

Candidate Number	Candidate Name										
<table border="1"> <tr> <td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td> </tr> </table>											

# JUNIOR SECONDARY CERTIFICATE

**ACCOUNTING**

**1500/2**

PAPER 2

2 hours 30 minutes

Marks 180

**2018**

Additional Materials: Non-programmable calculator  
Ruler

## INSTRUCTIONS AND INFORMATION TO CANDIDATES

- Candidates answer on the Question Paper in the spaces provided.
- Write your Candidate Number and Name in the spaces at the top of this page and on all separate answer sheets used.
- Write in dark blue or black pen.
- You may use a soft pencil for any rough work, diagrams or graphs.
- Do not use correction fluid.
- Do not write in the margin *For Examiner's Use*.
- Answer **all** questions.
- The number of marks is given in brackets [ ] at the end of each question or part question.
- Where layouts are to be completed, you may not need all the lines for your answer.
- The businesses mentioned in this question paper are entirely fictitious.

For Examiner's Use		
<b>1</b>	<b>55</b>	
<b>2</b>	<b>72</b>	
<b>3</b>	<b>22</b>	
<b>4</b>	<b>31</b>	
<b>Total</b>		

<i>Marker</i>	
<i>Checker</i>	

This document consists of **14** printed pages and **2** blank pages.



**Republic of Namibia**  
**MINISTRY OF EDUCATION, ARTS AND CULTURE**

- 1 The balances are from the books of Liverpool Traders on 1 August 2018.

	N\$
Cash	250
Bank	125 000 (dr)
Debtor	
C Suarez	550
Creditor	
Everton Traders	1 200

#### Transactions – August 2018

- 1 Invested N\$25 000 at Chelsea Bank at 15% p.a., cheque 101.
  - 2 Sold goods cash N\$1 240, CRR777.
  - 3 Issued invoice no. 26 to L Sterling for goods sold, N\$450.
  - 5 Purchased goods from Tottenham Traders, N\$6 000 paid by cheque.
  - 8 Received a cheque, N\$520, from C Suarez to settle his account. Receipt 54 issued. The cheque was banked immediately.
  - 9 Credit card sales, N\$1 200.
  - 11 Bought a computer on credit from GG, N\$8 000.
  - 13 Paid wages cash, N\$150.
  - 15 Issued a cheque, to Everton Traders to settle our account. Received 8% discount.
  - 16 Issued a cheque, N\$40 000 to K Motors for a vehicle bought.
  - 18 Sold goods on credit to L Sanchez N\$220 and S Welbeck N\$190.
  - 21 The cheque received from C Suarez on 8 August was returned by the bank marked R/D.
  - 22 Issue credit note no. 41 to L Sterling for goods not according to order which was returned, N\$60.
  - 23 W Rooney, a tenant, paid his monthly rent directly into the bank account of the business, N\$2 500.
  - 24 Charged C Suarez's account with 16% interest p.a., being overdue for 3 months.
  - 30 The fixed deposit at Chelsea Bank matured. Chelsea Bank deposited the amount invested plus interest directly into the bank.  
C Suarez was declared insolvent. His estate paid 50 cents for every dollar owed. The rest was written off as bad debts.
  - 31 Received a bank statement with the following information:
 

credit card levy	N\$110
service fees	N\$ 60
interest on favourable balance	N\$120
- Deposited all cash except N\$400.

#### REQUIRED





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Question 2 on page 6

- 2 The following is a list of balances provided by Shitemo Stores for the year ended 28 February 2018.

	N\$
Capital	135 400
Drawings	10 500
Land and Buildings	80 000
Equipment	70 000
Vehicles	55 000
Loan: Windhoek Bank	90 000
Fixed deposit: Namib Bank (15%)	45 000
Creditors	19 500
Bank dr	4 000
Cash	500
Sales	122 000
Sales returns	2 000
Purchases	73 000
Carriage on purchases	700
Debtors	8 500
Discount allowed	200
Discount received	400
Purchases returns	1 000
Stock (1 March 2017)	8 000
Rent income	15 400
Salaries	35 000
Interest on loan	8 100
Bad debts	800
Interest on fixed deposit	6 000
Telephone	600
Insurance	7 800
Provision for depreciation on equipment	12 000
Provision for depreciation on vehicles	8 000

### Adjustments

1. Stock on 28 February 2018 is valued at N\$11 700.
2. M Jackson's account to be written off as bad debts, N\$200.
3. Interest on loan is 12% p.a.
4. Salaries amounting to N\$1 000 was not paid on 28 February 2018.
5. Insurance amount is from 1 March 2017 to 31 March 2018.
6. Interest on fixed deposit should be adjusted.
7. Rent is N\$1 100 per month.











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Question 3 on page 12





4 The books of Young Traders provide the following information for the financial year ending 28 February 2018.

	N\$
Capital	160 000
Drawings	2 900
Net Profit	74 500
Total fixed assets	196 800
Total long-term liabilities	15 000
Total current assets	43 000
Total current liabilities	13 200
Investments	20 000
Sales	204 000
Cost of sales	183 950
Gross profit	20 050

**REQUIRED**

Use the information to calculate the ratios of Young Traders. Show the formulas.

**(a)** Return on capital employed (ROCE)

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[5]

**(b)** Percentage net profit on turnover

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(c) Percentage net profit on cost of sales

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(d) Solvency

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[7]

(e) Current ratio

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[5]

**(f)** Calculate the owner's equity on 28 February 2018.

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**[4]**

**[31]**