

11 A business provides information:

	\$
opening creditors	20 000
cash paid to creditors	110 000
purchases on credit	120 000
balances set-off against sales ledger	2000
discount received	3000

What is the closing creditors balance?

- A** \$25 000 **B** \$29 000 **C** \$30 000 **D** \$31 000

12 Which items are included in prime cost?

- 1 royalties on goods produced
- 2 closing stock of work in progress
- 3 depreciation of factory equipment
- 4 opening stock of raw materials

- A** 1, 3 and 4 only
B 1 and 4 only
C 2, 3 and 4 only
D 3 and 4 only

13 What appears as a credit in the Appropriation Account of a partnership?

- A** Goodwill
B interest on capital
C net trading profit
D partnership salaries

14 Under which heading should negative Goodwill be included in a company's Balance Sheet?

- A** capital reserves
B intangible fixed assets
C revenue reserves
D share capital