

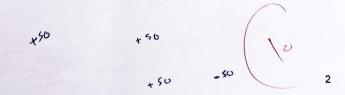
Question # 3 Matching	ANSWERS	Question # 4 Multiple Choice	ANSWERS
1	J	4.1	BL
2	H	2	CU
3	BU	3	BBK
4	F	4	AL
5	GU	5	AL
6	EV	6	DL
7	CV	7	CU
8	AV	8	BL
9	DV	9	AK
10	TV		

 $q_1 \rightarrow 10$   $q_1 \rightarrow 5$ 

Question # 1 (10 POINTS): Given below a listing of General Ledger accounts with identifying numbers for Scott's Dental Clinic. Indicate the accounts debited and credited in each of the following transactions by placing the proper account identifying number(s) in the columns to the right of each transaction. Write "none" if no entry is appropriate.

1- Accounts receivable	\10\-Office supplies expense	
2- Cash	113Office supplies	
3- Accounts payable	12- Dental Service revenue	
4- Insurance expense	13- Unearned service revenue	and Exam
5- Depreciation expense	(14-) Seott Smith's drawing Prepend Inque	THE CAN
6- Salaries expense	15- Insurance expense	
7- Dental equipment	(16-Scott Smith's drawing	
8- Rent expense	17-Salaries payable	
9- Scott Smith's Capital		

	Transaction	Account(s) Debited	Account(s) Credited
a-	The owner, Smith, invested cash in the business.	2	9
b-	Purchased dental equipment for cash.	70	2
c-	Rented a space for the clinic, and paid rent for one month	8	2
d-	Purchased an insurance policy for 2 years, and paid cash.	Y Insugana Expense	2
٦ <sub>.</sub> e-	Purchased office supplies for 3 months, on account.	第11	/3:/
٩. f-	Performed services for clients on account.	10	<b>B</b> 12
g-	The owner, Smith, withdraw cash from the business for personal use.	16 16	/2:/
h-	Performed services for clients, for cash. 29	2	12
م. i-	Receive cash in advance for services to be performed next year.	2	13
j-	Paid salaries for the month.	6.	2/





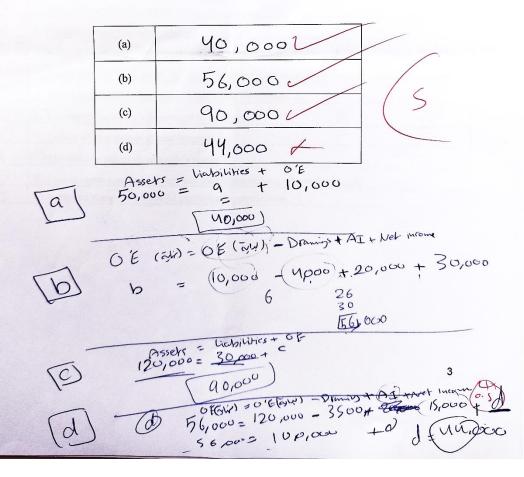


### Question #2 (6 POINTS):

	Zahra	Hindi	
Lanyary 1st	\$50,000	\$120,000	
Assets, January 1st Liabilities, January 1st	(a)	30,000	
Owners' Equity, January 1st	10,000	(c)	
Changes to Owner's Equity			
Additional investment	20,000	15,000	
Net income	30,000	(d)	
Drawings	4,000	3,500	
Owner's Equity, December 31st	(b)	56,000	

#### Required:

Find the missing amounts. Show your calculations. Use the table below for your answers





## Question #3 (5 POINTS):

A. Owners' Equity	₹. Revenues
B. Income Statement	8. Drawings
C. Net Loss	A. Liabilities
D. Expenses	V. Balance sheet
E. Capital	J. Assets

### Required:

Match the term with the appropriate definition from the list provided. Use the code A-J

CODE	STATEMENT		
J	1. Provide future benefits for the entity. ✓		
H	2. Existing debts and obligations.		
1 1 B	3. Reflects a company's performance during a specific period.		
F	4. Result from several sources, including the sale of merchandise, performing services to customer		
G	5. Result from withdrawing cash or other assets for personal use.		
A 83	6 Represents the owner's investment in the business.		
C C	7. Occurs when expenses exceed revenues.		
A	The owner's claims on an entity's assets.		
D	(9) Cost of assets consumed or services used in the process of earning revenue.		
I	10. Reflects a company's financial position at a point in time.		



# MULTIPLE CHOICE QUESTIONS: QUESTION # 4 (9 points)

1 Inter	nal users	of	accounting	information	include:
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- A) Shareholders.
- (B) Managers,
- C) Creditors.
- D) Investors.
- 2. A balance sheet lists:
- ×A) The types and amounts of the revenues and expenses of a business.
- , B) Only the information about what happened to equity during a specific time period.
- C) The types and amounts of assets, liabilities, and equity of a business at a specific date.
- xD) The inflows and outflows of cash during a specific time period.
- xE) The assets and liabilities of a business but not the equity.
- 3. To include the personal assets and transactions of a business's owner in the records and reports of the business would be in conflict with the:
  - A) Monetary unit assumption.
- (B) Cost principle
- C) Revenue recognition principle
- D) Economic entity Assumption.
- 4. Fees earned by a business in exchange for services provided by the business appear on which one of the following statements?
- (A) Income statement
- B) Balance sheet.
- C) Statement of changes in equity.
- D) Statement of cash flows.
- E) Statement of financial position.
- 5. Choose the correct effect of the following transaction on the Basic Accounting Equation: Ahmad (the owner of Ahmad Supermarket) withdrew \$2,000 for his personnel
- A. A decrease in assets and a decrease in owner's equity.

  A decrease in assets and an increase in owner's equity.
- C. An increase in assets and a decrease in owner's equity.
- D. An increase in assets and an increase in owner's equity

Cash





6. Phast Mail Service purchased equipment for \$2,000. signed a note for the balance. Phast debited the Equipment for \$2,000.	Phast paid \$500 in cash and nent account, credited Cash and
A. debited Cash account for \$500.	` 0
B. debited the Capital account for \$1,500.	AT NAP
C. credited Accounts Payable account for \$1,500.	100 A NA
Deredited Notes Payable account for \$1,500.	175
7. The Trial Balance in which total debits equal total cree.  A. All Journal Entries are posted.   **XB. All Transactions are Journalized.   **XB. The ledger is in balance.  **D. All accounts used in journalizing or posting are corr.	
8. Unearned Service Revenue is considered as:	
A. Asset B. Liability	
C. Revenue	
D. Owner's equity	
9. If the liabilities of a business increased \$12,000 during the business decreased \$2,000 during the same period, have:	the assets of the business must
(A) Decreased \$10,000.	L P
<ul><li></li></ul>	€ ≯
D) Increased \$14,000.	765
E) Increased \$12,000.	12,000 + 200
	1800
	10,000
10,000 +400	0
~ m 00 C	· 4
12/000 + 2000	6