

- 8 A business provided the following information for a month.

| | \$ |
|--|--------|
| credit sales | 16 810 |
| sales returns | 1 150 |
| discounts allowed | 276 |
| irrecoverable debts written off | 100 |
| increase in provision for doubtful debts | 600 |
| increase in trade receivables | 406 |

How much cash was received from trade receivables during the month?

- A** \$14 278 **B** \$14 878 **C** \$15 154 **D** \$15 690

- 9 At the end of the year, the debit balance on a sales ledger control account was \$15 000.

It was later discovered that when a customer who owed the business \$500 had paid, she had taken a cash discount of \$20. This was correctly entered in the discount column of the cash book and the full \$500 was entered in the bank column.

Which value for trade receivables should be included in the statement of financial position?

- A** \$14 520 **B** \$14 980 **C** \$15 000 **D** \$15 020

- 10 A returns inward of \$180 has been wrongly recorded as carriage inwards.

What is the impact on profit of the **correction** of this error?

- A** decreased by \$360
B increased by \$180
C increased by \$360
D no effect