



KWAZULU-NATAL PROVINCE

EDUCATION
REPUBLIC OF SOUTH AFRICA

**NATIONAL
SENIOR CERTIFICATE**

GRADE 11

ACCOUNTING

APRIL 2021

COMMON TEST

MARKS: 100

TIME : 1 ½ hour

**N.B. This paper consists of 8 pages and
an answer booklet of 5 pages.**

INSTRUCTIONS AND INFORMATION

Read the following instructions and be sure to follow them carefully:

1. This question paper consists of 8 pages.
2. A special **ANSWER BOOK** consisting of 5 pages is provided in which to answer all the questions.
3. Answer **ALL** the questions.
4. **Workings must be shown in brackets in order to earn part marks.**
5. Non-programmable calculators may be used.
6. You may use dark pencil or black / blue pen to answer the questions.
7. Marks will be deducted for missing details and foreign entries.
8. Use the information in the table below as a guide when answering the question paper:

Question 1: 21 Marks, 19 Mins	
The topic of this question is:	Content:
Bank Reconciliation	<ul style="list-style-type: none"> • EFT's • Cash Journals • Bank Reconciliation Statement
Question 2: 25 Marks, 22 Mins	
The topic of this question is:	Content:
Fixed / Tangible Assets	<ul style="list-style-type: none"> • Fixed Asset Register • Asset Disposal • Calculation of Depreciation • Internal Control
Question 3: 30 Marks, 27 Mins	
The topic of this question is:	Content:
Financial Accounting of Partnerships	<ul style="list-style-type: none"> • Partnership Theory • Analysis of Transactions • Appropriation Account
Question 4: 24 Marks, 22 Mins	
The topic of this question is:	Content:
Creditors Reconciliation	<ul style="list-style-type: none"> • Internal Control • Comparison of Creditors Ledger to Statement from Creditor

QUESTION 1 (21 Marks, 19 Minutes)**BANK RECONCILIATION**

The information below relates to Solomon Stores.

- 1.1 The owner, Solomon Shabangu, ensures that all payments to creditors are made with the use of internet banking (EFT,s). Discuss **TWO** advantages of EFT payments. (4)
- 1.2 Calculate the correct amounts for both the Cash Receipts Journal and the Cash Payments Journal. (10)
- 1.3 Prepare the Bank Reconciliation Statement on 30 June 2020. (7)

Information

- A The Cash Journals had the following totals on 30 June 2020, before the Bank Reconciliation was completed:**

Cash Receipts Journal	47 740
Cash Payments Journal	41 350

- B Extract from the Bank Reconciliation Statement on 31 May 2020:**

Balance per Bank Statement	?
Outstanding Deposit	7 200
Outstanding EFT's	
no 415 (31 May 2020)	600
no 416 (31 May 2020)	2 650
Favourable Balance per Bank Account	29 960

- C Additional Information relating to Bank the Bank Reconciliation Statement for May 2020:**

- The outstanding deposit of R7 200 appeared on the June 2020 Bank Statement.
- EFT no 415 for R600 appeared on the June Bank Statement.
- EFT no 416, appeared on the June Bank Statement with the correct amount of R6 250. The amount recorded in the Journal was incorrect.

- D Entries in the Cash Journals not shown on the June 2020 Bank Statement.**

- EFT no 480 for R2 500. This was for text books for the owners son at UKZN.
- EFT no 481 for R1 800 for repairs to the vehicle.
- Cash deposit of the earnings for the week ended 30 June 2020 of R12 450.

E Entries on the June Bank Statement, from A1 Bank, that are not in the Cash Journals

Date	Details	R	Balance
18 June	Debit Order: Maxi Insurers	- 3 400	21 200 cr
	Debit Order: Maxi Insurers	- 3 400	17 800 cr
22 June	Ethekwini Municipality (EFT)	-5 200	12 600 cr
25 June	M Moodley (EFT from tenant)	2 800	15 400 cr
28 June	DEBSA Bank	9 675	25 075 cr
30 June	Service Fees	- 175	24 900 cr
30 June	Interest on credit balance	40	24 940 cr

- Note that the stop order for the monthly insurance premium to Maxi Insurers appeared twice. This will be corrected in July 2020.
- The deposit from DEBSA Bank was for the maturation of the fixed deposit of R9 000 and the interest earned thereon.

F The Bank Account on 30 June 2020 had a balance of R?

QUESTION 2 (25 Marks, 22 Minutes)

FIXED / TANGIBLE ASSETS

You are provided with information for the financial year ended 30 June 2020.

Required:

- 2.1 Complete the Fixed Asset Register for the Vehicle that was sold on 31 March 2020 (5)
- 2.2 The Asset disposal account in the General Ledger for the sale of the vehicle on 31 March 2020.
- 2.3 Calculate the depreciation on the following vehicles on 30 June 2020. Show calculations so that part marks can be awarded.
 - 2.3.1 The new vehicle (ND 996 220), purchased on 1 June 2020. (2)
 - 2.3.2 The remaining vehicle (ND 198 223), purchased on 1 October 2017. (4)
- 1.4 Upon investigation, it was discovered that the accident in which the vehicle (ND 446 198) was written off was caused by faulty brakes on the vehicle. Discuss **TWO** measures that can be implemented to avoid a loss similar to this in the future. (4)

Information:

- On 1 July 2019, the beginning of the financial year, Cooper Ltd had **TWO** identical delivery vehicles (ND 446 198 and ND 198 223) purchased on 1 October 2017 at R142 500 **each**.
- One of the vehicles (ND 446 198) was written off in an accident that occurred on 31 March 2020. The insurance company, agreed to pay out R? on 31 July 2020. A loss of R12 300 was made on this transaction.
- Depreciation on vehicles is calculated at 20% per annum on the diminishing balance method.
- Cooper Ltd replaced the delivery vehicle that was written off with a new vehicle (ND 996 220) purchased on 1 June 2020 for R180 000. This was correctly recorded.

QUESTION 3 (30 Marks, 27 Minutes)**FINANCIAL ACCOUNTING OF PARTNERSHIPS**

You are provided with the information relating to DD Traders. The partners are D. Dube and D. Dlungwane. Note that the financial year ended on 28 February 2021. This business uses a mark-up of 30% on cost at all times.

Required:

- 3.1 List **TWO** advantages of partnerships as a form of business ownership. (4)
- 3.2 Analyze the following transactions for the year ended 28 February 2021, according to the table provided in your answer book. (14)

1.2.1	Commission of R1 400 has been received on advance
1.2.2	Interest on the Mortgage loan is owed for one month. Interest is capitalised.
1.2.3	The business currently has one tenant, who pays rent of R6 000 per month. Record the appropriate adjustment.
1.2.4	Dlungwane took trading stock with a selling price of R7 800 for personal use.

- 1.3 **Refer to Information B.** (12)
Complete the missing details / amounts (labelled A to F) in the Appropriation Account of DD Traders for the year ended 28 February 2021. Show calculations where necessary so part marks can be awarded.

Information:**A Extract from the Pre-Adjustment Trial Balance on 28 February 2021:**

Capital: Dube	600 000
Capital: Dlungwane	600 000
Commission Income	15 300
Mortgage Loan (7.5% p.a.)	800 000
Rent Income	84 000

B Appropriation Account in the General Ledger of DD Traders on 28 February 2021.

DR		Appropriation				CR	
2021 Feb	28		B	2021 Feb	28	A	?
		Interest on Capital					
		Salary: Dube	C				
		Salary: Dlungwane	D				
		Bonus Dube	E				
		Current Account: Dube	F				
		Current Account: Dlungwane	35 000				
			?				?

C Additional Information, as per the Partnership Agreement:

- Interest on capital at 10% p.a. (Note that Dube had increased her capital by R200 000 on 1 September 2020.) The increase **has been** recorded.
- Dube earns a salary of R15 000 per month.
- Dlungwane earns a salary that is 25% more than that earned by Dube.
- Dube received a bonus equivalent to 60% of his annual salary.
- Remaining profits and losses are shared between Dube and Dlungwane in the ratio 2:1.

QUESTION 4 (24 Marks, 22 Minutes)**CREDITORS RECONCILIATION**

ABC Traders buys trading stock on credit from XYZ Suppliers. The information provided below is for March 2021.

Required:

- 4.1 The owner of ABC Traders does not see the necessity of preparing a monthly Creditors Reconciliation Statement as XYZ Suppliers send monthly statements to the business. What would you say to the owner? State **TWO** points. (2)
- 4.2 Reconcile the Creditors Ledger account of ABC Traders and the Statement received from XYZ Suppliers. (20)
- 4.3 Refer to the delivery fees paid by ABC Suppliers to XYZ Traders. Identify **TWO** ways of decreasing this delivery fee paid. (2)

Information:

A	Balance due to XYZ Suppliers on 31 March 2021 as per Creditors' Ledger account in the books of ABC Traders	R8 150
	Balance due by ABC Traders on 31 March 2021 as per Statement of account received from XYZ Suppliers	R16 535

B The following errors and omissions were noted when comparing the Creditors Ledger with the Statement received from XYZ Suppliers.

- ABC Traders have entered Debit Note 31 for R500 in the credit column in their Creditors Ledger.
- ABC Traders forgot to deduct the trade discount of R250 they were given on Invoice 694.
- Invoice 795 for R2 300 was for goods that XYZ Suppliers sold to BCD Traders.
- In terms of the contract, XYZ Suppliers charge all their debtors a delivery fee of R500 per delivery made during the month. Four separate deliveries were made to ABC Traders in the last month.
- Invoice No. 898 for R6 500, was correct according to the Statement received from XYZ Suppliers. ABC Traders has recorded this incorrectly as R5 600.
- ABC Traders qualified for an early settlement discount of R800 for their payment on 24 March 2021. XYZ Suppliers only granted R300 as discount. They promised to correct this on their Statement in April 2021.

- Invoice No. 972 for R3 400 did not appear on the Statement received from XYZ Traders as this transaction took place after their statement was prepared.
- A payment of R4 500 by ABC Traders to XYZ Suppliers was incorrectly recorded on the Statement from XYZ Suppliers as R450.
- The statement reflects interest of R785 charged for a overdue account. XYZ Suppliers acknowledged that an error had been made and promised to reverse the entry on the April 2021 statement.
- An invoice for R1 250 received from XYZ Suppliers for goods purchased was incorrectly recorded as a return by ABC Traders.

TOTAL MARKS: [100]



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**ACCOUNTING
ANSWER BOOK
APRIL 2021
COMMON TEST**

MARKS : 100

TIME : 1.5 hours

Name: _____ **Grade:** _____

Question	Topic	Learners Mark	Moderators Mark
1	Bank Reconciliation		
2	Fixed / Tangible Assets		
3	Financial Accounting of Partnerships		
4	Creditors Reconciliation		

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

QUESTION 2 (25 Marks, 22 Minutes)

FIXED / TANGIBLE ASSETS

2.1

Asset	Delivery Vehicle (ND 446 198)		
Cost Price	R142 500	Depreciation Method	Diminishing Balance
Date Purchased	1 October 2017	Depreciation Rate	20% p.a.
Date	Depreciation	Accumulated Depreciation	Book Value
30 June 2018	21 375	21 375	121 125
30 June 2019	24 225		
31 March 2020			

5

2.2

Asset Disposal

10

2.3 Calculate the depreciation to be written off on the following vehicles on 30 June 2020. Show calculations so that part marks can be awarded.

2.3.1 The new vehicle (ND 996 220), purchased on 1 June 2020.

2

2.3.2 The remaining vehicle (ND 198 223), purchased on 1 October 2017.

4

1.4 Discuss **TWO** measures that can be implemented to avoid a loss similar to this in the future.

4



QUESTION 3 (30 Marks, 27 Minutes)

FINANCIAL ACCOUNTING OF PARTNERSHIPS

3.1 List **TWO** advantages of partnerships as a form of business ownership.

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4

3.2

	Transaction	Amount	Account DR	Account CR
1.2.1	Commission of R1 400 has been received on advance	R1 400		
1.2.2	Interest on the Mortgage loan is owed for one month. Interest is capitalised.			
1.2.3	The business currently has one tenant, who pays rent of R6 000 per month. Record the appropriate adjustment.			
1.2.4	Dlungwane took trading with a selling price of R7 800 for personal use.			

14

1.3

A	
B	
C	
D	
E	
F	

12



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GRADE 11

**ACCOUNTING
MARKING GUIDELINE
APRIL 2021
COMMON TEST**

MARKS : 100

TIME : 1.5 hours

Question	Topic	Marks	Minutes
1	Bank Reconciliation	21	19
2	Fixed / Tangible Assets	25	22
3	Financial Accounting of Partnerships	30	27
4	Creditors Reconciliation	24	22
		100	90

N.B. This marking guideline consists of 5 pages.

QUESTION 1 (21 Marks, 19 Minutes)

BANK RECONCILIATION

1.1 The owner, Solomon Shabangu, ensures that all payments to creditors are made with the use of internet banking (EFT,s). Discuss **TWO** advantages of EFT payments. (4)

- Quick to make payments electronically ✓✓
 - Can be done at any time, therefore payments can be made outside of business hours ✓✓
 - EFT payments are relatively safe
 - Payment to creditors is immediate
 - Fewer bank charges are incurred by the business for internet payments
- ANY LOGICAL REASON**

1.2 (10)

Cash Receipts Journal	Cash Payments Journal
47 740	41 350
2 800 ✓	3 600 ✓✓
9 675 ✓ or 9 000 + 675	3 400 ✓
40 ✓	5 200 ✓
	175 ✓
60 255 ✓	53 725 ✓

1.3 **Bank Reconciliation Statement on 30 June 2020** (7)

	DR	CR
CR Balance as per Bank Statement		24 940 ✓
CR Outstanding deposits		12 450 ✓
DR Outstanding EFT's		
No 480	2 500 ✓	
No 481	1 800 ✓	
Cr amount incorrectly debited		3 400 ✓
CR Balance as per Bank Account	36 490 ✓	
	40 790	40 790 ✓

QUESTION 2 (25 Marks, 22 Minutes)

FIXED / TANGIBLE ASSETS

2.1

Asset				Delivery Vehicle (ND 446 198)			
Cost Price		R142 500		Depreciation Method		Diminishing Balance	
Date Purchased		1 October 2017		Depreciation Rate		20% p.a.	
Date		Depreciation		Accumulated Depreciation		Book Value	
30 June 2018		21 375		21 375		121 125	
30 June 2019		24 225		45 600✓		96 900✓	
31 March 2020		14 535✓		60 135✓		82 365✓	

2.2

Asset Disposal							
2020 Mar	31	Vehicles✓	142 500✓	2020 Mar	31	Accumulated Depreciation on Vehicles✓	60 135 from 2.1 ✓
						Accrued Income✓	70 065 ✓
						Loss on Sale of Asset✓	12 300✓
			142 500				142 500

2.3 Calculate the depreciation to be written off on the following vehicles on 30 June 2020. Show calculations so that part marks can be awarded.

2.3.1 The new vehicle (ND 996 220), purchased on 1 June 2020. (2)

$180\,000 \times 20\% \times 1/12$ $= 3\,000$ ✓✓ one part correct
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2.3.2 The remaining vehicle (ND 198 223), purchased on 1 October 2017. (4)

$(142\,500 - 45\,600) \times 20\% \times 12/12$ $= 19\,380$ ✓
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1.4 Discuss TWO measures that can be implemented to avoid a loss similar to this in the future. (4)

- Ensure the driver checks the vehicle regularly for any problems. ✓✓
- Encourage the drivers to report problems on the vehicle as soon as they are noticed. ✓✓
- Send the vehicle for regular services (in which things like brakes are checked).
- Consider sending the vehicle for a roadworthy test regularly.
- Any logical answer

QUESTION 3 (30 Marks, 27 Minutes)

FINANCIAL ACCOUNTING OF PARTNERSHIPS

3.1 List TWO advantages of partnerships as a form of business ownership. (4)

- Jointly liable for debts ✓✓
- More capital can be raised than one person ✓✓
- More skills available from many owners
- Share the work load
- ANY LOGICAL ANSWER

3.2

	Transaction	Amount	Account DR	Account CR
1.2.1	Commission of R1 400 has been received on advance	R1 400	Commission Income✓	Deferred Income✓
1.2.2	Interest on the Mortgage loan is owed for one month. Interest is capitalised.	R5 000 ✓✓	Interest on Loan / Interest expense✓	Mortgage Loan✓
1.2.3	The business currently has one tenant, who pays rent of R6 000 per month. Record the appropriate adjustment.	R12 000 ✓✓	Rent Income✓	Deferred Income✓
1.2.4	Dlungwane took trading stock with a selling price of R7 800 for personal use.	R6 000 ✓✓	Drawings: Dlungwane✓	Trading Stock✓

1.3

A	Profit and Loss✓
B	$\frac{40\,000 + 10\,000}{20\,000 + 30\,000}$ $60\,000 + 50\,000$ $= 110\,000$ ✓
C	$15\,000 \times 12$ months $180\,000$ ✓
D	$180\,000 \times 125 / 100$ $= 225\,000$ ✓ one part correct
E	$180\,000 \times 60\%$ $= 108\,000$ ✓ one part correct
F	$35\,000 \times 2$ $= 70\,000$ ✓✓



QUESTION 4 (24 Marks, 22 Minutes)

CREDITORS RECONCILIATION

4.1 The owner of ABC Traders does not see the necessity of preparing a monthly Creditors Reconciliation Statement as XYZ Suppliers send monthly statements to the business. What would you say to the owner? State **TWO** points. (2)

- The statement could contain errors. ✓
- This is an internal control measure. ✓
- This will lead to detection of errors / omissions / fraud.
- To compare / check / reconcile the account to the statement.

4.2 (20)

Creditors Ledger of ABC Traders	Statement from XYZ Suppliers
8 150 ✓	16 535 ✓
-500 ✓	-2 300 ✓
-500 ✓ OR -1000 ✓✓	-500 ✓✓
-250 ✓	+3 400 ✓
+2 000 ✓✓	-4 050 ✓✓
+900 ✓✓	-785 ✓
+1 250 ✓	
+1 250 ✓ OR + 2500 ✓✓	
12 300 ✓	12 300 ✓

4.3 Refer to the delivery fees paid by ABC Suppliers to XYZ Traders. Identify **TWO** ways of decreasing this delivery fee paid. (2)

- Order larger quantities less often. ✓
- Collect the orders instead of having them delivered ✓
- **Any logical answer.**

TOTAL MARKS: [100]