

**13** A book-keeper reconciles the control accounts with the sales and purchase ledgers.

Which errors are identified in this way?

- 1 A figure was transposed when copied from a book of prime entry to a personal account.
- 2 An incorrect amount was entered in a book of prime entry.
- 3 A total in a book of prime entry was incorrect.
- 4 A transaction was omitted from a book of prime entry.

**A** 1, 2 and 3      **B** 1, 2 and 4      **C** 1 and 3 only      **D** 2 and 4 only

**14** Which statement regarding partnerships, constituted under a partnership agreement, is always correct?

- A** Each partner is always paid interest on capital.
- B** Each partner must introduce the same amount of capital.
- C** Each partner must share profits and losses equally.
- D** Each partner receives a salary only if set out in the agreement.

**15** X and Y are in partnership sharing profits and losses in the ratio 3 : 2 respectively.

Z was introduced as a partner.

Goodwill was valued at \$75 000 but is not to be retained in the books of account.

Non-current assets were revalued from \$300 000 to \$250 000.

The new profit sharing ratio will be 5 : 3 : 2 respectively.

What was the net adjustment in Y's capital account?

- A** \$12 500 credit
- B** \$12 500 debit
- C** \$27 500 credit
- D** \$27 500 debit