

11 The following information is available for a business.

	\$
at the start of the year	
non-current assets	45 000
current assets	17 800
current liabilities	11 300
for the year	
drawings	5 000
profit for the year	6 950

What is the closing balance on the capital account at the year end?

- A** \$49 550 **B** \$53 450 **C** \$72 150 **D** \$76 050

12 A trader did not keep full accounting records. The following information was available for 2020.

	\$
trade payables on 1 January	32 785
trade payables on 31 December	43 630
payments to suppliers during the year	72 830
discounts received during the year	3 450

What was the value of purchases?

- A** \$58 535 **B** \$65 435 **C** \$80 225 **D** \$87 125

13 How would the following transactions affect the owner's equity of a sole trader?

	paying the owner's personal motoring costs from the business bank account	taking a long-term loan to finance the purchase of new business machinery
A	decrease	no effect
B	decrease	increase
C	increase	no effect
D	no effect	decrease