

- 1 A business paid \$10 000 for waste disposal in the year.

The opening prepayment was \$1500 and the closing accrual was \$2000.

What was the charge for waste disposal for the year?

- A** \$6500 **B** \$9500 **C** \$10 500 **D** \$13 500

- 2 The non-current assets of a business are shown.

	end of year \$	start of year \$
cost	360 000	300 000
accumulated depreciation	<u>120 000</u>	<u>75 000</u>
net book value	240 000	225 000

During the year, non-current assets costing \$110 000 were bought and non-current assets with a net book value of \$20 000 were sold.

What was the depreciation charge for the year?

- A** \$35 000 **B** \$45 000 **C** \$50 000 **D** \$75 000

- 3 Which transaction would increase the current assets of a business?

- A** paying invoices \$950, after receiving \$50 cash discount
B purchasing a machine on credit for \$1200
C purchasing inventory for \$1100 cash and selling it on credit for \$1500
D selling inventory with an original cost of \$800 at below cost price

- 4 The following summarised information has been taken from the balance sheet of a partnership.

	\$
non-current assets	42 000
capital accounts	36 000
current accounts (debit)	5 000
current liabilities	7 000
non-current liabilities	15 000

What is the amount of current assets?

- A** \$6000 **B** \$11 000 **C** \$17 000 **D** \$21 000