

- 8 A manufacturing company has the following information for the year ended 31 December.

| | \$ |
|------------------------------------|--------|
| purchase of raw materials | 58 000 |
| wages of machine operators | 97 000 |
| depreciation on factory plant | 15 000 |
| opening inventory of raw materials | 10 000 |
| closing inventory of raw materials | 8 000 |
| wages of factory supervisor | 18 000 |
| factory light and heating costs | 22 000 |

What is the prime cost for the year?

- A** \$153 000 **B** \$157 000 **C** \$175 000 **D** \$212 000

- 9 The table shows information about four partners in a partnership.

Which partner has the greatest net reward from interest on capital and interest on drawings?

| | fixed capital \$ | annual drawings \$ |
|----------|---------------------|-----------------------|
| A | 20 000 | 30 000 |
| B | 20 000 | 50 000 |
| C | 60 000 | 30 000 |
| D | 60 000 | 50 000 |

- 10 In which account should a partner's drawings appear in the partnership's end-of-year financial statements?

- A** appropriation account
B income statement
C partner's capital account
D partner's current account