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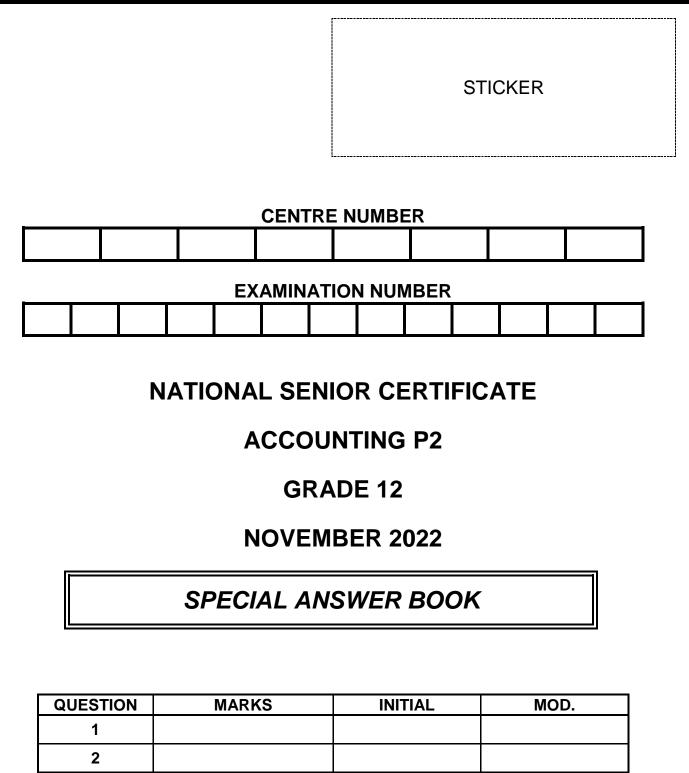
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Please turn over

1.1.1		
1.1.2		
1.1.3		
1.1.4		

4

1.2 WEZA STITCHES

1.2.1

1.1

WORKINGS	ANSWER

Calculate: Factory overhead cost		
Total before corrections	541 600	
Insurance		
Water and electricity		
TOTAL		
		6

WORKINGS	ANSWER

1.2.2 Annie is concerned that fixed costs increased to R806 400. Explain why she should not be concerned. Provide TWO points. Quote figures. POINT 1

4

4

POINT 2

1.2.3 Comment on whether the production staff deserves the production bonus that they received. Provide THREE points, with figures. POINT 1 POINT 2 POINT 3 POINT 3

6

4

1.2.4 Annie wants to improve her profit by R50 000 during the next financial year while maintaining costs. Calculate the additional units that must be produced to achieve this target. WORKINGS ANSWER

TOTAL MARKS
35

2.1 VAT

Calculate the VAT amount that must be paid to SARS for the VAT period ended 31 May 2022.		
WORKINGS	ANSWER	

2.2 STOCK VALUATION

MOUNTAIN BIKES

2.2.1 Calculate the value of the closing stock on 28 February 2022, using the specific identification stock method.

MODEL	CALCULATIONS	AMOUNT
KING		R666 000
PALO		
GAMA		
	TOTAL	

2.2.2 Explain TWO different examples of how the division of duties could prevent an incident such as this from occurring again in the future. EXAMPLE 1 EXAMPLE 2

4

Δ

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2.2.3	Provide TWO with the quali	points that show that Milo and his customers are happy ty of the Gama Bikes. Quote figures.
	POINT 1	
	POINT 2	

POWDERED ENERGY DRINKS (1 kg TUBS)

FIFO stock valuation method.	
WORKINGS	ANSWE

2.2.5 Calculate the stockholding period (in days) on 28 February 2022. Use the closing stock figure. WORKINGS ANSWER

 2.2.6
 Comment on your findings above. Provide TWO points, with figures. Note that the stockholding period for 2021 was 58 days.

 POINT 1
 POINT 2

2.2.7 Milo has noticed that some of the stock of energy drinks has exceeded the shelf life (sell-by date). Identify the value of stock that Milo is referring to. WORKINGS ANSWERS

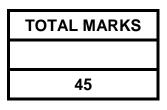
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 2.2.8
 Milo wants to sell the outdated stock at half the cost price. What advice would you offer him about this proposal? Provide TWO points.

 POINT 1
 POINT 2



3.1 Complete the Creditors' Payment Schedule for December 2022.

	CREDIT PURCHASES	NOVEMBER	DECEMBER
October	300 900	60 180	
November	331 500	251 940	
December			
		312 120	

7

3.2 Calculate the missing figures (i) to (iii) in the Cash Budget.

NO.	WORKINGS	ANSWER
(i)	Collection from debtors: December 2022	
(ii)	Rent income: December 2022	
(iii)	Salaries: November 2022	

10

3.3.1	Calculate the deposit that will be paid for the purchase of the company vehicle during December 2022.			
	WORKINGS	ANSWER		

3.3.2 Juanita is concerned about the cash position for December 2022. She proposes moving the purchase of the vehicle to January 2023.

Use the table below to show the effect of this proposal to the December 2022 Cash Budget.

Budgeted deficit on 31 December 2022	(120 000)
Deposit on vehicle	
Cash deficit/surplus after the proposed move	

3.4 Juanita is concerned about her decisions in October 2022 to adjust the mark-up % and the amount actually spent on advertising. Provide TWO points to indicate whether these were wise decisions or not. Quote figures and/or calculations.

POINT 1	
POINT 2	E

3.5.1 Explain why Juanita should be concerned about the actual amount spent on repairs and maintenance during October 2022. Quote a figure and/or a calculation. 6

3.5.2	James feels that there has been a lack of control over the amounts spent on delivery expenses and packing material. Explain whether James' opinion is correct or not. Provide calculations.				
	EXPLANATION ON DELIVERY EXPENSES				
	EXPLANATION ON PACKING MATERIAL				

8

3.6	o use social media to create an on-line shopping platform er sales from January 2023. Name THREE additional nust be included in the January 2023 budget.	
	PAYMENT 1	
	PAYMENT 2	
	PAYMENT 3	

TOTAL MARKS
45

4.1

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	4.1.1	
	4.1.2	
	4.1.3	

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4

4.2 BANK RECONCILIATION

4.2.1	CASH R	RECEIPTS JOURNAL	CAS	H PAYMENT JOURNAL
		Amount		Amount
	Total	101 200	Total	135 215
				r

.2	Calculate the correct bank balance in the ledger on 31 July 2022.			
	WORKINGS	ANSWER		
L				

4.2.3 BANK RECONCILIATION STATEMENT ON 31 JULY 2022

