



Name:

**NATIONAL
SENIOR CERTIFICATE**

GRADE 11

NOVEMBER 2023

**ACCOUNTING P1
ANSWER BOOK**

QUESTION	MAX. MARKS	MARKS OBTAINED	MODERATED MARKS
1	20		
2	45		
3	50		
4	35		
	150		

This answer book consists of 8 pages.

QUESTION 1

1.1	No.	A	O	L
	e.g.	+	0	+
	1.1.1			
	1.1.2			
	1.1.3			
	1.1.4			

8

1.2 SANDI BROTHERS

WORKINGS	ANSWER
(i) Cost price of buildings on 1 March 2023	
(ii) Carrying value of the vehicle sold	
(iii) Total depreciation on equipment	

12

TOTAL MARKS	20
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QUESTION 2

2.1

2.1.1	
2.1.2	
2.1.3	
2.1.4	

4

2.2 Statement of Comprehensive Income for the year ended 28 February 2023

Sales		
Cost of sales		
Gross profit		
Other income		
Discount received	11 280	
Gross operating income		
Operating expenses		
Discount allowed	3 360	
Depreciation	298 350	
Sundry expenses		
Operating profit	566 400	
Profit before interest expense		
Net profit for the year	478 900	41

TOTAL MARKS

45

QUESTION 3

3.1 **Calculate: The interest on capital of Partner Hockey**

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4

CURRENT ACCOUNTS	HOCKEY	TENNIS
Salaries	480 000	
Bonuses		
Interest on capital		134 400
Primary distribution of profit		
Final distribution of profit		
Drawings for the year		(563 250)
Retained income for the year		
Balance at the beginning of the year		
Balance at the end of the year		

17

3.3 STATEMENT OF FINANCIAL POSITION ON 28 FEBRUARY 2023

ASSETS	
NON-CURRENT ASSETS	
Fixed assets	
Financial assets	
CURRENT ASSETS	
Inventories	
Trade and other receivables	
Cash and cash equivalents	
TOTAL ASSETS	
EQUITY AND LIABILITIES	
OWNERS' EQUITY	
Capital	2 800 000
Current accounts	
NON-CURRENT LIABILITIES	
Mortgage loan	
CURRENT LIABILITIES	
Trade and other payables	
TOTAL EQUITY AND LIABILITIES	

29

TOTAL MARKS

50

QUESTION 4

4.1 Calculate the following financial indicators on 28 February 2023.

% Operating expenses on sales	
WORKINGS	ANSWER

Acid-test ratio	
WORKINGS	ANSWER

Debt-equity ratio	
WORKINGS	ANSWER

% Return on average partners' (owners') equity	
WORKINGS	ANSWER

2

4

3

5

4.2 Explain whether the business is managing its expenses effectively. Identify TWO financial indicators (with figures) to support your explanation.

6

4.3 Partner Yozo is concerned about the liquidity position. Explain whether he is justified or not. Quote TWO financial indicators, with figures.

6

4.4 The partners have increased the monthly instalments on the loan. Explain the effect of this on the financial risk of the business. Quote ONE financial indicator with figures to support your explanation.

4

4.5 Explain whether the partners should be happy with the % return earned by their investment in this partnership. Quote ONE financial indicator, with figures.

5

TOTAL MARKS

35

TOTAL: 150