

**15** A club charges each of its 100 members an annual subscription of \$12.

At the end of a year four members had not paid their annual subscription.

What will be the entries in the financial statements for subscriptions?

	income and expenditure account \$	statement of financial position
<b>A</b>	1152	current asset      \$48
<b>B</b>	1152	current liability    \$48
<b>C</b>	1200	current asset      \$48
<b>D</b>	1200	current liability    \$48

**16** What is depreciation?

- A** a means of allocating the cost of a non-current asset over its useful life
- B** a measure of the decrease in market value of a non-current asset
- C** an outflow of cash from the use of a non-current asset
- D** the expense spent on the non-current asset

**17** Which items appear in a manufacturing account?

- 1 depreciation of production machinery
- 2 marketing expenses
- 3 opening inventory of work in progress
- 4 opening inventory of finished goods

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