

- 8 The bank column of a business cash book showed a debit balance of \$25 000.

The following was then discovered.

	\$
direct debit payments not recorded in the cash book	6500
payments for sales made directly into the bank by customers but not recorded in the cash book	5500
bank charges not recorded in the cash book	1500
payment made by the business but not yet shown in the bank statement	4500

What was the correct cash book balance?

- A** \$18 000 **B** \$19 500 **C** \$22 500 **D** \$27 500

- 9 At the year end a company discovers that some of its inventory is damaged.

This inventory originally cost \$2000 and to replace it would now cost \$1900.

It would normally sell for \$2400 but can now only be sold for \$2200 if repairs costing \$400 are undertaken.

What value of the damaged inventory should be shown in the financial statements?

- A** \$1800 **B** \$1900 **C** \$2000 **D** \$2200

- 10 The following information relates to rent receivable for the year ended 31 March 2020.

	\$
1 April 2019 rent owed by the tenants	700
1 April 2019 rent prepaid by the tenants	1200
rent received during the year	7800
31 March 2020 rent owed by the tenants	1000

How much is the rental income entered in the income statement for the year ended 31 March 2020?

- A** \$6300 **B** \$7300 **C** \$8300 **D** \$9300