



Western Cape
Government

Education

Directorate: Curriculum FET

TELEMATICS 2015

Grade 12 (Term 1)

ACCOUNTING

WORKBOOK

Activity 1

1.1 Give ONE word/term for each of the descriptions by choosing a word/term from the list. Write only the word/term next to the question number (1.1.1–1.1.4).

1.1.1	
1.1.2	
1.1.3	
1.1.4	

1.2.1 See next page

1.2.2

NOTE FOR RETAINED INCOME	
Balance at the beginning of the year	735 000
Net profit after tax	
Balance at the end of the year	

1.2.1 SELATI LIMITED

INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2013

Sales	
Cost of sales	(8 200 000)
Gross profit	
Other income	
Gross operating income	
Operating expenses	(3 348 420)
Salaries and wages	
Directors' fees	
Audit fees	
Employer's contribution (Pension and UIF)	
Operating profit	
Profit before interest expense	
Net profit before tax	
Net profit after tax	588 000

Activity 2

2.1 2.1.1 SHARE CAPITAL

AUTHORISED SHARE CAPITAL

750 000 ordinary shares

ISSUED SHARE CAPITAL

_____	Ordinary shares in issue on 1 March 2013	
80 000	Ordinary shares issued during the year	
(75 000)	Ordinary shares re-purchased (average price of _____)	
_____	Ordinary shares in issue on 28 February 2014	

2.1.2 RETAINED INCOME

Balance on 1 March 2013	322 500
Ordinary share dividends	
Balance on 28 February 2014	

2.2 VIJAY LIMITED

**BALANCE SHEET (STATEMENT OF FINANCIAL POSITION) ON
28 FEBRUARY 2014**

ASSETS	
Non-current assets	
Financial asset: Fixed deposit	650 000
Current assets	
Inventories	275 400
Trade and other receivables	
Cash and cash equivalents	336 600
TOTAL ASSETS	
EQUITY AND LIABILITIES	
Shareholders' equity	
Non-current liabilities	
Current liabilities	
TOTAL EQUITY AND LIABILITIES	

Activity 3

DERBY LTD

3.1

RECONCILIATION BETWEEN NET PROFIT BEFORE TAX AND CASH GENERATED FROM OPERATIONS	
Net profit before tax	
Operating profit before changes in working capital	
Cash effects of changes in working capital	
Change in inventory	
Cash generated from operations	

3.2

DERBY LIMITED	
CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2013	
Cash effects of operating activities	
Cash generated from operations	
Cash effects of investing activities	
Purchase of fixed assets	
Cash effects of financing activities	
Proceeds of issue of shares	
Repayment of long-term loan	
Net change in cash and cash equivalents	
Cash and cash equivalents – beginning of year	
Cash and cash equivalents – end of year	

Activity 4

4.1 Calculate the missing amounts (indicated by a, b and c) in the Fixed/Tangible Asset Note for the year ended 28 February 2014.

NO.	WORKINGS	AMOUNT
a		
b		
c		

4.2

METEOR SUPERMARKETS LTD	
CASH FLOW STATEMENT FOR YEAR ENDED 28 FEBRUARY 2014	
Cash flow from operating activities	
Cash generated from operations	969 600
Interest paid	(88 500)
Cash flow from investing activities	
Cash flow from financing activities	
Net change in cash and cash equivalents	
Cash and cash equivalents at beginning of year	2 488 000
Cash and cash equivalents at end of year	

4.3 At the AGM, a shareholder stated that the Cash Flow Statement reflects poor decisions by the directors. Explain TWO points, with relevant figures, to support his opinion.

Point 1:

Point 2: