

- 8 Sammy paid a credit supplier \$190 in full settlement of a debt of \$200. He omitted to record the discount.

How did the **correction** of this error affect Sammy's statement of financial position?

	bank	capital	trade payables
A	decreased	decreased	no effect
B	increased	no effect	decreased
C	no effect	decreased	increased
D	no effect	increased	decreased

- 9 The trial balance of a business did **not** agree and a suspense account was opened.

The following errors were then discovered.

- 1 The sales journal total of \$9150 had been credited to both the sales account and the sales ledger control account.
- 2 The purchases journal total of \$3450 had been entered correctly in the purchases account but as \$3350 in the purchases ledger control account.
- 3 Motor expenses of \$6450 paid by cheque had only been entered in the bank account.

What was the opening balance in the suspense account?

- A** \$15 700 credit
- B** \$15 700 debit
- C** \$24 650 credit
- D** \$24 650 debit

- 10 Which items are used to update the cash book when preparing a bank reconciliation statement?

- 1 an amount directly collected by a supplier from the business's bank account
- 2 an amount directly transferred by a customer to the business's bank account
- 3 an amount not yet credited to the business's bank account
- 4 an amount not yet debited to the business's bank account

- A** 1 and 2 **B** 1 and 4 **C** 2 and 3 **D** 3 and 4