15 X and Y are in partnership. They admit Z as a new partner. The profit sharing ratio will be 2 : 1 : 1 respectively. Goodwill is valued at $100 000. Goodwill is not to be retained in the books of account.

Other assets are revalued at $40 000 in excess of their net book value.

Z introduces $250 000 cash and office equipment valued at $30 000.

What is Z's capital account balance after his admission?

A $255 000 **B** $265 000 **C** $305 000 **D** $315 000

16 Which facts about preference shares are correct?

	rate of dividends	voting rights
A	fixed	no
B	fixed	yes
C	variable	no
D	variable	yes

17 The table shows year end information for a company.

income statement	$	statement of financial position	$
profit from operations	14 000	5% debenture 2020	30 000
finance costs	(1 500)	ordinary share capital	70 000
loss on disposal of non-current asset	(2 500)	share premium account	15 000
profit for the year	10 000	retained earnings	35 000

What is the return on capital employed (ROCE)?

A 6.7% **B** 8.3% **C** 9.3% **D** 11.7%

18 A company provided the following information.

	$
revenue for the year	390 000
year-end non-current assets at cost	260 000
year-end accumulated depreciation	65 000

What was the non-current asset turnover?

A 0.5 times **B** 0.67 times **C** 1.5 times **D** 2 times