

- 8 A trial balance at 31 December shows the following.

	debit \$	credit \$
sales ledger control account	54 000	1 500
purchases ledger control account	900	46 000

It is then found that an invoice for \$1700, received from a supplier on 27 December, has not been entered in the accounting records.

What is the correct figure for trade payables in the statement of financial position at 31 December?

- A** \$45 800 **B** \$47 700 **C** \$49 200 **D** \$52 500

- 9 A trial balance failed to agree.

The following errors have been discovered.

- 1 Discounts allowed \$54 had been posted to the credit of the discount received account as \$45.
- 2 The rent payable account had been undercast by \$100.

What was the effect of these errors on the trial balance?

- A** credit column \$109 greater than debit column
B credit column \$199 greater than debit column
C debit column \$109 greater than credit column
D debit column \$199 greater than credit column

- 10 A new business decided to value inventory using AVCO. During the first week of trading they received the following deliveries.

1000 litres at \$2.00 per litre

500 litres at \$2.75 per litre

What is the value of an issue of 1250 litres to production?

- A** \$2687.50 **B** \$2812.50 **C** \$2875.00 **D** \$2968.75

- 11 A motor vehicle costing \$8000 is depreciated by 25% per annum using the reducing balance method. After depreciating for two years it was sold for \$4000.

What is the loss on disposal?

- A** \$500 **B** \$2000 **C** \$4000 **D** \$5000