



GAUTENG PROVINCE
EDUCATION
REPUBLIC OF SOUTH AFRICA

**2021
ACCOUNTING
GRADE 10
CONTROL TEST ONE
DURATION: 1.5 HOURS**

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INSTRUCTIONS AND INFORMATION

1. You are provided with a question paper and answer sheet
2. This question paper comprises of TWO Compulsory questions.
3. Make use of the time allocation given.
4. Non-programmable calculators may be used.
5. A BLUE/BLACK PEN may be used

QUESTION	TOPIC	MARKS	TIME ALLOCATED
1	Concepts, Cash Journal and Ledger	78	70
2	GAAP and Internal Control	22	20
TOTAL		100	90 minutes

This question paper consists of 5 pages

QUESTION 1: CONCEPTS, JOURNALS AND POSTING **(78 marks; 70 Minutes)****1.1. CONCEPTS****REQUIRED:**

Indicate whether the following statements are TRUE or FALSE. Write only 'true' or 'false' next to the question number (1.1.1–1.1.5).

- 1.1.1 Trading stock, bank and debtors are examples of non-current assets. (1)
- 1.1.2 A bank overdraft is a facility that allows the business to use more money than they have in their current banking account. (1)
- 1.1.3 Non-current liabilities are payable within a period of one year. (1)
- 1.1.4 A creditor is a person or business that is owed money for goods or services they supplied on credit. (1)
- 1.1.5 Equipment such as a cash register and printers are used to generate income for the business. (1)

1.2 CASH JOURNALS**JADE CREATIONS**

The following information was taken from the books of Jade Creations for March 2021. Jade Creations uses a mark-up of 60% for all merchandise sold.

REQUIRED:

- 1.2.1 Complete the following Journals in the financial records of Jade Creations for March 2021:
 - Cash Receipts Journal (24)
 - Cash Payments Journal (43)
- 1.2.2 Post to the Bank Account in the General Ledger. Balance the account at the end of March 2021. (6)

Note: The opening balance is recorded in the answer book.

TRANSACTIONS FOR MARCH 2021

- 2 Paid Thato Suppliers for trading stock, R12 800 and stationery, R350 (EFT 190).
- 4 Cash sales for the week amounted to R6 520 (CRR 01).
- Received an EFT 05 from R Rose for the rent for March 2021, R5 300.
- 7 Invested R20 000 in a fixed deposit at UK Bank at an interest of 9% per annum, (EFT 191).
- 12 Transferred weekly wages to the account of Sheila, R2 500, and EFT 192.

- 14 The profit on goods sold for cash amounted to R2 550, the details of goods sold and amount of sales is obtainable from CRR 02.
- 15 A debtor, T Thomas, paid R600 via an EFT in settlement of his account of R650.
- 16 Received an EFT from XO Bank for R120 000, a loaned amount that was applied for in November 2020.
- 17 Bought a computer from Ben Traders for R6 420, electronic payment was made, EFT 193.
- 18 EFT 194 to Telkom in payment of February 2021 telephone account, R850.
- 20 Transferred weekly wages to the account of Sheila, EFT 195. The amount included a 10% increase on her normal wages effective from 13 March 2021.
- 20 Transferred R800 to creditor M Lerato via an EFT 196, a discount of R60 was received on this transaction.
- 21 Purchased office stationery from Thato suppliers for R450 and paid using a debit card.
- 22 Bought trading stock from KIT Suppliers at the cost of R9 800, 6% trade discount was allowed and funds were transferred electronically, EFT 197.
- 23 EFT 198 to Eskom in payment of the following:
 - Electricity (business), R1 680
 - Electricity (owner), R840
- 23 Bank statement received from KZN Bank reflected the following:
 - Service fees, R175
 - Cash handling fees, R95
 - Interest on the favourable bank balance, R260
- 25 Received the first payment on interest on Fixed deposit via EFT from khanyisa Bank, the amount of R80 000 was invested six months ago at the rate of 9.5% per annum.
- 26 Purchased new delivery vehicle from new motors for R240 000; paid 25% of cost price, EFT 199, the remaining balance will be paid in 24 equal monthly instalments.
- 28 Made a monthly payment on the instalment of the loan, R7 500, the payment included R500 interest on loan, EFT 200.

QUESTION 2 : CONCEPTS, AND INTERNAL CONTROL (22 marks; 20 minutes)

2.1. GAAP CONCEPTS

REQUIRED:

Match the concept in **COLUMN A** with the relevant statement in **COLUMN B**. Write the letter next to the number in the **ANSWER BOOK** provided, e.g. (1.1.1 B)

COLUMN A		COLUMN B	
1.1.1	Business entity	A	Interest charged by the bank is recorded separately from the bank charges in the books of the business.
1.1.2	Historical cost	B	When a debtor settles his/her account any discount allowed should also be recorded in the same year.
1.1.3	Materiality	C	The business has received an order from a customer who will pay next month when he collects the goods, sales will amount to R5 500, but the business will keep the trading stock at the cost price of R4 000.
1.1.4	Matching	D	The financial records reflect R500 000 that was paid for Land and buildings, the market value is R2 500 000.
1.1.5	Prudence	E	Sakhisizwe Bank transferred R200 000, to the personal account of the owner, the amount is from the personal Fixed deposit /investment that has matured.

2.2 INTERNAL CONTROL

BEKEZELA TRADERS

The information provided below is extracted from the records of Bekezela Traders. The business applies a mark-up of 100%.

REQUIRED

Analyse the Trading Stock Account provided below and respond to the following questions:

- 2.2.1 Comment on the stock balances and provide figures to support your answer. (3)
- 2.2.2 Provide two reasons for the high closing balance reflected in the Trading stock account (4)
- 2.2.3 Provide two disadvantages of keeping the high volume of stock (4)
- 2.2.4 What is the disadvantage of keeping low stock, explain in **ONE** point. (2)
- 2.2.5 Bekezela suspects that the stock of winter jerseys that were imported from Italy is reducing. How can the stock be protected from theft, provide two points. (4)



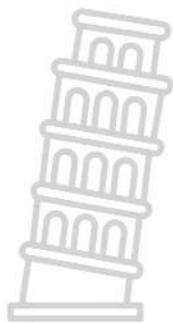
GENERAL LEDGER OF BEKEZELA TRADERS FOR MARCH 2021

DR				TRADING STOCK ACCOUNT				B1	CR
2021				2021					
Mar	1	Balance	b/d	44 000	Mar	31	Cost of sales	CRJ	70 000
	31	Bank	CPJ	85 000			Balance	c/d	59 000
				129 000					129 000
2021									
April	1	Balance	b/d	<input checked="" type="checkbox"/> 59 000					

22



TOTAL MARKS: 100



ACCOUNTING GRADE 10

CONTROL TEST

ANSWER BOOK

07 APRIL 2021

NAME OF LEARNER :

NAME OF SCHOOL :



QUESTION	TOPIC	MARKS	MARKS OBTAINED	MODERATED MARK
1	Concepts, Cash Journal and Ledger	78		
2	GAAP and Internal Control	22		
TOTAL		100		

This answer book consists of 7 pages

QUESTION ONE : CONCEPTS ,JOURNALS AND POSTING

1.1 CONCEPTS

1.1.1	
1.1.2	
1.1.3	
1.1.4	
1.1.5	

5



1.2 CASH JOURNALS



24

43

1.3

GENERAL LEDGER OF JADE CREATIONS FOR MARCH 2021

Dr	Bank Account				B1	Cr
2021						
Mar	1	Balance	b/d	59 000		



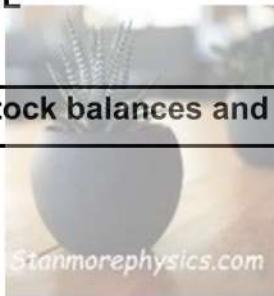
QUESTION TWO: CONCEPTS AND INTERNAL CONTROL

2.1 GAAP CONCEPTS

2.1.1	
2.1.2	
2.1.3	
2.1.4	
2.1.5	

5

2.2 INTERNAL CONTROL



2.2.1 Comment on the stock balances and provide figures to support your answer.

3

2.2.2 Provide **TWO reasons for the high closing balance reflected in the Trading stock account**

4

2.2.3 Provide **TWO** disadvantages of keeping the high volume of stock



4

2.2.4 What is the disadvantage of keeping low stock, explain in **ONE** point.



2

2.2.5 Bekezela suspects that the stock of winter jerseys that were imported from Italy is reducing. How can the stock be protected from theft, provide **TWO** points.

4

Total Marks
22





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ACCOUNTING GRADE 10



CONTROL TEST ONE

MARKING GUIDELINES

07 APRIL 2021

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These marking guidelines consists of 7 pages.

QUESTION ONE : CONCEPTS ,JOURNALS AND POSTING

1.1 CONCEPTS

1.1.1	False	✓
1.1.2	True	✓
1.1.3	False	✓
1.1.4	True	✓
1.1.5	True	✓

5



1.2 CASH JOURNALS

CASH RECEIPTS JOURNAL OF JADE CREATIONS FOR MARCH 2021

Doc	Day	Details	F	Analysi s of receipts	Bank	Sales	Cost of sales	Debtors control	Discount allowed	Sundry accounts			
										Amount	F	Details	
CRR 01	4	Sales		6 520		✓6 520	✓✓4 075						
EFT 05		R Rose		5 300	✓11 820					✓5 300		Rent income✓	
CRR 02	14	Sales		6 800	✓6 800	✓✓6 800	✓✓4 250						
BS or Rec	15	T Thomas		600	✓600			✓650	✓50				
BS	16	XO Bank		120 000	✓120 000					120 000		Loan: XO Bank✓	
BS	23	KZN Bank		260	✓ 260					260		Interest on current account✓	
BS	25	UK Bank		3 800	✓✓3 800					3 800		Interest on fixed deposit✓	
✓ a mark for 5 doc numbers	Stanmorephysics.com			one mark = 4 totals two marks = 6 totals	✓✓	143 280	13 320	8 325	650	50	129 360		

24

CASH PAYMENT JOURNAL OF JADE CREATIONS FOR MARCH 2021											
Doc	Day	Payee	F	Bank	Trading Stock	Wages	Creditors control	Discount received	Sundry accounts		
									Amount	F	Details
EFT 190	2	Thato Suppliers		✓13 150	✓12 800				✓350		Stationery✓
EFT 191	7	UK Bank		✓20 000					20 000		Fixed Deposit: UK Bank✓
EFT 192	12	Sheila		✓2 500		✓2 500					
EFT 193	17	Ben Traders		✓6 420					6 420		Equipment✓
EFT 194	18	Telkom		✓850					850		Telephone✓
EFT 195	20	Shiela		✓2 750		✓✓2750					
EFT 196	20	M Lerato		✓800			✓860	✓60			
BS	21	Thato Suppliers		✓450					450		Stationery✓
EFT 197	22	KIT Suppliers		✓9 212	✓✓9 212						
EFT 198	23	Eskom		✓2 520					✓1680		Electricity✓
									✓840		Drawings✓
BS		KZN Bank		✓✓270					270		Bank charges✓
EFT 199	26	New Motors		✓60 000					✓✓60 000		Vehicle✓
EFT 200	28	XO Bank		✓7 500					✓7 000		Loan: XO Bank✓
✓ a mark for 8 doc numbers									✓500		Interest on loan✓
		one mark = 4 totals two marks = 6 totals	✓✓	126 422	22 012	5 250	8 60	60	98 360		

1.3

GENERAL LEDGER OF JADE CREATIONS FOR MARCH 2021

Dr			Bank Account				B1		Cr		
2021	Mar	1	Balance	b/d	59 000	2021	Mar	31	*Total Payments ✓	CPJ	<input checked="" type="checkbox"/> 126 422
		31	*Total Receipts ✓	CRJ	<input checked="" type="checkbox"/> 143 280				Balance	c/d	<input checked="" type="checkbox"/> 75 858
					202 280						202 280
2021	April	1	Balance	b/d	<input checked="" type="checkbox"/> 75 858						
*Accept Sundry Accounts											6

Total Marks
78



QUESTION TWO: CONCEPTS AND INTERNAL CONTROL

2.1 GAAP CONCEPTS

2.1.1	E	✓
2.1.2	D	✓
2.1.3	A	✓
2.1.4	B	✓
2.1.5	C	✓

5

2.2 INTERNAL CONTROL

Comment ✓

Trend and figures ✓✓

- The stock is selling slowly, balance has increased from R44 000 to R59 000 or by R15 000.

3

2.2.2 Provide **TWO** reasons for the high closing balance reflected in the Trading stock account

Any two valid answers ✓✓ ✓✓ One mark for partially correct answer

- The stock is moving slowly, the mark-up is high at 100%.
- The business might have ordered goods that are not demanded by consumers /incorrect orders.
- Poor marketing or advertising strategies.
- Any acceptable answer

4

2.2.3 Provide **TWO** disadvantages of keeping the high volume of stock

Any two valid answers ✓✓ One mark for partially correct answer

- High risk of theft /stock could get damaged
- Stock will be obsolete /stock will be sold at a reduced price
- The cash or working capital of the business will be tied up in stock

4

2.2.4 What is the disadvantage of keeping low stock, explain in **ONE** point.

Any one valid answer ✓✓ One mark for partially correct answer

- You are at the risk of running out of stock/you might lose customers
- Poor image of the business will be created /indicate poor planning

2

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2.2.5 Bekezela suspects that the stock of winter jerseys that were imported from Italy is reducing. How can the stock be protected from theft, provide **TWO** points.

Any two valid answers ✓✓ One mark for partially correct answer

- The storeroom must be locked at all times, the owner/manager must keep the keys.
- Install cameras / improve security by in installing cameras/
- A storeroom manager must be employed/allocate this responsibility to one of the trusted employees
- Expensive items should be kept in a locked cabinet
- Regular stock-count
- Conduct background checks before hiring employees/warehouse staff.
- A register must be kept for the movement of stock (stock received and stock issued).
- Any acceptable answer

4

Total Marks

22