

- 9 A business has extracted the following information from its books of account at 31 December 2014, its first year of trading.

	\$000
carriage inwards	12
carriage outwards	15
closing inventory	86
purchases	286
returns inwards	10
returns outwards	2
revenue	524

What is the gross profit for the year ended 31 December 2014?

- A** \$301 000 **B** \$304 000 **C** \$320 000 **D** \$328 000

- 10 A trader maintains a sales ledger control account.

How can he calculate credit sales?

- A** balance carried down + receipts + balance brought down
B balance carried down + receipts – balance brought down
C balance carried down – receipts + balance brought down
D balance carried down – receipts – balance brought down

- 11 How are closing inventory and loss for the year treated?

	closing inventory	loss for the year
A	debit in statement of financial position credit in income statement	debit in capital account credit in income statement
B	debit in statement of financial position credit in income statement	debit in income statement credit in capital account
C	debit in income statement credit in statement of financial position	debit in capital account credit in income statement
D	debit in income statement credit in statement of financial position	debit in income statement credit in capital account