

QUESTION	TOPIC	MARKS	TIME ALLOCATED
1	Statement of Comprehensive Income	55	66 minutes
2	Notes to financial statements	20	24 minutes
	Total	75	90 minutes

NOTE:

- The case study should be administered in class under the supervision of the educator.
- Learners should not refer to the notes during the administration process.

This question paper consists of 6 pages

QUESTION 1: STATEMENT OF COMPREHENSIVE INCOME (55 marks; 66 minutes)

SUPER SAVE TRADERS

Joseph Mahlangu, is the owner of Super Save Traders, the business sells and repairs washing machines in Moreleta Park, a surburb in Tshwane. The financial year of Super Save Traders ends on 30 June each year. The bookkeeper, Sophy, resigned on 30 June 2022, she had already compiled the Pre-Adjustment Trial Balance for 30 June 2022.

You are a newly appointed bookkeeper and the owner is requesting you to complete the Statement of Comprehensive Income. The business uses a mark-up of 70% on cost price.

REQUIRED:

1.1 Complete the Statement of Comprehensive (Income Statement) for the year ended (55) 30 June 2022.

INFORMATION:

A. Extract from the Pre-Adjustment Trial Balance of Super Save Traders for the year ended 30 June 2022.

	Debit	Credit
Land and buildings	4 200 000	
Vehicles	2 000 000	
Equipment	840 000	
Accumulated Depreciation on Vehicle (1 July 2021)		560 000
Accumulated Depreciation on Equipment (1 July 2021)		159 600
Fixed deposit (7% p.a. interest)	170 000	
Trading stock hysics com	496 800	
Debtor's control	58 400	
Loan: RSA Bank		?
Sales		2 380 000
Debtors Allowances	42 300	
Cost of sales	1 400 000	
Rent income		220 000
Bad debts recovered		1 800
Fee income		280 900
Interest on fixed deposit		5 950
Stationery	6 400	
Telephone	22 800	
Salaries and wages	840 300	
Insurance	36 200	
Bad debts	7 600	
Bank charges	2 400	
Sundry expenses	34 600	
Interest on current account		2 400

B. ADDITIONAL INFORMATION AND ADJUSTMENTS:

- (i) Joseph took goods for personal use, the selling price of the goods amounted to R5 100.This transaction has not been recorded.
- (ii) Stock-taking on 30 June 2022 revealed the following on hand:
 - Trading stock R489 700
 - Stationery R1 400
- (iv) M. Motloung paid R1 800 via EFT on 29 June 2022 to repair his washing machine. The repairs will only be done on 4 July 2022. Income received is recorded under fee income account.
- (v) The telephone account for June 2022 has been received but not yet paid, R1 450.
- (vi) The following entries appeared in the June 2022 Bank Statement but are not yet recorded in the books of the business:
 - Bank charges, R180
 - Interest on bank overdraft, R240.
- (vii) Rent has been received for 11 months, according to rental agreement a monthly rent increased by R2 000 on 1 June 2022.
- (viii) A debtor, M Kemp, has been declared insolvent, he owed R5 800. His insolvent estate paid out 30 cents in every rand he owed, and the balance must be written off as irrecoverable.
- (ix) An amount of R1 200 was received from A. Abrahams. Her account was previously written off as irrecoverable. The bookkeeper recorded it correctly in the Cash Receipts Journal, however the amount was recorded under Debtors' Control analysis column and posted as such. Correct the error.
- (x) Outstanding interest on fixed deposit must be taken into account. The fixed deposit was invested on 1 January 2021. Interest on fixed deposit is not capitalized.
- (xi) The loan statement from RSA Bank on 30 June 2022 reflects the following:

Balance on 1 July 2021	840 000
Total repayment during the year (including interest)	204 000
Balance on 30 June 2022	703 200

- Interest on loan is capitalized.
- Capital amount of R120 000 will be paid in the next financial year.

- (xii) Included in the amount of insurance is an amount of R6 000 for the period 1 April 2022 to 31 March 2023.
- (xiii) Calculate depreciation as follows:
 - On vehicles at 10% per annum on cost price method. Included in the amount of vehicles is a delivery van purchased on 1 February 2022 on credit for R540 000.
 - On equipment at 10% per annum on the diminishing balance method.

55



QUESTION 2: NOTES TO THE FINANCIAL STATEMENTS (20 marks; 24 minutes)

BALOYI TRADERS

Baloyi Traders is owned by Sam Baloyi,he buys and sells vacuum cleaners on cash and on credit.Sam Baloyi is a qualified accountant and he prepares the financial records for his business.Demand for his vacuum cleaners is increasing and he has decided to open another branch.He will soon need to employ a person who will records.

You have been approached by Sam to complete the notes to the financial statements, that will determine if you are the appropriate person to provide accounting services. The financial year ended on 28 February 2022.

REQUIRED:

Prepare notes to the financial statements for the year ended 28 February 2022.

2.1 Owners' equity	(5)
2.2 Trade and other receivables	(7)
2.3 Trade and other payables	(8)

INFORMATION:

A. Extract from the Post-Closing Trial Balance on 28 February 2022

Capital (1 March 2021)	678 320
Drawings	22 400
Debtors control	48 200
Creditors control	67 300
Trading stock	184 200
Consumable stores on hand	2 310
Income received in advance	6 000
Accrued income	2 800
Prepaid expenses	5 400
Accrued expenses	8 500
SARS - PAYE	4 800
Loss for the year on 28 February 2022	12 300



B. ADDITIONAL INFORMATION

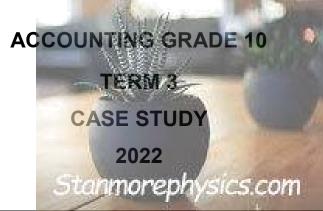
- 1. The bookkeeper did not transfer the net loss to the capital account.
- 2. Sammy Traders is both a debtor and creditor to Baloyi Traders. The bookkeeper forgot to transfer the credit balance of R2 160 from the debtors' ledger to the creditors' ledger.

20

TOTAL MARKS : 75







NAME OF LEARNER	
SCHOOL	
DATE	

QUESTION	ΤΟΡΙϹ	MARKS	LEARNER'S MARKS	MODERATED MARKS
1	Statement of Comprehensive Income	55		
2	Notes to the financial statements	20		
	TOTAL	75		
		75/1.5 = 50		

This answer book consists of 3 pages.

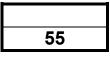
QUESTION 1

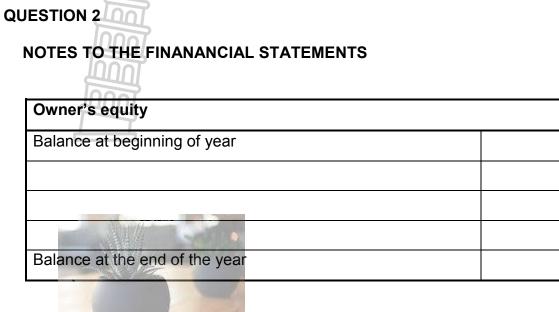
STATEMENT OF COMPREHENSIVE INCOME OF SUPER SAVE TRADERS FOR THE YEAR ENDED 30 JUNE 2022

ШППІ

Sales	
Cost of Sales	
Gross Profit	
Other Operating Income	
Discount received	2 180
Rent income	
Bad debts recovered	
Fee income	
Gross Operating Income	
Operating Expenses	
Discount allowed	1 420
Salaries and wages ephysics.com	840 300
	and a second sec
Operating Profit	
Profit Before Interest Expense	
	4
Net Profit for the Year	
	<u> </u>







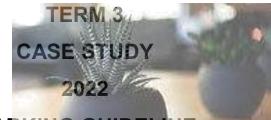
5

Trade & other receivables		
		7

other payables	
20	8



ACCOUNTING GRADE 10



MARKING GUIDELINE

QUESTION	Stopicorephysics.c	om Marks
1	Statement of Comprehensive Income	55
2	Notes to the financial statements	20
	TOTAL	75
		75/1.5 = 50

This marking guideline consists of 3 pages.



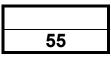
QUESTION 1

STATEMENT OF COMPREHENSIVE INCOME OF SUPER SAVE TRADERS FOR THE YEAR ENDED 30 JUNE 2022

ШППІ

⊠2 337 700 ✓ (1 400 000) ☑ 937 700 ☑ 526 280 2 180 ☑ 242 000 ☑ 3 000 ✓ √279 100 ☑ 1 463 980
☑ 937 700 ☑ 937 700 ☑ 526 280 2 180 ☑ 242 000 ☑ 3 000 ✓ √279 100
 ✓ 526 280 2 180 ✓ 242 000 ✓ 3 000 ✓ √279 100
2 180 ☑ 242 000 ☑ 3 000 ✓ ✓ 279 100
⊠ 3 000 √√279 100
⊠ 3 000 √√279 100
√√279 100
☑ 1 463 980
☑ 1 463 980
☑ 1 192 150
1 420
840 300
√√5 000
√√24 250
☑ 31 700
☑ 11 660
√√2 580
√34 600
☑ 4 100
☑ 236 540
See 271 830
1 67 440
☑ 218 690

Interest on fixed deposit – allocate 2 marks for R11 900



QUESTION 2 NOTES TO THE FINANANCIAL STATEMENTS

Owner's equity		
Balance at beginning of year	√678 320	
Loss for the year	✓ (12 300)	
	☑ 666 020	
Drawings	✓ (22 400)	
Balance at the end of the year	☑643 620	5

Trade & other receivables	
Trade debtors (48 200✓ + 2 160√✓)	☑ 50 360
Accrued income Balance at beginning of year	<u>√2 800</u> 650 000
Prepaid expenses	<u>√5 400</u> <u>⊠58 560</u> 7
Trade & other last end of the year	and and a second second
Trade creditors (67 300 ✓ + 2 160 ✓ ✓)	2 69 460
Income received in advance	√6 000
Accrued expenses	√8 500
SARS - PAYE	Stannore 14,800 om
	⊠ 88 760 8
20	

TOTAL MARKS :75