

- 14** Rachel's trial balance did not agree and she placed the difference in a suspense account.

The following shows how four errors have been corrected using the suspense account.

suspense account			
	\$		\$
difference in trial balance	200	discount received	310
discount allowed	160	sundry expenses	390
cash	340		
	<u>700</u>		<u>700</u>

The profit for the year before the errors were corrected was \$35 400.

What is the correct profit for the year?

- A** \$34 520
  - B** \$34 540
  - C** \$34 860
  - D** \$35 480
- 15** A bank reconciliation statement has been prepared by an inexperienced book-keeper.

	\$
bank statement balance (overdrawn)	(68 100)
cheques received not paid in	<u>141 200</u>
	209 300
cheques paid to suppliers, not yet presented	<u>(41 800)</u>
cash book balance (overdrawn)	(167 500)

What is the correct bank balance according to the cash book?

- A** \$31 300 overdrawn
- B** \$31 300
- C** \$167 500 overdrawn
- D** \$167 500