LIMPOPO
PROVINCIAL GOVERNMENT
REPUBLIC OF SOUTH AFRICA

DEPARTMENT OF EDUCATION

CAPRICORN NORTH DISTRICT

NATIONAL SENIOR CERTIFICATE

GRADE 11

ACCOUNTING

TEST 05

21/04/2026

This question paper consists of 05 pages

INSTRUCTIONS

1. Answer ALL the questions
2. A special ANSWER BOOK is provided in which ALL questions are to be answered
3. A FORMULA SHEET is attached at the end of the question paper
4. Show all workings to earn part-marks
5. You may use a non-programmable calculator
6. You may use a dark pencil or blue / black ink to answer the questions
7. Where applicable show ALL calculations to one decimal point
8. Write neatly and legibly
9. 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	Statement of comprehensive income	40	50
2	Ethics and GAAP principles	10	10
TOTAL		50	60

QUESTION 1
CONCEPTS AND STATEMENT OF COMPREHENSIVE INCOME (40Marks:50 Minutes)

1.1 **Fill in the missing words .Write only the words next to the question number 1.1.1 to 1.1.4 in the answer book**

1.1.1 ……. Is a set of principles according to which financial statements are prepared

1.1.2 …….. is an imputed expense

1.1.3 ……. Is the remaining value of an asset after it has been fully depreciated

1.1.4 The ….. principle states that all income earned and expenses incurred must be shown in the same financial period (4)

1.2 **The following information relates to LEEWAY Traders, their financial year ends on 28 February 2025**
REQUIRED

1.2.1 Prepare the Statement of Comprehensive Income for the financial year ending 28 February 2025 (36)

INFORMATION:

A List of some of the balances and totals of LEEWAY Traders on 28 February 2025

BALANCE SHEET ACCOUNTS SECTION		
	2025 (R)	**2024 (R)**
Vehicles	580 000	
Equipment	450 000	
Accumulated depreciation on vehicles (1/03/2024)		210 000
Accumulated depreciation on equipment	168 000	
Fixed deposit: Westside Bank	180 000	140 000
Motgage loan: Westside bank	760 000	
Debtors' control	458 650	
Provision for bad debts	?	9 820
Creditor's control	166 800	
NOMINAL ACCOUNTS SECTION		
Sales	?	
Cost of sales	1 845 000	
Salaries and wages	360 500	
Stationery	24 684	
Insurance	46 500	
Rent income	92 736	
Interest on fixed deposit	12 400	
Bad debts	16 680	
Bad debts recovered	3 850	
Depreciation	46 000	
Interest on loan (Balancing figure)	?	

B Adjustments and additional information

(i) Goods are sold at a markup of 80% on the cost price. Discount for damaged goods sold during the year amounted to R14 600.

(ii) Stationery to the value of R22 600 was used during the year

(iii) Included in the amount for insurance was a yearly premium of R5 520 paid on 1 December 2024 for the year ending 30 November 2025

(iv) One worker was not paid his salary for February 2025. His details are as follows

Deductions	Net salary	Employer's contributions
R5 600	R14 500	R3 800

NOTE :Contributions are recorded in the salaries and wages account.

(vi) Rent was received until 30 April 2025. The monthly rent was increased by 12% on 1 November 2024.

(vii) The fixed deposit at Westside Bank was increased by R40 000 on 1 June 2024 at the existing rate of 8% p.a. The transaction was recorded. Make provision for the outstanding interest. Interest is not capitalised.

(viii) R1 670 was received from a debtor whose account was written off the previous year. The amount was recorded in the Debtors' control column in the CRJ. Correct the error.

(ix) Provision for bad debts must be adjusted to R9 360

(x) The loan from Westside Bank was taken out on 1 July 2021. The loan will be repaid over ten years in equal monthly instalments. Repayments were made from the end of July 2021, and all payments were paid and recorded.

(xi) On 30 October 2024 an old vehicle was traded in for R98 000 for a new one costing R180 000 .The vehicle was originally bought for R220 000 and its carrying value on 1 March 2024 amounted to R126 000. No entry was made in the books for this transaction

NOTE: Depreciation is calculated at 20 % p.a on the diminished balance method

(xii) Total depreciation on equipment R89 400 must still be brought into account

QUESTION 2 (ETHICS AND GAAP PRINCIPLES) (10 Marks: 10 Minutes)

Read the extract and answer the following questions

Jose and Roman are partners in the business called Joeman Traders. They started their business three years ago which sell and repairs laptops . They agreed and drafted business ethics and and a code of conduct that should be followed by all member.
Roman has recently got into a business deal with a new supplier from Polokwane who promised to get him better deals on laptop and consumables provided he agreed to some terms and conditions.Terms and conditions included the following

The business must agree to order goods at no less than R100 000 each month but Only 50 % of this must be recorded in the business books. The rest will be sold and the proceeds will be split between Roman and the supplier. Roman will also get an incentive of R10 000 each month from the supplier
Roman also took a laptop for his daughter but he did not record this transaction in the books of the business and did not tell his partner Jose about it

2.1 Explain what is meant by the term business ethics (2)

2.2 Which GAAP principle did Roman contravene when he took a laptop from the business, but did not record this transaction? Briefly explain the principle to Support your answer (2)

2.3 Explain what concerns should Jose have when he finds out about his partners actions. State THREE points (6)

TOTAL :50

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ANSWER BOOK

NAME OF LEARNER --

QUESTION	MAXIMUM MARKS	MARKS OBTAINED	SCHOOL MODERATOR	DISTRICT MODERATOR	PROVINCIAL MODERATOR
1	40				
2	10				
TOTAL	50				

NB: This answer book consists of 03 page

QUESTION 1

1.1 **CONCEPTS**

1.1.1	
1.1.2	
1.1.3	
1.1.4	

LEEWAY TRADERS

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 28 FEBRUARY 2025

Cost of sales		**(1 845 000)**
Other income		
Gross operating income		
Bad debts		**16 680**
Operating profit		
Profit before interest expense		
Net profit for the year		**911 234**

QUESTION 2

2.1 Explain what is meant by the term business ethics

2.2 Which GAAP principle did Roman contravene when he took a laptop from the business, but did not record this transaction? Briefly explain the principle to Support your answer

2.3 Explain what concerns should Jose have when he finds out about his partners actions. State THREE points

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MARKING GUIDELINE

NB: This marking guideline consists of 03 pages

QUESTION 1

1.1 **CONCEPTS**

1.1.1	GAAP (Generally Accepted Accounting Practice) ✓
1.1.2	Depreciation ✓
1.1.3	Scrap value / Residual value✓
1.1.4	Matching✓

4

LEEWAY TRADERS

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 28 FEBRUARY 2025

3 321 000 two marks Sales (1 845 000✓ x 180%✓) – 14 600✓	*☑	3 306 400
Cost of sales		**(1 845 000)**
Gross profit operation 5	*☑	1 461 400
Other income	*☑	84 604
Rent income (92 736 – 14 112✓✓)	#☑	78 624
Bad debts recovered (3 850 + 1 670)	✓✓	5 520
Provision for bad debts adjustment (9 820 – 9 360)	✓✓	460
Gross operating income operation **9**	*☑	1 546 004
Operating expenses	*☑	(633 040)
Salaries and wages (360 500 + 14 500✓+ 3 800✓ + 5 600✓) **or** + (23 900 three marks) **or** + (20 100 two marks + 3 800 one mark)	*☑	384 400
Stationery (24 684 – 2 084)	✓✓	22 600
Insurance (46 500 – 4 140✓✓)	#☑	42 360
Bad debts		**16 680**
Depreciation (12 000✓+16800✓+48800✓+89400✓)		167 000☑
Operating profit operation **OI – OE** **16**	☑	912 964
Interest income (12 400 + 1 200✓✓)	#☑	13 600
Profit before interest expense operation	*☑	926 564
Interest expense balancing figure accept possitive	*☑	(21 964)
Net profit for the year **6**	*☑	**911 234**

36

QUESTION 2

2.1

Explain what is meant by the term business ethics	
Any one valid point ✓✓	
Business ethics are sets of rules and conduct that provide a distinction between Right and wrong behavior in the business environment	**2**

2.2

Which GAAP principle did Roman contravene when he took a laptop from the business, but did not record this transaction? Briefly explain the principle to Support your answer	
GAAP principle ✓ Explanation ✓	
Business entity rule Business affairs should be kept or recorded separately from the financial affairs of the owners / When goods or cash are taken by the owner for personal use, these should be recorded as drawings in the books of the business	**2**

2.3

Explain what concerns should Jose have when he finds out about his partners actions. State THREE points	
Any three valid points ✓✓ ✓✓ ✓✓	
• Roman acted in an unethical manner for his personal gain/ Conflict of interest And should face disciplinary measures • Roman caused financial loss to the business for his selfish benefit / He should pay back the money • Roman did not follow business code of conduct and ethics / Criminal charges should be placed against him	**6**