

**14** The following information relates to a partnership.

	\$
profit from operation	90 000
loan interest	3 200
interest on drawings	6 000
drawings	40 000
interest on capital	11 000

What is the residual profit to be appropriated amongst the partners?

- A** \$41 800      **B** \$69 800      **C** \$81 800      **D** \$91 800

**15** A partnership earned an average profit during the year of \$15 000 per month.

Halfway through the year D and E were joined by a new partner F and profits were shared equally before and after the change. In the first half of the year D transferred his private vehicle to the partnership at a valuation of \$12 000. D's drawings amounted to \$60 000 during the year.

What was the increase in D's current account balance during the year?

- A** \$15 000      **B** \$30 000      **C** \$75 000      **D** \$87 000

**16** How would a transfer to general reserve and the issue of shares at a premium affect the revenue reserves of a limited company?

	transfer to general reserve	issue of shares at a premium
<b>A</b>	decrease	decrease
<b>B</b>	decrease	increase
<b>C</b>	no effect	increase
<b>D</b>	no effect	no effect