

**11** The following is an extract from the trial balance of a business at 31 May 2017.

	\$
trade receivables	72 000
provision for doubtful debts	3 250

A customer owing \$5000 has been declared bankrupt. The provision for doubtful debts is to be maintained at 5% of trade receivables.

Which amount should be included in the financial statements at 31 May 2017?

	income statement (expense) \$	statement of financial position (current assets) \$
<b>A</b>	3 350 expense	63 650
<b>B</b>	3 350 expense	66 900
<b>C</b>	5 100 expense	63 650
<b>D</b>	5 100 expense	66 900

**12** Where should a partner's drawings be recorded?

- A** appropriation account
- B** income statement
- C** partner's capital account
- D** partner's current account

**13** L and M are in partnership. Their profit and loss appropriation account shows the following.

	L \$	M \$	total \$
interest on capital	1 600	1 800	3 400
interest charged on drawings	500	400	900
partners' salaries	2 000	3 000	5 000
share of profit	8 000	12 000	20 000

What is the profit for the year before appropriations?

- A** \$17 500
- B** \$22 500
- C** \$27 500
- D** \$29 300