

NAME:

CLASS:

NATIONAL SENIOR CERTIFICATE

ACCOUNTING P1

GRADE 11

EXEMPLAR NOVEMBER 2019

SPECIAL ANSWER BOOK

QUESTION	TOTAL MARKS	MARK OBTAINED	MODERATED MARK	MODERATOR INITIAL
1	25			
2	50			
3	40			
4	35			
TOTAL	150			

This answer book consists of 9 pages.

QUESTION 1: GAAP AND FIXED ASSETS

(25 marks; 20 minutes)

1.1	1.1.1	
	1.1.2	
	1.1.3	
	1.1.4	

4

1.2.1	WORKINGS	ANSWER
	(i)	
	(ii)	
	(iii)	
	(iv)	

17

1.2.2	<p>Give ONE suggestion that the internal auditor can use to check whether movable fixed assets have been stolen.</p>
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2

1.2.3 Provide ONE point why you would agree with Partner Naomi.

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2

TOTAL MARKS
25

QUESTION 2: INCOME STATEMENT AND BALANCE SHEET NOTE**(50 marks; 45 minutes)****2.1 MASALA TRADERS
INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2019**

Sales (9 600 000 – 168 000)	
Cost of sales (6 400 000)	
Gross profit	
Other income	
Commission income	96 200
Gross income	
Operating expenses	
Sundry expenses	386 100
Bank charges	62 850
Operating profit	
Interest income	4 000
Profit before interest expense	
Interest expense	
Net profit for the year	

2.2 TRADE AND OTHER PAYABLES

Creditors' control	126 075
Pension fund (23 500)	

10

TOTAL MARKS
50

QUESTION 3: PARTNERSHIPS**(40 marks; 30 minutes)**

3.1 Calculate the percentage interest on capital.

3

3.2

CURRENT ACCOUNTS

	VILANDER	LOUW
Partner salaries		144 000
Interest on capital		35 200
Primary distribution		179 200
Final distribution		36 000
Drawings	(33 000)	(259 000)
		(43 800)
Balance at beginning		
Balance at end of year		

13

3.3

**KGALAGADI TRADERS
BALANCE SHEET ON 28 FEBRUARY 2019**

ASSETS	
NON-CURRENT ASSETS	901 200
Fixed assets	750 000
Fixed deposit	151 200
CURRENT ASSETS	
TOTAL ASSETS	
EQUITY AND LIABILITIES	
EQUITY	
Capital	
Current account	
NON-CURRENT LIABILITIES	
CURRENT LIABILITIES	
Trade and other payables	85 300
Bank overdraft	
Current portion of loan	
TOTAL EQUITY AND LIABILITIES	

24

TOTAL MARKS
40

QUESTION 4: ANALYSIS AND INTERPRETATION (35 marks; 25 minutes)

4.1.1 The business was started on 1 March 2017. The partners are concerned about the financial results during the first year of operation.

<p>Calculate the % return on the partners' equity (use average equity).</p> 	<table border="1" style="width: 100%; height: 20px;"> <tr><td style="width: 50%;"></td></tr> <tr><td style="width: 50%; text-align: center;">6</td></tr> </table>		6
6			
<p>Comment on this return. Provide ONE point.</p> 	<table border="1" style="width: 100%; height: 20px;"> <tr><td style="width: 50%;"></td></tr> <tr><td style="width: 50%; text-align: center;">2</td></tr> </table>		2
2			

4.1.2 Ronel Henning is concerned about whether she has made the right decision in resigning from her previous job.

<p>Calculate the total amount earned by Ronel Henning during the first year of operation of this business.</p> 	<table border="1" style="width: 100%; height: 20px;"> <tr><td style="width: 50%;"></td></tr> <tr><td style="width: 50%; text-align: center;">5</td></tr> </table>		5				
5							
<p>What percentage of the total net income did she earn and what percentage did her partner, Yvonne, earn?</p> <table border="1" style="width: 100%; border-collapse: collapse; margin-top: 10px;"> <thead> <tr> <th style="width: 50%; text-align: center;">RONEL</th> <th style="width: 50%; text-align: center;">YVONNE</th> </tr> </thead> <tbody> <tr> <td style="height: 100px;"></td> <td style="height: 100px;"></td> </tr> </tbody> </table>	RONEL	YVONNE			<table border="1" style="width: 100%; height: 20px;"> <tr><td style="width: 50%;"></td></tr> <tr><td style="width: 50%; text-align: center;">5</td></tr> </table>		5
RONEL	YVONNE						
5							
<p>Will the partners be satisfied with the amounts calculated above? Explain briefly. Quote figures.</p> <table border="1" style="width: 100%; border-collapse: collapse; margin-top: 10px;"> <thead> <tr> <th style="width: 50%; text-align: center;">RONEL</th> <th style="width: 50%; text-align: center;">YVONNE</th> </tr> </thead> <tbody> <tr> <td style="height: 100px;"></td> <td style="height: 100px;"></td> </tr> </tbody> </table>	RONEL	YVONNE			<table border="1" style="width: 100%; height: 20px;"> <tr><td style="width: 50%;"></td></tr> <tr><td style="width: 50%; text-align: center;">4</td></tr> </table>		4
RONEL	YVONNE						
4							

4.2 FINANCIAL DECISIONS FOR THE NEXT YEAR

4.2.1 Calculate the change in net profit if Yvonne decides to work fulltime. Show workings.

152 000

7

4.2.2 Show the effect of this change to Yvonne's total earnings, if she gives up her job.

4

4.2.3 Briefly explain TWO other advantages for the business if Yvonne works on a full-time basis in the business.

2

TOTAL MARKS
35

TOTAL: 150