

The correct answer is: \$392,000.

Question 6

Correct

Mark 1.00 out of 1.00

🚩 Flag question

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

🚩 Flag question

Question 5

Correct

Mark 1.00 out of 1.00

🚩 Flag question

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

🚩 Flag question

Question **10**

Correct

Mark 1.00 out of 1.00

🚩 Flag question

Owner's equity is increased by

Select one:

- a. revenues. ✓
- b. drawings.
- c. expenses.
- d. liabilities.

The correct answer is: revenues.

[Finish review](#)

◀ [Announcements](#)

Jump to...



Quiz # 2 Chapter 2 Thursday Oct. 22 @ 5:10 pm ▶

- c. \$35,000 decrease
- d. \$25,000 increase ✓

The correct answer is: \$25,000 increase

Question 8

Correct

Mark 1.00 out of 1.00

🚩 Flag question

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

🚩 Flag question

Correct

Mark 1.00 out of 1.00

🚩 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

🚩 Flag question



Question 2

Correct

Mark 1.00 out of 1.00

Flag question

The requirement that only transaction data capable of being expressed in terms of money be included in the accounting records relates to the

Select one:

- 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

Flag question

Question 4

Correct

Mark 1.00 out of 1.00

Flag question

Which of the following equations is correct?

Select one:

- a. $\text{Assets} = \text{Liabilities} + \text{Owner's Capital} - \text{Owner's Drawings} - \text{Revenue} - \text{Expenses}.$
- b. $\text{Assets} = \text{Liabilities} + \text{Owner's Capital} - \text{Owner's Drawings} - \text{Revenue} + \text{Expenses}.$
- c. $\text{Assets} = \text{Liabilities} + \text{Owner's Capital} + \text{Owner's Drawings} + \text{Revenue} - \text{Expenses}.$
- d. $\text{Assets} = \text{Liabilities} + \text{Owner's Capital} - \text{Owner's Drawings} + \text{Revenue} - \text{Expenses}.$ ✓

The correct answer is: $\text{Assets} = \text{Liabilities} + \text{Owner's Capital} - \text{Owner's Drawings} + \text{Revenue} - \text{Expenses}.$

Question 9

Correct

Mark 1.00 out of 1.00

🚩 Flag question

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
- d. \$44,000

The correct answer is: \$50,000

Question 3

Correct

Mark 1.00 out of 1.00

🚩 Flag question

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

🚩 Flag question

Question 7

Correct

Mark 1.00 out of 1.00

🚩 Flag question

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

Question 1

Correct

Mark 1.00 out of 1.00

Flag question

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

Flag question

Question 8

Correct

Mark 1.00 out of 1.00

🚩 Flag question

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.

Question 9

Correct

Mark 1.00 out of 1.00

🚩 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:

Question 2

Correct

Mark 1.00 out of 1.00

🚩 Flag question

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, liabilities, owner's drawings.

Question 3

Correct

Mark 1.00 out of 1.00

Flag question

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.
- d. A record containing all accounts and their balances used by a company. ✓

Question 4

Correct

Mark 1.00 out of 1.00

Flag question

Question 6

Correct

Mark 1.00 out of 1.00

🚩 Flag question

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

🚩 Flag question

Correct

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

Flag question

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

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

🚩 Flag question

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.

Question 9

Correct

Mark 1.00 out of 1.00

🚩 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

🚩 Flag question

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
- d. Credit to Telephone Expense for \$300

Question 6

Correct

Mark 1.00 out of 1.00

Flag question

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,

Question **10**

Correct

Mark 1.00 out of 1.00

🚩 Flag question

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](#)

◀ Quiz # 1 - Chapter 1 Oct. 01,2020 @ 4:00 pm

Jump to... ▼

Quiz # 3 Chapter 3 Dec.03,2020 @ 4:00 pm ▶

Question 14

Complete

Mark 1.00 out of 1.00

🚩 Flag question

Which account would normally not require an adjusting entry?

Select one:

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

The correct answer is: Smith, Capital

Question 15

Complete

Mark 1.00 out of 1.00

🚩 Flag question

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

 Flag question

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:


- a. \$450
- b. \$150
- c. \$1,800
- d. \$1,350

The correct answer is: \$1,350

Question 4

Complete

Mark 1.00 out of 1.00

 Flag question

The correct answer is: \$14,000.

Question 7

Complete

Mark 1.00 out of 1.00

🚩 Flag question

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

🚩 Flag question

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
- c. \$1,000
- d. \$1,350

The correct answer is: \$1,000

Question 9

Complete

Mark 1.00 out of 1.00

🚩 Flag question



Question 9

Complete

Mark 1.00 out of 1.00

Flag question

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.
- b. \$200.
- c. \$0.
- d. \$9,600.

The correct answer is: \$200.

Question 10

Complete

Mark 1.00 out of 1.00

Flag question

The correct answer is: \$1,350

Question 4

Complete

Mark 1.00 out of 1.00

🚩 Flag question

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

🚩 Flag question

Question 6

Complete

Mark 1.00 out of 1.00

🚩 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.

Question 5

Complete

Mark 1.00 out of 1.00

🚩 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

🚩 Flag question


d. \$9,600.

The correct answer is: \$200.

Question 10

Complete

Mark 1.00 out of 1.00

 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

 Flag question