GUIDE

SOUTH AFRICAN ACCOUNTING OLYMPIAD

GRADE 10 -12

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GRADE 11

ACCOUNTING

A. Paper structure for the olympiad

Multiple Choice questions and short answer questions.

B. How it aligns with the curriculum?

CAPS topics including:

- Reconciliations
- Fixed assets
- Partnerships: adjustments, General Ledger, Accounting equation, final accounts, financial statements
- Partnerships: analysis and interpretation
- Clubs: concepts, Ledger, Statement of Receipts and Payments
- Cost Accounting: calculations, General Ledger
- Budgeting: Projected Income Statement, debtors' collection, creditors' payments
- Cash Budget
- Inventory systems
- Value Added Tax (VAT)

C. How it goes beyond?

The olympiad includes some general knowledge questions based on topics from the curriculum, updated and current information.

D. Sample questions

1. Multiple Choice Questions

1. When reconciling a partnership's bank statement, which of the following items would NOT typically be adjusted?

   A Outstanding cheques

   B Bank service charges

   C Deposits in transit

   D Interest earned on investments

2. When analysing the liquidity of a partnership using the current ratio, which of the following scenarios indicates a stronger liquidity position?

   A Current ratio of 2.0

   B Current ratio of 1.5

   C Current ratio of 1.0

   D Current ratio of 0.5

3. When interpreting a partnership's debt-to-equity ratio, which of the following values suggests a higher level of financial risk?

   A Debt-to-equity ratio of 0.2

   B Debt-to-equity ratio of 0.5

   C Debt-to-equity ratio of 1.0

   D Debt-to-equity ratio of 2.0

2. Short answer questions

1. What are the steps involved in recording the disposal of a fixed asset, and how does this transaction affect the financial statements?

2. How do you differentiate between the methods of disposal for fixed assets, such as sale, scrapping, or trade-in, and what are the implications for financial reporting?

3. When exploring partnerships, what are the key characteristics of a partnership agreement, and how do partners' capital contributions and profit-sharing arrangements impact the accounting records and financial statements?