

- 11** The bank statement of a business shows a credit balance of \$1570 at 31 December.

The following differences were discovered on comparing the cash book with the bank statement.

	\$
unpresented cheques	1250
uncredited bankings	1800

A direct debit of \$230 was shown as \$320 in the cash book.

What is the updated cash book balance at 31 December?

- A** \$930      **B** \$1020      **C** \$2030      **D** \$2120

- 12** What are the benefits of preparing a sales ledger control account?

- 1 detecting errors of original entry
- 2 helping reduce the possibility of fraud
- 3 providing totals of trade receivables for inclusion in financial statements

- A** 1, 2 and 3      **B** 1 and 2 only      **C** 1 and 3 only      **D** 2 and 3 only

- 13** A company prepared its purchases ledger control account, which showed a balance of \$15 960. The following items were then discovered.

- 1 Discounts received of \$450 had been entered into the purchases ledger control account as \$540.
- 2 A payment of \$720 to a supplier had not been entered in his account.
- 3 The purchases ledger debit balances carried down totalling \$110 had been omitted from the control account.
- 4 A contra of \$170 had been entered in the purchases ledger but not in the purchases ledger control account.

What was the correct total of the trade payables?

- A** \$15 050      **B** \$15 240      **C** \$15 990      **D** \$16 150