KWAZULU-NATAL PROVINCE

EDUCATION
REPUBLIC OF SOUTH AFRICA

ACCOUNTING

ANSWER BOOK

SEPTEMBER 2025

P2

NATIONAL SENIOR CERTIFICATE

GRADE 12

NAME:	
GRADE:	

QUESTION	MARKS	MOD BY THE SCHOOL	MOD BY THE CLUSTER	MOD BY THE PROVINCE
1				
2				
3				
4				
TOTAL				

This answer book consists of 9 pages.

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QUESTION 1

1.1.1 Calculate the figures indicated by (a) to (d) in the table below

NO.	CALCULATION	ANSWER
(a)		
(b)		
(c)		
(d)		

11

1.1.2 Explain what you would say to Zolly. Provide TWO points.

4

1.2 CREDITORS RECONCILIATION

1.2.1 **Briefly explain how the preparation of a creditors' reconciliation as an internal control measure can assist the business in managing their creditors effectively. Provide TWO points.**

4

1.2.2 **Use the table provided to indicate the changes that must be made in the Creditors' Control account and Creditors' List in the books of Newcastle Traders to take into account the errors and omissions noted. Indicate the increase or decrease with a (+) or (-) with each amount.**

	Creditors' Control	Creditors' List
Provisional balance/total	R 74 715	R32 595
A		
B		
C		
D		
E		

10

1.2.3 **State THREE internal control measures that the business can use to prevent similar incidents from happening in future.**

6

TOTAL MARKS
35

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QUESTION 2

2.1.1 **Calculate the value of the closing stock on 28 February 2025 using the weighted-average method.**

9

2.1.2 **Calculate the average stock-holding period (in days) on 28 February 2025.**

6

2.1.3 **Comment on the stock-holding period and explain how this would affect the business.**

Comment

How this would affect the business.

4

2.1.4 **Calculate the value of the closing stock by using the FIFO method.**

7

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2.2 **Identify ONE different problem in relation to each branch. Quote relevant figures to support your answer. In each case, offer Tazmin advice on how to solve the problem.**

BRANCH	Problem with / and figures	Advice
GATEWAY MALL		
BOARDWALK MALL		
SCOTTBURGH MALL		

9

TOTAL MARKS
35

QUESTION 3

3.1.1 DIRECT MATERIAL COST

		4

DIRECT LABOUR COST

		5

FACTORY OVERHEAD COST

TOTAL	R 610 000	
		5

3.1.2 PRODUCTION COST STATEMENT FOR THE YEAR ENDED 30 JUNE 2025

Prime cost		
Total manufacturing cost		
Work-in-process (1 July 2024)	22 108	
Total cost of production of finished goods		9

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3.1.3 The accountant is of the opinion that workers are not properly supervised.

	Identify separate problems	Solution
Problem 1		
Problem 2		

6

3.2.1 Comment on the level of production and break-even point on 31 August 2025.

4

3.2.2 Identify the production cost that should be of serious conern. Provide TWO valid solutions to this problem.

4

3.2.3 Muffin wants to improve his profit by R214 800 during the next financial year, while maintaining costs. Calculate the additional units that must be produced to achieve this target.

CALCULATION	ANSWER

3

TOTAL MARKS
40

QUESTION 4

4.1.1 TWO items recorded incorrectly in the Cash Budget: 2

4.1.2 TWO items in the Cash Budget that would NOT appear in a Projected Statement of Comprehensive Income: 2

4.2 DEBTORS' COLLECTION SCHEDULE

MONTHS	CREDIT SALES	JULY	AUGUST
May	120 000	8 400	
June	151 200	60 480	
July	172 800	86 400	
August			

9

4.3 AMOUNTS FOR THE CASH BUDGET

	WORKINGS	AMOUNT
(a)	Cash sales for July	
(b)	Payments to creditors for August	
(c)	Directors' fees for August	
(d)	Interest on loan for August	

18

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4.4.1 The directors changed the method of payment to the salespersons.

Explain how this has benefited the salespersons. Quote figures.

Explain how this has benefited the business. Quote figures.

4

4.4.2 The directors are not concerned about the overspending on packing material. Explain why this is so. Quote figures or calculations.

5

TOTAL MARKS
40

TOTAL: 150

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