

- 16** A partnership provides the following financial information for the year ended 30 June 2011.

	\$000
profit from operations	240
bank interest payable	21
interest credited to current accounts	15
drawings	100
partnership salaries	95

What is the residual balance of profits to be appropriated between the partners?

- A** \$9000 **B** \$104 000 **C** \$109 000 **D** \$204 000
- 17** A new business was established with opening capital of \$20 000.
- At the end of the first year, assets less liabilities were \$26 000. The owner withdrew \$7000 as drawings during the year and this resulted in a bank overdraft of \$5000 at the end of the year.

What was the profit during the first year?

- A** \$8000 **B** \$12 000 **C** \$13 000 **D** \$18 000
- 18** The annual accounts of a business include the following.

	\$
revenue	160 000
opening inventory	10 000
closing inventory	14 000

Inventory turnover is 10 times.

What is the gross profit?

- A** \$20 000 **B** \$40 000 **C** \$60 000 **D** \$120 000