**VAT**

**QUESTION 1**

Calculate amount owed by/to SARS

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| **INFORMATION:** | **Excluding VAT** | **Including VAT** |
| Stock purchased by eft | R1 760 000 | **?** |
| Equipment purchased by eft | R40 000 | R46 000 |
| Sales of goods for cash and on credit | **?** | R938 400 |
| Goods returned by customers | R48 000 | R55 200 |
| Discount allowed to debtors on settlement of their accounts | R4 000 | **?** |
| Drawings of stock by the owner | R24 000 | R27 600 |
| Bad debts | **?** | R18 400 |
| Cash sales | R650 000 | ? |
| Discount received from creditors | ? | R2 139 |
| Goods returned to creditors | R34 000 | ? |
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| **VAT CONTROL** | | | |
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**QUESTION 2**

Analyse the transactions below according to the headings in the table.

2.1 Sold stock for cash R1 242 (inclusive of VAT). The mark-up is 100%.

2.2 The account of a debtor was written off R391.

2.3 Merchandise was purchased on credit from a creditor for R3 450 (inclusive).

2.4 The account of the above creditor was settled. A 10% discount was received.

2.5 Paid the water and electricity used by the business, R1 580 (exclusive).

2.6 Credit sales to a debtor, R3 795. The mark-up is 50%.

2.7 The debtor settled his account electronically to qualify for the 10% early settlement

discount.

2.8 The owner took inventory for personal use, R529.

2.9 A debtor returned stock to the value of R690. The mark-up is 50%.

2.10 Returned stock to a creditor to the value of R966.

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|  |  | **GENERAL LEDGER** | |  |
| **Nr** | **JOURNAL** | **ACCOUNT DEBIT** | **ACCOUNT CREDIT** | **AMOUNT** |
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