

- 7 X sent goods to Y on a sale or return basis but treated them as a sale of \$1200. The goods had a cost price of \$750.

A trial balance was extracted from the ledger and the following balances were included.

account	\$
revenue	31 250
trade receivables	14 100

Inventory had been valued at \$2300.

What should have been the correct values?

	revenue \$	trade receivables \$	inventory \$
A	30 050	12 900	3050
B	30 050	13 650	3050
C	30 800	13 650	3500
D	30 800	14 850	3500

- 8 A business owner suspects that a loss of cash has occurred. He provides the data shown.

	\$
cash balance at the start of the month	150
cash balance at the end of the month	100
cash banked	10 200
cash sales for the month	10 500

How much cash has been lost?

- A** \$200 **B** \$250 **C** \$300 **D** \$350

- 9 Henry received a credit note from a supplier. He treated this in error as an invoice received and entered it in his purchases journal.

When was the error revealed?

- A** when Henry compared his cash book with his bank statement
B when Henry compared his purchases ledger with statements of account received
C when Henry prepared a purchases ledger control account
D when Henry prepared a trial balance