

- 9 An extract from Bumble Ltd's balance sheet shows the following.

	\$000
ordinary shares of \$0.25 each	500
share premium	100
retained earnings	300

The company makes a rights issue of 1 share for each 4 held at a price of \$0.30 per share. All shares are taken up.

What will the new balance sheet show?

	A	B	C	D
	\$000	\$000	\$000	\$000
ordinary shares of \$0.25 each	625	500	625	625
rights issue	–	125	–	–
share premium	100	125	125	100
retained earnings	300	275	300	325

- 10 A business paid \$10 000 for waste disposal in the year.

The opening prepayment was \$1500 and the closing accrual was \$2000.

What was the charge for waste disposal for the year?

- A** \$6500 **B** \$9500 **C** \$10 500 **D** \$13 500

- 11 The non-current assets of a business are shown.

	end of year \$	start of year \$
cost	360 000	300 000
accumulated depreciation	<u>120 000</u>	<u>75 000</u>
net book value	240 000	225 000

During the year, non-current assets costing \$110 000 were bought and non-current assets with a net book value of \$20 000 were sold.

What was the depreciation charge for the year?

- A** \$35 000 **B** \$45 000 **C** \$50 000 **D** \$75 000