

- 5** The following errors were found after a suspense account was opened.
- 1 Motor repairs of \$400 were credited to the motor vehicle at cost account.
  - 2 A payment for electricity was debited in the electricity account as \$2500 instead of \$5200.
  - 3 A \$450 cash purchase of goods for resale had been completely omitted from the books.
  - 4 Discount allowed of \$50 had been debited to the discounts received account.

Which items would be entered in the suspense account?

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

- 6** Which items appear in a sales ledger control account?

- 1 cash discount allowed
- 2 credit sales
- 3 payments to trade payables
- 4 returns inwards

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

- 7** The following information is extracted from the statement of financial position of a business at 31 December 2016.

	\$
bank loan (repayable 2025)	16 200
other payables	1 880
bank overdraft	11 600
capital	20 710
drawings	19 100
inventory	14 610
other receivables	1 420
trade payables	14 110
trade receivables	9 050

What is the value of the net current liabilities?

- A** \$1590      **B** \$2510      **C** \$18 710      **D** \$20 320