

QUESTION 1: COMPANY FINANCIAL STATEMENTS

- 1.1 Calculate the correct net profit after tax for the year ended 30 June 2025. Indicate a + for increase and a – for decrease.

Calculation of the correct after tax	
Incorrect net profit	2 992 320
Correct net profit before tax	
Income tax	
Net profit after tax	

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- 1.2 Prepare the Retained Income Note on 30 June 2025.

Balance at beginning of year	2 700 000
Dividends	
Balance at end of year	

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1.3 Prepare the Statement of Financial Position (Balance Sheet) on 30 June 2025.

ASSETS	
NON-CURRENT ASSETS	10 340 000
Fixed assets at carrying value	10 340 000
CURRENT ASSETS	
Trade and other receivables 379 200	
TOTAL ASSETS	
EQUITY AND LIABILITIES	
ORDINARY SHAREHOLDERS' EQUITY	
Ordinary share capital	6 686 400
NON-CURRENT LIABILITIES	
CURRENT LIABILITIES	
TOTAL EQUITY AND LIABILITIES	

1.4 Explain why the shareholders of the shares re-purchased on 31 May 2025 do not qualify for final dividends. State ONE point.

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TOTAL MARKS
55