

- 6 Which error would cause an entry in the suspense account?
- A A page total from the purchases journal was posted as \$9780 rather than the correct figure of \$9870.
  - B Carriage outwards is credited to the carriage outwards account but correctly accounted for in the cash book.
  - C Discounts allowed are debited to the discounts allowed account and credited to the purchases ledger control account.
  - D Repairs to a vehicle are debited to the vehicles account.
- 7 A company's purchases ledger control account showed an opening balance of \$24 640 credit.

The following information is available for the year.

	\$
purchases journal (including invoice for \$910 entered twice)	17 100
receivables ledger control contra	850
credit notes issued by suppliers	1 250
discounts received	420

The purchases ledger control account balance at the year end was \$19 870 credit.

How much cash was paid to creditors during the year?

- A \$18 440      B \$20 140      C \$20 940      D \$22 640

- 8 At 31 December 2010 a business provides the following information.

	\$
balance per cash book (bank column)	790 credit
balance per the bank statement	800 debit
unpresented cheques	30

The only other reconciling item between the cash book and the bank statement is bank charges recorded on the bank statement but not in the cash book.

How much are the bank charges?

- A \$10      B \$20      C \$30      D \$40