

COURSES > ACCT125-HK. ACCOUNTING FUNDAMENTALS FOR MANAGERS > ASSIGNMENTS&EXAM > REVIEW ASSESSMENT: EXAM 1



Review Assessment: Exam 1

Name: Exam 1

Status : Completed

Score: 71 out of 100 points

Instructions: This exam consists of 100 equally weighed questions. Always pick the single best answer. Questions that are skipped or are submitted with multiple answers will be scored as incorrect.

Question 1 0 of 1 points

Commercial paper is debt obligations sold to customers.



Selected Answer: ~~True~~

Correct Answer:  False

Question 2 1 of 1 points

The resources a business owns are called \_\_\_\_\_.



Selected Answer:  a. Assets

Correct Answer:  a. Assets

Question 3 1 of 1 points

A to Z Corporation engaged in the following transaction "Purchased a building for \$80,000 cash." On the Statement of Cash Flows, the transaction would be classified as \_\_\_\_\_.



Selected Answer:  b. Cash Flows from Investing Activities.

Correct Answer:  b. Cash Flows from Investing Activities.

Question 4 1 of 1 points

The basic elements of a financial accounting system include a framework for preparing financial statements.



Selected Answer: ✓ True

Correct Answer: ✓ True

Question 5 1 of 1 points

Governments have an interest in the economic performance of business because of \_\_\_\_\_.



Selected Answer: ✓ a. Tax collections

Correct Answer: ✓ a. Tax collections

Question 6 1 of 1 points

YUT Company paid a utility bill of \$500 and paid rent of \$700 in December. By how much would these events reduce stockholders' equity?



Selected Answer: ✓ a. \$1,200

Correct Answer: ✓ a. \$1,200

Question 7 1 of 1 points

A bank reconciliation should be prepared periodically because:



Selected Answer: ✓ c. any differences between the depositor's records and the bank's records should be determined, and any errors made by either party should be discovered and corrected

Correct Answer: ✓ c. any differences between the depositor's records and the bank's records should be determined, and any errors made by either party should be discovered and corrected

Question 8 1 of 1 points

### Exhibit 2-1

	Total Assets	Total Liabilities
Beginning of the year	\$100,000	\$50,000
End of the year	\$500,000	\$350,000



Refer to Exhibit 2-1. What is net income assuming no stock was issued, and no dividends were paid?

Selected Answer: ✓ a. \$100,000

Correct Answer: ✓ a. \$100,000

Question 9 1 of 1 points

On a multiple-step income statement, losses on sales of fixed assets would be listed as a selling expense item.



Selected Answer: ✓False

Correct Answer: ✓False

Question 10 1 of 1 points

Expenses that cannot be traced directly to operations are identified as \_\_\_\_\_.



Selected Answer: ✓ d. Other expenses

Correct Answer: ✓ d. Other expenses

Question 11 1 of 1 points

Service businesses produce products rather than provide services to customers.



Selected Answer: ✓False

Correct Answer: ✓False

Question 12 1 of 1 points

On June 1st, Green Pea, Inc. purchased \$1,200 worth of supplies on account. On December 31st, the fiscal year end for Green Pea, it is determined that \$700 dollars of supplies still remain. What is the balance in the supplies account after adjustment?



Selected Answer: ✓ b. \$700

Correct Answer: ✓ b. \$700

Question 13 1 of 1 points

A primary advantage of the corporate form is the ability to obtain large amounts of resources by issuing \_\_\_\_\_.



Selected Answer: ✓ a. Stock

Correct Answer: ✓ a. Stock

Question 14 1 of 1 points

In preparing a bank reconciliation, the amount of deposits in transit is deducted from the balance per bank statement.



Selected Answer: ✓False

Correct Answer: ✓False

Question 15 1 of 1 points

Receipts from cash sales of \$7,500 were recorded incorrectly as \$5,700. What adjustment is required in the depositor's accounts?



Selected Answer: ✓ c. increase Cash; increase Sales

Correct Answer: ✓ c. increase Cash; increase Sales

Question 16 1 of 1 points

Adherence to good internal controls would require the hiring of competent employees and then rotating them from job to job.



Selected Answer: ✓True

Correct Answer: ✓True

Question 17 1 of 1 points

When reconciling net income to net cash flows from operating activities on the statement of cash flows, **a decrease in accounts payable** would \_\_\_\_\_.



Selected Answer: ✓ b. Be subtracted

Correct Answer: ✓ b. Be subtracted

Question 18 0 of 1 points

The arrangements between buyer and seller as to when payments for merchandise are to be made are called:



Selected Answer: ✗ d. gross cash

Correct Answer: ✓ a. credit terms

Question 19 1 of 1 points

A customer's check received in settlement of an account receivable is considered cash.



Selected Answer: ✓ True

Correct Answer: ✓ True

Question 20 1 of 1 points

The difference between sales and cost of merchandise sold for a merchandising business is:



Selected Answer: ✓ d. Gross Profit

Correct Answer: ✓ d. Gross Profit

Question 21 1 of 1 points

The beginning asset account balances for April are the \_\_\_\_\_.



Selected Answer: ✓ d. Ending balances from March

Correct Answer: ✓ d. Ending balances from March

Question 22 1 of 1 points

Inventory NOT sold at the end of the period is reported as \_\_\_\_\_.



Selected Answer: ✓ c. Merchandise inventory

Correct Answer: ✓ c. Merchandise inventory

Question 23 1 of 1 points

A note payable requires payment of the amount borrowed plus \_\_\_\_\_.



Selected Answer: ✓ a. Interest

Correct Answer: ✓ a. Interest

Question 24 1 of 1 points

Using a perpetual inventory system, the sale of merchandise on account:



Selected Answer: ✓ c. decreases Merchandise Inventory

Correct Answer: ✓ c. decreases Merchandise Inventory

Question 25 1 of 1 points

The operating activities of a service business and a merchandising business are the same.



Selected Answer: ✓False

Correct Answer: ✓False

Question 26 0 of 1 points

Which financial statement is often presented in a downward sequence with three sections, beginning with assets?



Selected Answer: ✗ d. Income statement

Correct Answer: ✓ a. Balance sheet

Question 27 0 of 1 points

Which asset is NOT depreciated as it usually does NOT lose its ability to provide service?



Selected Answer: ✗ c. Accounts receivable

Correct Answer: ✓ d. Land

Question 28 1 of 1 points

以上内容仅为本文档的试下载部分，为可阅读页数的一半内容。如要下载或阅读全文，请访问：<https://d.book118.com/628131120023006023>