education

Department:
Education
PROVINCE OF KWAZULU-NATAL

ACCOUNTING

ANSWER BOOK

MARCH COMMON TEST

2025

NATIONAL SENIOR CERTIFICATE

GRADE 12

Name:_____ **Grade:**_____

QUESTION	MARKS	MOD BY THE SCHOOL	MOD BY THE CLUSTER	MOD BY THE PROVINCE
1				
2				
3				
TOTAL				

N.B. This answer book consists of 6 pages.

Copyright Reserved

QUESTION 1

1.1

Statement of Comprehensive Income for the year ended on 28 February 2025		
Sales		
Cost of sales		
Other operating income		
Bad debts recovered	39 000	
Commission income	312 600	
Operating expenses		
Audit fees	28 000	
Bad debts	11 000	
Salaries and wages(920 000		
Consumable stores (20 000		
Advertising (19 500		
14		
Operating profit		
Interest income	66 620	
Operating profit before interest expenses		
Interest expenses		
Net profit before taxation		
Taxation		
6 Net profit after tax	560 000	31

1.2 Trade and other receivables Note on 28 February 2025

Trade debtors		
		9

TOTAL MARKS
40

Copyright Reserved

QUESTION 2

2.1 **Ordinary share capital Note for the year ended 28 February 2025.**

Authorised shares			
600 000 shares			
ISSUED SHARES:			

8

2.2 **Retained Income Note on 28 February2025**

8

Copyright reserved

2.3 Statement of Financial Position on 28 February 2025.

Asset	
Non-current assets	
Current assets	
Total assets	
Equity and liabilities	
Shareholders' equity	
Ordinary share capital	
Retained income	
Non-current liabilities	
Current liabilities	
Total equity and liabilities	

TOTAL MARKS
45

Copyright reserved

QUESTION 3

3.1.1 Quote and explain TWO financial indicators which indicate that the company manages its expenses more efficiently.

2

3.1.2 Suggest strategies that the company can employ to improve its net working capital. Quote TWO financial indicators.

Financial indicator with figures	Strategies

4

3.1.3 Comment on the dividend pay-out policy of the company. Provide TWO reasons why the directors decided to change policy in 2025.

Explain whether the shareholders should be satisfied with their return on investment in the company. Quote ONE financial indicator, with figures, in your explanation.

4

Copyright reserved

3.1.4	As a shareholder in the company, how would you react to this decision? Explain and Quote TWO financial indicators.	
		2

3.1.5	Comment on the degree of risk and gearing.	
		3

TOTAL MARKS
15

TOTAL MARKS: 100