

**13** Which item appears as a credit entry in the appropriation account of a partnership?

- A** goodwill
- B** interest on capital
- C** partnership salaries
- D** profit for the year

**14** Alice and Bharti have been in partnership sharing profits and losses in the ratio of 3:2. The balances on the partners' capital accounts at 31 December 2014 are shown.

	\$
Alice	32 000
Bharti	18 000

The partners decided to share profits and losses equally with effect from 1 January 2015. There was no goodwill account in the books. Goodwill is valued at \$30 000 and is not to be retained in the books of account.

What is the balance on Alice's capital account after the adjustment for goodwill?

- A** \$15 000      **B** \$18 000      **C** \$35 000      **D** \$50 000

**15** The following relates to subscriptions of a club for the year ended 31 March 2015.

	\$
income credited to income and expenditure account	50 000
in arrears at the start of the year	400
in arrears at the end of the year	700
paid in advance at the start of the year	1 300
paid in advance at the end of the year	2 200

What is the amount of subscriptions received from members during the year?

- A** \$48 800      **B** \$49 400      **C** \$50 600      **D** \$51 200

**16** How is any premium on an issue of shares treated?

- A** added to a capital reserve
- B** added to a revenue reserve
- C** deducted from a capital reserve
- D** deducted from a revenue reserve