



education

Department:
Education
North West Provincial Government
REPUBLIC OF SOUTH AFRICA

PROVINCIAL ASSESSMENT

GRADE 11

ACCOUNTING P2 NOVEMBER 2024 MARKING GUIDELINES

TOTAL: 150 MARKS

MARKING PRINCIPLES:

1. Penalty points for extraneous items only apply if a candidate has not lost points elsewhere in the question for that item (no extraneous-item penalty points for misplaced items).
No double penalization applied.
2. Penalty points for postings or poor presentation (eg details) only apply if the candidate has earned points for the amounts for that item.
3. Full marks for correct answer. If the answer is incorrect, mark the calculations provided.
4. If a pre-refinement figure is shown as a final figure, award the calculation mark for that figure (not the method mark for the answer). Note: If figures indicated in memo for components or calculations, these do not carry the method mark of the final answer either.
5. Unless otherwise shown, the positive or negative effect of any figures must be taken into account in awarding the mark. If no + or – sign or bracket is provided, assume that the figure is positive.
6. Where indicated, award partial marks to differentiate the quality of answers from candidates.
7. Where penalty marks are applied, the marks for that section of the question cannot be shown as a negative figure. Where method marks are awarded for operations, the marker must examine the reasonableness of the operation before awarding the mark.
8. 'Operation' means check operation. 'One part correct' means operation and one part correct.
Note: check operation must be +, -, x, ÷, or per memo.
9. 'One part correct' means operation and one part correct. Where method marks are awarded for one part correct, the marker must examine the reasonableness of the answer and get at least one part correct before the mark is awarded. If a figure has earned a method mark it is considered 'one part correct'.
10. In calculations, do not award points for operation if numerator and denominator are swapped – this also applies to ratios.
11. When awarding method marks, ensure that candidates do not get full marks for any item that is incorrect, at least partially. Indicate with a ☒.
12. Be aware that some candidates provide valid alternatives outside the memorandum.
13. Codes: f = foreign item; p = post/presentation.

These marking guidelines consist of 9 pages.

QUESTION 1: BANK RECONCILIATION

1.1 TRUE OR FALSE

1.1.1	True✓	3
1.1.2	True✓	
1.1.3	False✓	

1.2 HOPE TRADERS

1.2.1 **Update the cash journals for October 2024.**

CASH RECEIPTS JOURNAL	CASH PAYMENTS JOURNAL
115 600	217 800
#900✓✓ (5 480 – 4 580) two points	17 000✓✓
8 400✓	2 880✓
18 300✓	740✓
# Award TWO points together for 5 480 in the CRJ and 4 580 in the CPJ. (No part marks)	580✓ (230 + 360)
143 200 Must include 115 600 <input checked="" type="checkbox"/>	239 000 Must include 217 800

for both totals **one part correct**

1.2.2 **Calculate the correct Bank Account balance on 31 October 2024.**

OPERATIONS	ANSWER
49 720✓ + 143 200✓ – 239 000✓ see 1.2.1	(46 080)✓ one part correct Check dt/ct for BRS in 1.2.3

1.2.3 Prepare the Bank Reconciliation Statement on 31 October 2024.

	Alternative	Debit	Credit
Balance according to Bank Statement	20 110	Balancing figure one part correct	18 110 <input checked="" type="checkbox"/> could it be
Outstanding deposit	22 500		22 500 ✓
Outstanding EFT 883	(9 520)	9 520 ✓	
884	(12 530)	12 530 ✓	
Error on bank statement	(65 000)	65 000 ✓✓	
Correct error	360		360 ✓✓
Balance according to bank account	(44 080)		46 080 <input checked="" type="checkbox"/> see 1.2.2
Totals must be the same		87 050	87 050

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1.2.4 Hope noticed problems with depositing cash. Explain TWO measures that she can use to address these problems.

TWO valid points ✓✓ ✓✓ partial marks for incomplete/unclear answers

- Implement a fixed deposit routine/policy for daily deposit.
- Appoint another person responsible for depositing cash (division of duties for one point).
- Use cash transit services (security company)/ split large amounts into smaller deposit amounts.
- Supervises the deposit of funds/does independent (unplanned) checks/ authorizes funds to be deposited/checks documentation (deposit slips) before and after deposit.
- Encourage more customers to pay by EFT (less cash handling).
- Enable bank notification services for all transactions (receive SMS).
- Perform regular/unscheduled reconciliations to mini statements from the bank app as an interim control measure/reconcile cash and credit card transaction daily to prevent errors later.

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TOTAL MARKS
30

QUESTION 2: MANUFACTURING**2.1 CONCEPTS**

Selling and distribution costs✓	
Direct labour costs✓	
Direct material costs✓	

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2.2 JANCO TRADERS**2.2.1 Calculate the raw materials used for production.**

OPERATIONS	ANSWER
69 400 + 191 000✓ + 5 800✓ – 36 800✓	229 400☑ one part correct when awarding method marks, candidates cannot earn full marks where incorrect figure(s) are included.

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2.2.2 Complete the given accounts in the General Ledger for the year ending 30 June 2024.**a) Work-in-process Stock**

July 2023	01	Balance	15 600	June 2024	30	Finished goods Stock	500500✓✓
June 2024	30	Direct material✓ see 2.2.1	229400☑			Balance	40 570☑
		Direct labour✓	184000✓				
		Factory overhead✓	112070☑				
			541 070				541 070
July 2024	01	Balance	40 570				

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b) Finished goods Stock

July 2023	01	Balance	46 600✓	June 2024	30	Cost of sales 20 700✓ x 100/3✓ x 70%✓	483 000☑
June 2024	30	Work-in-Process see a	500500☑			Balance	64 100☑
			547 100				547 100
July 2024	01	Balance	64 100				

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c) Factory overhead Cost

June 2024	30	Factory maintenance	13 000✓	June 2024	30	Work-in-process	112 070☑
		Indirect material 11 800+34 600✓- 8400✓	38 000☑				
		Wage cleaner	15200✓✓				
		Rental expense	13920✓✓				
		Water and electricity	18750✓✓				
		Depreciation	13200✓				
			112 070				112 070

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2.3 TUMA TRADERS

2.3.1 Calculate the break-even point and comment on your findings.

$$357\ 120✓ / (R120✓ - R56✓) = 5\ 580\ \text{units}☑ \text{ one part correct}$$

The business makes a profit✓, the units produced are 570✓ above the break-even point.

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2.3.2 Provide TWO measures that should be applied by Tembi, to reduce the cost of production per unit.

Any TWO valid measures✓✓✓✓

- Training of workers to limit waste.
- Purchases of raw materials at lower prices.
- More supervision to increase productivity.
- Give incentive bonuses to improve productivity.

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TOTAL MARKS
45

QUESTION 3: BUDGETING**3.1 PG STORE****3.1.1 Prepare the Debtors collection schedule for April 2024.**

Month	Credit sales	April 2024
February	19 200	2 880✓ (19 200 x 15%)
March	15 600	4 680✓✓ (15 600 x 30%)
April	16 800	8 064✓✓ (16 800 x 50% x 96%)
Total receipts from debtors		15 624

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3.1.2 Calculate the amount payable to creditors for April 2024.

OPERATIONS	ANSWER
$15\,600 \times 100/60 = 26\,000$ ✓ $26\,000 \times 100/200 = 13\,000$ ✓ x 70%✓ x 95%	8 645☑ one part correct

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3.1.3 Prepare the Cash Budget for April 2024.

	March	April
RECEIPTS		
Cash sales $16\,800 \times 40/60$	10 400	11 200☑✓
Collection of debtors	15 498	15 624☑
Interest on fixed deposit $20\,000 \times 12.5\% \times 3/12$		625✓
Rental income $(10\,980/12.2) \times 110\% \times 2$		1 980✓✓
TOTAL RECEIPTS	25 898	29 429
PAYMENTS		
Cash purchases	3 900	4 200✓
Payments to creditors	10 640	8 645☑
Stationery	1 400	4 200✓
Insurance	400	475✓
Sundry expenses	1 500	1 620✓
Drawings		3 500✓
TOTAL PAYMENTS	17 840	22 640
CASH SURPLUS/DEFICIT	8 058	6 789☑
Balance at the beginning	(3 450)	4 608✓
Balance at the end	4 608	11 397☑✓

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3.2 RIA TRADERS

3.2.1 Explain what you would say to him about each of the following items. Provide ONE point of advice with figures in each case.

	Note to owner✓	Council✓
Advertisement	The actual expenditure of R8 000 exceeds the budgeted expenditure of R5 200 by R2 800.	<ul style="list-style-type: none"> • If there was overspending, a cheaper way of marketing must be sought and better control over funds applied. • However, if there was an under-budget and all advertising was needed, the budget must be adjusted upwards.
Training of employees	None of the budgeted amount of R12 000 was spent.	<ul style="list-style-type: none"> • Training of staff is an important aspect. To improve and retain staff they must be trained. Funds must be used.
Rental income	The actual receipts of R2 000 are much less than the budgeted amount of R8 500, R6 500 less collected.	<ul style="list-style-type: none"> • Investigate reasons for the shortfall in income. The tenant can sign a debit order to ensure that payment is made. • If the lease has expired, budget less.

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3.2.2 Calculate the cost price of the vehicle purchased on 1 February 2024.

OPERATIONS	ANSWER
$(3\ 975 - 2\ 750)$ $1\ 225✓✓ \times 100/15 \times 12/1✓$	$98\ 000✓$ one part correct

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TOTAL MARKS
35

QUESTION 4: INVENTORY AND VAT

4.1 PERIODIC INVENTORY SYSTEMS

4.1.1 Calculate the amount that will be closed for Purchases to the Trading Account.

OPERATIONS	ANSWER
21 960✓✓ 1 977,440✓+ (1 800✓x 12.20✓) – 18 100✓– (7 395✓x 100/145✓) 5 100✓✓ – 5 500✓– 29 000✓	1 941 700✓☑ one part correct

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4.1.2 Complete the Trading Account for 29 February 2024.

Trading account							
Feb	28	Opening stock✓	120 000✓	Feb	28	Sales (3 431 405✓– 87 435✓– 7 830✓)	3336140☑
		Purchases see4.2.1	1 941 700☑			Closing stock	170 000✓
		Carraige on purchases <small>(407 087✓+2.300✓)</small>	409 387☑				
		Profit and loss account✓	1 035 053☑				
		Entire line correct for points award.	3 506 140	<input checked="" type="checkbox"/>		Both sides the same	3 506 140

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4.1.3 Why do you think the company uses the periodic inventory sets rather than the perpetual inventory system of stock keeping? State TWO differences between the periodic and perpetual inventory sets.

It is a cheaper and simpler system to use.✓
 The company sells durable items with a small turnover, so it is easy to see what is available.✓
 Perpetual inventory system is cost of sales is calculated with each sale transaction✓, while with the periodic inventory system, cost of sales must be calculated at the end of the year.✓
 Perpetual inventory system Keep a continuous record of inventory on hand through the trading inventory account.✓ Inventory on hand can only be determined by a physical inventory.✓

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4.2 VAT

4.2.1

	OPERATIONS	ANSWER
(a)	12 400 x 15%	1 860✓
(b)	210 x 115/15	1 610✓✓
(c)	(158 700 – 9 200)✓✓ x 15/115✓/ 20 700 – 1 200	19 500☑

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4.2.2

Comment on this practice and give advice to Tom King.	
COMMENT✓✓	ADVICE✓
<ul style="list-style-type: none"> • Unethical to use money earned by the business to pay running/operating costs. • The business is an agent for SARS and must make payments regularly. • The company can be fined (penalised) for non-compliance/avoidance/ Manipulation/postponement of VAT payment. • This may lead to a more intensive investigation in the future for irregularities. • It is rollover of cash, which can escalate into a bigger problem 	<ul style="list-style-type: none"> • Keep proper records/ensure that funds are always available for payments. • Take note of submission dates and plan ahead. • Only use company money to pay company obligations/ work within budget.

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TOTAL MARKS
40

TOTAL: 150