

- 5 Which item is an error of principle?
- A No record was made of inventory withdrawn by the owner for private use.
  - B Sales returns were credited to the returns inwards account.
  - C The amount shown on a purchases invoice for goods for resale was incorrectly recorded in the purchases journal.
  - D The cost of machinery repairs was debited to the machinery at cost account.
- 6 The sales ledger control account of a business had a balance of \$17 640. This did not agree with the total of the individual customer accounts in the sales ledger.

The following errors have been discovered.

- 1 An invoice in the sales journal for \$460 has been entered wrongly in the sales ledger as \$640.
- 2 Credit balances on the sales ledger, \$470, have been omitted from the sales ledger control account.
- 3 Discounts allowed have been incorrectly totalled as \$310 instead of \$325.
- 4 Goods sold to Harry for \$690 have been entered in the account of Barry in error.

What is the correct balance on the sales ledger control account?

- A \$16 975      B \$17 155      C \$17 185      D \$18 125

- 7 The totals on a trial balance were:

debit    \$500 150      credit    \$500 000

Which error could have caused the difference?

- A A cash sale has only been recorded in the sales account.
- B A credit purchase has only been recorded in a supplier's account.
- C A credit sale has not been recorded.
- D A credit sale has only been recorded in a customer's account.