

- 8 A trial balance includes a suspense account. The bank balance of \$28 412 has mistakenly been entered as an overdraft and placed on the credit side as \$28 142.

There has also been an addition error and the debit side of the trial balance has been undercast by \$450.

Which entry in the suspense account would correct these errors?

- A** credit \$56 104  
**B** debit \$56 104  
**C** credit \$57 004  
**D** debit \$57 004
- 9 A company has obtained the following information for the year ended 31 December.

	\$
opening balance on sales ledger control account	31 000
closing balance on sales ledger control account	35 000
discount allowed	2 300
credit sales	125 400

What was the amount of cash received from the customers?

- A** \$119 100      **B** \$123 700      **C** \$127 100      **D** \$131 700
- 10 A draft income statement shows a profit for the year of \$360 000. Interest received for the year of \$1200 has been treated as interest paid.

What is the correct profit?

- A** \$357 600      **B** \$358 800      **C** \$361 200      **D** \$362 400
- 11 What is prime cost?
- A** the total cost of manufacturing  
**B** the total cost of manufacturing and selling  
**C** the total of direct costs  
**D** the total of indirect costs