

**5** Which errors will result in a difference between the total of the individual customer account balance in the sales ledger and the balance on the sales ledger control account?

- 1 An irrecoverable debt has been posted to the debit of a customer's account.
- 2 Discount allowed has only been credited to the customer's account.
- 3 Returns by a customer have been omitted from the customer's account.

**A** 1, 2 and 3      **B** 1 and 2 only      **C** 1 and 3 only      **D** 2 and 3 only

**6** When preparing the financial statements for the year the following errors are discovered.

- 1 No provision had been made for accrued wages of \$250.
- 2 No account had been taken of prepaid rent of \$400.
- 3 The sales journal was undercast by \$300.

The draft profit for the year is \$8050.

What will be the profit when the errors are corrected?

**A** \$8100      **B** \$8500      **C** \$8750      **D** \$9000

**7** The following information relates to a company's banking transactions at 31 December.

	\$
balance at bank as per bank statement	22 650 credit
uncleared bankings	3 110
unpresented cheques	6 290
bank interest received recorded twice by bank in error	650

What amount should appear as the bank balance in the statement of financial position at 31 December?

**A** \$18 820      **B** \$20 120      **C** \$25 180      **D** \$26 480