

Zoom In Accounting Grade 11

ACTIVITY 2

1. Identify what VAT rate would be charged on each of the items listed below.

- 1.1 bananas
- 1.2 university fees
- 1.3 a slab of chocolate
- 1.4 petrol
- 1.5 bread rolls

2. Complete the table provided by filling in the missing information.

Purchase price (incl. VAT)	Mark-up	Selling price (excl. VAT)	Input VAT	Output VAT
R22 800	$33\frac{1}{3}\%$			
R17 100		R25 308		

ACTIVITY 3

B-List Traders is a registered VAT vendor. All sales are made at a mark-up of 40% on cost. Complete the table provided by filling in the relevant VAT information.

Transaction	Input VAT	Output VAT
1. Paid advertising account, R684		
2. Sold goods to Marianne for R7 752		

3. Bought trading stock, R2 565 (excl.)

ACTIVITY 4

For each of the following transactions, state whether there will be an increase or

decrease in the amount payable to SARS. Indicate an increase with a + and a decrease with a – .

Transaction	Effect on
VAT payable	
<i>Example: Sold goods to Amanda, R1 200 (cost of sales R960)</i>	+
Returned goods to HG Wholesalers as they were not to order, R230	
James, a debtor, was declared insolvent and his debt of R400 must be written off as irrecoverable	