



**LIMPOPO**  
PROVINCIAL GOVERNMENT  
REPUBLIC OF SOUTH AFRICA

DEPARTMENT OF  
**EDUCATION**

**CAPRICORN SOUTH DISTRICT**

**NATIONAL SENIOR  
CERTIFICATE**

GRADE 11

QUESTION PAPER

ACCOUNTING

*Stanmorephysics.com*  
TERM 3 SBA TASK 5

**DATE OF ADMINISTRATION: 15 August 2024**

**DURATION: 1 HOUR**

**MARKS : 50**

**This question paper consists of 06 pages including this cover page**

**INSTRUCTION AND INFORMATION.**

Read the following instruction carefully and follow them precisely.

1. Answer **ALL** the question.
2. A special **ANSWER BOOK** is provided in which to answer **ALL** the question.
3. Workings (calculations) must be shown in order to earn/achieve part-marks.
4. Non programmable calculators may be used.
5. You may use blue/black ink.
6. **The task must be administered in class under controlled condition, this is not a take –home task.**
7. Use the information given in the table below as a guide when answering the question **paper**. Try **NOT** to deviate from it.

QUESTION	TOPIC	MARKS
1.	Budgeting	30
2.	Inventory	20
	<b>Total Marks</b>	<b>50</b>

**QUESTION 1: BUDGETING****(30 marks;35 minutes)**

You are provided with an incomplete Cash Budget of Legodi Traders for the period 1 October to 30 November 2023 prepared by inexperienced bookkeeper. The business owned by P. Maleka.

**REQUIRED**

- 1.1 Identify TWO items entered incorrectly by the inexperienced bookkeeper in the Cash Budget. **Refer to information G** (2)
- 1.2 The Owner P. Maleka is unsure of the amount to be paid to the Creditors for goods purchased. Complete the Creditors Payment Schedule for October and November 2023. (10)
- 1.3 Calculate the missing figures **A to H** (14)
- 1.4 The rent agreement makes provision for annual increase at a fixed percentage on 1 November. Calculate the percentage increase. (2)
- 1.5 The business spends money on staff training. What can the business do to ensure that trained personnel remain in the employ of the business. Give **ONE** point. (2)

**INFORMATION:****A. Sales and purchases of stock.**

Total sales

	<b>Actual</b>	<b>Budgeted</b>
August	180 000	
September	198 000	
October		216 000
November		252 000

- 60% of the total sales are for cash.
- The mark-up is 50% on cost.
- The business maintains a fixed-base stock by replacing stock on a monthly basis.
- 40% of all purchases are on credit.

**B. Creditors payment.**

It is expected that the creditors will be paid as follows:

- 50% in the month after purchase to take advantage of 5% discount.
- 30% in the second month after purchase.
- 20% in the third month after purchase.

**C. Salaries and wages.**

The business has five sales assistants. One sales assistant will be resigning at the end of October 2023. The remaining assistants will receive a 4.5% increase on 1 November 2023.

**D. Insurance**

The insurance premium is paid at the end of each month and it will increase by 10% on 1 November 2023

**E. Loan**

Loan from Standard Bank: Balance on 1 October 2023 R120 000. Part of the loan will be repaid on 31 October 2023.

**F. Delivery vehicle**

The business owns one delivery vehicle. The decision has been taken to trade- in this vehicle for a new one on 1 October 2023

Cost price of new vehicle	R72 000
Trade in value of old vehicle	R33 600
Proposed deposit (trade in and cash)	R42 000

The balance will be paid in four equal instalments every month, starting on 1 November 2023



## G. Extract from the Cash Budget for October and November 2023

	October R	November R
<b>RECEIPTS</b>		
Cash sales	66 000	<b>A</b>
Collection from debtors	99 120	111 060
Commission income	9 360	9 360
Rent income	9 600	10 080
<b>PAYMENTS</b>		
Cash purchase of stock	<b>B</b>	100 800
Payment to creditors	39 480	<b>C</b>
Salary: Manager	24 000	30 000
Salary: sales assistants	36 000	<b>D</b>
Insurance	<b>E</b>	3 960
Stationery	1 200	1 200
Telephone	1 800	1 800
Trading stock deficit	1 200	1 200
Staff training	3 600	3 600
Advertising	2 640	2 640
Depreciation	9 000	9 000
Delivery vehicle: Cash deposit	<b>F</b>	
Delivery vehicle: instalment		<b>G</b>
Loan repayment	24 000	
Interest on loan (11,5%)	1 150	<b>H</b>
Sundry expenses	3 600	3 600
Vehicle expenses	1 560	1 560

**QUESTION 2: PERIODIC INVENTORY SYSTEM. (20 marks;25 minutes)**

2.1 Explain ONE advantage and ONE disadvantage of using periodic inventory system (2)

2.2 **BLANTHILLS STORES**

The following information was taken from the books of Blanthills Stores. The business is owned by Blantina Hilton. The business uses the periodic inventory system. The business uses a mark-up of 25% on cost price.

**REQUIRED:**

**Calculate the following for the year ended 30 June 2024**

2.2.1 Cost of sale (9)

2.2.2 Gross Profit (6)

2.2.3 Stock turnover rate (3)

**INFORMATION**

A . Extract from Pre-Adjustment Trial Balance on 31 July 2023

Trading stock (1 August 2022)	481 000
Purchases	378 000
Sales	913 500
Debtors' allowance	93 700
Creditors' allowances	15 480
Carriages on purchases	2 792
Custom duties	5 400

**B Additional Information**

- Stock with a cost of R1 280 was donated to the local charity. This was not recorded.
- Received an invoice from Alex Carriers on 26 July 2023 for transport of goods to our business, R360.
- Goods, with a cost price of R800, were taken by the owner for personal use on 31 July 2023.
- Stock on hand at the end of the financial year, R160 920.