

QUIZ EXAM

ACCT130(ACCOUNT1)

BY: ASIL ABU SHAAR

Question 1

Complete

Mark 1.00 out of 1.00

🚩 Flag question

The third line of the balance sheet's heading at the end of the year should begin with "For the Year Ended".

- a. TRUE
- b. FALSE

The correct answer is: FALSE

Question 2

Complete

Mark 1.00 out of 1.00

🚩 Flag question

Net income for the period is determined by subtracting total expenses and drawings from total revenues.

- a. FALSE
- b. TRUE

The correct answer is: FALSE

Question 3

Complete

Mark 1.00 out of 1.00

🚩 Flag question

The economic entity assumption requires that the activities of an entity be kept separate and distinct from the activities of its owner and all other economic entities.

- a. FALSE
- b. TRUE

The correct answer is: TRUE

Question 4

Complete

Mark 1.00 out of 1.00

🚩 Flag question

Trial balance is used to check the accuracy of

- a. Income statement balances
- b. Cash flow statement balances
- c. Ledger accounts balances
- d. Balance sheet balances

The correct answer is: Ledger accounts balances

Question 5

Complete

Mark 1.00 out of 1.00

🚩 Flag question

A debit to an account indicates an increase in that account.

- a. TRUE
- b. FALSE

The correct answer is: FALSE

Question 6

Complete

Mark 1.00 out of 1.00

🚩 Flag question

Bookkeeping and accounting are one and the same because the bookkeeping function includes the accounting process.

- a. FALSE
- b. TRUE

The correct answer is: FALSE

Question 7

Complete

Mark 1.00 out of 1.00

🚩 Flag question

In accordance with the debit and credit rules, which of the following is true?

- a. Debits increase assets.
- b. Credits increase assets.
- c. Debits increase both assets and capital.
- d. Credits increase both assets and liabilities.

The correct answer is: Debits increase assets.

Question 8

Complete

Mark 1.00 out of 1.00

🚩 Flag question

If expenses are paid in cash, then

- a. Assets will decrease.
- b. Assets will increase.
- c. Liabilities will decrease.
- d. Owner's equity will increase.

The correct answer is: Assets will decrease.

Question 9

Complete

Mark 1.00 out of 1.00

Flag question

During the year 2016, Dana Company earned revenues of \$90,000, had expenses of \$62,000, purchased assets with a cost of \$10,000 and had owner drawings of \$6,000. Net income for the year is

- a. \$22,000.
- b. \$32,000.
- c. \$18,000.
- d. \$28,000.

The correct answer is: \$28,000.

Question 10

Complete

Mark 1.00 out of 1.00

Flag question

At November 1, 2020, Maine Inc. had an Accounts Receivable balance of \$200,000. During the month, the company made sales on account of \$200,000. In addition, Maine Inc. collected \$350,000 from customers that owed them money. At November 30, 2020, the Accounts Receivable will have a debit balance of:

Insert your answer without \$ or comma , for example if the answer is \$5,000 just insert 5000

ادخل الاجابة النهائية كرقم بدون اي علامة \$ او اية فواصل - مثال اذا كان 5,000\$ - ادخل الرقم 5000

Answer:

The correct answer is: 50000

Question 11

Complete

Mark 1.00 out of 1.00

Flag question

Julie's Accessory Shop started the year with total assets of \$210,000 and total liabilities of \$120,000. During the year the business recorded \$330,000 in revenues, \$165,000 in expenses, and drawings of \$60,000. The net income reported by Julie's Accessory Shop for the year was:

Insert your answer without \$ or comma , for example if the answer is \$5,000 just insert 5000

ادخل الاجابة النهائية كرقم بدون اي علامة \$ او اية فواصل - مثال اذا كان 5,000\$ - ادخل الرقم 5000

Answer:

The correct answer is: 165000

Question 12

Complete

Mark 1.00 out of 1.00

🚩 Flag question

All of the following are general-purpose financial statements except:

- a. cash budget
- b. statement of owner's equity
- c. balance sheet
- d. income statement

The correct answer is: cash budget

Question 13

Complete

Mark 0.00 out of 1.00

🚩 Flag question

Revenues are a subdivision of owner's capital.

- a. FALSE
- b. TRUE

The correct answer is: TRUE

Question 14

Complete

Mark 1.00 out of 1.00

Flag question

A credit balance in a liability account indicates that an error in recording has occurred.

- a. FALSE
- b. TRUE

The correct answer is: FALSE

Question 15

Complete

Mark 1.00 out of 1.00

Flag question

During the year 2016, Dallas Company earned revenues of \$90,000, had expenses of \$62,000, purchased assets with a cost of \$10,000 and had owner drawings of \$6,000. Net income for the year is

- a. \$18,000.
- b. \$22,000.
- c. \$32,000.
- d. \$28,000.

The correct answer is: \$28,000.

Question 16

Complete

Mark 1.00 out of 1.00

🚩 Flag question

A simple journal entry requires only one debit to an account and one credit to an account.

- a. TRUE
- b. FALSE

The correct answer is: TRUE

Question 17

Complete

Mark 1.00 out of 1.00

🚩 Flag question

The process of transferring the journal entries to the ledger accounts is known as

- a. Posting
- b. summarizing
- c. journalizing
- d. Updating

The correct answer is: Posting

Question 18

Complete

Mark 1.00 out of 1.00

🚩 Flag question

The drawing account is a subdivision of the owner's capital account and appears as an expense on the income statement.

- a. TRUE
- b. FALSE

The correct answer is: FALSE

Question 19

Complete

Mark 1.00 out of 1.00

Flag question

The accounts in the ledger of Al Salam Co. are listed in alphabetical order. All accounts have normal balances.

Accounts Payable	1,500	Fees Revenue	3,000
Accounts Receivable	2,000	Insurance Expense	1,300
Supplies	1,800	Land	4,000
Cash	1,600	Wages Expense	1,400
Owner's Drawing	1,200	Owner's Capital	8,800

Calculate the **ending** balance of owner's capital:

Insert your answer without \$ or comma , for example if the answer is \$5,000 just insert 5000

ادخل الاجابة النهائية كرقم بدون اي علامة \$ او اية فواصل - مثال اذا كان \$5,000 - ادخل الرقم 5000

Answer:

The correct answer is: 7900

Question 20

Complete

Mark 1.00 out of 1.00

Flag question

The trial balance will not balance when incorrect account titles are used in journalizing or posting.

- a. TRUE
 b. FALSE

The correct answer is: FALSE