

ACCOUNTS TEST

Marks: 41

Time allowed: 50 minutes

QUESTION 1

Karishma runs her own business. The balances in her books on 1 October 2020 included the following.

	\$
Insurance account	1700 prepaid
Electricity account	1800 owing

During the financial year ended 30 September 2021 Karishma made the following payments by cheque.

Insurance payments

	\$
7 February 2021	3400
13 August 2021	3500

Electricity payments

	\$
14 October 2020	1800
24 January 2021	1800
26 May 2021	1800

A refund of \$300 for insurance overpaid was received by bank transfer on 28 February 2021. The insurance paid on 13 August 2021 covered a period of five months to 31 December 2021.

At 30 September 2021, an amount of \$2000 was owing for electricity.

REQUIRED

- (a) Prepare the following accounts for the year ended 30 September 2021. Balance the accounts and bring down the balances on 1 October 2021.

**Karishma
Insurance account**

Date	Details	\$	Date	Details	\$
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Electricity account

Date	Details	\$	Date	Details	\$
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Question 3

Tej is a trader who sells goods on credit. His year end is 28 February.
Tej provided the following information.

	\$
At 1 March 2020	
Trade receivables	6250
Other receivables (rent prepaid)	300
For the year ended 28 February 2021	
Rent charge for the year	3900
Cheque payments for rent	1950
30 June 2020	
30 November 2020	2100
At 28 February 2021	
Trade receivables	7000

The provision for doubtful debts was 4% of trade receivables at 1 March 2020 and 6% of trade receivables at 28 February 2021.

REQUIRED

- (a) Prepare the rent payable account for the year ended 28 February 2021. Balance the account and bring down the balance on 1 March 2021.

Tej
Rent payable account

Date	Details	\$	Date	Details	\$
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- (b) Prepare the provision for doubtful debts account for the year ended 28 February 2021. Balance the account and bring down the balance on 1 March 2021.

Tej
Provision for doubtful debts account

Date	Details	\$	Date	Details	\$
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