

**11** A business has provided the following information.

A provision for doubtful debts has been calculated as \$1750. It is based on 5% of trade receivables after an irrecoverable debt of \$4200 had been written off.

What was the original amount of trade receivables before making these adjustments?

- A** \$29 050      **B** \$30 800      **C** \$37 450      **D** \$39 200

**12** A sole trader provides the following information.

	start of year \$	end of year \$
total assets	100 000	135 000
total liabilities excluding owner's capital	35 000	40 000

During the year the owner took drawings of \$18 000.

What was the profit for the year?

- A** \$12 000      **B** \$30 000      **C** \$35 000      **D** \$48 000

**13** On the dissolution of a partnership, one of the partners takes a motor vehicle in part settlement of the amount due to him.

How is this entered in the books of account?

	debit account	credit account
<b>A</b>	capital	motor vehicle
<b>B</b>	capital	realisation
<b>C</b>	realisation	capital
<b>D</b>	motor vehicle	capital

**14** At 31 December 2019 X, Y and Z were in partnership sharing profits and losses equally.

At that date the net assets of the partnership were valued at \$300 000 and X's capital account balance was \$70 000.

On 1 January 2020 X retired. The net assets were then revalued upwards by \$90 000.

X left half of the amount due to him on retirement as a loan to the partnership.

What was the value of the partnership's net assets remaining after X's retirement?

- A** \$220 000      **B** \$230 000      **C** \$290 000      **D** \$350 000