

- 11** A business makes up its financial statements to 30 April each year.

Included in the ledger account balances on 1 May 2014 was insurance (debit) \$800.

On 31 October 2014 an insurance premium of \$2100 was paid for the year ended 31 October 2015.

Which amount was charged for insurance in the income statement for the year ended 30 April 2015?

- A** \$1050                      **B** \$1850                      **C** \$2100                      **D** \$2900

- 12** The statements of financial position of Goh's business showed the following:

	30 June 2014	30 June 2015
net assets	\$152 000	\$184 000

During the year ended 30 June 2015, Goh brought his own motor car into the business at the value of \$14 000. The net book value of this motor car at 30 June 2015 was \$13 200.

He also withdrew \$7900 cash from the business bank account.

What was the profit for the year ended 30 June 2015?

- A** \$25 900                      **B** \$26 700                      **C** \$37 300                      **D** \$38 100

- 13** P joined the partnership of G and H. He brought into the business the following assets.

non-current assets      cost \$25 000, valued at \$38 000

inventory                      cost \$6000, valued at \$4500

cash                              \$20 000

There was no goodwill arising when P joined the partnership.

What was the balance on P's capital account?

- A** \$20 000                      **B** \$49 500                      **C** \$51 000                      **D** \$62 500

- 14** X and Y have capital accounts of \$50 000 each and share profits equally. They plan to admit Z into partnership.

The new profit sharing ratio will be 2:2:1. The balances on the capital accounts will also be in this ratio.

Goodwill is valued at \$20 000 and will not be retained in the books of account.

How much cash will Z need to pay to join the partnership?

- A** \$25 000                      **B** \$26 000                      **C** \$29 000                      **D** \$30 000