

- 12** The sales ledger control account of a trader showed a debit balance of \$28 500 at the end of the financial period. This did not agree with the total of the individual trade receivables accounts in the sales ledger.

The following errors were discovered.

- 1 A dishonoured cheque for \$300 from a credit customer had been entered on the credit side of the sales ledger control account.
- 2 Contras of \$500 entered correctly in the sales ledger had been omitted from the sales ledger control account.
- 3 Discounts allowed of \$700 had not been entered in the sales ledger control account.

Which figure should be used for trade receivables in the financial statements?

- A** \$27 600      **B** \$27 900      **C** \$28 900      **D** \$29 300

- 13** At the start of the year on 1 January, a business had an inventory of stationery which had cost \$3740. On that date, \$1200 was owed to suppliers for stationery.

During the financial year ended 31 December, a total of \$38 800 was paid for stationery. Some old stationery was sold to staff for \$240.

At the end of the year on 31 December, the business had an inventory of stationery valued at cost, \$4200. On that date, \$1800 was owed to suppliers for stationery.

Which figure should be included in the statement of profit or loss for the year ended 31 December for stationery?

- A** \$34 960      **B** \$36 160      **C** \$38 700      **D** \$38 940

- 14** The following information is extracted from the records of a business for a financial year.

	\$
at 1 January rent paid in advance	4 000
during the year ended 31 December rent paid	41 000
at 31 December rent paid in advance	7 000

How much will be charged for rent in the statement of profit or loss for the year ended 31 December?

- A** \$34 000      **B** \$38 000      **C** \$41 000      **D** \$44 000