

- 8 A company's purchases ledger control account showed an opening balance of \$24 640 credit.

The following information is available for the year.

	\$
purchases journal (including invoice for \$910 entered twice)	17 100
sales ledger control account contra	850
credit notes issued by suppliers	1 250
discounts received	420

The purchases ledger control account balance at the year end was \$19 870 credit.

How much cash was paid to creditors during the year?

- A** \$18 440      **B** \$20 140      **C** \$20 940      **D** \$22 640

- 9 A suspense account was opened when a trial balance failed to balance. It was then discovered that returns of \$200 had been correctly entered in the supplier's account but debited in the sales returns account. This was the only error.

What was the balance on the suspense account before this error was corrected?

- A** credit \$200  
**B** credit \$400  
**C** debit \$200  
**D** debit \$400

- 10 Trade receivables at 31 December 2013 were \$350 000. It is later found that \$33 000 should be written off as bad debt. The provision for doubtful debts at the year end includes a specific provision of \$2500 and a general provision of 4%.

What is the net amount of trade receivables at 31 December 2013?

- A** \$300 500      **B** \$301 820      **C** \$301 920      **D** 303 000

- 11 A business has a draft profit for the year of \$182 750.

The following adjustments have **not** yet been included in the financial statements.

- 1 a decrease of \$2800 in the provision for doubtful debts
- 2 a prepayment of \$3900 for rent receivable

What is the actual profit for the year?

- A** \$176 050      **B** \$181 650      **C** \$183 850      **D** \$189 450