

5 Which items are capital expenditure?

- 1 payment of wages to staff to install new equipment
- 2 purchase of a new computer for office
- 3 purchase of spare parts for factory equipment
- 4 use of factory machinery to repair owner's car

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

6 A sales ledger control account showed a debit balance of \$15 000.

The following errors were discovered.

- 1 Returns outwards, \$200, had been credited in the sales ledger control account.
- 2 A contra entry with the purchases ledger control account, \$400, had been debited in the sales ledger control account.
- 3 A customer balance, \$300, had been written off in the sales ledger control account but no entry had been made in the sales ledger.

Which figure for trade receivables should appear in the statement of financial position?

A \$14 400 **B** \$15 200 **C** \$15 600 **D** \$15 700

7 The bank account had a debit balance of \$5760 in the cash book at 31 May.

The following items were identified when reconciling the bank account with the bank statement.

	\$
amount not yet credited by bank	900
bank charges	120
dishonoured cheque	340
unpresented cheque	740

What was the amount shown in the bank statement at 31 May?

A \$3660 **B** \$5140 **C** \$5460 **D** \$5820

8 A trader maintains a full set of accounting records. Each month she issues many sales invoices.

Where does she record an individual sales invoice?

- A** sales journal and sales ledger
- B** sales journal and sales ledger control account
- C** sales ledger and sales account
- D** sales ledger and sales ledger control account