Grade 11 **Bergvliet High School**
Time: 2 Hours **Accounting Paper 2 Answer book (NOV 2022)**

Name of Learner_____

QUESTION	TOPIC	MARKS	MARKS SCORED	MODERATED MARKS
1	Manufacturing	40		
2	Budgets	42		
3	Reconciliations: Bank and Creditors	36		
4	Inventory and VAT	32		
TOTAL		**150**		

QUESTION 1: CONCEPTS AND MANUFACTURING ACCOUNTS (40 marks: 32mins)

1.1. CONCEPTS. (5 marks :4 minutes)

1.1.1	
1.1.2	
1.1.3	
1.1.4	
1.1.5	

5

1.2.1 GENERAL LEDGER OF MORE-BLESSINGS MANUFACTURERS

Dr **RAW MATERIALS STOCK** **Cr**

Mar 2021	1	**Balance**	**b/d**		Feb 2022	30			

8

1.2.2. Direct Labour cost

4

1.2.3.Dr **FACTORY OVERHEAD COSTS** **Cr**

Mar 2021	1				Feb 2022	28			

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13

1.3. UNIT COST CALCULATIONS (10 MARKS: 8 MINUTES)

1.3.1 Calculate the direct material cost per unit.

2

1.3.2 Calculate the break-even point for the year ended 28 February 2022

4

1.3.3. Should the business be satisfied with the number of Units manufactured during 2022.Explain by quoting relevant information and calculations?

4

40

QUESTION 2: BUDGETS (42 MARKS: 34 MINS)

2.1.1. Prepare the debtors' collection Schedule for November and December

Month	Credit sales	November	December
September	**144 000**	**14 400**	
October	**149 760**		
November	**161 280**		
December	**187 200**		

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2.1.2. Cash Budget for TWO months ending December 2022

RECEIPTS	**NOVEMBER**	**DECEMBER**
Cash Sales	**241 820**	
Rent income	**5 000**	
TOTAL RECEIPTS		
PAYMENTS		
Cash purchases of trading stock		**78 000**
Payment to Creditors	**138 320**	
Interest on Loan	**3 000**	
Salary Including bonus (store manager)	**20 000**	
Sales assistants salaries	**60 000**	
Drawings	**30 000**	
Other operating expenses		**145 866**
TOTAL PAYMENTS		
CASH SURPULS (DEFICIT)		
BALANCE AT THE BEGINNING	**138 400**	
BALANCE AT THE END OF THE MONTH		

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2.1.3. Refer to transaction J, and explain why the employees should not be satisfied with the increase of 4% in their salaries.

2

42

QUESTION 3: BANK RECONCILIATION (24 marks: 19 minutes)

3.1.1. Give **TWO** reasons why it is important for Yellow Cab Driving School to prepare a Bank Reconciliation Statement monthly.

2

3.1.2. **Cash Receipts Journal of Yellow Cab Driving School as at 28 February 2022**

Date	Name of General Ledger account	Fol	Amount
	Totals	**b/d**	**20 420**

8

3.1.3. **Cash Payments Journal of Yellow Cab Driving School as at 28 February 2022**

Date	Name of General Ledger account	Fol	Amount
	Totals	**b/d**	**29 070**

8

3.1.4. Bank Reconciliation Statement as on 28 February 2022

	Debit	Credit

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3.2 CREDITORS' RECONCILIATION (12 MARKS: 10 MINS)

Green wholesalers Creditors' Reconciliation on 31 October 2022

	Statement of Account from Green Wholesalers	Creditors' Ledger of Fresh Fruit Partners.
Incorrect balance	14 530	13 789
a.		
b.		
c.		
d.		
e.		
Correct balance		

8

3.2.2. An Internal auditor of Fresh Fruit Partners discovered that goods to the value of R6 500 ordered from Tom Fruits stores were not delivered to the premises of the business. An investigation revealed that the person in charge of placing the orders and receiving goods, ordered the goods for his personal use.

a. What action should be taken by management against this employee? Provide <u>TWO</u> points.

2

b. Provide <u>TWO</u> internal control measures that should be applied to prevent this from happening again.

2

36

QUESTION 4 INVENTORY SYSTEMS AND VAT (32 MARKS: 25 MINS)

4. VAT (10 MARKS: 8 MINUTES)

	WORKINGS	ANSWER
(a)		
(b)		
(c)		
(d)		

10

4.2. INVENTORY (22 MARKS: 17 MINUTES)

4.2.1 PERIODIC INVENTORY SYSTEM

Dr **TRADING ACCOUNT** **Cr**

Jul 2022	1				Jul 2022	31			

11

4.2.2. Calculate the cost of sales

3

4.2.3. Calculate the actual mark-up % on cost achieved for the month

4

4.2.4. Penny suspects that there has been shoplifting .Give <u>TWO</u> Internal control measures that can be put in place to prevent this in the future.

4

32

End of Paper