KWAZULU-NATAL PROVINCE

EDUCATION
REPUBLIC OF SOUTH AFRICA

NATIONAL SENIOR CERTIFICATE

GRADE 10

ACCOUNTING

COMMON TEST

JUNE 2021

MARKS: 100

TIME : 1 ½ Hours

N.B. This paper consists of 5 pages and Answer booklet of 3 pages.

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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 TWO 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.

QUESTION	TOPICS	MARKS	MINUTES
1	Wages Journal , Ethics and Internal Control	43	39
2	Final Ledger Accounts: Trading Account and Profit and Loss Account	57	51
TOTAL		**100**	**90**

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QUESTION 1

WAGES JOURNAL

(43 Marks; 36 Minutes)

1. WAGES JOURNAL

You are provided with information related to Corona Traders for March 2021.

REQUIRED:

1.1 Complete the wages journal for the last week ending 31 March 2021. (38)

1.2 The owner is concerned about the number of hours that were lost during power cuts or load shedding that occurred during the first months of the year such that he feels he has been paying wages to his workers whilst there were doing nothing.

He feels this is bad for his business. Do you agree?
Suggest TWO points he can implement to avoid this in future. (5)

INFORMATION:

Corona Traders is a business manufacturing school equipment.
They employed three workers production workers as follows:

INFORMATION:

The business employs two employees who earn wages as follows:

Sechaba Mhlongo	30 hours @ R 200 per hour
Tira Sibiya	40 hours @ R 250 per hour
Mdu Ngobese	40 hours @ R 300 per hour
Both Tira Sibiya and Mdu Ngobese have worked overtime, and overtime rate is double the normal rate. Tira Sibiya worked 8 hours whilst Mdu Ngobese worked 12 hours of overtime. The other employee was away on holiday.	

Deductions are as follows	Pension Fund 8% of basic wage
	UIF 1% of gross wage
	PAYE is 18% of gross wage for employee Sechaba Mhlongo and 22% for other two employees
	Medical Aid 12% of basic wages
Corona Traders contributes on Rand – for – Rand basis toward pension fund and UIF. Corona Traders also contributes R1.50 for every rand deducted on employees for medical aid fund.	

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QUESTION 2

FINAL LEDGER ACCOUNTS (57 Marks; 51 Minutes)

REQIURED:

2.1 Trading Account (09)

2.2 Profit and Loss Account (48)

INFORMATION

The information is from the books of Supporta Traders.
The financial year ended on 28 February 2021.

SUPPORTA TRADERS
EXTRACT OF TRIAL BALANCE FOR THE YEAR ENDED 28 FEBRUARY 2021

	Debit	Credit
BALANCE SHEET SECTION		
Capital		955 000
Drawings	61 860	
Land and buildings	650 000	
Vehicles	345 000	
Equipment	60 000	
Accumulated depreciation on vehicles		28 125
Accumulated depreciation on equipment		8 700
Fixed Deposit: SABA Bank (8.5 % p.a)	50 000	
Trading inventory	33 320	
Debtors control	23 500	
Bank	7 500	
Creditors control		51 577
Loan: FNB Bank (14% p.a)		60 000
NOMINAL ACCOUNT SECTION		
Sales		758 413
Cost of sales	500 000	
Debtors allowances	12 435	
Rent income		31 300
Interest on fixed deposit		2 125
Discount received		560
Bad debts	1 250	
Salaries	114 000	
Telephone	7 490	
Water and electricity	5 350	
Stationery	3 210	
Advertising	6 346	
Insurance	3 250	
Interest on loan	?	
Discount allowed	789	

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Adjustments and additional information:

1. Donated goods, R525 to Itshelejuba Primary School. No entry for this transaction has been made.

2. On the last day on the financial year, a physical stock taking revealed the following:

Trading stock on hand	R31 590
Stationery on hand	R 390

3. The Fixed deposit was invested on 1 March 2020 at SABA Bank. The interest on the fixed deposit has been received for six months only.

4. The account of a debtor, KF Gumede, amounting to R320 must be written off as irrecoverable since he cannot be traced.

5. Rent has been received for 13 months. Take into account that the rent was increased by R250 per month from 1 January 2021.

6. The telephone account for February 2021 has been received but not yet paid, R405.

7. An annual insurance premium of R1 140 was paid on 30 September 2020.

8. The loan statement received from FNB bank reflected the following on 28 February 2021:

Balance on 1 March 2020	R 85 000
Interest on loan (Capitalised)	R ?
Repayments (Including Interest)	R 32 500
Balance on 28 February 2021	R 60 000

9. The business's policy on depreciation states the following:

   - Depreciation on vehicles is calculated at 15% p.a. according to the cost price. Take into account that a new vehicle, with a cost of R120 000, was purchased and entered into the books on 1 November 2020.

   - Depreciation on equipment must be provided for at 10% p.a. according to the diminishing balance method.

TOTAL MARKS: [100]

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JUNE 2021

SPECIAL ANSWER BOOK

Name:_____ **Grade:**_____

Question	Topic	Learners Mark	Moderators Mark
1	Wages Journal, Ethics and Internal Controls		
2	Final Ledger Accounts		
	TOTAL		

N.B. This answer book consists of 3 pages.

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QUESTION 1

1.1 WAGES JOURNAL

WAGES JOURNAL OF CORONA TRADERS ON 31 MARCH 2021

Employee	Basic Wages (Normal Time)			Overtime			Gross Wage
	Hours	Rate	Amount	Hours	Rate	Amount	
Sechaba Mhlongo							
Tira Sibiya							
Mdu Ngobese							

20

Employee	Deductions					Net Wages
	PAYE	Pension Fund	Medical Aid Fund	UIF	Total	
Sechaba Mhlongo						
Tira Sibiya						
Mdu Ngobese						

18

1.2

The owner is concerned about the number of hours that were lost during power cuts or load shedding that occurred during the first months of the year such that he feels he has been paying wages to his workers whilst there were doing nothing. He feels this is bad for his business. Do you agree? Suggest TWO points he can implement to avoid this in future.

5

43

QUESTION 2

GENERAL LEDGER OF SUPPORTA TRADERS ON 28 FEBRUARY 2021

2.1 TRADING ACCOUNT

9

2.2 PROFIT AND LOSS ACCOUNT

48

57

TOTAL MARKS: [100]

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MARKING GUIDELINE

JUNE 2021

MARKS: 100

MARKING PRINCIPLES:

1. 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.
2. Full marks for correct answer. If answer incorrect, mark the workings provided.
3. 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).
4. 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.
5. Where indicated, part-marks may be awarded to differentiate between differing qualities of answers from candidates.
6. Where penalties are applied, the marks for that section of the question cannot be a final negative.
7. 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.
8. 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.
9. Be aware of candidates who provide valid alternatives beyond the marking guideline.

N.B. This MARKING GUIDELINE consists of 3 pages.

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QUESTION 1

1.1. WAGES JOURNAL

WAGES JOURNAL OF CORONA TRADERS ON 31 MARCH 2021

Employee	Basic Wages (Normal Time)			Overtime			Gross Wage
	Hours	Rate	Amount	Hours	Rate	Amount	
Sechaba Mhlongo	30✓	200✓	6 000☑	-	-	-	6 000☑
Tira Sibiya	40✓	250✓	10 000☑	8✓	500✓✓	4 000☑	14 000☑
Mdu Ngobese	40✓	300✓	12 000☑	12✓	600✓✓	7200☑	19 200☑

Method mark: check operation one part correct

20
20

Employee	Deductions					Net Wages
	PAYE	Pension Fund	Medical Aid Fund	UIF	Total	
Sechaba Mhlongo	1 080✓	480✓	720✓	60✓	2 340☑	3 660☑
Tira Sibiya	3 080✓	800✓	1 200✓	140✓	5 220☑	8 780☑
Mdu Ngobese	4 224✓	960✓	1 440✓	192✓	6 816☑	12 384☑

Method mark: check operation one part correct
no award method mark for UNinspect operation

18
18

1.2.

The owner is concerned about the number of hours that were lost during power cuts or load shedding that occurred during the first months of the year such that he feels he has been paying wages to his workers whilst there were doing nothing. Do you agree?
Suggest TWO points he can implement to avoid this in future.

YES ✓

Any valid Point ✓✓ ✓✓

- Buy/install power generator
- Use power cuts to train workers

Points for 1 mark
Train workers
Generator

5
5

43
43

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QUESTION 2

GENERAL LEDGER OF SUPPORTA TRADERS ON 28 FEBRUARY 2021

2.1 TRADING ACCOUNT

2021					2021				
Feb	28	Cost of Sales✓	GJ	500 000✓	Feb	29	Sales✓ (758 413✓-12 435✓)	GJ	745 978☑
		Profit and Loss ✓	GJ	245 978✓☑					
				745 978					**745 978**

Method marks one part correct — If sales are swapped with cost of sales marks them wrong

9
9

2.2 PROFIT AND LOSS ACCOUNT

2021					2021				
Feb	28	Bad debts(1 250✓+320✓)	GJ	1 570✓	Feb	28	Trading account✓	GJ	245 978☑
		Salaries		114 000✓			Rent income (31 300✓ – 2 600✓✓)		28 700☑
		Telephone(7 490✓+405✓)		7 895✓			Interest on Fixed Deposit (2 125✓+2 125✓✓)		4 250☑
		Water and Electricity		5 350✓			Discount received		560✓
		Stationery(3210✓- 390✓)		2 820✓					
		Advertising		6 346✓					
		Insurance(3 250✓- 760✓✓)		2 490☑					
		Interest on loan (60 000✓+32 500✓-85 000✓)		7 500☑					
		Discount allowed		789✓					
		Donation		525✓✓					
		Stock deficit (33 320✓-525✓-31 590✓)		1 205☑					
		Depreciation (5 130✓✓+ 33 750✓✓+6 000✓✓) 39 750 4marks		44 880☑					
		Capital Account✓		84 118✓☑					
				279 488					**279 488**

Formula/method marks are accepted even if answer is wrong/ Split one part of a penalties for original entries. Max -3 No penalties for misplacements

48
48

57
57

TOTAL MARKS: [100]

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