

- 5 A trader's trial balance did not agree at the end of the financial period and a suspense account was opened.

The following errors were discovered.

- 1 No entry had been made in the books of account for a purchase of inventory, \$650.
- 2 Purchase of a vehicle by cheque had been credited to bank but debited to motor expenses.
- 3 The discount received of \$300 had been correctly recorded in the purchases ledger control account and was debited to discount allowed account.
- 4 The purchases account for the year had been incorrectly totalled.

Which errors would affect the suspense account?

- A** 1, 2 and 3
- B** 1 and 3 only
- C** 2 and 4 only
- D** 3 and 4 only
- 6 The following financial information is available for a business.

	\$
draft profit for the year	12 650
closing capital	52 780

The following error has been discovered.

Private fuel costs, \$1930, had been charged in the business motor expenses account.

What are the correct figures for the year?

	profit for the year \$	closing capital \$
A	10 720	50 850
B	10 720	54 710
C	14 580	52 780
D	14 580	54 710