KWAZULU-NATAL PROVINCE

EDUCATION
REPUBLIC OF SOUTH AFRICA

ACCOUNTING P2

ANSWERBOOK

SEPTEMBER 2024

NATIONAL SENIOR CERTIFICATE

GRADE 12

NAME:	
GRADE:	

QUESTION	MARKS	MOD BY THE SCHOOL	MOD BY THE CLUSTER	MOD BY THE PROVINCE
1				
2				
3				
4				
TOTAL				

This answer book consists of 10 pages.

QUESTION 1

1.1

1.1.1	
1.1.2	
1.1.3	

3

1.2.1

FACTORY OVERHEAD COST	
Sundry factory expenses	189 856

11

1.2.2

PRODUCTION COST STATEMENT FOR THE YEAR ENDED 29 FEBRUARY 2024	
Direct materials cost	1 300 028
Prime cost	
Total manufacturing cost	
Cost of production of finished goods	

13

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1.2.3 Kyle Walker is considering importing raw materials at a lower price than they are currently paying.
Provide TWO points they should consider before deciding.

4

1.3.1 Provide a calculation to confirm that the break-even point of 61 300 units for 2024 financial year is correct.

WORKINGS	ANSWER

4

1.3.2 Mjabu is not happy with the number of units produced and sold. Provide evidence with figures to support his opinion.

2

1.3.3 Mjabu is concerned that most of his workers are not loyal nor committed to the business. Provide TWO different points of evidence, with figures, to support his opinion.
NOTE: No theft has occurred in the business.

4

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1.3.4 **Mjabu wants to improve his profit by R79 968 during the next financial year, while maintaining costs. Calculate the additional units that must be produced to achieve this target.**

WORKINGS	ANSWER

4

TOTAL MARKS
45

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QUESTION 2

2.1.1 Calculate the value of the closing stock on 31 August 2024 using the weighted average method.

WORKINGS	ANSWER

10

2.1.2 Rob suspects that wallets have been stolen. Provide a calculation to support his concern.

WORKINGS	ANSWER

4

2.1.3 Calculate for how long his closing stock is expected to last.

WORKINGS	ANSWER

5

- One problem with keeping too much stock on hand

- One problem with keeping insufficient stock on hand

4

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2.2

2.2.1	
2.2.2	
2.2.3	

3

2.3.1 **Calculate the amount of VAT either receivable from or payable to SARS on 29 February 2024. Indicate whether this amount is receivable or payable.**

WORKINGS	ANSWER

7

2.3.2 **The owner wants to change the VAT amount on bad debts from R840 to R4 950. Give one reason why you would disagree with him.**

2

TOTAL MARKS
35

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QUESTION 3

3.1.1 **(i)** **Rent income for October 2024**

WORKINGS	ANSWER

(ii) **Cash purchases for October 2024**

WORKINGS	ANSWER

(iii) **Payment to creditors in September 2024**

WORKINGS	ANSWER

(iv) **Salaries of sales assistants in October 2024**

WORKINGS	ANSWER

(v) **Telephone for September 2024**

WORKINGS	ANSWER

19

3.1.2 **Effectiveness of the advertising**

3

Control over delivery expenses

3

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3.2.1 Calculate the mark-up % that the business actually achieved in July 2024.

WORKINGS	ANSWER

3

Stefan feels that the business benefited from the price reduction. Quote figures from the question to support his opinion.

2

3.2.2 Over the past two months Stefan has needed to contribute capital in order to settle the debts of the business. Explain why the Projected Statement of Comprehensive Income will not help him in identifying the reasons for this problem. Provide ONE suitable reason.

2

3.2.3 Calculate the amount of the additional loan taken on 1 August 2024.

WORKINGS	ANSWER

4

Stefan decided to use the additional loan which was taken on 1 August 2024 to purchase the shop premises instead of renting premises. How has this decision affected the profit he is earning? Provide TWO points with figures to support your answer.

4

TOTAL MARKS
40

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QUESTION 4

4.1.1

Cash Receipts Journal
389 504

Cash Payments Journal
287 000

8

4.1.2

Bank Reconciliation Statement as at 31 August 2024		
	Debits	Credits

5

4.1.3

State the GAAP principle that applies to this decision.

1

Explain TWO procedures, besides division of duties, to be implemented to prevent such a loss in future.

4

4.2.1

	CREDITORS' LEDGER	STATEMENT OF ACCOUNT	
	147 820	145 060	
(i)			
(ii)			
(iii)			
(iv)			
(v)			
(vi)			
			8

4.2.2

Provide one reason to support her decision.	
	2
Provide one internal procedure to ensure control over this system.	
	2

TOTAL MARKS
30

TOTAL MARKS 150

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