KWAZULU-NATAL PROVINCE

EDUCATION
REPUBLIC OF SOUTH AFRICA

ACCOUNTING

ANSWER BOOK

MARCH 2022

COMMON TEST

NATIONAL SENIOR CERTIFICATE

GRADE 12

Name:_____ _____ Grade:_____

Question	MARKS	MOD.
1		
2		
3		
TOTAL		

N.B. This answer book consists of 5 pages

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QUESTION 1

1.1 INCOME STATEMENT FOR THE YEAR ENDED 28 FEBRUARY 2022.

	Other operating income	
	Gross income	
	Operating expenses	
	Salaries (1 049 300	
	Employers contributions (81 000	
	Bad debts (25 000	
	Packing material (78 000	
	Advertising (57 500	
	Operating profit	
	Interest expenses	**(204 000)**

40

QUESTION 2

2.1 RETAINED INCOME

		16

2.2 STATEMENT OF FINANCIAL POSITION ON 28 FEBRUARY 2022.

ASSETS		
NON CURRENT ASSETS		
CURRENT ASSETS		
TOTAL ASSETS		
EQUITY AND LIABILITIES		
SHAREHOLDERS EQUITY		
NON CURRENT LIABILITIES		
CURRENT LIABILITIES		
TOTAL EQUITY AND LIABILITIES		30

TOTAL MARKS
46

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QUESTION 3

3.1.1 **Solvency ratio**

3

3.1.2 **Debt-equity ratio**

3

3.2 **The directors are pleased that the operating efficiency of the business has improved. Quote and explain TWO financial indicators to support their opinion.**

2

3.3 **The liquidity of the company has improved. Quote THREE financial indicators to support this statement.**

3

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3.4.1	What type of audit opinion is provided by the independent auditor?	1

3.4.2	To whom is the audit report addressed?	1

3.4.3	What is the responsibility of the directors with regards to the audit report?	1

TOTAL MARKS
14

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