
GRADE 11: ACCOUNTING
TERM 1 CONTROLLED TEST (R)

DURATION: 1 HOUR

MARKS: 100

INSTRUCTIONS AND INFORMATION

1. The question paper consists of TWO questions.
2. Answer BOTH questions in the special answer-pages provided.
3. Show workings to score part marks.
4. Non-programmable calculators may be used. You may use a dark pencil or blue/black ink to answer the questions.
5. Questions and time-guide is as follows: Manage your time effectively to complete within the prescribed time allocated.

QUESTION 1: 67 marks; 40 minutes	
TOPIC:	ASPECT/SECTION COVERED:
Reconciliations	<ul style="list-style-type: none">• Preparing Bank and Creditors Reconciliation statement.• Interpretation and internal controls

QUESTION 2: 33 marks; 20 minutes	
TOPIC:	ASPECT/SECTION COVERED:
Fixed Assets	<ul style="list-style-type: none">• Calculating and recording fixed asset transactions and depreciation.• Asset disposal

QUESTION 1: RECONCILIATIONS**(67 marks; 40 minutes)****BANK RECONCILIATION**

The information relates to Kabi Traders for February 2016.

REQUIRED:

- 1.1 Complete the cash journal of Kabi Traders on 29 February 2016. (20)
- 1.2 Calculate the Bank Account balance on 29 February 2016. (5)
- 1.3 Prepare the Bank Reconciliation statement on 29 February 2016. (12)
- 1.4 Provide TWO reasons why it is important to prepare a bank reconciliation statement at the end of each month. (4)
- 1.5 Provide a reason for the date (13 May 2016) written next to cheque 299 on the January 2016 bank reconciliation statement. (2)
- 1.6 The owner suspects that cash receipts are not being deposited on a regular basis.
- Provide TWO reasons why it is important that cash be deposited regularly. (4)
 - State TWO internal control measures to solve this problem. (4)

INFORMATION:

- A. The following was taken from the Bank reconciliation statement on 31 January 2016:

	Debit	Credit
Debit balance per bank statement	13 750	
Credit outstanding deposit		36 500
Debit outstanding cheques:		
221 (25 August 2015)	3 545	
234	2 389	
276	5 727	
299 (13 May 2016)	1 141	
Balance per bank account	?	?

- B. Provisional totals in the cash journals before the bank statement:

CRJ	R44 367	CPJ	R51 234
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- C. A comparison of the Bank reconciliation statement on 31 January 2016 with the Bank statement of February 2016 from Alma Bank, revealed:
- (i) The outstanding deposit of R36 500 appeared on the February Bank statement.
 - (ii) Cheque 234 was paid by the bank on 11 February 2016.
 - (iii) Cheque 276, issued in favour of Mkwanasani Traders in settlement of our account was correctly reflected as R7 525 on the bank statement.
 - (iv) Cheque 221 for R3 545 was issued to Bloem Soccer club as a donation. This cheque is stale and must be cancelled. It must be replaced by cheque 389.

- D. A comparison of the February 2016 Bank statement with the cash journals, showed the following differences:
- (i) The following items appeared on the bank statement only:
 - A debit order of R5 480 for the monthly rent in favour Nosi Traders
 - A direct deposit of R1 750 from debtor, K. Moroe, on account.
 - A stop order for R3 600 for the loan from Alfa Bank.
 - Interest of R213 credited.
 - An unpaid cheque of R945, drawn by debtor, A. Leeuw, was dishonoured by the bank on account of insufficient funds.
 - Total bank charges, R258.
 - (ii) A deposit of R32 900 made on 29 February 2016, does not appear on the Bank statement.
 - (iii) Cheques from the February 2018 CPJ not yet presented for payment:
 - No. 315 for R3 411
 - No. 322 for R3 219
 - (iv) The bank statement showed a balance of R ? on 29 February 2016.

CREDITORS RECONCILIATION

The information relates to Naude Traders.

A statement of account received from BB Suppliers on 25 February 2016 reflects that Naude Traders owes **R41 271**. The Creditors' Ledger account of BB Suppliers in the books of Naude Traders reflects an outstanding balance of **R48 064**.

REQUIRED:

- 1.8 Calculate the correct balance for BB Suppliers' in the Creditors' Ledger of Naude Traders. Use R48 064 as your starting point. (9)
- 1.9 Prepare a Creditors' Reconciliation Statement on 29 February 2016. (7)

INFORMATION:

A. CREDITORS' LEDGER OF NAUDE TRADERS BB SUPPLIERS (CL 2)

DATE		DETAILS	FOL	DEBIT	CREDIT	BALANCE
2016 Feb	1	Account rendered				35 920
	5	Invoice No. 346			11 808	47 728
	7	Debit note No. 69		816		46 912
	13	Cheque No. 207		22 788		24 124
		Discount		3 532		20 592
	14	Invoice No. 135			6 929	27 521
	23	Invoice No. 378			7 188	34 709
	24	Invoice No. 396			8 829	43 538
	29	Invoice No. 407			4 526	48 064

B. **Statement of account received from BB Suppliers:**

BB SUPPLIERS STATEMENT OF ACCOUNT					
20 Station Street Parys 9585			Tel: 056 275 4467 Fax: 086 268 9615 Date: 25 February 2016		
ACCOUNT OF: Naude Traders			ACCOUNT NO: NAD 111		
DATE		DETAILS	DEBIT (+)	CREDIT(-)	BALANCE
2016 FEB	1	Balance			35 920
	5	Invoice No. 346	10 296		46 216
	7	Credit Note No. 109	816		47 032
	13	Receipt No. 5140		22 788	24 244
	23	Invoice No. 378	7 188		31 432
	24	Invoice No. 396	9 810		41 242
	25	Interest	29		41 271

C. **ADDITIONAL INFORMATION:**

On comparing the statement received from BB Suppliers with the account in the Creditors' Ledger the following were noted:

- (i) Invoice No. 346 on 5 February 2016 was correctly recorded on the statement received from BB Suppliers.
- (ii) The return of goods on 7 February 2016 was incorrectly recorded by BB Suppliers.
- (iii) Naude Traders qualified for an early settlement discount with the payment on 13 February 2016. The statement from BB Suppliers did not show the discount. They stated that the discount amount is R2 532 and will be reflected on the next statement.
- (iv) Invoice No. 135 for R6 929 was recorded incorrectly in the Creditors' Ledger Account of BB Suppliers. This purchase was made from Mandla Suppliers.
- (v) Naude Traders deducted a trade discount of 10% on invoice No. 396. BB Suppliers did not take this into account. BB Suppliers will correct this error next month.
- (vi) BB Suppliers has correctly levied interest of R29 on the account.
- (vii) Invoice No. 407 did not appear on the statement received from BB Suppliers as this transaction took place after their statement date.

QUESTION 2: FIXED ASSETS**(33 marks; 20 minutes)**

You are provided with the partially completed ledger accounts of Taylor Traders.

REQUIRED:

- 2.1 Provide details and/or amounts for A – D on the Vehicles account below. (8)
- 2.2 Provide a suitable reason why depreciation is provided on fixed assets. (2)
- 2.3 Calculate the depreciation on the vehicle sold and the total depreciation for the year. (14)
- 2.4 Complete the Asset Disposal account in the General Ledger (9)

INFORMATION:**GENERAL LEDGER OF TAYLOR TRADERS**

VEHICLES									
2015 Mar	1	Balance	b/d	800 000	2015 Sep	1	(d)	GJ	140 000
Dec	1	(a)	(b)	230 000	2016 Feb	28	Balance	c/d	(e)
				(c)					
2016 Mar	1	Balance	b/d						

ACCUMULATED DEPRECIATION ON VEHICLES

2015 Sep	1	Asset disposal	GJ	76 100	2015 Mar	1	Balance	b/d	340 000
2016 Feb	29	Balance	c/d		Sep	1	Depreciation	GJ	?
					2016 Feb	29	Depreciation	GJ	?
					2016 Mar	1	Balance	b/d	

ADDITIONAL INFORMATION:

- (i) A new vehicle was purchased on credit from BBR Motors.
- (ii) An old vehicle was sold for R70 000 cash. The accumulated depreciation on this vehicle was R69 000 on 1 March 2015 (the beginning of the financial year).
- (iii) Vehicles are depreciated at 20% p.a. on carrying value.

33**TOTAL: 100**