

1 Which statement is correct?

- A** Carriage inwards is a credit.
- B** Carriage outwards is a debit.
- C** Purchase returns is a debit.
- D** Sales returns is a credit.

2 The table shows opening and closing balances for the rent receivable account.

	start of year \$	end of year \$
rent received in advance	4200	1600
rent due in arrears	2000	2400

During the year, \$111 000 rental income was received.

What is the total rent receivable for the year?

- A** \$110 600 **B** \$111 000 **C** \$113 200 **D** \$114 000

3 A non-current asset costing \$206 000, with a net book value of \$131 000, is revalued to \$275 000.

How should the revaluation be recorded?

- A** Dr Asset at cost \$69 000
Cr Revaluation reserve \$69 000
- B** Dr Provision for depreciation \$75 000
Dr Asset at cost \$69 000
Cr Revaluation reserve \$144 000
- C** Dr Provision for depreciation \$144 000
Cr Revaluation reserve \$144 000
- D** Dr Revaluation reserve \$144 000
Cr Asset at cost \$69 000
Cr Provision for depreciation \$75 000