

- 8 The following information is extracted from the records of a business.

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At 31 December 2004:	
Rent paid in advance	4 000
During the year ended 31 December 2005:	
Rent paid	41 000
At 31 December 2005:	
Rent paid in advance	7 000

How much will be debited for rent in the Profit and Loss Account for the year ended 31 December 2005?

- A** \$34 000 **B** \$38 000 **C** \$41 000 **D** \$44 000
- 9 What would **not** appear in a Sales Ledger Control account?
- A** cash received from customers
B discounts allowed
C discounts received
D returns inwards
- 10 A sole trader has calculated a draft net profit of \$56 750.
- He then discovers the following mistakes: Discounts Received of \$580 and Discounts Allowed of \$665 have been recorded on the wrong sides of the Discounts Received and Allowed accounts.
- What is the corrected draft net profit?
- A** \$56 580 **B** \$56 665 **C** \$56 835 **D** \$56 920
- 11 The closing balance on a Purchases Ledger Control account is \$163 762. The purchase day book (journal) has been undercast by \$1000.
- What should be the correct closing balance on the Purchases Ledger Control account?
- A** \$162 762 **B** \$163 762 **C** \$164 762 **D** \$165 762