

- 13** A business sells goods at cost plus 25 %.

Information for a year is shown.

| | \$ |
|-------------------|---------|
| revenue | 240 000 |
| opening inventory | 42 000 |
| closing inventory | 48 000 |

What is the total of purchases for the year?

- A** \$180 000 **B** \$186 000 **C** \$192 000 **D** \$198 000

- 14** The inventory records of a business show the following information for product X.

| | | units | cost per unit \$ |
|-----------|-------------------------|-------|---------------------|
| 1 January | opening balance | 100 | 3 |
| 3 January | receipts into inventory | 50 | 4 |
| 8 January | inventory issued | 120 | — |

What is the value of the inventory issued on 8 January using the first in first out (FIFO) method?

- A** \$360 **B** \$380 **C** \$410 **D** \$420

- 15** A company has an issued share capital of 200 000 6% cumulative preference shares of \$1 each fully paid and 800 000 ordinary shares of \$1 each fully paid.

Assuming that the company earns no profit in the year, which statement is correct?

- A** Both preference and ordinary shares are paid a dividend in the year.
B The unpaid dividends for both preference and ordinary shares are carried forward to a future year.
C The unpaid preference dividend is carried forward to a future year.
D The preference shares are paid a total dividend of \$12 000 in the year.