ACCOUNTING GRADE 10

LOCDOWN LEARNING

WEEK 4 (10-16 AUGUST 2020)

GENERAL JOURNALS (GJ)

SOLUTIONS FOR HOMEWORK:

- Please find attached solutions for Week 3's Homework.

- Mark your own work and do corrections.

- **If you've made mistakes, do the question again, to see why you've made the mistakes.**

  - Activity 5A, Red answer book p.62-63
  - Activity 5B, Red answer book p.63-65
  - Activity 5I, Red answer book p. 75-77. (Ignore the General Ledger).
  - Activity 5L, Red answer book p. 80-83. Do only the GENERAL JOURNAL for Activity 5L.

YEAR-END ADJUSTMENTS:

DEPRECIATION

Remember there are TWO methods,

But this week we're only doing this method:

STRAIGHT LINE METHOD

- A revision video was sent on the WhatsApp-group. Please watch the first 5 minutes to revise what depreciation, and the straight line method is.
- Read through the class notes. It was also posted on the WhatsApp-group again.

NEW HOMEWORK:

1) Example 1: Red answer book number 2, page 129.

   (The question is also in your red answer book number 2, on page 120.

2) Work through "Worked example 1" in your textbook, page 243 to 244.

3) Do Activity 2 in your textbook, page 244-245.

   - ONLY DO THE SECOND ASSET. (Asset number 1005).
   - Take note: They are asking the straight line method.

It is your responsibility to listen to the voice notes, work through the examples in your textbook and extra notes, and do as many activities as possible. It is also YOUR responsibility to let your teacher know if you're struggling with a part of the work. Please don't fall behind. There's not time to catch up. Stay safe and be blessed! ☺

Mnr. Mkhize

Date		Source document	Fol	Debit	Credit	Balance

Debtors List

Activity 5 A (Logical Approach – General Journal – Bad debt)

We have selected these balances from the books of AA Traders on 1 May 20.5:

Debtors control R14 989; P. Zuma (Dr.) R729; B. Brown (Dr.) R585 and K. Baya (Dr.) R363

When examining outstanding debts on 31 May, AA Traders discovered that P. Zuma, B. Brown and K. Baya were construction workers who had been transferred. AA Traders decided to write off the debt of all three debtors as irrecoverable

Show the entries in the General journal and post to the General ledger and the Debtors ledger

Books AA Traders

General Journal - May 20·5 · GJ 1

					Debtors control		Creditorscontrol	
			Debit	Credit	Debit	Credit	Debit	Credit
31	Bad debts	N10	729					
	P. Zuma	D1		729		729		
	Debt irrecoverable.							
	Bad debts	N10	585					
	B. Brown	D2		585		585		
	Debt irrecoverable							
	Bad debts	N10	363					
	K. Baya	D3		363		363		
	Debt irrecoverable							
						1677		
					D1	C1		
					B7			

DebtorsLedger

P. Zuma

Date		Source document	Fol	Debit (+)	Credit (−)	Balance
20.5 May	1	Balance	b/d	729		729
	31	Journal voucher-bad debts	GJ		729	—

B. Brown

Date		Source document	Fol	Debit	Credit	Balance
20.5 May	1	Balance	b/d	585		585
	31	Journal voucher-bad debts	GJ		585	—

K. Baya

Date		Source document	Fol	Debit	Credit	Balance
20.5 May	1	Balance	b/d	363		363
		Journal voucher-bad debts	GJ		363	—

General Ledger van of AA Traders

Debtors control B7

20.5 May	1	Balance	b/d	14989	-	20.5 May	31	Journal Credits	GJ	1677		

Bad debt N10

20.5 May	31	P. Zuma	GJ	729								
		B. Brown	GJ	585								
		K. Baya	GJ	363								

Activity 5 B (Logical Approach – Receiving of dividends from insolvent estates)

On 1 September 20.2 these balances were selected from the books of Langkloof Traders

General ledger: Debtors control R13 670

Debtors ledger: D1 K. Kalis (Dr.) R86
2 R. Adams (Dr.) R210
3 S. Baya (Dr.) R364
4 T. Cele (Dr.) R439
5 U. Ulster (Dr.) R236

Note: We have not given the balances of the accounts of the other debtors

Transactions: September 20.2

2 Received cheque for R80 from K. Kalis in full settlement of account; receipt 23
6 U. Ulster cannot be traced; wrote off the account as irrecoverable
10 S. Baya is declared insolvent; the estate pays 25c in the rand (receipt 24); wrote off rest of the debt
14 Received cheque from R. Adams on account, R150; receipt 25
18 Received R172 cash from T. Cele; allowed R8 discount; receipt 26

Cash Receipts Journal — Langkloof Traders — September 20.2

No	Day	Details	Analysis of receipts	Bank	Sales	Cost of Sales	Debtors control	Discount allowed	Sundry accounts		
									Amount	Fol	Details
Rec 23	2	K. Kalis	80	80			86	6			
24	10	S. Baya	91	91			91				
25	14	R. Adams	150	150			150				
26	18	T. Cele	172	172			180	8			
				493			507	14			
								Nil			

Books Langkloof Traders

General Journal - September 20.2

					Debtors control		Creditorscontrol	
			Debit	Credit	Debit	Credit	Debit	Credit
6	Bad debts		236					
	U. Ulster	D5		236		236		
	Debt irrecoverable							
10	Bad debts		273					
	S. Baya	D3		273		273		
	Debt irrecoverable							
						509		
					Dr	Cr		
					B/f			

DebtorsLedger

K. Kallis

Date		Source document	Fol	Debit	Credit	Balance
20.2 Sep	1	Balance	b/d			86
	2	Receipt 23	CRJ		80	6
		Receipt 23 + discount	CRJ		6	—

R. Adams

Date		Source document	Fol	Debit	Credit	Balance
20.2 Sep	1	Balance	b/d			210
	14	receipt 25	CRJ		150	60

S. Baya

Date		Source document	Fol	Debit	Credit	Balance
20.2 Sep	1	Balance	b/d			364
	10	receipt 24	CRJ		91	273
		journal voucher - bad debts	GJ		273	—

T. Cele

Date		Source document	Fol	Debit	Credit	Balance
20.2 Sep	1	Balance	b/d			439
	18	receipt 26	CRJ		172	267
		receipt 26 - discount allowed			8	259

U. Ulster

Date		Source document	Fol	Debit	Credit	Balance
20.2 Sep	1	Balance	b/d			236
	6	journal voucher - bad debts	GJ		236	—

General Ledger ~~van~~ of Langkloof Traders

Debtors control B7

20.2 Sep	1	Balance	b/d	13670		20.2 Sep	30	Bank and discount all	CRJ	507	
								Journal credits	GJ	509	

Bank

20.2 Sep	30	Total receipts	CRJ	493							

Bad debt N10

20.2 Sep	6	U. Ulster	GJ	236							
	10	S. Baya	GJ	273							

Discount allowed N11

20.2 Sep	30	Debtors control	CRJ	14							

ACTIVITY 5 I. (p.75)

				Debtors control		Creditors control	
1	Packing material	330					
	Trading Stock		330				
	Correction of error						
2	Stationery	125					
	Packing material		125				
	Correction of error						
3	T. Khumalo	130		130			
	A. Khumalo		130		130		
	Correction of error						
4	~~Equipment~~ Stationery	425					
	~~Stationery~~ Equipment		425				
	Correction of error						
5	Hobson Traders	500					
	Dobson Traders		500				
	Correction of error						
6	Stationery	682					
	Trading stock		682				
	Correction of error						
7	Packing material	6000					
	Repairs		6000				
	Correction of error						
8	K.K. Heinze	760		760			
	Sales		760				
	Correction of error						
9	Yuil Suppliers	2400				2400	
	YBS Suppliers		2400				2400
	Correction of errors						

DebtorsLedger

A. Khumalo

Date		Source document	Fol	Debit	Credit	Balance
20.5 March	1	Balance	b/d			231
		Journal voucher	GJ		130	101

Khumalo

Date		Source document	Fol	Debit	Credit	Balance
20.5 March	1	Balance	b/d			413
		Journal voucher	GJ	130		543

K Heinze

Date		Source document	Fol	Debit	Credit	Balance
20.5 March	1	Balance	b/d			9680
		Journal voucher	GJ	760		10440

Creditors Ledger

Hobson Traders

Date		Source document	Fol	Debit	Credit	Balance
20.5 March	1	Balance	b/d			500
		Journal voucher	GJ	500		—

Dobson Traders

Date		Source document	Fol	Debit	Credit	Balance
20.5 March	1	Balance	b/d			350
		Journal voucher	GJ		500	850

Yuill Suppliers

Date		Source document	Fol	Debit	Credit	Balance
20.5 March	1	Balance	b/d			4570
		Journal voucher	GJ	2400		2170

YBS Suppliers

Date		Source document	Fol	Debit	Credit	Balance
20.5 March	1	Balance	b/d			3685
		Journal voucher	GJ		2400	6085

ACTIVITY 5L, Red book p. 83. (Memo for general journal)

					Debtors Control		Creditors Control	
			Debit	Credit	Debit	Credit	Debit	Credit
March 20.5								
1	Nobaza Motors		200				200	
	Richmond Traders			200				200
	Correction of error							
16	Bad debts		138.24					
	A. Jones			138.24		138.24		
	30c in the Rand written							
	off as bad debts							
	(30/100 x R460.80)							
17	Drawings		1280					
	Trading stock			1280				
	Owner take trading							
	stock for own use							
	*(100/125*1600,5)*							
31	J.D. Cilliers		48.58		48.58			
	Interest income			48.58				
	Debtor charged 22%							
	interest for one month							
	*(22/100*1/12*2650)*							