

**9** Who is most likely to use an age analysis of debtors?

- A** cashier
- B** credit controller
- C** sales ledger supervisor
- D** sales manager

**10** An error of reversal is made when recording the payment of a telephone bill for \$500.

Which journal entries are required to record the correction of this error?

	debit	\$	credit	\$
<b>A</b>	bank	500	telephone	500
<b>B</b>	bank	1000	telephone	1000
<b>C</b>	telephone	500	bank	500
<b>D</b>	telephone	1000	bank	1000

**11** What is included in the cost of production?

- A** advertising
- B** depreciation of office equipment
- C** distribution expenses
- D** rent of factory

**12** The summarised statements of financial position for a business for two years are as follows.

	year 1	year 2
	\$	\$
non-current assets	9 000	12 000
current assets	6 000	8 000
less current liabilities	(5 000)	(6 000)
net assets	10 000	14 000

The drawings in year 1 were \$5000 and in year 2 \$3000.

What is the profit for year 2?

- A** \$1000      **B** \$4000      **C** \$5000      **D** \$7000