

Zoom In Accounting Grade 11

ACTIVITY 2

Required:

Use the information provided below to draw up the following accounts in the General Ledger of JJ Stores on 30 September 2017:

- + Capital: James
- + Current account: Julie
- + Appropriation account

Information:

The following balances appeared in the books of JJ Stores on 30 September 2017:

Capital: Julie	R600 000	
Capital: James	R400 000	
Current account: Julie	R25 000	(unfavourable)
Current account: James	R34 000	
Drawings: Julie	R90 000	
Drawings: James	R110 000	

Adjustments and additional information:

1. The owners took clothing for personal use from the store. Julie took clothing to the value of R800 and James to the value of R1 590. No entry has been made of this.
2. James contributed R40 000 additional capital on 1 December. This was recorded on the day.
3. Net profit for the year amounted to R287 800.
4. The partnership agreement stipulates the following:
 - + Each partner is entitled to a salary of R60 000 p.a.
 - + Interest on capital is calculated at 10% p.a. on capital balances at the end of the year.
 - + The remaining profit or loss must be shared between Julie and James in the ratio 2:1.

ACTIVITY 3

Required:

1. Use the information provided below to draw up the following accounts in the General Ledger of H & L Stores on 30 April 2015:
 - + Capital: Harry
 - + Current account: Louis
 - + Appropriation account
2. Explain the difference between primary distribution and final distribution.
3. Name FOUR things you would find in a partnership agreement.

Information:

The following balances appeared in the books of H & L Stores on 30 April 2015:

Capital: Louis	R550 000	Capital: Harry	R400 000
Current account: Louis	R25 000 (favourable)	Current account: Harry	R34 000 (unfavourable)
Drawings: Louis	R108 000	Drawings: Harry	R94 000

Adjustments and additional information:

1. The owners took cash for personal use from the store. Louis took R2 200 and Harry took R3 190. No entry has been made of this.
2. Harry contributed R80 000 additional capital on 1 November 2014. This was properly recorded.
3. Net profit for the year amounted to R418 000.