

- 9 A Suspense account has a balance of \$450 debit.

What has caused this balance in the Suspense account?

- A motor expenses of \$225, correctly entered in the cash book, and posted to Motor Expenses as a credit
 - B motor expenses of \$225, entered in the cash book as a receipt and posted to Motor Expenses as a credit
 - C motor expenses of \$450, correctly entered in the cash book, and posted to Motor Vehicles as a debit
 - D motor expenses of \$675, entered in the cash book as a credit of \$225 and posted to Motor Expenses as \$225 debit
- 10 Motor vehicles purchased for \$530 000 at the start of the year have been incorrectly depreciated for the whole year using the straight line method at 10 % instead of 25 %.

Ledger balances **after** the entries have been posted:

motor vehicles at cost	\$530 000
provision for depreciation	\$53 000

Which entries will correct the error?

- A debit Profit & Loss \$79 500; credit Provision for Depreciation of Motor Vehicles \$79 500
 - B debit Profit & Loss \$132 500; credit Provision for Depreciation of Motor Vehicles \$132 500
 - C debit Provision for Depreciation of Motor Vehicles \$79 500; credit Profit & Loss \$79 500
 - D debit Provision for Depreciation of Motor Vehicles \$132 500; credit Profit & Loss \$132 500
- 11 How may net profit be calculated?
- A Closing Capital + Drawings – Additional Capital – Opening Capital
 - B Closing Capital – Drawings + Additional Capital – Opening Capital
 - C Opening Capital + Drawings – Additional Capital – Closing Capital
 - D Opening Capital – Drawings – Additional Capital – Closing Capital