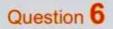
The correct answer is: \$392,000.



Correct

Mark 1.00 out of 1.00

A source of Decrease in Owner's Equity is

Select one:

- a. Purchases of Building.
- b. Personal withdrawal by the owner.
- c. Increase in Liability
- d. Investment by the Owner

The correct answer is: Personal withdrawal by the owner.

Question 7

Correct

Mark 1.00 out of 1.00

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Mark 1.00 out of 1.00

If equity is \$300,000 and liabilities are \$92,000, then assets equal:

Select one:

- a. \$192,000.
- b. \$492,000.
- 🔘 c. \$392,000. 🗸
- 🔘 d. \$108,000.

The correct answer is: \$392,000.

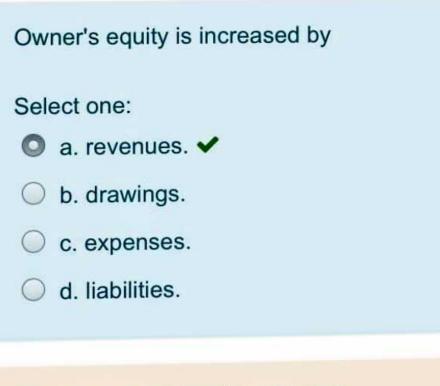
Question 6

Correct

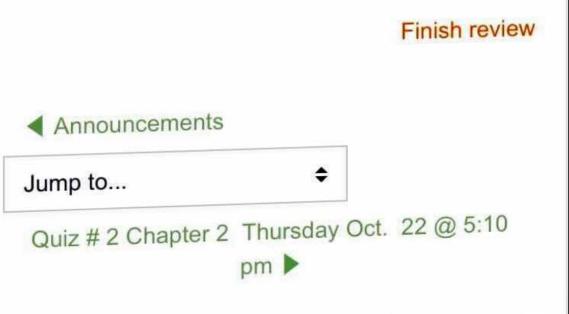
Mark 1.00 out of 1.00

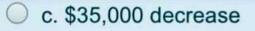
Correct

Mark 1.00 out of 1.00



The correct answer is: revenues.





d. \$25,000 increase

The correct answer is: \$25,000 increase

Question 8

Correct

Mark 1.00 out of 1.00

The Historical Cost Principle requires that purchased assets should be recorded at

Select one:

- a. Market value.
- 🔘 b. Cost. 🗸
- c. Book Value
- d. Fair value.

The correct answer is: Cost.

Question 9

Correct

Mark 1.00 out of 1.00

Mark 1.00 out of 1.00

P Flag question

Financial statements combining the operations of Target and Walmart would violate the

Select one:

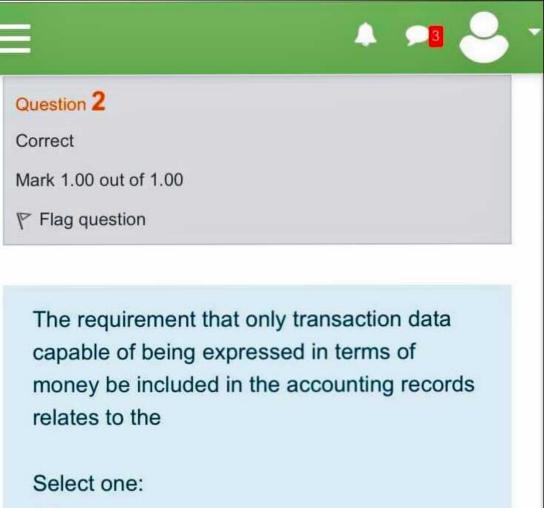
- a. economic entity assumption.
- b. historical cost principle.
- c. both the historical cost principle and the monetary unit assumption.
- d. monetary unit assumption.

The correct answer is: economic entity assumption.

Question 2

Correct

Mark 1.00 out of 1.00



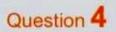
- a. economic entity assumption.
- b. historical cost principle.
- C. monetary unit assumption.
- d. both the historical cost principle and the monetary unit assumption.

The correct answer is: monetary unit assumption.

Question 3

Correct

Mark 1.00 out of 1.00



Mark 1.00 out of 1.00

Which of the following equations is correct?
Select one:
 a. Assets = Liabilities + Owner's Capital - Owner's Drawings - Revenue – Expenses.
 b. Assets = Liabilities + Owner's Capital - Owner's Drawings - Revenue + Expenses.
 c. Assets = Liabilities + Owner's Capital + Owner's Drawings + Revenue – Expenses.
d. Assets = Liabilities + Owner's Capital - Owner's Drawings + Revenue – Expenses.

The correct answer is: Assets = Liabilities + Owner's Capital - Owner's Drawings + Revenue – Expenses.

Correct

Mark 1.00 out of 1.00

Rainbow Restaurant Started the year with total assets of \$60,000 and total liabilities of \$15,000. During the year, the business had Revenues of\$75,000 in catering and \$25,000 in Expenses. The owner had additional investment of \$6,000 and withdrew cash of \$12,000 during the year. The Net Income of Rainbow Restaurant is:

Select one:

- 🔘 a. \$50,000 🗸
- b. \$15,000
- 🔘 c. \$75,000
- Od. \$44,000

The correct answer is: \$50,000

Correct

Mark 1.00 out of 1.00

If the assets of a business increased \$89,000 during a period of time and its liabilities increased \$67,000 during the same period, equity in the business must have:

Select one:

a. Decreased \$156,000.

b. Increased \$22,000.

c. Increased \$89,000.

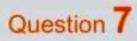
d. Decreased \$22,000.

The correct answer is: Increased \$22,000.

Question 4

Correct

Mark 1.00 out of 1.00



Mark 1.00 out of 1.00

If total liabilities increased by \$30,000 and owner's equity decreased by \$5,000 during a period of time, then total assets must change by what amount and direction during that same period?

Select one:

- a. \$25,000 decrease
- b. \$35,000 increase
- c. \$35,000 decrease
- 🔘 d. \$25,000 increase 🗸

The correct answer is: \$25,000 increase



Correct

Mark 1.00 out of 1.00

Quds Bank paid \$2,400 for one – year fire insurance Policy. The Proper Journal Entry for this transaction is

Select one:

- a. None of the above is correct.
- b. Dr. Cash \$2,400, Cr. Unearned
 Service Revenue \$2,400.
- c. Dr. Insurance Expense \$2,400, Cr.
 Cash \$2,400.
- d. Dr. Cash \$2,400, Cr. Prepaid
 Insurance \$2,400.

Question 2

Correct

Mark 1.00 out of 1.00

Correct

Mark 1.00 out of 1.00

A record of the increases and decreases in a specific asset, liability, equity, revenue, or expense is a(n)

Select one:

- a. Trial balance.
- b. Journal.
- 🔘 c. Account. 🗸
- Od. Posting.

Question 9

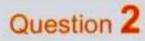
Correct

Mark 1.00 out of 1.00

On July 8, 2019, Smile Dentistry performed services of \$1,900 on account. The entry to record this transaction would include

Select one:





Mark 1.00 out of 1.00

The order of the accounts in the trial balance is:

Select one:

- a. assets, liabilities, owner's capital, owner's drawings, revenues, expenses.
 - b. revenues, assets, expenses, liabilities, owner's capital, owner's drawings.
- c. assets, revenues, expenses, liabilities, owner's capital, owner's drawings.
- d. owner's capital, assets, revenues, expenses, liabilities, owner's drawings.



expenses, naunnes, owner s urawings.

Question 3

Correct

Mark 1.00 out of 1.00

A ledger is

Select one:

- a. A record containing increases and decreases in a specific asset, liability, equity, revenue, or expense item.
- b. A journal in which transactions are first recorded.
- c. A list of all accounts with their debit balances at a point in time.
- O d. A record containing all accounts and their balances used by a company.

Question 4

Correct

Mark 1.00 out of 1.00

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Mark 1.00 out of 1.00

In which order are the accounts listed in the chart of accounts?

Select one:

- a. assets, expenses, drawings, liabilities, owners' equity, revenues
- b. assets, liabilities, revenues, expenses, owners' equity, drawings
- c. owners' equity, drawings, assets, liabilities, revenues, expenses
- d. assets, liabilities, owner' equity, drawings, revenues, expenses

Question 7

Correct

Mark 1.00 out of 1.00

Mark 1.00 out of 1.00

Flag question

A debit is not the normal balance for which account listed below?

Select one:

- 🔘 a. Cash
- 🔘 b. Service Revenue 🗸
- c. Accounts Receivable
- d. Owner's Drawings

Question 5

Correct

Mark 1.00 out of 1.00

Roni Industries received its telephone bill in the amount of \$300, and decided to postpone payment to later date . Roni's general journal entry to record this transaction will include a

Select one:

- a. Debit to Cash for \$300
- D. Credit to Accounts Payable for \$300
- C Credit to Tales have Encourse for \$300

Credits:

Select one:

- a. increase both assets and liabilities.
- b. increase assets and decrease liabilities
- c. decrease assets and increase liabilities.
- d. decrease both assets and liabilities.

Question 8

Correct

Mark 1.00 out of 1.00

A record of the increases and decreases in a specific asset, liability, equity, revenue, or expense is a(n)

Select one:

- a. Trial balance.
- b. Journal.
- 🔘 c. Account. 🗸
- d. Posting.

Correct

Mark 1.00 out of 1.00

ℙ Flag question

On July 8, 2019, Smile Dentistry performed services of \$1,900 on account. The entry to record this transaction would include

Select one:

- a. a debit to Account Receivable of \$1,900.
- b. a debit to Cash of \$1,900.
- c. a credit to Accounts Receivable of \$1,900.
- d. a credit to Accounts Payable of \$1,900.

Question 10

Correct

Mark 1.00 out of 1.00

Roni Industries received its telephone bill in the amount of \$300, and decided to postpone payment to later date . Roni's general journal entry to record this transaction will include a

Select one:

- a. Debit to Cash for \$300
- b. Credit to Accounts Payable for \$300
- C. Credit to Telephone Expense for \$300
- O d. Credit to Telephone Expense for \$300

Question 6

Correct

Mark 1.00 out of 1.00

In which order are the accounts listed in the chart of accounts?

Select one:

- a. assets, expenses, drawings, liabilities, owners' equity, revenues
- b. assets, liabilities, revenues, expenses, owners' equity, drawings
 - c. owners' equity drawings assets,

Correct

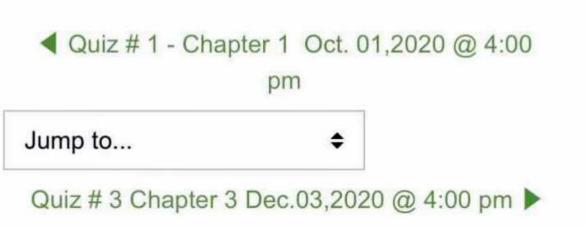
Mark 1.00 out of 1.00

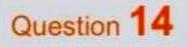
A Debit may signify

Select one:

- a. A decrease in a Liability account.
- b. An increase in a Revenue account.
- C. An increase in a Liability account.
- d. A decrease in an Assets account.

Finish review





Complete

Mark 1.00 out of 1.00

Which account would normally not require an adjusting entry?

Select one:

- a. Accounts Receivable
- b. Accumulated Depreciation
- c. Wages Expense
- O d. Smith, Capital

The correct answer is: Smith, Capital

Complete

Mark 1.00 out of 1.00

The cash basis of accounting records revenues and expenses when the cash is exchanged while the accrual basis of accounting

Select one:

- a. records revenues and expenses when the company needs to apply for a loan.
- b. records revenues when cash is received and expenses when they are incurred.
- c. records revenues and expenses when they are incurred.
- d. records revenues when they are earned and expenses when they are paid

The correct answer is: records revenues and expenses when they are incurred.

The correct answer is: accrual basis

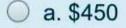
Question 3

Complete

Mark 1.00 out of 1.00

On April 1, a company paid the \$1,800 premium on a one-year insurance policy with benefits beginning on that date. What will be the insurance expense on the annual income statement for the year ended December 31?

Select one:



- 🔘 b. \$150
- 🔘 c. \$1,800
- 🔘 d. \$1,350

The correct answer is: \$1,350

Question 4

Complete

Mark 1.00 out of 1.00

The correct answer is: \$14,000.

Question 7

Complete

Mark 1.00 out of 1.00

Unearned revenue is classified as:

Select one:

- a. a liability account
- b. an asset account.
- c. a revenue account.
- d. a contra-revenue account.

The correct answer is: a liability account

Question 8 Complete Mark 1.00 out of 1.00

On August 1, a company paid the \$2,400 premium on a one-year insurance policy with benefits beginning on that date. What will be the insurance expense on the annual income statement for the year ended December 31?

Select one:

- 🔘 a. \$750
- 🔘 b. \$450
- O c. \$1,000
- 🔘 d. \$1,350

The correct answer is: \$1,000

Question 9

Complete

Mark 1.00 out of 1.00



Complete

Mark 1.00 out of 1.00

Grand Company purchased equipment for \$9,600 on January 1, 2016. The company expects to use the equipment for 4 years. Monthly depreciation expense on the asset is

Select one:

- a. \$2,400.
- O b. \$200.
- O c. \$0.
- d. \$9,600.

The correct answer is: \$200.

Question 10

Complete

Mark 1.00 out of 1.00

The correct answer is: \$1,350

Question 4

Complete

Mark 1.00 out of 1.00

Expenses incurred but not yet paid or recorded are called

Select one:

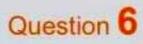
- a. prepaid expenses.
- b. interim expenses.
- c. unearned expenses.
- d. accrued expenses.

The correct answer is: accrued expenses.

Question 5

Complete

Mark 1.00 out of 1.00



Complete

Mark 1.00 out of 1.00

P Flag question

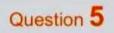
Helena company issued a one-year, 7%, \$300,000 note on May 1, 2016. Interest expense for the year ended December 31, 2016 was

Select one:

- a. \$14,000.
- b. \$28,000.
- c. \$21,000
- 🔘 d. \$7,000.

The correct answer is: \$14,000.

The correct answer is: accrued expenses.



Complete

Mark 1.00 out of 1.00

P Flag question

Accumulated Depreciation is

Select one:

a. a contra asset account.

b. a liability account.

c. an owner's equity account.

d. an expense account.

The correct answer is: a contra asset account.

Question 6

Complete

Mark 1.00 out of 1.00



The correct answer is: \$200.

Question 10

Complete

Mark 1.00 out of 1.00

P Flag question

Adjusting entries are required:

Select one:

- a. monthly.
- b. every time financial statements are prepared.
- c. yearly.
- d. quarterly.

The correct answer is: every time financial statements are prepared.

Question 11

Complete

Mark 1.00 out of 1.00