10 A business provides the following information.

	year 1 $	year 2 $
profit for the year	30 000	40 000
cost of goods sold	240 000	320 000

The owner then discovers that at the end of year 1 the value of inventory was overstated by $2000.

What are the correct profits for the year and cost of goods sold figures?

	year 1		year 2	
	profit for the year $	cost of goods sold $	profit for the year $	cost of goods sold $
A	28 000	238 000	42 000	322 000
B	28 000	242 000	40 000	320 000
C	28 000	242 000	42 000	318 000
D	32 000	238 000	38 000	318 000

11 Sam was unable to conduct a physical count of inventory at 31 December 2016.

On 3 January 2017 inventory had been sold to Abdul for $11 950. The cost price of this inventory had been $9560.

On 4 January 2017 inventory had been returned by Sita. It had been sold for $2390. The cost price of this inventory was $1912.

Sam valued his inventory at 5 January 2017 at cost, $59 750.

What was the value of inventory at 31 December 2016?

A $50 190 **B** $52 012 **C** $67 398 **D** $69 310

12 Which item is **not** taken into account when a partner joins a partnership?

A balances on the partners' current accounts

B capital introduced by the new partner

C changes in the profit sharing ratio

D goodwill