



GAUTENG PROVINCE
EDUCATION
REPUBLIC OF SOUTH AFRICA

**GAUTENG DEPARTMENT OF EDUCATION
PROVINCIAL EXAMINATION
JUNE 2019
GRADE 11**

**ACCOUNTING
MARKING GUIDELINES**

8 pages

QUESTION 1**QUESTION 1.1**

Multiple choice	
1.1.1	C✓
1.1.2	A✓
1.1.3	C✓
1.1.4	D✓
1.1.5	D✓

5

QUESTION 1.2

A	Vehicles✓	(1)
B	See E $109\,500 \checkmark - 52\,500 \boxtimes = 57\,000$ $57\,000 \times 100/15 \checkmark = 380\,000 \boxtimes$	(4)
C	Salary: Landman ✓	(1)
D	$858\,000 \checkmark - 839\,000 \checkmark - 12\,000 \checkmark = 7\,000$	(3)
E	$350\,000 \times 15/100 = 52\,500 \checkmark \checkmark$	(2)
F	$\frac{3}{4} \checkmark \times 514\,000 \checkmark = 385\,500$	(2)
G	$351\,000 - 27\,000 = 324\,000 \checkmark \checkmark$ OR $27\,000 \times 12$	(2)
H	Bonus: Nkosi✓	(1)
I	Current Account: Nkosi✓	(1)
J	Profit and loss✓	(1)
K	See G $7/4 \checkmark \times 514\,000 \checkmark = 899\,500 + 324\,000 \boxtimes + 420\,000 \checkmark + 27\,000 \boxtimes + 109\,500 \checkmark = 1\,780\,000 \boxtimes$	(7)

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TOTAL
30

QUESTION 2**QUESTION 2.1**

2.1.1	C✓	
2.1.2	E✓	
2.1.3	F✓	
2.1.4	G✓	
2.1.5	A✓	5

QUESTION 2.2**INCOME STATEMENT FOR YEAR ENDED**

Sales (9 690 000 - 140 000✓)	2	✓9 550 000	
Cost of sales		(6 800 000)	
Gross profit		2 750 000	
Other operating income		219 950	
Rent income (143 750 + (110/100 * 12 500) (143 750 + 13 750✓)	2	✓157 500	
Commission income		48 250	
Bad Debts recovered (4 300 + 2 800✓)	2	✓7 100	
Discount Received		7 100	
Gross operating income		2 969 950	
Operating expenses	1	☑ (1 599 675)	
Stationery	1	✓62 700	
Bank charges (96 400 + 4 100✓)	2	✓100 500	
Advertising (45 000 – 13 500✓)	2	✓31 500	
Bad Debts (16 000 + 6 000✓)	2	✓22 000	
Sundry Expenses Balancing amount	2	☑☑35 000	
Discount allowed (4 500 – 300✓)	2	✓4 200	
Salaries and wages (960 000 + 5 000✓)	2	✓965 000	
Pension contribution (80 000 + 700✓)	2	☑80 700	
Medical aid contributions		53 400	
Consumables (32 100 – 2 200✓ – 3 400✓)	3	☑26 500	
Municipal charges		70 000	
Telephone		92 000	
Depreciation		45 000	
Loss due to fire (2 200✓ + (25/100✓ x 24 500✓)	4	☑8 325	
Trading stock deficit	1	✓2 400	
Provision for bad debts adjustment	1	✓450	
Operating profit		1 370 275	
Interest income		8 750	
Profit before interest expense		1 379 025	
Interest Expense (66 000✓✓ + 1 570✓)	4	☑ (67 570)	
Net profit for the year		1 311 455	35

TOTAL

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QUESTION 3**QUESTION 3.1**

3.1.1	Trade and other receivables ✓
3.1.2	Inventories ✓
3.1.3	Cash and cash equivalents ✓
3.1.4	Trade and other payables ✓
3.1.5	Current account ✓

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QUESTION 3.2

3.2.1 TRADE AND OTHER RECEIVABLES	
Net trade debtors	✓73 800
Trade debtors	✓75 000
Provision for bad debts	✓ (1 200)
Accrued Income	✓10 490
Prepaid expenses	✓2 100
	☑86 390

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3.2.2 CURRENT ACCOUNTS	GOLD	BROWN
Profit per Income Statement	✓237 200	✓162 800
Partners' salaries	✓132 000	✓108 000
Partners' bonuses	✓12 000	
Interest on capital	✓50 000	See below ✓26 000
Primary distribution of profits	✓194 000	✓134 000
Final distribution of profits	✓43 200	✓28 800
Drawings during the year	✓✓(12 000)	12 000 + 4 600 ✓(14 600)
Retained income for the year	✓225 200	✓148 200
Retained income at beginning of year	✓33 600	✓(15 400)
Retained income at end of year	✓258 200	✓132 800

20 + 4

CALCULATION: INTEREST ON CAPITAL

GOLD	BROWN
500 000 x 10/100 = 50 000	300 000✓ – 80 000✓ = 220 000 220 000 x 10/100 x 6/12 = 11 000 ✓ 300 000 x 10/100 x 6/12 = 15 000 ✓ 11 000 + 15 000 = 26 000

3.2.3 TRADE AND OTHER PAYABLES	
Trade creditors	✓65 000
Accrued Expenses	✓3 100
Income received in advance	✓8 250
Creditors for salaries	✓45 000
SARS: PAYE	✓22 500
	✓143 850

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BALANCE SHEET / STATEMENT OF FINANCIAL POSITION ON

ASSETS	Note	
Non-current assets		
<i>#missing figure</i>	1	<input checked="" type="checkbox"/> 1 530 000
Fixed/Tangible assets	2	<input checked="" type="checkbox"/> <input checked="" type="checkbox"/> 1 380 000
Financial assets:		
Fixed deposit (225 000 ✓ – 75 000 ✓)	3	<input checked="" type="checkbox"/> 150 000
Current assets	1	<input checked="" type="checkbox"/> 312 560
Inventory (146 900 ✓ – 4 600 ✓ + 3 870 ✓)	4	<input checked="" type="checkbox"/> 146 170
Trade and other receivables	1	<input checked="" type="checkbox"/> 86 390
Cash and cash equivalents (3 500 ✓ + 1 500 ✓ + 75 000 ✓)	4	<input checked="" type="checkbox"/> 80 000
Total assets	1	<input checked="" type="checkbox"/> 1 842 560
EQUITY AND LIABILITIES		
Capital and reserves / Owners' equity	1	<input checked="" type="checkbox"/> 1 191 000
Capitals (500 000 ✓ + 300 000 ✓)	3	<input checked="" type="checkbox"/> 800 000
Current accounts (258 200 <input checked="" type="checkbox"/> + 132 800 <input checked="" type="checkbox"/>)	2	391 000
Non-current liabilities		420 000
Loan (480 000 ✓ – 60 000 ✓)	3	<input checked="" type="checkbox"/> 420 000
Current liabilities	1	<input checked="" type="checkbox"/> 231 560
Trade and other payables	1	<input checked="" type="checkbox"/> 143 850
Short term loan	1	<input checked="" type="checkbox"/> 60 000
Bank overdraft	1	<input checked="" type="checkbox"/> 27 710
Total equity and liabilities	1	<input checked="" type="checkbox"/> 1 842 560

3.3 Calculate the % return on **GOLD's** equity

See 3.2.2

or $132\,000 + 12\,000 + 50\,000$ See 3.2.2

$$= \frac{194\,000 \checkmark + 43\,200 \checkmark}{\frac{(500\,000 \checkmark + 500\,000 \checkmark + 33\,600 \checkmark + 258\,200 \checkmark)}{2 \checkmark}} \times 100$$

$$= \frac{237\,200}{1\,291\,800} \times 100$$

See 3.2.2

$$= 18,36\% \checkmark$$

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TOTAL

80