

- 14** The statement of financial position showed the following balances at 31 December 2015.

	X \$	Y \$
capital accounts	20 000	10 000
current accounts	1 000 debit	2 500 credit

Net assets at 1 January 2015 were \$14 000.

Property had been revalued upwards by \$12 000 during the year ended 31 December 2015. No drawings had been made during the year.

What was the profit for the year ended 31 December 2015?

- A** \$2500 **B** \$5500 **C** \$14 500 **D** \$17 500

- 15** Smith and Jones are in partnership sharing profits and losses in the ratio 3 : 2 respectively.

Profit for the year was \$152 000.

Smith was charged interest on drawings of \$1650.

Jones had a partnership salary of \$40 000.

What was Smith's share of residual profit?

- A** \$66 210 **B** \$68 190 **C** \$114 210 **D** \$116 190

- 16** X, Y and Z have been in business sharing profits in the ratio 3 : 2 : 1. Y decided to retire at the end of the year when the balance on his capital account was \$39 400.

On that date the assets were revalued upwards by \$57 000. The partnership does not account for goodwill. Y took a car valued at \$4 800 as part of the amount due to him.

How much cash did Y receive?

- A** \$25 200 **B** \$44 100 **C** \$53 600 **D** \$58 400