

**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
<b>A</b>	decrease	no effect
<b>B</b>	decrease	increase
<b>C</b>	increase	no effect
<b>D</b>	no effect	decrease