

- 8 An electricity accrual of \$375 was treated as a prepayment in preparing a trader's income (profit and loss) account.

What was the effect on profit?

- A overstated by \$375
- B overstated by \$750
- C understated by \$375
- D understated by \$750

- 9 At the end of a financial year the following information is available.

	\$
sales	200 000
opening inventory (stock)	15 000
closing inventory (stock)	18 000

If the business makes a standard mark-up of 25 %, what were the purchases?

- A \$147 000 B \$153 000 C \$157 000 D \$163 000

- 10 For the eleven months ended 31 August 2009, snack bar takings were correctly recorded at \$109 340. For September 2009, the snack bar takings were mixed up with other income. The snack bar profit margin was 30 %.

The table shows figures for the snack bar for September 2009.

	\$
opening inventory (stock) at cost	6 303
purchases	8 844
closing inventory (stock) at cost	7 370

What was the gross profit of the snack bar for the year ended 30 September 2009?

- A \$27 566 B \$36 135 C \$36 593 D \$43 912