

- 5** The year-end balance in the cash book was \$23 780. This was different from the balance on the bank statement. The difference was due to the following items.

	\$
bank charges	216
a customer's cheque which was dishonoured	1375
a bank error meant a cheque was incorrectly debited to the bank account	560

What should be the value of bank in the statement of financial position?

- A** \$21 629 **B** \$22 189 **C** \$25 371 **D** \$25 931

- 6** At the end of the year, the balance on a firm's sales ledger control account was \$12 900. The total of the customers' accounts in sales ledger was \$11 900.

The following errors were then discovered.

- 1 A customer's account had been undercast by \$700.
- 2 A contra with a supplier in the purchases ledger of \$200 had only been entered in the sales ledger control account.
- 3 The discount allowed column in the cash book totalled \$500. This had not been posted to the nominal ledger.

What was the correct balance on the sales ledger control account?

- A** \$11 200 **B** \$11 400 **C** \$12 000 **D** \$12 400

- 7** A suspense account has a balance of \$450 debit.

What has caused this balance in the suspense account?

- A** motor expenses of \$225, correctly entered in the cash book, and posted to motor expenses as a credit
- B** motor expenses of \$225, entered in the cash book as a receipt and posted to motor expenses as a credit
- C** motor expenses of \$450, correctly entered in the cash book, and posted to motor vehicles as a debit
- D** motor expenses of \$675, entered in the cash book as a credit of \$225 and posted to motor expenses as \$225 debit