total Marks
22

QUESTION 3: GENERAL LEDGER AND INTERNAL CONTROL

3.1 **Complete the missing information**

A	Debtors' Control✓
B	CRJ✓
C	Trading Stock✓
D	R57 500✓
E	Cost of Sales✓
F	R50 000✓
G	CPJ✓
H	Creditors' Control✓
I	Creditors' Control✓ do not accept creditors allowances
J	PCJ✓
K	Cost of Sales✓
L	R6 000✓
M	GJ✓
N	R267 000 – R7 000 – R5 000 – R2 000 – R50 000 – R57 500 = R145 500 ☑✓

15

3.2.1 **The owner took goods for personal use. What was the selling price of the goods taken?**

R5 000 x 1.6 = R8 000✓✓

2

3.2.2 **What would be the source document for amount L ,recorded in DAJ?**

Duplicate credit note.✓

1

3.3 **List TWO internal controls to safeguard stock.**

Any valid answer ✓✓ ✓✓ (2 x 2)

- Division / separation of duties.
- All purchases of goods should be properly authorised.
- Proper authorisation of stock issued from the warehouse.
- Regular physical stock count.
- Install security cameras in the warehouse and store.
- Hire security guards to monitor the warehouse.
- Stock must be kept in a safe place.

One mark for partly correct answer

4

Total Marks
22

QUESTION 4: DEBTORS' RECONCILIATION AND INTERNAL CONTROL

4.1 DEBTORS CONTROL ACCOUNT

GENERAL LEDGER OF SCHUMANN WHOLESALERS

BALANCE SHEET ACCOUNTS SECTION

Dr		**DEBTORS' CONTROL**						**Cr**			
Mar	1	Balance [89 560✓ - 6 000✓]	b/d	☑83 560	00	Mar	31	Bank and discount allowed	CRJ	✓266 040	00
	30	Sales	DJ	✓270 000	00			Debtors' allowances **[1 200** + 210✓+ 520✓]	DAJ	☑1 930	00
		Bank (R/D)	CPJ	✓300	00			Journal credits	GJ	✓1 950	00
		Journal debits [720✓ + 300✓]	GJ	☑1 020	00			Balance	c/d	84 960	00
				354 880	**00**					**354 880**	**00**
Apr	1	Balance	b/d	☑84 960	00						

✓1 mark if all folios inserted

14

4.2 LIST OF DEBTORS AS AT 31 MARCH 2019

NAME		**Debit**	
Cooper **(17 900** – 520✓)		✓17 380	
Baloyi **(**16 380✓ + 2 900✓ + 300✓)	**One part correct**	☑19 580	
Hope **(14 400** – 400✓)		✓14 000	
Smith (21 900✓ – 2 900✓)	**One part correct**	☑19 000	
Williams (18 200✓– 1 600✓ – 1 600✓)	**One part correct**	☑15 000	
	One part correct	☑84 960	

16

4.3 **Provide ONE reason why should the Debtors' Control account and the Debtors' List should always agree?**

Any relevant answer ✓✓

- The debtors' control is a summary of the debtors' list and the debtors' list is summary of the debtors' ledger.
- Both are prepared from the same source documents (transactions).

2

4.4 **The owner Paul Schumann is worried that debtors are not paying on time. List THREE measures that he can put in place to ensure debtors pay on time.**

Any Three valid answers ✓✓ ✓✓ ✓✓ (3 x 2)

- Offer early settlement discounts.
- Charge debtors interest on overdue accounts.
- Sent letters of demand.
- Send SMS's.
- Hand accounts over to debt collectors.

6

4.5.1 **If the discount allowed was R35 720, how much was received from debtors for the month of March?**

R266 040 – R35 720 = R230 320✓✓

2

4.5.2 **Apart from interest charged, what else could appear as a journal debit? Provide ONE item or answer.**

Any valid answer ✓✓

- Transfer of a credit balance in the debtor's ledger to the creditors' ledger
- Correction of errors

2

4.5.3 **Provide TWO possible reasons for the debit of R300 in the Debtors' Control account.**

Any TWO valid answers ✓✓ ✓✓

- Refund to a debtor who over paid
- A dishonoured cheque

4

Total Marks
46

QUESTION 5: ANALYSIS OF TRANSACTIONS

5.1 **ACCOUNTING EQUATION**

	GENERAL LEDGER		AMOUNT R	EQUATION		
	Account debited	**Account credited**		**A**	**O**	**L**
e.g.	**Donation**	**Stationery**	**540**	**0**	**+ –**	**0**
1	Interest expense✓	Creditors' control✓	✓✓36	0	✓-	✓+
7	Bank✓	Debtors' control✓	**1 400**	✓✓ +/-	0	0
	Bad debts✓	**Debtors' control**	✓✓2 600	✓-	✓-	0
16	Bank✓	Interest income*✓	**130**	+✓	+✓	0
19	Debtors' control✓	Bank✓	**1 260**	✓✓ +/-	0	0
	Debtors' control	Discount allowed✓	✓✓40	✓+	✓+	0
25	Petty cash✓	Bank✓	**480**	✓✓ +/-	0	0
31	Trading stock✓	Creditors' control✓	✓✓1 530	✓+	0	✓+

38

* Accept interest on current account

5.2.1 **What is the meaning of R/D? (Refer to transaction on the 19th)**

When payment is not authorised by the bank and the cheque is returned to payee.✓✓

2

5.2.2 **Provide TWO reasons why a bank may dishonour a cheque.**

Any TWO valid reasons ✓✓ ✓✓

- The amount in words differ from the figures.
- The cheque is not signed.
- The cheque is older than 6 months.
- The cheque is post-dated.
- A mistake has been made on the cheque.
- The drawer does not have sufficient funds in the bank.
- The drawer of the cheque has died, and his account cannot be accessed.

4

Total Marks
44

QUESTION 6: CONCEPTS AND SALARIES AND WAGES

6.1 **Indicate whether the following statements are TRUE or FALSE**

6.1.1	True	✓
6.1.2	False	✓
6.1.3	False	✓
6.1.4	True	✓
6.1.5	False	✓

05

6.2 **Calculate the missing amounts in the Wages Journal and the Salaries Journal for May 2018.**

6.2.1 160 + 240 + 28.74 + 809 = R1 237.74✓✓

6.2.2 2 874 – 1 237.74* = R1 636.26✓☑ *see 6.1.1

6.2.3 R28.74✓

6.2.4 13 261 – 1 480 – 1 450 – 2 111 = R8 220✓☑ 2 parts correct

6.2.5 21 110 – 13 261 = R7 849✓✓

6.2.6 R211,10✓

10

6.3.1 **Provide the double entry for the Pension Fund contributions in the Wages Journal.**

DEBIT: Pension fund contribution **OR** Wages✓ **Accept any of two**

CREDIT: Pension fund✓

2

6.3.2 **The net salary calculated in 6.2.5 of the Salaries Journal would be posted to Salaries Account in the ledger and which other account?**

Creditors for salaries ✓

1

6.4 **The owner Mr Thomas Ndebele decided that he would not pay the money over for PAYE this month as he needed the cash. He will make a double payment the next month.**
Why are you against the decision he took? Provide consequences (result) for this action in ONE point.

Unethical / Fraud money belongs to SARS. ✓

Consequences
Late payment penalty / levy will be imposed by SARS ✓✓

3

Total Marks
21