



FACULTY/COLLEGE	College of Business and Economics
SCHOOL	School of Accounting
DEPARTMENT	Commercial Accounting
CAMPUS(ES)	APB & SWC
MODULE NAME	Applied Accounting Skills 1A
MODULE CODE	AAS1AA1 and AAS11A1
SEMESTER	First
ASSESSMENT OPPORTUNITY, MONTH AND YEAR	Special Supplementary Assessment Opportunity July 2019

ASSESSMENT DATE	July 2019	SESSION	12:30 – 15:30
ASSESSOR(S)	Dr Thusi; Mr Fred Hemmings		
MODERATOR(S)	Mr Darius du Plessis (Internal)		
DURATION	2 hours (120 min)	TOTAL MARKS	70

NUMBER OF PAGES OF QUESTION PAPER (Including cover page)	8
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INFORMATION/INSTRUCTIONS:

- This is a closed-book assessment.
- Where relevant, please answer the questions on the templates provided.
- Write neatly and legibly on both sides of the paper in the answer book, starting on the first page.

Question	Topic	Marks	Time
1	Accounting concepts	15	26 minutes
2	Statement of comprehensive income	15	26 minutes
3	Basic Accounting Equation	25	42 minutes
4	Accounting classifications	15	26 minutes
		70	120 minutes

QUESTION 1

(15 Marks)

Part A - (Answer in the Space Provided!)

(9 marks)

1. Which groups of accounts appear in the general ledger?

2. Why must a general ledger account be balanced at the end of each month?

3. Explain the term "balance".

4. What are the books of prime entry?

5. Define the term journal.

6. Name the different sections that comprise the general journal.

Part B - (Answer in the Space Provided!)

(6 marks)

When using the periodic inventory system, the cost of inventory (cost of sales) must be determined using a formula: Show all the steps to calculate the Cost of Sales.

QUESTION 2**(15 Marks)**

The following post-adjustment trial balance of Light Electrical Services situated in Soweto prepare their accounting records on 31 January 2019. This is the end of their first accounting period: it does not balance. The periodic inventory system is in use.

LIGHT TRADERS		
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME		
FOR THE YEAR ENDING 31 JANUARY 2019		
	DR	CR
Capital		114 120
Drawings	28 543	
Buildings	131 054	
Computer Equipment	45 885	
Buildings	5 888	
Trade debtors	59 800	
Inventory	73 761	
Trade Creditors		30 291
Sales		375 498
Purchases	143 106	
Wages	621	
Stationery	3 818	
Carriage on Sales		2 622
Sundry Expenses	37 053	
	529 053	522 531

The following additional errors were discovered:

1. The total of the sales column in the debtor's journal was totalled incorrectly by R765 too much.
2. Credit sales of R1 748 were not recorded in the accounting records.
3. Wages of R520 were incorrectly recorded as R250.
4. Included in stationery is an amount of R1 035 paid for a second-hand computer.
5. An amount of R736 was posted to the carriage on sales account twice.

REQUIRED:

Prepare the corrected trial balance on 31 January 2019 (show all calculations in brackets).

QUESTION 3**(25 Marks)**

The following transactions below relate to Fest Traders for the month of 31 July 2018. Using the template provided in the annexure of this Test paper (**i.e. the basic accounting equation**), show the Rand amounts by which **the assets, equity and liability accounts** will be affected. Show the correct Rand amounts in the correct column **as either a decrease (-) or an increase + in the asset, equity or liability account**. Note: the **periodic inventory system** for accounting for inventories is in use:

Transactions:

- 1: The owner invested R20 000 Cash to the amount of R10 000 and a computer valued at R10 000.
- 2: Purchased inventory on credit, R20 000.
- 3: Purchased stationery and paid by cheque, R500.
- 4: Sold goods for cash, R4 000.
- 5: Purchased goods for R15 000 and paid delivery costs of R500 by cheque.
- 6: Received R200 damaged goods that were sold for cash.
- 7: Sold goods on credit, R11 000.
- 8: Returned R1 000 damaged goods that were purchased on credit
- 9: Paid telephone account by cheque R1 500.
- 10: Paid the water and electricity account by cheque, R2 000.
- 11: Received R7 000 from a debtor as part payment of his account.
- 12: Paid salaries by cheque, R8 000

You are required to:

Record the transactions in the accounting equation. **Use the template provided only!**

	ACCOUNT DEBIT	ACCOUNT CREDIT	ASSETS		=	EQUITY		+	LIABILITIES	
Trans			DR	CR		DR	CR		DR	CR
			+	-		-	+		-	+

QUESTION 4 – Answer in the Template Provided**(15 marks)**

Use the template provided to indicate the most relevant accounting element for each of the following accounts, by placing a tick in the most appropriate column

(Note: Only one tick per row must be given!)

	NCA	CA	NCL	CL	OE	I	E
1. Drawings							
2. Settlement discount received							
3. VAT output							
4. Mortgage bond loan							
5. Fixed deposit							
6. Rent received							
7. Bank overdraft							
8. Interest earned							
9. Debentures							
10. Property and Plant							
11. Settlement discount granted							
12. Inventory (end of period)							
13. Cost of sales							
14. Office consumables on hand							
15. Rent paid							

(15 MARKS)

Student Name _____ **Student No** _____

Page 6 of 8

QUESTION 3**(25 MARKS)**

	ACCOUNT DEBIT	ACCOUNT CREDIT	ASSETS		=	EQUITY		+	LIABILITIES	
			DR	CR		DR	CR		DR	CR
			+	-		-	+		-	+
1.										
2.										
3.										
4.										
5.										
6.										
7.										
8.										
9.										
10.										
11.										
12.										

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