

ACCOUNTING

GRADE: 8 _____

NOVEMBER EXAMINATION 2017

TIME: 2HR

NAME: _____

TOTAL: 200

Q1	Q2	Q3	Q4	Q5	Q6	Q7	Q8	TOTAL
30	15	12	30	26	27	25	35	200

INSTRUCTIONS:

1. Answer all the questions in the allocated spaces provided.
2. Write neatly and legibly
3. Write either with a BLUE or BLACK pen.
4. Non-programmable calculators allowed
5. This paper consist of questions

QUESTION 1: SHORT QUESTIONS [30]

MULTIPLE CHOICE [10]

Four possible options are provided as answers to the following questions. Choose the correct answer and write only the CAPITAL LETTER in the last column.

NO.	QUESTION	ANSWER
1.1.1	Equipment is a/an account. A. Liability B. Owner's Equity C. Asset D. Income	
1.1.2	An agreement between a buyer and a seller to exchange something of value for money is known as. A. Contract B. Transaction C. Handover D. Asset	
1.1.3	A list of closing balances of the General ledger. A. Trial balance B. Income statement C. Journals D. Balance sheet	
1.1.4	The following have a debit balance, except. A. Assets B. Expenses C. Drawings D. Capital	
1.1.5	Increase on the debit side and decrease on the credit. A. Expenses B. Liabilities C. Owner's equity D. Assets	

PROVIDE THE CORRECT WORD/TERM [10]

STATEMENT/ QUESTION		ANSWER
1.2.1.	For every debit, there must be a credit entry.	
1.2.2	Determines the financial position of a business.	
1.2.3	When the debit and credit side is equal, we say it	
1.2.4	All accounts is found in the income statement.	
1.2.5	Trading stock is a asset.	

(5 × 2)

CALCULATIONS [10]

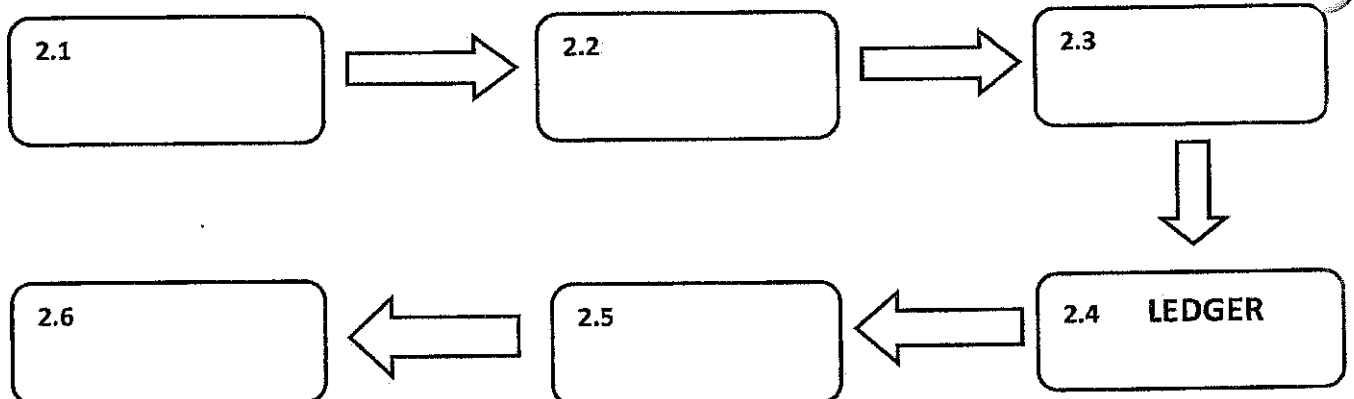
Use the correct formula to calculate the following.

NO	PROFIT %	COST PRICE	SELLING PRICE
1.3.1	75 %	?	R 9 450
1.3.2	100 %	R 8 400	?
1.3.3	40 %	?	R 2 100
1.3.4	25 %	R 8 740	?
1.3.5	33 ¹ / ₃ %	R 600	?

(5 × 2)

QUESTION 2: ACCOUNTING CYCLE [15]

Complete the cycle and answer the questions that follow.



(5 × 1)

2.7 Read the following case study below and answer the questions that follow.

CHARLSEA'S CUPCAKE CRAZE

Charlsea is an entrepreneur at her school. She decided to start selling cupcakes on a Monday to Thursday. She is dedicated to achieve her goal to raise enough funds so that she can expand her business. She keep a small box on her to safe keep her money.

2.7.1 Refer to the case study. State whether Charlsea's business is a trading or service business.

_____ (1)

2.7.2 Give a reason for your answer in 2.7.1

_____ (2)

2.7.3 Quote from the case study the entrepreneurial quality Charlsea possess.

_____ (1)

2.7.4 Name TWO strategies Charlsea can use to increase sales for next year.

_____ (2)

2.7.5 'She keep a small box on her to safe keep her money'. Name the term for the definition.

_____ (2)

2.7.6 In your own words, define an entrepreneur.

_____ (2)

QUESTION 3: ACCOUNTING EQUATION [12]

3.1 Cash sales, R 2 200

3.2 Bought equipment, R 7 400

3.3 Paid the city council for water and electricity, R 1 690

NO	SOURCE		ACCOUNT DEBIT	ACCOUNT CREDIT	ASSET		OWNERS EQUITY	
	DOCUMENT	JOURNAL			EFFECT	REASON	EFFECT	REASON
3.1								
3.2								
3.3								

QUESTION 4: JOURNALS [30]

Khaliq Daniels is the owner of Daniels Dealership. He buys and sell used vehicles. He uses a mark-up of 25% on all cars sold.

REQUIRED:

4.1 Complete the headings

4.2 Record the following transactions in the correct subsidiary journal.

TRANSACTIONS FOR AUGUST 2017

- 01 The owner, K Daniels increased his capital by R 70 000. Receipt number 54 issued.
- 08 Paid CNA for stationery, R 940. Cheque number 61
- 12 Cash sales according to the cash register roll 19, R 40 000.
- 18 Cash sales, R 32 000.
- 22 Paid Caltex Garage with a cheque:
 - Repairs, R 2 500
 - Fuel, R 8 50
- 25 Received R 4 100 from Laeeq Davids for renting out part of our storeroom.
- 27 Cashed a cheque for wages, R 6 700
- 30 Bought two vehicles at R 23 400 each.

QUESTION 5: GENERAL LEDGER [26]

Complete the General Ledger of George Wholesalers for September 2017 by filling in the missing amounts and details.

GENERAL LEDGER OF GEORGE WHOLESALERS

BALANCE SHEET SECTION							
CAPITAL B1 [4]							
DAY	DETAILS	FOL	AMOUNT	DAY	DETAILS	FOL	AMOUNT
				1-Sep	?	b/d	75 800
				30-Sep	Bank	?	51 000
				30-Sep	Bank		25 000
							?

TRADING STOCK B4 [9]							
1-Sep	Balance	b/d	45 000	30-Sep	?	CRJ	38 700
30-Sep	Bank	?	32 000		Balance	?	?
			?				?
?	Balance	b/d	?				

BANK B5 [7]							
1-Sep	Balance	b/d	51 300	30-Sep	?	CPJ	?
30-Sep	?	CRJ	14 800		Balance	?	35 000
			66 100				66 100
?	Balance	b/d	?				

NOMINAL SECTION							
SALES N1 [3]							
				1-Sep	Balance	b/d	9 700
				30-Sep	Bank	?	24 400
							?

COST OF SALES N2 [3]							
1-Sep	Balance	b/d	3 000				
30-Sep	?	CRJ	?				
			8 525				

QUESTION 6: TRIAL BALANCE [27]

The previous accountant of Agherdien Traders incorrectly entered the amounts in the trial balance. Find the mistakes and correct them for February 2017.

	FOLIO	DEBIT	CREDIT
SALES		40 770	
EQUIPMENT		12 800	
BANK			40 000
COST OF SALES			6 400
TELEPHONE		1 700	
DRAWINGS			6 380
TRADING STOCK		11 400	
VEHICLES		10 800	
RENT INCOME		4 800	
CASH FLOAT		250	
CURRENT INCOME		25 370	
WAGES			3 200
STATIONERY		3 700	
PETTY CASH			460
WATER AND ELECTRICITY		950	
RENT EXPENSES		3 900	
LAND AND BUILDING		50 000	
CAPITAL		81 000	

QUESTION 7: INCOME STATEMENT [25]

Use the list of balances and totals provided **ABOVE (REFER TO THE TRIAL BALANCE IN QUESTION 6)** and draw up the Income statement of Agherdien Traders for the year ended February 2017.

QUESTION 8: BALANCE SHEET [35]

Use the list of balances and totals provided **ABOVE (REFER TO THE TRIAL BALANCE IN QUESTION 6)** and draw up the Balance sheet of Agherdien Traders for the year ended February 2017.

THE END

QUESTION 7: INCOME STATEMENT [25 MARKS]

INCOME STATEMENT OF _____ FOR THE YEAR ENDED _____

LESS:	()
GROSS PROFIT	
PLUS:	
LESS:	()
NET PROFIT FOR THE YEAR	

QUESTION 8: BALANCE SHEET [35 MARKS]

BALANCE SHEET OF _____ FOR YEAR ENDED _____

<u>ASSETS</u>	NOTES	
NON- CURRENT ASSETS		
	1	
CURRENT ASSETS		
	2	
TOTAL ASSETS		
EQUITY AND LIABILITIES		
	3	
Current liabilities		
Bank overdraft		0
TOTAL EQUITY AND LIABILITIES		

<u>NOTES TO THE BALANCE SHEET</u>		
1. FIXED ASSETS		
2. CASH AND CASH EQUIVALENTS		
3. OWNER'S EQUITY		
Balance on the last day of the previous year		0
		()
Balance on the last day of the current year		