LIMPOPO
PROVINCIAL GOVERNMENT
REPUBLIC OF SOUTH AFRICA

DEPARTMENT OF
EDUCATION

STICKER

SCHOOL:

LEARNER NAME AND SURNAME:

NATIONAL SENIOR CERTIFICATE

ACCOUNTING PAPER 1

GRADE 12

SEPTEMBER 2025

SPECIAL ANSWER BOOK

QUESTION	MARKS	SCHOOL MOD.	DISTRICT MOD.
1			
2			
3			
4			
TOTAL			

This answer book consists of 13 pages.

QUESTION 1

CONCEPTS

1.1

1.1.1	
1.1.2	
1.1.3	
1.1.4	

4

SPARTAN LTD

1.2 Calculate and complete the following for the financial year ended 28 February 2025:

1.2.1

Calculate the correct net profit after tax for the year ended 28 February 2025	
Incorrect Net profit before tax	R1 948 432
Interest on loan	
Rent income	
Director's fee	
Bad debts recovered	
Provision for bad debts adjustment	
Net profit before tax	
Income tax	
Net profit after tax	

16

1.2.2

Retained income note on 28 February 2025	
Balance at the beginning of the year	
Balance at the end of the year	

9

1.2.3

Trade and other receivables note on 28 February 2025	
Net trade debtors	

10

1.2.4 **SPARTAN LTD**
STATEMENT OF FINANCIAL POSITION ON 28 FEBRUARY 2025

EQUITY AND LIABILITIES SECTION	
SHAREHOLDERS' EQUITY	
Ordinary Share Capital	
Retained Income	
NON-CURRENT LIABILITIES	
CURRENT LIABILITIES	
TOTAL EQUITY AND LIABILITIES	

16

TOTAL MARKS
55

QUESTION 2

2.1 CONCEPTS

2.1.1	
2.1.2	
2.1.3	
2.1.4	

4

2.2 TAKE ALL LTD

Calculate the following for the year ended 28 February 2025:

2.2.1

Net profit before tax	
WORKINGS	**ANSWER**

2

2.2.2

Inventory	
WORKINGS	**ANSWER**

4

2.3 Complete the following note for the year ended 28 February 2025:

2.3.1

Note 1: Reconciliation between profit before taxation and cash generated from operations	
Adjustments for:	
Depreciation	345 000
Interest Expense	63 400
Operating profit before changes in working capital	
Changes in working capital	(54 300)
Increase in receivables	(21 200)
Decrease in payables	(326 500)
Cash generated from operations	46 354 100

4

2.3.2

Cash flows from operating activities	
Cash generated from operations	46 354 100

14

2.3.3

Cash flow from investing activities	
Proceeds from the sale of fixed assets	373 000

7

2.4 Calculate the following financial indicators for the year ended 28 February 2025:

2.4.1

Debt: Equity ratio	
WORKINGS	ANSWER

2

2.4.2

Net Asset Value per share (NAV)	
WORKINGS	ANSWER

3

TOTAL MARKS
40

QUESTION 3

3.1 Liquidity:

Give your opinion on Vuka Limited's liquidity position. Quote THREE financial indicators with figures. Provide a comment to explain EACH indicator's effect on the liquidity of Vuka Limited.
Comment:

6

3.2 Risk and Gearing:

During the current financial year, the directors decided to raise the loan. Quote TWO financial indicators to explain whether this was a good decision or not.
Comment:

6

3.3 Dividends and Returns:

The dividend distribution from 2024 to 2025 was the subject of some thoughtful considerations by the directors. Share your thoughts on these changes. Show calculations to support your response.
Comment:

5

Should the percentage return satisfy shareholders? To support your response, quote a financial indicator with figures and comment.
Comment:

4

3.4 Directors' decisions:

During the Annual General Meeting (AGM), one of the shareholders said that the Cash Flow Statement revealed some bad decisions made by the directors. Provide TWO points with relevant figures to support this opinion.	
POINT 1	
POINT 2	

6

3.5 % Shareholding:

Glen Tau owns 740 000 shares in the company. Describe how her %shareholding in the company was affected by the December 2024 share repurchase. Provide calculations to back up your response.

5

3.6 **Share price:**

Review the performance of the share price on the stock exchange (JSE). Provide TWO financial indicators, with figures for each year.	
2024	
2025	

	4

The share price on the JSE has fallen over the past two years, which has upset many shareholders. What might be a reason for this decline, and what solution can the directors implement to improve the situation?	
Reason	**Solution**

	4

TOTAL MARKS
40

QUESTION 4

4.1

What kind of audit report was obtained by Fresh Ltd AND by Night Owl Ltd?	
FRESH LTD	
NIGHT OWL LTD	

2

4.2

Quote a statement from the given extract to support your choice provided in question 4.1 above.	
FRESH LTD	
NIGHT OWL LTD	

2

4.3

State any THREE impacts that the audit report Fresh Ltd received will have on the company.

3

4.4 **A recent news report alleged that Fresh Ltd landed an R18 million deal to supply organic vegetables to the supermarket chain, Cooleworths. Allegedly the CFO of Fresh Ltd paid R2.5 million to the Cooleworths CEO to secure the deal. As a shareholder, explain what you would say at the AGM. Provide TWO points.**

4

4.5 **After the news report, Fresh Ltd has set up a confidential tip-off phone line, managed by an independent company, to report unethical behaviour. Whistleblowers who provide information will be protected and remain anonymous. In your opinion, explain why Fresh Ltd found it necessary to implement the above. Provide TWO points.**

4

TOTAL MARKS
15

TOTAL MARKS: 150