

45

QUESTION 3**(85 marks; 50 minutes)****PARTNERSHIP FINANCIAL STATEMENTS**

3.1 Choose an explanation from COLUMN B that matches a concept in COLUMN A

COLUMN A	COLUMN B
3.1.1	B ✓✓
3.1.2	E ✓✓
3.1.3	D ✓✓
3.1.4	C ✓✓
3.1.5	A ✓✓

10

3.2.1

CURRENT ACCOUNTS	MOROWA	RANI	Total
Net profit per Income Statement	✓862 636	✓738 424	1 601 060
Partners' salaries	✓480 000	✓480 000	
Interest on capital	✓180 000	✓120 000	
Partners' bonuses	✓10 000	✓10 000	
Primary distribution of profit	✓670 000	✓610 000	1 280 000
Final distribution of profit	✓192 636	✓128 424	321 060
Drawings for the year	✓ (576 000)	✓ (545 000)	
Undrawn profits for the year	✓286 636	✓193 424	
Balance at beginning of year	✓250 000	✓ (11 000)	
Balance at end of year	✓536 636	✓182 424	719 060

20

3.2.2

TRADE & OTHER PAYABLES	
Trade creditors	✓239 600
Expenses accrued (payable)	✓2 800
Income received in advance (deferred) 236 800 – 12 800 ✓ = 224 000 ✓ ÷ 14 = 16 000 ✓ + 1 600 ✓ = 17 600 ✓ x 2 ✓	✓35 200
Creditors for salaries 20 000 ✓ – 3 600 ✓ – 1 500 ✓ – 1 960 ✓ - 400 ✓	✓12 740
Pension Fund 1 500 ✓ + 2 250 ✓ (1 500 x 1.5)	✓3 750

25

Medical Fund 1 960✓ + 1 960✓	✓3 920
South African Revenue Services(PAYE)	✓3 600
UIF 200✓ + 200 ✓ (1% x 20 000)	☑400
	302 010

3.3

QUEEN TRADERS		
BALANCE SHEET ON 28 FEBRUARY 2015		
		R
ASSETS		
Non-current assets		✓✓ 3 796 000
Tangible assets		✓ 3 596 000
Financial assets		✓ 200 000
Current assets		✓☑ 585 070
Inventories		✓ 243 000
Trade and other receivables 111 200 ✓ – 3 324 ✓ + 7 800✓ + 26 400✓		☑ 142 076
Cash and cash equivalents		✓ 199 994
TOTAL ASSETS		☑ 4 381 070
EQUITY AND LIABILITIES		
Owners' equity		✓✓ 3 719 060
Capital 1 800 000✓ + 1 200 000✓		✓ 3 000 000
Current accounts		✓ 719 060
Non-current liabilities		✓☑ 120 000
Loan: Money Bank 360 000 ✓ – 240 000✓		☑ 120 000
Current liabilities		✓☑ 542 010
Trade and other payables	9	✓ 302 010
Bank overdraft		0
Short term loans / Instalment on loan		✓ 240 000
TOTAL EQUITY AND LIABILITIES		☑ 4 381 070