

- 18** An extract from Bumble Ltd's balance sheet shows the following.

|                                | \$000 |
|--------------------------------|-------|
| ordinary shares of \$0.25 each | 500   |
| share premium                  | 100   |
| retained earnings              | 300   |

The company makes a rights issue of 1 share for each 4 held at a price of \$0.30 per share. All shares are taken up.

What will the new balance sheet show?

|                                | A     | B     | C     | D     |
|--------------------------------|-------|-------|-------|-------|
|                                | \$000 | \$000 | \$000 | \$000 |
| ordinary shares of \$0.25 each | 625   | 500   | 625   | 625   |
| rights issue                   | –     | 125   | –     | –     |
| share premium                  | 100   | 125   | 125   | 100   |
| retained earnings              | 300   | 275   | 300   | 325   |

- 19** The following data is available at the end of a financial year.

|                            |           |
|----------------------------|-----------|
| opening inventory          | \$60 000  |
| purchases                  | \$420 000 |
| closing inventory          | \$80 000  |
| mark up                    | 25 %      |
| trade receivables turnover | 50 days   |

Sales are all on credit and accrue evenly over the year.

What is the amount of trade receivables at the end of the year (to the nearest \$500)?

- A** \$55 000      **B** \$57 500      **C** \$68 500      **D** \$72 000