

13 A company's income statement includes the following.

	\$000
dividend	300
increase in inventory	200
overheads	400
ordinary goods purchased	800

If the net profit percentage is 20 %, what is the figure for revenue?

- A** \$1 120 000    **B** \$1 250 000    **C** \$1 625 000    **D** \$1 750 000

14 Which statement regarding partnerships, constituted under a partnership agreement, is always correct?

- A** Each partner is paid interest on capital.  
**B** Each partner must introduce the same amount of capital.  
**C** Each partner must share profits and losses equally.  
**D** Each partner receives a salary only if set out in the agreement.

15 X and Y are in partnership, sharing profits and losses in the ratio of 2:1.

X had taken goods costing \$1500 from the business for his own use. The goods had been treated as a sale and credited to the sales account at their normal selling price of \$2400.

It was agreed that the goods should have been credited to the purchases account and not to sales and the records were corrected accordingly.

Which entries should be made in the partners' current accounts to make the correction?

	current accounts	
	X \$	Y \$
<b>A</b>	credit 300	debit 300
<b>B</b>	debit 600	debit 300
<b>C</b>	debit 1000	debit 500
<b>D</b>	debit 1600	debit 800