



Province of the
EASTERN CAPE
EDUCATION

Iphondo leMpuma Kapa, Isobhe leMfundo
Provinsie van die Oos Kaap: Departement van Onderwys
Porafensie Ya Kapa Botjhabela: Lefapha la Thuto

NAME:

NATIONAL SENIOR CERTIFICATE

GRADE 12

JUNE 2025

ACCOUNTING P1 ANSWER BOOK

QUESTION	MAX. MARKS	MARKS OBTAINED	MODERATED MARKS		
			School	District	Province
1	55				
2	40				
3	40				
4	15				
TOTAL	150				



This answer book consists of 9 pages.

QUESTION 1

1.1	(a)	Calculate the cost of Land and Buildings on 1 March 2024.		
				<div><div></div><div>2</div></div>
	(b)	Calculate the carrying value of equipment sold on 28 February 2025.		
				<div><div></div><div>4</div></div>
	(c)	Calculate the total depreciation on vehicles on 28 February 2025.		
				<div><div></div><div>3</div></div>
	(d)	Calculate the carrying value of vehicles on 28 February 2025.		
				<div><div></div><div>4</div></div>

1.2 TRADE AND OTHER RECEIVABLES

Net trade debtors (328 590	

7

RETAINED INCOME NOTE

Balance on 1 March 2024	298 000
Repurchase of shares	(90 400)
Ordinary share dividends	
- paid	108 000
Balance on 28 February 2025	

8

STATEMENT OF FINANCIAL POSITION ON 28 FEBRUARY 2025

ASSETS	
NON-CURRENT ASSETS	
Tangible assets	
Financial assets (Fixed deposit) (135 500)	
CURRENT ASSETS	
Inventories (736 090)	
TOTAL ASSETS	
EQUITY AND LIABILITIES	
SHAREHOLDERS EQUITY	
Ordinary share capital	
Retained income	
NON-CURRENT LIABILITIES	
Loan: Abu Bank (448 000)	
CURRENT LIABILITIES	
Trade and other payables (210 100)	
TOTAL EQUITY AND LIABILITIES	

27

55

QUESTION 2

MANTSANE LTD

2.1.1

Calculate: Dividends paid

WORKINGS	ANSWER

3

2.1.2

Calculate: Taxation paid

WORKINGS	ANSWER

5

2.2.1

Calculate: Percentage return on total capital employed

WORKINGS	ANSWER

6

2.2.2

Calculate: Acid test ratio

WORKINGS	ANSWER

4

2.2.3

Calculate: Percentage operating profit on sales

WORKINGS	ANSWER

3

2.3.1

CASH FLOWS FROM INVESTING ACTIVITIES	
Proceeds from sale of fixed assets	549 000

8

2.3.2

CASH FLOWS FROM FINANCING ACTIVITIES	

7

2.3.3

NET CHANGE IN CASH AND CASH EQUIVALENTS	
Cash (balance at the beginning of the year)	
Cash (balance at the end of the year)	

4

40

QUESTION 3**3.1 Profitability:**

Quote and explain TWO financial indicators to show which company is managing its expenses more efficiently.

4

3.2 Dividends, earnings and returns:

Comment on the dividend pay-out policy of Sinako Ltd. Explain why the change in policy was irresponsible.

4

Comment on the % return on shareholders' equity of EACH company. Explain the effect on Sinako Ltd.

Sinako Ltd:	
Lisele Ltd:	
Effect on Sinako Ltd:	

4

Sindiswa, a shareholder, feels that earnings per share (EPS) in Lisele Ltd are better than in Sinako Ltd. Explain why you agree with her.

4

3.3 Shareholding of Lorna Ngendu:

Comment on the price paid for the shares repurchased by Sinako Ltd. Provide TWO points.

4

Calculate the number of shares that Lorna purchased in Lisele Ltd with the money she received from the share buyback at Sinako Ltd.

CALCULATION	ANSWER

2

Explain the effect of the share repurchase on the % shareholding of Lorna Ngendu in Lisele Ltd. Quote figures.

4

3.4 Financing strategies and gearing:

Explain the decisions taken by the directors of Lisele Ltd and how these will benefit the company. Provide TWO points with figures.

DECISIONS	BENEFITS

8

Explain how the decisions taken by Sinako Ltd affected the risk and gearing of the business. Quote TWO financial indicators.

Financial indicators (with figures)	Explanation of effect on business

6

40

QUESTION 4

4.1

Choose the correct word(s) from those given in brackets.

4.1.1	
4.1.2	
4.1.3	

3

4.2

Audit Report

4.2.1

What type of audit report did Kanghol Ltd receive in 2025?

1

4.2.2

Where is this audit report expected to be presented? Give ONE point.

1

4.2.3

Explain TWO points on the impact of this report on the company.

POINT 1

POINT 2

4

4.3

Explain why companies would want to give back to the communities. State THREE points.

POINT 1

POINT 2

POINT 3

6

15

TOTAL: 150

