

- 5 The table shows information relating to the non-current assets of a business.

| | \$ |
|-------------------------------------|--------|
| net book value at beginning of year | 28 000 |
| net book value at end of year | 25 000 |
| depreciation charge for the year | 4 000 |
| disposals at net book value | 9 000 |

What is the cost of the additions in the year?

- A** \$2000 **B** \$6000 **C** \$10 000 **D** \$16 000

- 6 At the year end a cash book shows a credit balance of \$4800.

The bank statement included bank charges of \$25 which had not been included in the cash book.

Cheque payments entered in the cash book before the year end to the value of \$250 had not yet cleared the bank.

How would the bank balance be shown in the statement of financial position?

| | | \$ |
|----------|-------------------|------|
| A | current asset | 4775 |
| B | current liability | 4825 |
| C | current asset | 5025 |
| D | current liability | 5075 |

- 7 A purchases ledger control account has been reconciled with the purchases ledger balances as follows.

| | \$ |
|---|--------|
| balance of the control account | 70 000 |
| total of a page in the purchases journal not posted to general ledger | 2 000 |
| discount allowed by trade payables not posted to the purchases ledger | 1 500 |
| total of balances in the purchases ledger | 73 500 |

Which value for trade payables should be shown in the statement of financial position?

- A** \$68 000 **B** \$70 500 **C** \$72 000 **D** \$73 500