

- 19** A vehicle cost \$12 000 and its estimated residual value was \$2000. The vehicle was depreciated at 25% per annum using the straight line method. After three years the vehicle was sold for \$3500.

What was the profit or loss on disposal?

- A** \$500 profit      **B** \$1000 loss      **C** \$1000 profit      **D** \$4500 loss

- 20** What do the reserves of limited companies include?

- A** debentures  
**B** ordinary shares  
**C** preference shares  
**D** share premium

- 21** Which stakeholder in a limited company has a voting right?

- A** company accountant  
**B** debenture holder  
**C** ordinary shareholder  
**D** preference shareholder

- 22** Peter is a sole trader whose business is profitable. He is considering going into partnership with Axel, another sole trader, to improve his liquidity.

Which figure from Axel's financial statements is of particular interest to Peter?

- A** capital  
**B** current assets  
**C** net current assets  
**D** non-current assets