

12 A business is preparing a sales ledger control account.

Which statements are correct?

- 1 All sales are debited to the sales ledger control account.
- 2 Contra entries are credited to the sales ledger control account.
- 3 Discounts allowed are credited to the sales ledger control account.
- 4 The allowance for irrecoverable debts is credited to the sales ledger control account.

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

13 At the end of a financial period, the total of the individual balances in the purchases ledger was \$149 000.

The following errors were then discovered.

- 1 A contra for \$2500 had been omitted from a supplier account.
- 2 Discounts received of \$1200 had been credited to a supplier's account as \$2100.
- 3 No entries had been made for a credit purchase of \$5100 from a supplier.
- 4 Purchases returns of \$3000 had been credited to a supplier's account.

What was the corrected total of the individual balances in the purchases ledger at the end of the period?

A \$142 300 **B** \$144 700 **C** \$146 500 **D** \$147 300

14 A statement of financial position at the end of the financial year showed the following information.

	\$
non-current assets	18 000
trade receivables	3 000
inventory	1 800
trade payables	3 600
bank	350 credit

Capital at the start of the financial year was \$19 100. The profit for the year was \$9200.

What were the owner's drawings for the year?

A \$8250 **B** \$8750 **C** \$8950 **D** \$9450