



JOHANNESBURG EAST DISTRICT

ACCOUNTING

GRADE 10



MARCH 2024

MARKS: 100

TIME: 1 ½ hour



This question paper consists of 6 pages.

INSTRUCTIONS AND INFORMATION

Read the following instructions carefully and follow them precisely.

1. Answer ALL questions.
2. A special ANSWER BOOK is provided in which to answer ALL questions.
3. Show ALL working to earn part-marks.
4. You may use a non-programmable calculator.
5. You may use a dark pencil or blue/black ink to answer the questions.
6. Write neatly and legibly
7. Use the information in the table below as a guide when answering the question paper. Try NOT to deviate from it

QUESTION	TOPIC	MARKS	MINUTES
1	Concepts and transaction analysis	31	28 Min
2	Cash journals and Ledger accounts	53	48 Min
3	GAAP, ethics and internal control	16	14 Min
TOTAL		100	90 Min

QUESTION 1: CONCEPT AND TRANSACTION ANALYSIS

(31 marks; 28 minutes)

CONCEPTS

1.1.

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 An example of a non-current asset is trading stock. (1)
- 1.1.2 A Trial Balance is a list of the balances of the different General Ledger accounts. (1)
- 1.1.3 Credit card and debit card payments are handled as credit transactions. (1)
- 1.1.4 A debtor is a person who buys on credit from the business. (1)
- 1.1.5 Ethics can be described as ideas and beliefs what is morally right or wrong. (1)

1.2 TRANSACTION ANALYSIS

REQUIRED:

Analyse the following transactions according to the example provided in your ANSWER BOOK.

NOTE: Assume that the bank has a favourable balance at all times, unless indicated otherwise.

TRANSACTIONS

E.g Paid wages by EFT R4 000

- A. Cash sales according to CRR, R4 500 (cost price R3 000)
- B. Purchased laptops from BM Suppliers R12 000, Paid via EFT 201
- C. Paid the rent for the month to S. Black. Last month rent was R11 600. Rent increased by 7,5% at the beginning of this month.
- D. Paid water and electricity for the month, R790, EFT 202
- E. Received a loan from Perm Bank at 6% per annum, interest payable at the end of the month will be R125

QUESTION 2: CASH JOURNALS AND LEDGER ACCOUNTS

(53 MARKS; 48 MINUTES)

AGNES CREATIONS

The following information was taken from the books of Agnes Creations for March 2024. Agnes Creations uses a mark-up of 60% for all merchandise sold.

REQUIRED:

2.1 Complete the following Journals in the financial records of Agnes Creations for March 2024:

- Cash Receipt Journal (20)
- Cash Payment Journal (27)

2.2 Post to the Bank Account in the General Ledger. Balance the account at the end of March 2024. (6)

TRANSACTIONS FOR MARCH 2024

01. Cash sales for the week amounted to R7 800 (CRR 01).
Received an EFT 190 from T Jollof for the rent for March 2024, R3 300
02. Paid T Suppliers for trading stock, R12 800 and stationery, R350 (EFT 71)
03. A debtor, T Thomas, paid R600 via an EFT in settlement of his account of R650.
10. Transferred weekly wages to the account of Peter, R2 500, and EFT 72
11. Invested R20 000 in a fixed deposit at US Bank at an interest of 9% per annum, (EFT 73)
12. 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 Bought a computer from Ben Traders for R9 700, electronic payment was made, EFT 74
- 16 Transferred weekly wages to the account of Peter, EFT 75, the amount included a 10% increase on his normal wages.
- 20 Received an EFT from OX Bank for R120 000 for loan
- 21 Bought trading stock from KIT Suppliers at the cost of R9 800, 6% trade discount was allowed and funds were transferred electronically, EFT 76

- 23 Transferred R1 000 to creditor M Nkuna via an EFT 77, a discount of R120 was received on this transaction
Issued EFT 78 issued to Eskom in payment of the following: Electricity (business), R2 000, Electricity (owner), R1 120
- 24 Received the first payment on interest on Fixed deposit via EFT from Lwandle Bank, the amount of R80 000 was invested six months ago at the rate of 9.5% per annum
- 29 Made a monthly payment on the instalment of the loan, R7 500, the payment included R500 interest on loan

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QUESTION 3: GAAP, INTERNAL CONTROL AND ETHICS**(16 marks; 10 minutes)**

The following information was extracted from the books of Mahlangu Watches. Read the following scenario and answer the questions that follow.

Scenario: Mahlangu Watches

Paul Mahlangu is the owner of Mahlangu Watches. The business buys cheap watches locally and expensive watches from Switzerland. Watches are kept in display cabinets in the shop and additional watches are kept in the storeroom. Paul appointed two sales ladies, Martha and Leola, each lady has their own set of keys for the display cabinets and storeroom. Paul discovered that during January 2022, four expensive watches valued at R8 000 were missing. After investigation, it was discovered that Martha took the four watches, she said she had a cash flow problem and sold it to customers at a discount amount and took the cash.

Land and buildings are recorded at R560 000 in the books of Mahlangu Watches. The premise was revalued on 31 January 2022 for R940 000. Paul requested the bookkeeper to change the amount of Land and buildings in the books of the business to R940 000.

Paul bought an expensive watch for his wife from Switzerland at R10 000. He requested the bookkeeper to record the amount as trading stock purchased for R10 000 in the books of the business.

REQUIRED:**3.1. Land and Buildings**

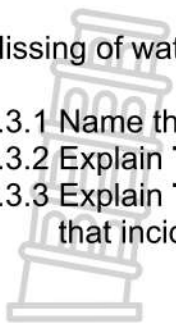
3.1.1 Indicate the amount that the bookkeeper must record Land and Buildings in the business. (1)

3.1.2 Name the applicable GAAP principle that the bookkeeper must apply regarding Land and buildings and explain **ONE** reason for your answer. (3)

3.2 Name the applicable GAAP principle that the bookkeeper must apply regarding the purchasing of an expensive watch for Paul's wife. Explain **ONE** reason for your answer. (3)

3.3 Missing of watches

- 3.3.1 Name the type of offence that Martha committed. (1)
- 3.3.2 Explain **TWO** disciplinary procedures that Paul must follow against Martha. (4)
- 3.3.3 Explain **TWO** internal control measures over stock that Paul can implement that incidents like this nature do not happen in future. (4)



Total marks

16

TOTAL MARKS: 100





ACCOUNTING GRADE 10

CONTROL TEST

ANSWER BOOK

MARCH 2024

NAME OF LEARNER :

NAME OF SCHOOL :



QUESTION	TOPIC	MARKS	MARKS OBTAINED	MODERATED MARK
1	Concepts and transaction analysis	31		
2	Cash Journal and Ledger	53		
3	GAAP, ethics and internal control	16		
TOTAL		100		

This answer book consists of 7 pages

QUESTION ONE

1.1 CONCEPTS

1.1.1	
1.1.2	
1.1.3	
1.1.4	
1.1.5	

5

1.2 TRANSACTION ANALYSIS

1.2 ANALYSIS OF TRANSACTIONS					
	GENERAL LEDGER		EQUATION		
	Account DR	Account CR	A	OE	L
e.g.	Wages	Bank	- 4000	- 4000	0
A					
B					
C					
D			-	-	
E					

31

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2.1. CASH JOURNALS

[illegible]

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53

27

2.2

GENERAL LEDGER OF AGNES CREATIONS FOR MARCH 2024

Dr					Bank Account					B1	Cr
2024 Mar	1	Balance	b/d	59 000	2024 Mar	31	TP	CPJ		68 822	
	31	TR	CRJ	155 225			Balance	c/d		145 403	
				214 225						214 225	
Apr	01	Balance	b/d	145 403							
										6	

Total Marks	
53	

QUESTION 3: GAAP, ETHICS AND INTERNAL CONTROL



The GAAP principle that an expensive watch

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3.3.1	Name the type of offence Martha did?	(1)
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3.3.2	Explain TWO disciplinary procedures that Paul must follow against Martha.	(4)
		5

3.3.3	Explain TWO internal control measures over stock that Paul can implement that incidents like this nature do not happen in future.	(4)
		4

16 Marks



ACCOUNTING GRADE 10

CONTROL TEST

MARKING GUIDELINES

MARCH 2024

NAME OF LEARNER :

NAME OF SCHOOL :



QUESTION	TOPIC	MARKS	MARKS OBTAINED	MODERATED MARK
1	Concepts and transaction analysis	31		
2	Cash Journal and Ledger	53		
3	GAAP, ethics and internal control	16		
TOTAL		100		

This marking guidelines consists of 7 pages

QUESTION ONE: CONCEPTS AND TRANSACTION ANALYSIS

1.1 CONCEPTS

1.1.1	FALSE✓
1.1.2	TRUE✓
1.1.3	FALSE✓
1.1.4	TRUE✓
1.1.5	TRUE✓

5

5

1.2 TRANSACTION ANALYSIS

1.2 ANALYSIS OF TRANSACTIONS					
	GENERAL LEDGER		EQUATION		
	Account DR	Account CR	A	OE	L
e.g.	Wages	Bank	- 4000	- 4000	0
A	Bank	Sales ✓	+ 4 500 ✓	+ 4 500✓	
	Cost of sales ✓	Trading stock ✓	- 3 000 ✓	- 3 000 ✓	
B	Equipment ✓	Bank ✓	+ -12 000✓✓		
C	Rent expense ✓	Bank	-12 040✓✓	-12 040✓✓	
D	Water and Electricity ✓	Bank ✓	-790 ✓	-790✓	
E	Bank ✓	Loan: Perm Bank ✓	+25 000✓✓		+25 000✓✓

31

26

2.1. CASH JOURNALS

CASH RECEIPTS JOURNAL OF AGNES CREATIONS FOR MARCH 2024												
Doc	Day	Details	Fol	Analysis of receipts	Bank	Sales	Cost of sales	Debtors control	Discount allowed	Sundry accounts		
										Amount	Fol	Details
CRR01	01	Sales	N1	7 800	7 800✓	7 800✓	4 875✓✓					
EFT 190		T Jollof	N3		3 300✓					3 300✓	N3	Rent income✓
B/S	03	T Thomas	B4		600✓			650✓	50✓			
CRR02	12	Sales	N1	6 800	6 800✓	6 800✓	4 250✓✓					
EFT	20	OX Bank	B7		120 000✓					120 000✓	B7	Loan: OX Bank ✓
B/S	24	Lwandle Bank	N6		7 600✓					7 600✓	N6	Interest on fixed deposit ✓
				155 225	155 225	14 600	9 125	600		130 900		

CASH PAYMENTS JOURNAL OF AGNES CREATIONS FOR MARCH 2024											
Doc	Day	Name of Payee	Fol	Bank	Trading stock	Wages	Creditors control	Discount received	Sundry accounts		
									Amount	Fol	Details
71	02	T Suppliers	B3	13 150✓	12 800✓				350	✓	Stationery
72	10	Peter	N4	2 500✓		2 500✓					
73	11	US Bank	B5	20 000					20 000	✓	Fixed Deposit: US Bank
74	15	Ben	B6	9 700					9 700✓	B6	Equipment✓
75	16	Peter	N4	2 750✓		2 750✓					
76	21	Kit	B3	9 212✓	9 212 ✓						
77	23	Nkuna	B8	1 000✓			1 120✓	120✓			
78		Eskom	N5	3 120✓					2 000✓	N5	Water and electricity ✓
									1 120 ✓	B2	Drawings ✓
B/S	29	OX Bank	B7	7 500✓					7 000✓	B7	Loan: Ox Bank ✓
									500✓	N7	Interest on loan✓
				68 822	22 012	5 250	1 120	120	40 320		

2.2

GENERAL LEDGER OF AGNES CREATIONS FOR MARCH 2024

Dr		Bank Account					B1		Cr
2024 Mar	1	Balance	b/d	59 000	2024 Mar	31	Total Payments	CPJ	68 822 ✓
	31	Total Receipts ✓	CRJ	155 225 ✓			Balance	c/d	145 403 ✓
				214 225					214 225
2024 Apr		Balance	b/d	145 403 ✓					
									6

Total Marks
53

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QUESTION 3: GAAP, ETHICS AND INTERNAL CONTROL

3.1.1	Indicate the amount that the bookkeeper must record Land and Buildings in the business. (1)
	R560 000 ✓
3.1.2	Name the applicable GAAP principle that the bookkeeper must apply regarding Land and buildings and explain ONE reason for your answer. (3)
<p>GAAP principle: Historical cost principle ✓</p> <p>Reason: Assets must be recorded in the books at cost/original price. ✓ ✓</p>	

4



3.2	Name the applicable GAAP principle that the bookkeeper must apply regarding the purchasing of an expensive watch for Paul's wife. Explain ONE reason for your answer. (3)
<p>GAAP principle: Business entity ✓</p> <p>Reason: The private affairs of the owner must be kept separately than that of the business; or ✓ ✓ Private transactions of the owner must be recorded as Drawings and not trading stock</p>	

3

3.3.1 Name the type of offence Martha did?	(1)
Theft ✓	
3.3.2 Explain TWO disciplinary procedures that Paul must follow against Martha.	(4)
<p>Any 2 x 2 = 4</p> <ul style="list-style-type: none"> • Martha must be called in for a disciplinary hearing ✓ ✓ • Martha must pay back the money ✓ ✓ • The owner must open a case at the police against Martha • Any acceptable answer <p>Note: do not give marks for fire Martha</p>	
	5



3.3.3 Explain TWO internal control measures over stock that Paul can implement that incidents like this nature do not happen in future.	(4)
<p>Any 2 x 2 = 4</p> <ul style="list-style-type: none"> • The owner must keep the keys to the storeroom. ✓ ✓ • Only on sales lady must take responsibility for expensive watches and must keep the keys to display cabinets. ✓ ✓ • A register must be kept for stock purchases and stock issued to the selling shop. • Any acceptable answer 	
	4

16 Marks
