

- 14** The table shows transactions relating to a product during July.

	units	\$ (per unit)
purchased	50	4
sold	30	10

Of the remaining units, 8 are damaged and therefore worthless.

What is the profit for July?

- A** \$68 **B** \$100 **C** \$148 **D** \$180

- 15** The table shows the capital and reserves for a company.

	\$000
ordinary shares of \$1 fully paid	200
8 % preference shares of \$1 fully paid	100
share premium account	80
general reserve	120
retained earnings	50

What is the value of each ordinary share if valued on a balance sheet (net assets) basis?

- A** \$1 **B** \$1.40 **C** \$2.25 **D** \$2.75

- 16** The following information is given in the financial statements of Primecrop Limited.

	\$
ordinary shares	1 200 000
6 % preference shares	250 000
general reserve	120 000
retained earnings	710 000
8 % debentures	400 000

What is the value of ordinary shareholders' funds?

- A** \$1 910 000 **B** \$2 030 000 **C** \$2 280 000 **D** \$2 430 000