



ECONOMIC AND MANGEMENT SCIENCES

GRADE 8 – 2025

TERM 2 – MID-YEAR CONTROLLED TEST PRACTICE

PAPER 1: FINANCIAL LITERACY

MARKS: 50

TIME: 60 MINUTES

QUESTION PAPER

INSTRUCTIONS AND INFORMATION

This question paper consists of Section A and B based on the prescribed content framework in the CAPS amendment document and the RATP.

SECTION A: ACCOUNTING CONCEPTS

QUESTION 1 Multiple choice (12)

[12]

SECTION B: ALL TOPICS

QUESTION 2 Source documents (8)

QUESTION 3 Accounting Cycle (5)

QUESTION 4 Accounting Equation (6)

QUESTION 5 Cash Receipt Journal (19)

[38]

1. All questions are compulsory.
2. Answer all questions in the ANSWER BOOK provided.
3. Write neatly and legibly.

SECTION A: ALL TOPICS

QUESTION 1

1.1 MULTIPLE-CHOICE QUESTIONS

Various options are provided as possible answers to the following questions. Choose the answer and write only the letter (A – D) next to the question number (1.1.1. – 1.1.6) in the ANSWER BOOK provided.

1.1.1 Money paid out for the daily running of the business is known as... (2)

- A. Assets
- B. Expenses
- C. Income
- D. Profit

1.1.2 Land and buildings, vehicles and equipment are examples of... (2)

- A. Trading inventory
- B. Fixed Assets
- C. Current assets
- D. Investments

1.1.3 Money that the owner invests in a business is known as... (2)

- A. Capital
- B. Income
- C. Transactions
- D. Profit

1.1.4 The left-hand side of a T-account in the General Ledger is known as the -side. (2)

- A. Balance
- B. Credit
- C. debit
- D. Analysis of receipts

1.1.5 Which of the following businesses will most likely operate as a sole trader? (2)

- A. Coetzee and Partners Legal Advisors
- B. Helena's Hair Salon.
- C. President Hyper
- D. Ocean Basket Restaurant

1.1.6 This section of the General Ledger consists of all the income and expense accounts. (2)



- A. Nominal Account Section
- B. Balance Sheet Section
- C. Trial Balance
- D. Owner's Equity Section

[12]

SECTION B – ALL TOPICS

QUESTION 2 – SOURCE DOCUMENTS

2.1 What does the acronym **EFT** stand for? (1)

2.2

Source Document A		No. 12
		Date: 18 March 2021
Received from: <u>Patsy Steenkamp</u>		
For: <u>Rent</u>		
The amount of: <u>Four Thousand Five Hundred rands</u> <u>nil cent</u>		
		<i>E. Olivier</i> Goulden Traders

2.2.1. Identify *Source Document A*. (1)

2.2.2 Why do you think is it necessary to issue *Source document A* to a client? (2)

2.3 Name any TWO other source documents in a business. (4)
[8]

QUESTION 3 – ACCOUNTING CYCLE

3.1 Draw an Accounting Cycle (Step 1 – 5) to illustrate your understanding of the accounting process. (5)

[5]



QUESTION 4 – ACCOUNTING EQUATION

4.1. Show the effect of the following transactions of *Betty Beauty Salon* on the Accounting Equation for June 2021.

Transactions:

1. Betty Curls increases her capital contribution to the business by depositing R10 000 in the business's current bank account. Issue receipt 01.
10. Cash received for services rendered, R4 500.
21. The business receives R1 500 as donation for outstanding service delivery.

(6)
[6]

QUESTION 5 – CASH RECEIPT JOURNAL

Use the information given below to draw up the Cash Receipt Journal of *Clever Cleaners* for August 2021.

Use analysis columns for Analysis of Receipts, bank, current income and sundry accounts.

Transactions:

- 3 The owner, Billy Lyons, won R14 000. He decided to invest half of the winnings in his cleaning business. The amount was deposited into the current bank account of the business. Receipt 001 was issued.
- 8 Cash received for services rendered, R1 200.
- 15 Received a cheque from the Sunshine Preschool for the following services rendered:
20 blankets dry-cleaned at R15 each.
5 towels washed and dried at R10 each
- 22 Received R5 500 from Thelma Botha for the rent of part of the building.
Cash received for services rendered, R2 400.
- 28 The business received a R500 donation from a local investor, Mr. P. Rice.

TOTAL SECTION B: 38
GRAND TOTAL: 50

[19]