

Student name: \_\_\_\_\_

1) Which of the following groups has the primary responsibility for establishing generally accepted accounting principles for business entities in the United States?

- A) Securities and Exchange Commission
- B) U.S. Congress
- C) International Accounting Standards Board
- D) Financial Accounting Standards Board

**Question Details**

AICPA : FN Measurement

Learning Objective : 01-01 Identify the ways accounting benefits society.

AACSB : Reflective Thinking

Bloom's : Remember

Accessibility : Keyboard Navigation

AICPA : BB Legal

Difficulty : 1 Easy

Topic : Role of Accounting in Society

Accessibility : Screen Reader Compatible

Type : Static

Gradable : automatic

2) The Heritage Company is a manufacturer of office furniture. Which term best describes Heritage's role in society?

- A) Business
- B) Regulatory agency
- C) Consumer
- D) Resource owner

**Question Details**

AICPA : FN Measurement

Learning Objective : 01-01 Identify the ways accounting benefits society.

AACSB : Reflective Thinking

AICPA : BB Industry

Bloom's : Understand

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : Role of Accounting in Society

Accessibility : Screen Reader Compatible

Type : Static

Gradable : automatic

3) Which resource providers lend financial resources to a business with the expectation of repayment with interest?

- A) Consumers
- B) Creditors
- C) Investors
- D) Owners

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-01 Identify the ways accounting benefits society.

AACSB : Reflective Thinking

Bloom's : Remember

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

Topic : Role of Accounting in Society

Accessibility : Screen Reader Compatible

Type : Static

Gradable : automatic

4) Which type of accounting information is intended to satisfy the needs of external users of accounting information?

- A) Cost accounting
- B) Managerial accounting
- C) Tax accounting
- D) Financial accounting

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-01 Identify the ways accounting benefits society.

AACSB : Reflective Thinking

Bloom's : Remember

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

Topic : Role of Accounting in Society

Accessibility : Screen Reader Compatible

Type : Static

Gradable : automatic

5) Which of the following is **false** regarding managerial accounting information?

- A) It is often used by investors.
- B) It is more detailed than financial accounting information.
- C) It can include nonfinancial information.
- D) It focuses on divisional rather than overall profitability.

**Question Details**

AICPA : FN Measurement

Learning Objective : 01-01 Identify the ways accounting benefits society.

AACSB : Reflective Thinking

AICPA : BB Industry

Bloom's : Understand

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : Role of Accounting in Society

Accessibility : Screen Reader Compatible

Type : Static

Gradable : automatic

6) Financial accounting standards are known collectively as GAAP. What does that acronym stand for?

- A) Generally Accepted Accounting Principles
- B) Generally Applied Accounting Procedures
- C) Governmentally Approved Accounting Practices
- D) Generally Authorized Auditing Principles

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-01 Identify the ways accounting benefits society.

AACSB : Reflective Thinking

Bloom's : Remember

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

Topic : Role of Accounting in Society

Accessibility : Screen Reader Compatible

Type : Static

Gradable : automatic

7) International accounting standards are formulated by the IASB. What does that acronym stand for?

- A) Internationally Accepted Standards Board
- B) International Accounting Standards Board
- C) International Accountability Standards Bureau
- D) International Accounting and Sustainability Board

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-01 Identify the ways accounting benefits society.

AACSB : Reflective Thinking

Bloom's : Remember

AICPA : BB Global

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

Topic : Role of Accounting in Society

Accessibility : Screen Reader Compatible

Type : Static

Gradable : automatic

8) Jack Henry borrowed \$800,000 from Walt Bank to open a new bike store called Wooden Wheels. Jack transferred \$650,000 of the cash that he borrowed to the store on the first day of the year. How many reporting entities exist in this scenario?

- A) One reporting entity
- B) Two reporting entities
- C) Three reporting entities
- D) Four reporting entities

**Question Details**

Learning Objective : 01-02 Identify reporting entities.

AICPA : BB Critical Thinking

AACSB : Knowledge Application

Bloom's : Apply

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Reporting Entities

Type : Static

Gradable : automatic

9) Jack Henry borrowed \$800,000 from Walt Bank to open a new bike store called Wooden Wheels. Jack transferred \$650,000 of the cash he borrowed to Wooden Wheels on the first day of the year. Which of the following appropriately reflects the cash transactions between these reporting entities?

Option	Jack Henry	Wooden Wheels	Walt Bank
A.	\$ 150,000 increase	\$ 650,000 increase	\$ 800,000 decrease
B.	\$ 800,000 increase	\$ 650,000 increase	\$ 150,000 decrease
C.	\$ 800,000 decrease	\$ 800,000 increase	\$ 650,000 decrease
D.	\$ 650,000 increase	\$ 150,000 increase	\$ 800,000 decrease

- A) Option A
- B) Option B
- C) Option C
- D) Option D

**Question Details**

Learning Objective : 01-02 Identify reporting entities.

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Knowledge Application

Bloom's : Apply

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Reporting Entities

Type : Static

AICPA : BB FN Measurement

Gradable : automatic

10) Ellen Gatsby and her siblings, Ben and Sarah, started Gatsby Company when they each invested \$100,000 in the company. After the investments there will be

- A) One reporting entity
- B) Two reporting entities
- C) Three reporting entities
- D) Four reporting entities

**Question Details**

Learning Objective : 01-02 Identify reporting entities.

AICPA : BB Critical Thinking

AACSB : Knowledge Application

Bloom's : Apply

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Reporting Entities

Type : Static

Gradable : automatic

**11)** Which of the following is an accurate definition of the term “asset?”

- A) An obligation to creditors
- B) A resource that will be used to produce revenue
- C) A transfer of wealth from the business to its stockholders
- D) A sacrifice incurred from operating the business

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Remember

Accessibility : Keyboard Navigation

Learning Objective : 01-03 Identify the elements of the accounting equation.

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Topic : Creating an Accounting Equation

Type : Static

AICPA : BB FN Measurement

Gradable : automatic

**12)** Which of the following is (are) source(s) of assets to a business?

- A) Creditors
- B) Investors
- C) Operations
- D) All the answers represent sources of assets.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Remember

Accessibility : Keyboard Navigation

Learning Objective : 01-03 Identify the elements of the accounting equation.

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Topic : Creating an Accounting Equation

Type : Static

AICPA : BB FN Measurement

Gradable : automatic

**13)** If total assets decrease, then which of the following statements is true?

- A) Liabilities must increase and retained earnings must decrease.
- B) Common stock must decrease and retained earnings must increase.
- C) Liabilities, common stock, or retained earnings must decrease.
- D) Liabilities, common stock, or retained earnings must increase.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Remember

Accessibility : Keyboard Navigation

Learning Objective : 01-03 Identify the elements of the accounting equation.

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Topic : Creating an Accounting Equation

Type : Static

AICPA : BB FN Measurement

Gradable : automatic

**14)** Which of the following statements about liabilities is true?

- A) They represent obligations to repay debts.
- B) They may increase when assets increase.
- C) They are found on the claims side of the accounting equation.
- D) All of the answers are characteristics of liabilities.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Remember

Accessibility : Keyboard Navigation

Learning Objective : 01-03 Identify the elements of the accounting equation.

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Topic : Creating an Accounting Equation

Type : Static

Gradable : automatic

**15)** Which term describes assets generated through operations that have been reinvested into the business?

- A) Liability
- B) Dividend
- C) Common stock
- D) Retained earnings

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Remember

Accessibility : Keyboard Navigation

Learning Objective : 01-03 Identify the elements of the accounting equation.

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Topic : Creating an Accounting Equation

Type : Static

Gradable : automatic

**16)** Which of the following is an accurate depiction of the accounting equation?

- A)  $\text{Assets} = \text{Liabilities} + \text{Common Stock} + \text{Retained Earnings}$
- B)  $\text{Assets} = \text{Liabilities} + \text{Common Stock} - \text{Expenses}$
- C)  $\text{Assets} = \text{Liabilities} + \text{Retained Earnings} - \text{Dividends}$
- D)  $\text{Assets} = \text{Liabilities} + \text{Common Stock} + \text{Dividends}$

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Remember

Accessibility : Keyboard Navigation

Learning Objective : 01-03 Identify the elements of the accounting equation.

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Topic : Creating an Accounting Equation

Type : Static

Gradable : automatic

**17)** Which term describes a distribution of the business's assets back to the owners of the business?

- A) Liability
- B) Dividend
- C) Retained earnings
- D) Common stock

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Remember

Accessibility : Keyboard Navigation

Learning Objective : 01-03 Identify the elements of the accounting equation.

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Topic : Creating an Accounting Equation

Type : Static

Gradable : automatic

**18)** Finn Company reported assets of \$1,000 and stockholders' equity of \$600. What amount will Finn report for liabilities?

- A) \$400
- B) \$600
- C) \$1,600
- D) Cannot be determined

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Knowledge Application

Bloom's : Apply

Accessibility : Keyboard Navigation

Learning Objective : 01-03 Identify the elements of the accounting equation.

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Topic : Creating an Accounting Equation

Type : Static

Gradable : automatic

**19)** Which of the following items is an example of revenue?

- A) Cash received from a bank loan
- B) Cash received from investors from the sale of common stock
- C) Cash received from customers at the time services were provided
- D) Cash received from the sale of land for its original selling price

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Understand

Learning Objective : 01-04 Show how business events affect the accounting equation.

Accessibility : Keyboard Navigation

Topic : Recording Business Events Under the Accounting Equation

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Type : Static

Gradable : automatic

**20)** Which of the following is **not** an element of the financial statements?

- A) Net income
- B) Revenue
- C) Assets
- D) Cash

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Understand

Accessibility : Keyboard Navigation

Learning Objective : 01-03 Identify the elements of the accounting equation.

Difficulty : 2 Medium

Topic : Elements of Financial Statements

Accessibility : Screen Reader Compatible

Type : Static

Gradable : automatic

**21)** The balance sheet of the Algonquin Company reported assets of \$50,000, liabilities of \$22,000 and common stock of \$15,000. Based on this information only, what is the amount of retained earnings?

- A) \$7,000.
- B) \$57,000.
- C) \$13,000.
- D) \$87,000.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-04 Show how business events affect the accounting equation.

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Topic : Recording Business Events Under the Accounting Equation

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

Gradable : automatic

**22)** Stosch Company's balance sheet reported assets of \$97,000, liabilities of \$26,000 and common stock of \$23,000 as of December 31, Year 1. If Retained Earnings on the balance sheet as of December 31, Year 2, amount to \$62,000 and Stosch paid a \$25,000 dividend during Year 2, then the amount of net income for Year 2 was which of the following?

- A) \$14,000
- B) \$39,000
- C) \$48,000
- D) \$25,000

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 3 Hard

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Algorithmic

Gradable : automatic

**23)** Stosch Company's balance sheet reported assets of \$40,000, liabilities of \$15,000 and common stock of \$12,000 as of December 31, Year 1. If Retained Earnings on the balance sheet as of December 31, Year 2, amount to \$18,000 and Stosch paid a \$14,000 dividend during Year 2, then the amount of net income for Year 2 was which of the following?

- A) \$17,000
- B) \$19,000
- C) \$13,000
- D) \$21,000

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 3 Hard

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

Gradable : automatic

**24)** Hazeltine Company issued common stock for \$200,000 cash. As a result of this event, which of the following statements is true?

- A) Assets increased.
- B) Stockholders' equity increased.
- C) Claims increased.
- D) Assets, claims, and stockholders' equity all increased.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Understand

Learning Objective : 01-04 Show how business events affect the accounting equation.

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : Recording Business Events Under the Accounting Equation

Accessibility : Screen Reader Compatible

Type : Static

Gradable : automatic

**25)** If Ballard Company reported assets of \$500 and liabilities of \$200, Ballard's stockholders' equity equals:

- A) \$300.
- B) \$500.
- C) \$700.
- D) Cannot be determined.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Knowledge Application

Bloom's : Apply

Accessibility : Keyboard Navigation

Learning Objective : 01-03 Identify the elements of the accounting equation.

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Topic : Creating an Accounting Equation

Type : Static

Gradable : automatic

**26)** If a company's total assets increased while liabilities and common stock were unchanged, then which of the following statements is true?

- A) Revenues were greater than expenses.
- B) Retained earnings were less than net income during the period.
- C) No dividends were paid during the period.
- D) The company must have purchased assets with cash.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Learning Objective : 01-04 Show how business events affect the accounting equation.

Accessibility : Keyboard Navigation

Difficulty : 3 Hard

Topic : Recording Business Events Under the Accounting Equation

Accessibility : Screen Reader Compatible

Type : Static

Gradable : automatic

**27)** Li Company paid cash to purchase land. As a result of this accounting event, which of the following statements is true?

- A) Total assets decreased.
- B) Total assets were unaffected.
- C) Total stockholders' equity decreased.
- D) Both assets and total stockholders' equity decreased.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Learning Objective : 01-04 Show how business events affect the accounting equation.

Learning Objective : 01-06 Classify business events as asset source, use, or exchange transactions.

Accessibility : Keyboard Navigation

Topic : Types of Transactions

Topic : Recording Business Events Under the Accounting Equation

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Type : Static

Gradable : automatic

28) Wyatt Company was formed on January 1, Year 1, when it acquired \$50,000 cash from issuing common stock. Which of the following shows the impact of this transaction on Wyatt's accounting equation?

	<b>Assets</b>	<b>=</b>	<b>Liabilities</b>	<b>+</b>	<b>Stockholders' Equity</b>
<b>A.</b>	+/-		n/a		n/a
<b>B.</b>	+		n/a		+
<b>C.</b>	-		n/a		-
<b>D.</b>	+		+		n/a

- A) Option A
- B) Option B
- C) Option C
- D) Option D

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Learning Objective : 01-04 Show how business events affect the accounting equation.

Accessibility : Keyboard Navigation

Topic : Recording Business Events Under the Accounting Equation

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

29) Wing Company borrowed \$70,000 cash from Metropolitan Bank. Which of the following shows the impact of this transaction on Wing's accounting equation?

	<b>Assets</b>	<b>=</b>	<b>Liabilities</b>	<b>+</b>	<b>Stockholders' Equity</b>
<b>A.</b>	+/-		n/a		n/a
<b>B.</b>	+		n/a		+
<b>C.</b>	-		n/a		-
<b>D.</b>	+		+		n/a

- A) Option A
- B) Option B
- C) Option C
- D) Option D

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Learning Objective : 01-04 Show how business events affect the accounting equation.

Accessibility : Keyboard Navigation

Topic : Recording Business Events Under the Accounting Equation

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

**30)** Wing Company provided services for \$30,000 cash. Which of the following shows the impact of this transaction on Wing's accounting equation?

	<b>Assets</b>	<b>=</b>	<b>Liabilities</b>	<b>+</b>	<b>Stockholders' Equity</b>
<b>A.</b>	+/-		n/a		n/a
<b>B.</b>	+		n/a		+
<b>C.</b>	-		n/a		-



**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Learning Objective : 01-04 Show how business events affect the accounting equation.

Accessibility : Keyboard Navigation

Topic : Recording Business Events Under the Accounting Equation

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

32) Wing Company paid \$5,000 cash to purchase land. Which of the following shows the impact of this transaction on Wing's accounting equation?

	<b>Assets</b>	<b>=</b>	<b>Liabilities</b>	<b>+</b>	<b>Stockholders' Equity</b>
<b>A.</b>	+/-		n/a		n/a
<b>B.</b>	+		n/a		+
<b>C.</b>	-		n/a		-
<b>D.</b>	+		+		n/a

- A) Option A
- B) Option B
- C) Option C
- D) Option D

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Learning Objective : 01-04 Show how business events affect the accounting equation.

Accessibility : Keyboard Navigation

Topic : Recording Business Events Under the Accounting Equation

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

**33)** Turner Company reported assets of \$20,000 (including cash of \$9,000), liabilities of \$8,000, common stock of \$7,000, and retained earnings of \$5,000. Based on this information, what can be concluded?

- A) 25% of Turner's assets are the result of prior earnings.
- B) \$5,000 is the maximum dividend that can be paid to shareholders.
- C) 40% of Turner's assets are the result of borrowing from creditors.
- D) 25% of Turner's assets are from prior earnings, \$5,000 is the maximum possible dividend, and 40% of assets are the result of borrowed resources.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-05 Interpret information shown in an accounting equation.

AACSB : Knowledge Application

Bloom's : Apply

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Type : Static

Topic : Interpreting Information Shown in the Accounting Equation

Gradable : automatic

**34)** At the time of liquidation, Fairchild Company reported assets of \$200,000, liabilities of \$120,000, common stock of \$90,000 and retained earnings of (\$10,000). What amount of Fairchild's assets are the shareholders entitled to receive?

- A) \$200,000
- B) \$80,000
- C) \$90,000
- D) \$100,000

**Question Details**

AICPA : FN Measurement

Learning Objective : 01-05 Interpret information shown in an accounting equation.

AACSB : Knowledge Application

Bloom's : Apply

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

AICPA : BB Resource Management

Accessibility : Screen Reader Compatible

Type : Static

Topic : Interpreting Information Shown in the Accounting Equation

Gradable : automatic

**35)** As of December 31, Year 2, Bristol Company had \$100,000 of assets, \$40,000 of liabilities and \$25,000 of retained earnings. What percentage of Bristol's assets were obtained from investors?

- A) 60%
- B) 25%
- C) 40%
- D) 35%

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-05 Interpret information shown in an accounting equation.

AACSB : Knowledge Application

Bloom's : Apply

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Type : Static

Topic : Interpreting Information Shown in the Accounting Equation

Gradable : automatic

36) On January 1, Year 2, Chavez Company had beginning balances as follows:

<b>Assets</b>	= \$12,500
<b>Liabilities</b>	= \$ 4,500
<b>Common Stock</b>	= \$ 3,000

During Year 2, Chavez paid dividends to its stockholders of \$2,000. Given that ending retained earnings was \$6,000, what was Chavez's net income for the Year 2?

- A) \$3,000
- B) \$5,000
- C) \$7,000
- D) \$2,000

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-04 Show how business events affect the accounting equation.

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 3 Hard

Topic : Recording Business Events Under the Accounting Equation

Accessibility : Screen Reader Compatible

Type : Static

Gradable : automatic

**37)** The transaction, "provided services for cash," affects which two accounts?

- A) Revenue and Expense
- B) Cash and Revenue
- C) Cash and Expense
- D) Cash and Dividends

**Question Details**

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Understand

Learning Objective : 01-04 Show how business events affect the accounting equation.

Accessibility : Keyboard Navigation

Topic : Recording Business Events Under the Accounting Equation

Difficulty : 1 Easy

AICPA : BB Resource Management

Accessibility : Screen Reader Compatible

Type : Static

Gradable : automatic

**38)** During the year, Millstone Company earned \$6,500 of cash revenue, paid cash dividends of \$1,000 to stockholders and paid \$4,000 for cash expenses. Liabilities were unchanged. Which of the following accurately describes the effect of these events on the elements of the company's financial statements?

- A) Assets increased by \$6,500.
- B) Assets increased by \$1,500.
- C) Stockholders' equity increased by \$2,500.
- D) Assets increased by \$5,500.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-04 Show how business events affect the accounting equation.

AACSB : Knowledge Application

Bloom's : Apply

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : Recording Business Events Under the Accounting Equation

Accessibility : Screen Reader Compatible

Type : Static

Gradable : automatic

**39)** At the end of Year 2, retained earnings for the Baker Company was \$3,250. Revenue earned by the company in Year 2 was \$3,500, expenses paid during the period were \$1,850, and dividends paid during the period were \$1,250. Based on this information alone, what was the amount of retained earnings at the beginning of Year 2?

- A) \$1,600
- B) \$2,850
- C) \$7,000
- D) \$3,650

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-04 Show how business events affect the accounting equation.

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 3 Hard

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Algorithmic

Topic : Recording Business Events under the Accounting Equation

Gradable : automatic

**40)** At the end of Year 2, retained earnings for the Baker Company was \$3,500. Revenue earned by the company in Year 2 was \$1,500, expenses paid during the period were \$800, and dividends paid during the period were \$500. Based on this information alone, what was the amount of retained earnings at the beginning of Year 2?

- A) \$3,300
- B) \$3,700
- C) \$2,800
- D) \$3,800

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-04 Show how business events affect the accounting equation.

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 3 Hard

Topic : Recording Business Events Under the Accounting Equation

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

Gradable : automatic

41) Which of the following is not an asset use transaction?

- A) Paying cash dividends
- B) Paying cash expenses
- C) Paying off the principal of a loan
- D) Paying cash to purchase land

**Question Details**

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Understand

Learning Objective : 01-04 Show how business events affect the accounting equation.

Learning Objective : 01-06 Classify business events as asset source, use, or exchange transactions.

Accessibility : Keyboard Navigation

Topic : Recording Business Events Under the Accounting Equation

Difficulty : 1 Easy

AICPA : BB Resource Management

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Topic : Recap: Types of Transactions

Type : Static

Gradable : automatic

42) Borrowing cash from the bank is an example of which type of transaction?

- A) Asset source
- B) Claims exchange
- C) Asset use
- D) Asset exchange

**Question Details**

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Understand

Learning Objective : 01-06 Classify business events as asset source, use, or exchange transactions.

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

AICPA : BB Resource Management

Accessibility : Screen Reader Compatible

Topic : Recap: Types of Transactions

Type : Static

Gradable : automatic

43) Which of the following could describe the effects of an asset exchange transaction on the accounting equation?

	<b>Assets</b>	<b>=</b>	<b>Liabilities</b>	<b>+</b>	<b>Stockholders' Equity</b>
<b>A.</b>	+/-		n/a		n/a
<b>B.</b>	+		n/a		+
<b>C.</b>	-		n/a		-
<b>D.</b>	+		+		n/a

- A) Option A
- B) Option B
- C) Option C
- D) Option D

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Learning Objective : 01-06 Classify business events as asset source, use, or exchange transactions.

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Topic : Recap: Types of Transactions

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

44) Which of the following does not describe the effects of an asset use transaction on the accounting equation?

	Balance Sheet					Income Statement					Statement
	Assets	=	Liabilities	+ Equity		Revenue	- Expense	=	Net Income		of Cash Flow
A.	-	=	-	+ NA		NA	- NA	=	NA		-OA
B.	-	=	-	+ NA		NA	- NA	=	NA		-FA
C.	-	=	NA	+ -		NA	- +	=	-		-OA
D.	NA	=	+	+ NA		+	- +	=	-		NA

- A) Option A
- B) Option B
- C) Option C
- D) Option D

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Learning Objective : 01-06 Classify business events as asset source, use, or exchange transactions.

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : The Horizontal Financial Statements Model

Accessibility : Screen Reader Compatible

Learning Objective : 01-10 Record business events using a horizontal financial statements model.

Topic : Recap: Types of Transactions

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

**45)** Which of the following cash transactions results in an increase to one asset account and a decrease to another asset account?

- A) Borrowing cash from a bank
- B) Issuing common stock for cash
- C) Purchasing land for cash
- D) Providing services for cash

**Question Details**

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Understand

Learning Objective : 01-04 Show how business events affect the accounting equation.

Accessibility : Keyboard Navigation

Topic : Recording Business Events Under the Accounting Equation

Difficulty : 1 Easy

AICPA : BB Resource Management

Accessibility : Screen Reader Compatible

Type : Static

Gradable : automatic

**46)** Which of the following items appears in the investing activities section of the statement of cash flows?

- A) Cash inflow from interest revenue.
- B) Cash inflow from the issuance of common stock.
- C) Cash outflow for the payment of dividends.
- D) Cash outflow for the purchase of land.

**Question Details**

AICPA : FN Measurement

Learning Objective : 01-08 Prepare a statement of cash flows.

AACSB : Reflective Thinking

Bloom's : Understand

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

AICPA : BB Resource Management

Accessibility : Screen Reader Compatible

Topic : Preparing the Statement of Cash Flows

Type : Static

Gradable : automatic

**47)** Jackson Company had a net increase in cash from operating activities of \$11,100 and a net decrease in cash from financing activities of \$2,950. If the beginning and ending cash balances for the company were \$4,300 and \$12,100, respectively, what is the net cash change from investing activities?

- A) An outflow or decrease of \$350.
- B) An inflow or increase of \$2,950.
- C) An inflow or increase of \$350.
- D) Zero.

**Question Details**

AICPA : FN Measurement

Learning Objective : 01-08 Prepare a statement of cash flows.

AACSB : Knowledge Application

Bloom's : Apply

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

AICPA : BB Resource Management

Accessibility : Screen Reader Compatible

Topic : Preparing the Statement of Cash Flows

Type : Algorithmic

Gradable : automatic

**48)** Jackson Company had a net increase in cash from operating activities of \$10,000 and a net decrease in cash from financing activities of \$2,000. If the beginning and ending cash balances for the company were \$4,000 and \$11,000, respectively, what is the net cash change from investing activities?

- A) An outflow or decrease of \$1,000.
- B) An inflow or increase of \$2,000.
- C) An inflow or increase of \$1,000.
- D) Zero

**Question Details**

AICPA : FN Measurement

Learning Objective : 01-08 Prepare a statement of cash flows.

AACSB : Knowledge Application

Bloom's : Apply

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

AICPA : BB Resource Management

Accessibility : Screen Reader Compatible

Topic : Preparing the Statement of Cash Flows

Type : Static

Gradable : automatic

**49)** The year-end financial statements of Calloway Company contained the following elements and corresponding amounts: Assets = \$26,000; Liabilities = ?; Common Stock = \$5,600; Revenue = \$12,200; Dividends = \$1,050; Beginning Retained Earnings = \$4,050; Ending Retained Earnings = \$7,600. Based on this information, the amount of expenses on Calloway's income statement was

- A) \$9,650.
- B) \$7,600.
- C) \$3,550.
- D) \$500.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-04 Show how business events affect the accounting equation.

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 3 Hard

Accessibility : Screen Reader Compatible

Learning Objective : 01-10 Record business events using a horizontal financial statements model.

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Algorithmic

Topic : Recording Business Events under the Accounting Equation

Gradable : automatic

**50)** The year-end financial statements of Calloway Company contained the following elements and corresponding amounts: Assets = \$50,000; Liabilities = ?; Common Stock = \$15,000; Revenue = \$22,000; Dividends = \$1,500; Beginning Retained Earnings = \$3,500; Ending Retained Earnings = \$7,500. Based on this information, the amount of expenses on Calloway's income statement was:

- A) \$18,500.
- B) \$13,000.
- C) \$16,500.
- D) \$10,000.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-04 Show how business events affect the accounting equation.

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 3 Hard

Topic : Recording Business Events Under the Accounting Equation

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

Gradable : automatic

**51)** The year-end financial statements of Calloway Company contained the following elements and corresponding amounts: Assets = \$33,000; Liabilities = ?; Common Stock = \$6,300; Revenue = \$13,600; Dividends = \$1,400; Beginning Retained Earnings = \$4,400; Ending Retained Earnings = \$8,300.

The amount of liabilities reported on the end-of-period balance sheet was:

- A) \$18,400.
- B) \$24,700.
- C) \$26,700.
- D) \$22,300.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Algorithmic

Gradable : automatic

**52)** The year-end financial statements of Calloway Company contained the following elements and corresponding amounts: Assets = \$50,000; Liabilities = ?; Common Stock = \$15,000; Revenue = \$22,000; Dividends = \$1,500; Beginning Retained Earnings = \$3,500; Ending Retained Earnings = \$7,500.

The amount of liabilities reported on the end-of-period balance sheet was:

- A) \$27,500.
- B) \$31,500.
- C) \$35,000.
- D) \$42,500.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

Gradable : automatic

**53)** Which of the following financial statements provides information about a company as of a specific point in time?

- A) Income statement
- B) Balance sheet
- C) Statement of cash flows
- D) Statement of changes in stockholders' equity

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Remember

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

Gradable : automatic

**54)** Kelly Company experienced the following events during its first accounting period.

- (1) Issued common stock for \$10,000 cash.
- (2) Earned \$8,000 of cash revenue.
- (3) Paid \$1,000 cash to purchase land.
- (4) Paid cash dividends amounting to \$500.
- (5) Paid \$4,400 of cash expenses.

Based on this information, what is the amount of net income?

- A) \$2,100
- B) \$2,600
- C) \$3,600
- D) \$5,600

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

Gradable : automatic

55) Which of the following shows the effects of paying a cash dividend on the balance sheet and income statement?

	<b>Balance Sheet</b>			<b>Income Statement</b>		
	<b>Assets</b>	<b>= Liabilities</b>	<b>+ Stockholders'</b>	<b>Revenue</b>	<b>Expense</b>	<b>= Net</b>
			<b>Equity</b>			<b>Income</b>
<b>A.</b>	-	+	n/a	n/a	n/a	n/a
<b>B.</b>	-	n/a	-	n/a	+	-
<b>C.</b>	-	n/a	+	n/a	+	-
<b>D.</b>	-	n/a	-	n/a	n/a	n/a

- A) Option A
- B) Option B
- C) Option C
- D) Option D

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

Gradable : automatic

**56)** Which of the following shows the effects of providing services for cash on the balance sheet and income statement?

	<b>Balance Sheet</b>			<b>Income Statement</b>		
	<b>Assets</b>	<b>= Liabilities</b>	<b>+ Stockholders'</b>	<b>Revenue</b>	<b>Expense</b>	<b>= Net</b>
			<b>Equity</b>			<b>Income</b>
<b>A.</b>	+	n/a	n/a	+	n/a	+
<b>B.</b>	+	n/a	+	+	n/a	+
<b>C.</b>	-	n/a	+	n/a	+	-
<b>D.</b>	+	n/a	+	n/a	n/a	n/a

- A) Option A
- B) Option B
- C) Option C
- D) Option D

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

Gradable : automatic

**57)** The statement of changes in stockholders' equity shows changes in which of the following accounts?

- A) Retained Earnings and Assets
- B) Assets and Liabilities
- C) Common Stock and Retained Earnings
- D) Liabilities and Common Stock

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Remember

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

Gradable : automatic

**58)** Which of the following transactions would be reported on the statement of changes in stockholders' equity?

- A) Borrowed \$5,000 cash from the bank
- B) Paid a \$100 cash dividend to the stockholders
- C) Purchased land for \$2,000 cash
- D) Paid \$1,500 cash to pay off a portion of its note payable

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Understand

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

Gradable : automatic

**59)** Dividends are reported on which financial statement?

- A) Balance Sheet
- B) Income Statement
- C) Statement of Changes in Stockholders' Equity
- D) Both the income statement and statement of changes in stockholders' equity

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Understand

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

Gradable : automatic

**60)** Salaries expense appears in the:

- A) Liabilities section of the balance sheet
- B) Financing activities section of the statement of cash flows
- C) Asset section of the balance sheet
- D) Expense section of the income statement

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Understand

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

Gradable : automatic

**61)** At the beginning of Year 2, Jones Company had a balance in common stock of \$300,000 and a balance of retained earnings of \$15,000. During Year 2, the following transactions occurred:

- Issued common stock for \$90,000
- Earned net income of \$50,000
- Paid dividends of \$8,000
- Issued a note payable for \$20,000

Based on the information provided, what is the total stockholders' equity on December 31, Year 2?

- A) \$147,000
- B) \$357,000
- C) \$427,000
- D) \$447,000

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

Gradable : automatic

**62)** Which of the following accounts are permanent?

- A) Retained earnings
- B) All income statement accounts
- C) Dividends
- D) All balance sheet accounts including dividends.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Remember

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Learning Objective : 01-09 Distinguish between permanent and temporary accounts.

Type : Static

Topic : Distinguish Between Permanent and Temporary Accounts

Gradable : automatic

**63)** In which section of a statement of cash flows would the payment of cash dividends be reported?

- A) Investing activities
- B) Operating activities
- C) Financing activities
- D) Dividends are not reported on the statement of cash flows.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-08 Prepare a statement of cash flows.

AACSB : Reflective Thinking

Bloom's : Remember

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Topic : Preparing the Statement of Cash Flows

Type : Static

Gradable : automatic

**64)** Which financial statement matches asset increases from operating a business with asset decreases from operating the business?

- A) Balance sheet
- B) Statement of changes in stockholders' equity
- C) Income statement
- D) Statement of cash flows

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Understand

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

Gradable : automatic

**65)** The amount of retained earnings is shown on the

- A) income statement.
- B) balance sheet.
- C) statement of cash flows.
- D) statement of changes in stockholders' equity.
- E) balance sheet and statement of changes in stockholders' equity.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Understand

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

Gradable : automatic

**66)** Chow Company earned \$1,900 of cash revenue, paid \$1,200 for cash expenses, and paid a \$300 cash dividend to its stockholders. Which of the following statements is true?

- A) The net cash inflow from operating activities was \$400.
- B) The net cash outflow for investing activities was \$300.
- C) The net cash inflow from operating activities was \$700.
- D) The net cash outflow for investing activities was \$400.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-08 Prepare a statement of cash flows.

AACSB : Knowledge Application

Bloom's : Apply

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Preparing the Statement of Cash Flows

Type : Algorithmic

Gradable : automatic

**67)** Chow Company earned \$1,500 of cash revenue, paid \$1,200 for cash expenses, and paid a \$200 cash dividend to its stockholders. Which of the following statements is true?

- A) The net cash inflow from operating activities was \$100.
- B) The net cash outflow for investing activities was \$200.
- C) The net cash inflow from operating activities was \$300.
- D) The net cash outflow for investing activities was \$100.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-08 Prepare a statement of cash flows.

AACSB : Knowledge Application

Bloom's : Apply

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Preparing the Statement of Cash Flows

Type : Static

Gradable : automatic

**68)** Yi Company provided services to a customer for \$5,500 cash. As a result of this event:

- A) total assets increased and total stockholders' equity decreased.
- B) total assets were unchanged and cash flows from operating activities increased.
- C) liabilities decreased and net income increased.
- D) total assets increased and net income increased.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Learning Objective : 01-04 Show how business events affect the accounting equation.

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : Recording Business Events Under the Accounting Equation

Accessibility : Screen Reader Compatible

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

**69)** During Year 2, Chico Company earned \$3,500 of cash revenue, paid \$1,450 of cash expenses, and paid a \$950 cash dividend to its stockholders. Based on this information alone, which of the following statements is not true?

- A) Net income amounted to \$2,050.
- B) Total assets increased by \$1,100.
- C) Cash inflow from operating activities was \$2,050.
- D) Cash outflow from financing activities was \$1,100.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Learning Objective : 01-08 Prepare a statement of cash flows.

Learning Objective : 01-04 Show how business events affect the accounting equation.

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 3 Hard

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Topic : Preparing the Statement of Cash Flows

AACSB : Analytical Thinking

Type : Algorithmic

Topic : Recording Business Events under the Accounting Equation

Gradable : automatic

**70)** During Year 2, Chico Company earned \$1,950 of cash revenue, paid \$1,600 of cash expenses, and paid a \$150 cash dividend to its stockholders. Based on this information alone, which of the following statements is not true?

- A) Net income amounted to \$350.
- B) Total assets increased by \$200.
- C) Cash inflow from operating activities was \$350.
- D) Cash outflow from financing activities was \$200.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Learning Objective : 01-08 Prepare a statement of cash flows.

Learning Objective : 01-04 Show how business events affect the accounting equation.

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 3 Hard

Topic : Recording Business Events Under the Accounting Equation

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Topic : Preparing the Statement of Cash Flows

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

**71)** Which of the following items would appear in the financing activities section of the statement of cash flows?

- A) Cash outflow for the purchase of land.
- B) Cash inflow from sales revenue
- C) Cash inflow from issuance of common stock
- D) Cash outflow for the payment of accounts payable

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Learning Objective : 01-08 Prepare a statement of cash flows.

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Preparing the Statement of Cash Flows

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

72) Glavine Company repaid a bank loan with cash. How should the cash flow from this event be shown on the horizontal financial statements model?

- A) As an operating activity that decreases cash, decreases stockholders' equity, and decreases net income.
- B) As a financing activity that decreases cash and decreases liabilities.
- C) As a financing activity that decreases cash, decreases stockholders' equity, and decreases net income.
- D) As an investing activity that decreases cash and decreases liabilities.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Learning Objective : 01-08 Prepare a statement of cash flows.

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Preparing the Statement of Cash Flows

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

73) Retained Earnings at the beginning and ending of the period were \$500 and \$1,100, respectively. If revenues were \$1,900 and dividends paid to stockholders were \$400, what was the amount of expenses for the period?

- A) \$1,500.
- B) \$600.
- C) \$900.
- D) \$1,300.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-04 Show how business events affect the accounting equation.

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 3 Hard

Topic : The Horizontal Financial Statements Model

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Algorithmic

Topic : Recording Business Events under the Accounting Equation

Gradable : automatic

**74)** Retained Earnings at the beginning and ending of the period were \$300 and \$800, respectively. If revenues were \$1,100 and dividends paid to stockholders were \$200, what was the amount of expenses for the period?

- A) \$500
- B) \$400
- C) \$900
- D) \$700

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-04 Show how business events affect the accounting equation.

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 3 Hard

Topic : The Horizontal Financial Statements Model

Topic : Recording Business Events Under the Accounting Equation

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

Gradable : automatic

**75)** Yowell Company began operations on January 1, Year 1. During Year 1, the company engaged in the following cash transactions:

1) issued stock for \$76,000  
2) borrowed \$43,000 from its bank  
3) provided consulting services for \$75,000 cash  
4) paid back \$33,000 of the bank loan  
5) paid rent expense for \$18,000  
6) purchased equipment for \$30,000 cash  
7) paid \$4,800 dividends to stockholders  
8) paid employees' salaries of \$39,000

What is Yowell's net cash flow from operating activities?

- A) Inflow of \$18,000
- B) Inflow of \$13,200
- C) Inflow of \$36,000
- D) Inflow of \$57,000

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-08 Prepare a statement of cash flows.

AACSB : Knowledge Application

Bloom's : Apply

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Preparing the Statement of Cash Flows

Type : Algorithmic

Gradable : automatic

- 76)** Yowell Company began operations on January 1, Year 1. During Year 1, the company engaged in the following cash transactions:
- 1) issued stock for \$40,000
  - 2) borrowed \$25,000 from its bank
  - 3) provided consulting services for \$39,000 cash
  - 4) paid back \$15,000 of the bank loan
  - 5) paid rent expense for \$9,000
  - 6) purchased equipment for \$12,000 cash
  - 7) paid \$3,000 dividends to stockholders
  - 8) paid employees' salaries of \$21,000

What is Yowell's net cash flow from operating activities?

- A) Inflow of \$6,000
- B) Inflow of \$9,000
- C) Inflow of \$18,000
- D) Inflow of \$30,000

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-08 Prepare a statement of cash flows.

AACSB : Knowledge Application

Bloom's : Apply

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Preparing the Statement of Cash Flows

Type : Static

Gradable : automatic

- 77)** Yowell Company began operations on January 1, Year 1. During Year 1, the company engaged in the following cash transactions:
- 1) issued stock for \$48,000
  - 2) borrowed \$29,000 from its bank
  - 3) provided consulting services for \$47,000 cash
  - 4) paid back \$19,000 of the bank loan
  - 5) paid rent expense for \$11,000
  - 6) purchased equipment for \$16,000 cash
  - 7) paid \$3,400 dividends to stockholders
  - 8) paid employees' salaries of \$25,000

What is Yowell's notes payable balance at the end of Year 1?

- A) \$10,000
- B) \$0
- C) \$19,000
- D) \$29,000

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-04 Show how business events affect the accounting equation.

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Algorithmic

Topic : Recording Business Events under the Accounting Equation

Gradable : automatic

- 78)** Yowell Company began operations on January 1, Year 1. During Year 1, the company engaged in the following cash transactions:
- 1) issued stock for \$40,000
  - 2) borrowed \$25,000 from its bank
  - 3) provided consulting services for \$39,000 cash
  - 4) paid back \$15,000 of the bank loan
  - 5) paid rent expense for \$9,000
  - 6) purchased equipment for \$12,000 cash
  - 7) paid \$3,000 dividends to stockholders
  - 8) paid employees' salaries of \$21,000

What is Yowell's notes payable balance at the end of Year 1?

- A) \$0
- B) \$25,000
- C) (\$15,000)
- D) \$10,000

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-04 Show how business events affect the accounting equation.

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Topic : Recording Business Events Under the Accounting Equation

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

Gradable : automatic

**79)** Yowell Company began operations on January 1, Year 1. During Year 1, the company engaged in the following cash transactions:

1) issued stock for \$50,000  
2) borrowed \$30,000 from its bank  
3) provided consulting services for \$49,000 cash  
4) paid back \$20,000 of the bank loan  
5) paid rent expense for \$11,500  
6) purchased equipment for \$17,000 cash  
7) paid \$3,500 dividends to stockholders  
8) paid employees' salaries of \$26,000

What is Yowell's net income for Year 1?

- A) \$37,500
- B) \$11,500
- C) \$22,500
- D) \$8,000

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-04 Show how business events affect the accounting equation.

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Algorithmic

Gradable : automatic

**80)** Yowell Company began operations on January 1, Year 1. During Year 1, the company engaged in the following cash transactions: 1) issued stock for \$40,000

- 2) borrowed \$25,000 from its bank
- 3) provided consulting services for \$39,000 cash
- 4) paid back \$15,000 of the bank loan
- 5) paid rent expense for \$9,000
- 6) purchased equipment for \$12,000 cash
- 7) paid \$3,000 dividends to stockholders
- 8) paid employees' salaries of \$21,000

What is Yowell's net income for Year 1?

- A) \$9,000
- B) \$30,000
- C) \$18,000
- D) \$6,000

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-04 Show how business events affect the accounting equation.

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

Gradable : automatic

**81)** Packard Company engaged in the following transactions during Year 1, its first year of operations. (Assume all transactions are cash transactions.)1) Acquired \$1,700 cash from the issue of common stock.2) Borrowed \$1,170 from a bank.3) Earned \$1,350 of revenues cash.4) Paid expenses of \$400.5) Paid a \$200 dividend.During Year 2, Packard engaged in the following transactions. (Assume all transactions are cash transactions.)1) Issued an additional \$1,075 of common stock.2) Repaid \$745 of its debt to the bank.3) Earned revenues of \$1,500 cash.4) Incurred expenses of \$660.5) Paid dividends of \$250.What is the amount of Packard Company's net cash flow from financing activities for Year 2?

- A) Net inflow of \$80.
- B) Net outflow of \$995.
- C) Net inflow of \$825.
- D) Net outflow of \$745.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-08 Prepare a statement of cash flows.

AACSB : Knowledge Application

Bloom's : Apply

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Preparing the Statement of Cash Flows

Type : Algorithmic

Gradable : automatic

**82)** Packard Company engaged in the following transactions during Year 1, its first year of operations. (Assume all transactions are cash transactions.)1) Acquired \$950 cash from the issue of common stock.

2) Borrowed \$420 from a bank.

3) Earned \$650 of revenues cash.

4) Paid expenses of \$250.

5) Paid a \$50 dividend. During Year 2, Packard engaged in the following transactions. (Assume all transactions are cash transactions.)1) Issued an additional \$325 of common stock.

2) Repaid \$220 of its debt to the bank.

3) Earned revenues of \$750 cash.

4) Incurred expenses of \$360.

5) Paid dividends of \$100.

What is the amount of Packard Company's net cash flow from financing activities for Year 2?

A) Net outflow of \$220

B) Net outflow of \$320

C) Net inflow of \$5

D) Net inflow of \$225

#### **Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-08 Prepare a statement of cash flows.

AACSB : Knowledge Application

Bloom's : Apply

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Preparing the Statement of Cash Flows

Type : Static

Gradable : automatic

**83)** Packard Company engaged in the following transactions during Year 1, its first year of operations. (Assume all transactions are cash transactions.)1) Acquired \$1,650 cash from the issue of common stock.2) Borrowed \$1,120 from a bank.3) Earned \$1,300 of revenues cash.4) Paid expenses of \$390.5) Paid a \$190 dividend.During Year 2, Packard engaged in the following transactions. (Assume all transactions are cash transactions.)1) Issued an additional \$1,025 of common stock.2) Repaid \$710 of its debt to the bank.3) Earned revenues of \$1,450 cash.4) Incurred expenses of \$640.5) Paid dividends of \$240.What is Packard's retained earnings account balance at the end of Year 1 before the process of closing the accounts has been undertaken?

- A) \$910.
- B) \$0
- C) \$720.
- D) \$1,010.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-04 Show how business events affect the accounting equation.

AACSB : Knowledge Application

Bloom's : Apply

Accessibility : Keyboard Navigation

Difficulty : 3 Hard

Accessibility : Screen Reader Compatible

Type : Algorithmic

Topic : Recording Business Events under the Accounting Equation

Gradable : automatic

**84)** Packard Company engaged in the following transactions during Year 1, its first year of operations. (Assume all transactions are cash transactions.)1) Acquired \$950 cash from the issue of common stock.

2) Borrowed \$420 from a bank.

3) Earned \$650 of revenues cash.

4) Paid expenses of \$250.

5) Paid a \$50 dividend. During Year 2, Packard engaged in the following transactions. (Assume all transactions are cash transactions.)1) Issued an additional \$325 of common stock.

2) Repaid \$220 of its debt to the bank.

3) Earned revenues of \$750 cash.

4) Incurred expenses of \$360.

5) Paid dividends of \$100.

What is Packard's retained earnings account balance at the end of Year 1 before the process of closing the accounts has been undertaken?

A) \$400

B) \$0

C) \$350

D) \$450

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-04 Show how business events affect the accounting equation.

AACSB : Knowledge Application

Bloom's : Apply

Accessibility : Keyboard Navigation

Difficulty : 3 Hard

Topic : Recording Business Events Under the Accounting Equation

Accessibility : Screen Reader Compatible

Type : Static

Gradable : automatic

**85)** Packard Company engaged in the following transactions during Year 1, its first year of operations. (Assume all transactions are cash transactions.)1) Acquired \$1,350 cash from the issue of common stock.2) Borrowed \$820 from a bank.3) Earned \$1,000 of revenues cash.4) Paid expenses of \$330.5) Paid a \$130 dividend.During Year 2, Packard engaged in the following transactions. (Assume all transactions are cash transactions.)1) Issued an additional \$725 of common stock.2) Repaid \$500 of its debt to the bank.3) Earned revenues of \$1,150 cash.4) Incurred expenses of \$520.5) Paid dividends of \$180.What was the amount of total stockholders' equity on Packard's balance sheet at the end of Year 1?

- A) \$1,220
- B) \$330
- C) \$1,890
- D) \$2,020

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Algorithmic

Gradable : automatic

**86)** Packard Company engaged in the following transactions during Year 1, its first year of operations. (Assume all transactions are cash transactions.)1) Acquired \$950 cash from the issue of common stock.

2) Borrowed \$420 from a bank.

3) Earned \$650 of revenues cash.

4) Paid expenses of \$250.

5) Paid a \$50 dividend. During Year 2, Packard engaged in the following transactions. (Assume all transactions are cash transactions.)1) Issued an additional \$325 of common stock.

2) Repaid \$220 of its debt to the bank.

3) Earned revenues of \$750 cash.

4) Incurred expenses of \$360.

5) Paid dividends of \$100.

What was the amount of total stockholders' equity on Packard's balance sheet at the end of Year 1?

A) \$1,350

B) \$900

C) \$250

D) \$1,300

#### **Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

Gradable : automatic

**87)** Packard Company engaged in the following transactions during Year 1, its first year of operations. (Assume all transactions are cash transactions.)1) Acquired \$1,950 cash from the issue of common stock.2) Borrowed \$1,420 from a bank.3) Earned \$1,600 of revenues cash.4) Paid expenses of \$450.5) Paid a \$250 dividend.During Year 2, Packard engaged in the following transactions. (Assume all transactions are cash transactions.)1) Issued an additional \$1,325 of common stock.2) Repaid \$920 of its debt to the bank.3) Earned revenues of \$1,750 cash.4) Incurred expenses of \$760.5) Paid dividends of \$300.What is the amount of retained earnings that will be reported on Packard's Year 2 balance sheet?

- A) \$1,160
- B) \$1,890
- C) \$2,000
- D) \$1,590

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : The Horizontal Financial Statements Model

Accessibility : Screen Reader Compatible

Type : Algorithmic

Gradable : automatic

**88)** Packard Company engaged in the following transactions during Year 1, its first year of operations. (Assume all transactions are cash transactions.)1) Acquired \$950 cash from the issue of common stock.

2) Borrowed \$420 from a bank.

3) Earned \$650 of revenues cash.

4) Paid expenses of \$250.

5) Paid a \$50 dividend. During Year 2, Packard engaged in the following transactions. (Assume all transactions are cash transactions.)1) Issued an additional \$325 of common stock.

2) Repaid \$220 of its debt to the bank.

3) Earned revenues of \$750 cash.

4) Incurred expenses of \$360.

5) Paid dividends of \$100. What is the amount of retained earnings that will be reported on Packard's Year 2 balance sheet?

A) \$640

B) \$800

C) \$290

D) \$740

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

Gradable : automatic

**89)** Packard Company engaged in the following transactions during Year 1, its first year of operations. (Assume all transactions are cash transactions.)1) Acquired \$1,450 cash from the issue of common stock.2) Borrowed \$920 from a bank.3) Earned \$1,100 of revenues cash.4) Paid expenses of \$350.5) Paid a \$150 dividend.During Year 2, Packard engaged in the following transactions. (Assume all transactions are cash transactions.)1) Issued an additional \$825 of common stock.2) Repaid \$570 of its debt to the bank.3) Earned revenues of \$1,250 cash.4) Paid expenses of \$560.5) Paid dividends of \$200.What is the amount of total assets that will be reported on Packard's balance sheet at the end of Year 2?

- A) \$745
- B) \$3,915
- C) \$690
- D) \$3,715

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Algorithmic

Gradable : automatic

**90)** Packard Company engaged in the following transactions during Year 1, its first year of operations. (Assume all transactions are cash transactions.)1) Acquired \$950 cash from the issue of common stock.

2) Borrowed \$420 from a bank.

3) Earned \$650 of revenues cash.

4) Paid expenses of \$250.

5) Paid a \$50 dividend. During Year 2, Packard engaged in the following transactions. (Assume all transactions are cash transactions.)1) Issued an additional \$325 of common stock.

2) Repaid \$220 of its debt to the bank.

3) Earned revenues of \$750 cash.

4) Paid expenses of \$360.

5) Paid dividends of \$100.

What is the amount of total assets that will be reported on Packard's balance sheet at the end of Year 2?

A) \$2,115

B) \$440

C) \$2,215

D) \$395

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

Gradable : automatic

**91)** Packard Company engaged in the following transactions during Year 1, its first year of operations. (Assume all transactions are cash transactions.)1) Acquired \$1,350 cash from the issue of common stock.2) Borrowed \$820 from a bank.3) Earned \$1,000 of revenues cash.4) Paid expenses of \$330.5) Paid a \$130 dividend.During Year 2, Packard engaged in the following transactions. (Assume all transactions are cash transactions.)1) Issued an additional \$725 of common stock.2) Repaid \$500 of its debt to the bank.3) Earned revenues of \$1,150 cash.4) Incurred expenses of \$520.5) Paid dividends of \$180.What is the net cash inflow from operating activities on Packard's statement of cash flows for Year 2?

- A) \$540
- B) \$1,395
- C) \$630
- D) \$1,000

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-08 Prepare a statement of cash flows.

Learning Objective : 01-04 Show how business events affect the accounting equation.

AACSB : Knowledge Application

Bloom's : Apply

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Preparing the Statement of Cash Flows

Type : Algorithmic

Topic : Recording Business Events under the Accounting Equation

Gradable : automatic

**92)** Packard Company engaged in the following transactions during Year 1, its first year of operations. (Assume all transactions are cash transactions.)1) Acquired \$950 cash from the issue of common stock.

2) Borrowed \$420 from a bank.

3) Earned \$650 of revenues cash.

4) Paid expenses of \$250.

5) Paid a \$50 dividend. During Year 2, Packard engaged in the following transactions. (Assume all transactions are cash transactions.)1) Issued an additional \$325 of common stock.

2) Repaid \$220 of its debt to the bank.

3) Earned revenues of \$750 cash.

4) Incurred expenses of \$360.

5) Paid dividends of \$100.

What is the net cash inflow from operating activities on Packard's statement of cash flows for Year 2?

A) \$390

B) \$650

C) \$350

D) \$820

#### **Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-08 Prepare a statement of cash flows.

Learning Objective : 01-04 Show how business events affect the accounting equation.

AACSB : Knowledge Application

Bloom's : Apply

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : Recording Business Events Under the Accounting Equation

Accessibility : Screen Reader Compatible

Topic : Preparing the Statement of Cash Flows

Type : Static

Gradable : automatic

**93)** Which of the following items would appear in the cash flow from financing activities section of a statement of cash flows?

- A) Paid cash for dividends
- B) Received cash for common stock
- C) Sold land for cash
- D) Paying cash for dividends as well as receiving cash from common stock

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-08 Prepare a statement of cash flows.

AACSB : Reflective Thinking

Bloom's : Understand

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Preparing the Statement of Cash Flows

Type : Static

Gradable : automatic

**94)** Santa Fe Company was started on January 1, Year 1, when it acquired \$9,800 cash by issuing common stock. During Year 1, the company earned cash revenues of \$6,200, paid cash expenses of \$3,650, and paid a cash dividend of \$1,200. Based on this information, which of the following statements is true?

- A) The Year 1 statement of cash flows would show net cash inflow from operating activities of \$9,800.
- B) The Year 1 statement of cash flows would show a net cash flow from financing activities of \$8,600.
- C) The balance sheet at December 31, Year 1 would show total stockholders' equity of \$16,000.
- D) The Year 1 income statement would show net income of \$1,350.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Learning Objective : 01-08 Prepare a statement of cash flows.

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Topic : Preparing the Statement of Cash Flows

AACSB : Analytical Thinking

Type : Algorithmic

Gradable : automatic

**95)** Santa Fe Company was started on January 1, Year 1, when it acquired \$9,000 cash by issuing common stock. During Year 1, the company earned cash revenues of \$4,500, paid cash expenses of \$3,750, and paid a cash dividend of \$250. Based on this information, which of the following statements is true?

- A) The balance sheet at December 31, Year 1 would show total stockholders' equity of \$8,750.
- B) The Year 1 income statement would show net income of \$500.
- C) The Year 1 statement of cash flows would show net cash inflow from operating activities of \$4,500.
- D) The Year 1 statement of cash flows would show a net cash flow from financing activities of \$8,750.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Learning Objective : 01-08 Prepare a statement of cash flows.

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Topic : Preparing the Statement of Cash Flows

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

- 96)** Robertson Company paid \$1,850 cash for rent expense. As a result of this business event:
- A) Total stockholders' equity decreased.
  - B) Liabilities decreased.
  - C) The net cash flow from operating activities decreased.
  - D) Both total stockholders' equity and net cash flow for operating activities decreased.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Learning Objective : 01-04 Show how business events affect the accounting equation.

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : Recording Business Events Under the Accounting Equation

Accessibility : Screen Reader Compatible

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

- 97)** Mayberry Company paid \$30,000 cash to purchase land. As a result of this business event:

- A) Total stockholders' equity was not affected.
- B) The net cash flow from investing activities decreased.
- C) Total assets were not affected.
- D) Total assets and total stockholders' equity were not affected, and net cash flow from investing activities decreased.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Learning Objective : 01-04 Show how business events affect the accounting equation.

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : Recording Business Events Under the Accounting Equation

Accessibility : Screen Reader Compatible

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

**98)** Lexington Company engaged in the following transactions during Year 1, its first year of operations. (Assume all transactions are cash transactions.)1) Acquired \$5,000 cash from issuing common stock.2) Borrowed \$3,200 from a bank.3) Earned \$4,100 of revenues.4) Incurred \$2,600 in expenses.5) Paid dividends of \$600.Lexington Company engaged in the following transactions during Year 2:1) Acquired an additional \$1,500 cash from the issue of common stock.2) Repaid \$2,000 of its debt to the bank.3) Earned revenues, \$5,500.4) Incurred expenses of \$3,150.5) Paid dividends of \$1,840.

What is the net cash flow from financing activities on Lexington's statement of cash flows for Year 2?

- A) \$1,500 inflow
- B) \$2,340 inflow
- C) \$2,340 outflow
- D) \$340 outflow
- E) \$340 outflow

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-08 Prepare a statement of cash flows.

AACSB : Knowledge Application

Bloom's : Apply

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : The Horizontal Financial Statements Model

Accessibility : Screen Reader Compatible

Learning Objective : 01-10 Record business events using a horizontal financial statements model.

Topic : Preparing the Statement of Cash Flows

Type : Algorithmic

Gradable : automatic

**99)** Lexington Company engaged in the following transactions during Year 1, its first year of operations. (Assume all transactions are cash transactions.) Acquired \$6,000 cash from issuing common stock. Borrowed \$4,400 from a bank. Earned \$6,200 of revenues. Incurred \$4,800 in expenses. Paid dividends of \$800. Lexington Company engaged in the following transactions during Year 2: Acquired an additional \$1,000 cash from the issue of common stock. Repaid \$2,600 of its debt to the bank. Earned revenues, \$9,000. Incurred expenses of \$5,500. Paid dividends of \$1,280. What is the net cash flow from financing activities on Lexington's statement of cash flows for Year 2?

- A) \$2,880 outflow
- B) \$2,880 inflow
- C) \$1,000 outflow
- D) \$1,000 inflow

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-08 Prepare a statement of cash flows.

AACSB : Knowledge Application

Bloom's : Apply

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : The Horizontal Financial Statements Model

Accessibility : Screen Reader Compatible

Learning Objective : 01-10 Record business events using a horizontal financial statements model.

Topic : Preparing the Statement of Cash Flows

Type : Static

Gradable : automatic

**100)** Lexington Company engaged in the following transactions during Year 1, its first year of operations. (Assume all transactions are cash transactions.)1) Acquired \$3,600 cash from issuing common stock.2) Borrowed \$2,500 from a bank.3) Earned \$3,400 of revenues.4) Incurred \$2,460 in expenses.5) Paid dividends of \$460.Lexington Company engaged in the following transactions during Year 2:1) Acquired an additional \$800 cash from the issue of common stock.2) Repaid \$1,510 of its debt to the bank.3) Earned revenues, \$4,800.4) Incurred expenses of \$2,870.5) Paid dividends of \$1,000.

The amount of total assets on Lexington's balance sheet at the end of Year 1 was:

- A) \$6,580.
- B) \$6,840.
- C) \$1,100.
- D) \$3,860.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : The Horizontal Financial Statements Model

Accessibility : Screen Reader Compatible

Learning Objective : 01-10 Record business events using a horizontal financial statements model.

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Algorithmic

Gradable : automatic

**101)** Lexington Company engaged in the following transactions during Year 1, its first year of operations. (Assume all transactions are cash transactions.) Acquired \$6,000 cash from issuing common stock. Borrowed \$4,400 from a bank. Earned \$6,200 of revenues. Incurred \$4,800 in expenses. Paid dividends of \$800. Lexington Company engaged in the following transactions during Year 2: Acquired an additional \$1,000 cash from the issue of common stock. Repaid \$2,600 of its debt to the bank. Earned revenues, \$9,000. Incurred expenses of \$5,500. Paid dividends of \$1,280. The amount of total assets on Lexington's balance sheet at the end of Year 1 was:

- A) \$11,000
- B) \$12,000
- C) \$1,600
- D) \$7,600

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : The Horizontal Financial Statements Model

Accessibility : Screen Reader Compatible

Learning Objective : 01-10 Record business events using a horizontal financial statements model.

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

Gradable : automatic

**102)** Lexington Company engaged in the following transactions during Year 1, its first year of operations. (Assume all transactions are cash transactions.)1) Acquired \$3,700 cash from issuing common stock.2) Borrowed \$2,550 from a bank.3) Earned \$3,450 of revenues.4) Incurred \$2,470 in expenses.5) Paid dividends of \$470.Lexington Company engaged in the following transactions during Year 2:1) Acquired an additional \$850 cash from the issue of common stock.2) Repaid \$1,545 of its debt to the bank.3) Earned revenues, \$4,850.4) Incurred expenses of \$2,890.5) Paid dividends of \$1,060.

The amount of retained earnings on Lexington's balance sheet at the end of Year 1 was:

- A) \$980.
- B) \$510.
- C) \$3,450.
- D) \$2,980.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : The Horizontal Financial Statements Model

Accessibility : Screen Reader Compatible

Learning Objective : 01-10 Record business events using a horizontal financial statements model.

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Algorithmic

Gradable : automatic

**103)** Lexington Company engaged in the following transactions during Year 1, its first year of operations. (Assume all transactions are cash transactions.) Acquired \$6,000 cash from issuing common stock. Borrowed \$4,400 from a bank. Earned \$6,200 of revenues. Incurred \$4,800 in expenses. Paid dividends of \$800. Lexington Company engaged in the following transactions during Year 2: Acquired an additional \$1,000 cash from the issue of common stock. Repaid \$2,600 of its debt to the bank. Earned revenues, \$9,000. Incurred expenses of \$5,500. Paid dividends of \$1,280. The amount of retained earnings on Lexington's balance sheet at the end of Year 1 was:

- A) \$6,200
- B) \$5,400
- C) \$1,400
- D) \$600

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : The Horizontal Financial Statements Model

Accessibility : Screen Reader Compatible

Learning Objective : 01-10 Record business events using a horizontal financial statements model.

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

Gradable : automatic

**104)** Lexington Company engaged in the following transactions during Year 1, its first year of operations. (Assume all transactions are cash transactions.)1) Acquired \$4,300 cash from issuing common stock.2) Borrowed \$2,850 from a bank.3) Earned \$3,750 of revenues.4) Incurred \$2,530 in expenses.5) Paid dividends of \$530.Lexington Company engaged in the following transactions during Year 2:1) Acquired an additional \$1,150 cash from the issue of common stock.2) Repaid \$1,755 of its debt to the bank.3) Earned revenues, \$5,150.4) Incurred expenses of \$3,010.5) Paid dividends of \$1,420.

Total liabilities on Lexington's balance sheet at the end of Year 1 equal:

- A) \$1,150.
- B) (\$1,755).
- C) \$2,850.
- D) \$890.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : The Horizontal Financial Statements Model

Accessibility : Screen Reader Compatible

Learning Objective : 01-10 Record business events using a horizontal financial statements model.

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Algorithmic

Gradable : automatic

**105)** Lexington Company engaged in the following transactions during Year 1, its first year of operations. (Assume all transactions are cash transactions.) Acquired \$6,000 cash from issuing common stock. Borrowed \$4,400 from a bank. Earned \$6,200 of revenues. Incurred \$4,800 in expenses. Paid dividends of \$800. Lexington Company engaged in the following transactions during Year 2: Acquired an additional \$1,000 cash from the issue of common stock. Repaid \$2,600 of its debt to the bank. Earned revenues, \$9,000. Incurred expenses of \$5,500. Paid dividends of \$1,280. Total liabilities on Lexington's balance sheet at the end of Year 1 equal:

- A) \$1,000
- B) \$4,400
- C) (\$2,600)
- D) \$480

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : The Horizontal Financial Statements Model

Accessibility : Screen Reader Compatible

Learning Objective : 01-10 Record business events using a horizontal financial statements model.

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

Gradable : automatic

**106)** As of December 31, Year 1, Mason Company had \$500 cash. During Year 2, Mason earned \$1,200 of cash revenue and paid \$800 of cash expenses. What is the amount of cash that would be reported on the balance sheet at the end of Year 2?

- A) \$900.
- B) \$400.
- C) \$1,700.
- D) \$2,500.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-04 Show how business events affect the accounting equation.

AACSB : Knowledge Application

Bloom's : Apply

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Topic : Recording Business Events Under the Accounting Equation

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

Gradable : automatic

**107)** Expenses are shown on the:

- A) income statement
- B) balance sheet
- C) statement of changes in stockholders' equity
- D) the income statement and statement of changes in stockholders' equity

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Remember

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

Gradable : automatic

**108)** At the beginning of Year 2, X Company had assets of \$300, liabilities of \$150, and common stock of \$50. During Year 2, the company earned revenue of \$500, incurred expenses of \$200, and paid dividends of \$50. All transactions were **cash** transactions. The amount of net income reported on X Company's December 31, Year 2 income statement would be

- A) \$500
- B) \$300
- C) \$250
- D) None of these answers are correct.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

**109)** At the beginning of Year 2, X Company had assets of \$300, liabilities of \$150, and common stock of \$50. During Year 2, the company earned revenue of \$500, incurred expenses of \$200, and paid dividends of \$50. All transactions were **cash** transactions. The amount of retained earnings reported on X Company's December 31, Year 2 balance sheet would be

- A) \$100
- B) \$250
- C) \$350
- D) None of these answers are correct.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

**110)** At the beginning of Year 2, X Company had assets of \$300, liabilities of \$150, and common stock of \$50. During Year 2, the company earned revenue of \$500, incurred expenses of \$200, and paid dividends of \$50. All transactions were **cash** transactions. The amount of total assets reported on X Company's December 31, Year 2 balance sheet would be

- A) \$550
- B) \$250
- C) \$300
- D) None of these answers are correct.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

**111)** Dividends paid by a company are shown on the:

- A) Income statement
- B) Statement of changes in stockholders' equity
- C) Statement of cash flows
- D) Statement of changes in stockholders' equity and statement of cash flows

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-08 Prepare a statement of cash flows.

AACSB : Reflective Thinking

Bloom's : Remember

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Topic : Preparing the Statement of Cash Flows

Type : Static

Gradable : automatic

**112)** Liabilities are shown on the:

- A) Income statement
- B) Balance sheet
- C) Statement of cash flows
- D) Statement of changes in stockholders' equity

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Remember

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

Gradable : automatic

**113)** Which of the following would appear in the investing activities section of the statement of cash flows?

- A) Cash outflow for the purchase of supplies
- B) Cash inflow from interest revenue
- C) Cash inflow from issuance of common stock
- D) Cash outflow for the purchase of land

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-08 Prepare a statement of cash flows.

AACSB : Reflective Thinking

Bloom's : Remember

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Topic : Preparing the Statement of Cash Flows

Type : Static

Gradable : automatic

**114)** Which of following illustrates how earning \$4,000 cash for providing services to customers affects the financial statements?

	<b>Balance Sheet</b>			<b>Income Statement</b>		<b>Statement</b>
	<b>Assets = Liabilities + Stockholders' Equity</b>			<b>Revenue - Expense = Net Income</b>		<b>of Cash Flows</b>
<b>A.</b>	4,000	n/a	4,000	n/a	n/a	4,000 OA
<b>B.</b>	4,000	n/a	4,000	4,000	n/a	n/a
<b>C.</b>	4,000	n/a	4,000	4,000	n/a	4,000 OA
<b>D.</b>	4,000	4,000	n/a	4,000	n/a	4,000 OA

- A) Option A
- B) Option B
- C) Option C
- D) Option D

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : The Horizontal Financial Statements Model

Accessibility : Screen Reader Compatible

Learning Objective : 01-10 Record business events using a horizontal financial statements model.

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

**115)** Jackson Company paid \$500 cash for salary expenses. Which of the following choices accurately reflects how this event affects the company's financial statements?

	Balance Sheet			Income Statement			Statement of Cash Flows
	Assets	Liabilities	Stockholders' Equity	Revenue	Expense	Net Income	
<b>A.</b>	n/a	500	(500)	n/a	500	(500)	n/a
<b>B.</b>	(500)	n/a	(500)	n/a	500	(500)	(500) OA
<b>C.</b>	(500)	n/a	(500)	n/a	n/a	n/a	(500) OA
<b>D.</b>	(500)	n/a	(500)	n/a	500	(500)	(500) IA

- A) Option A
- B) Option B
- C) Option C
- D) Option D

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : The Horizontal Financial Statements Model

Accessibility : Screen Reader Compatible

Learning Objective : 01-10 Record business events using a horizontal financial statements model.

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

**116)** Perez Company paid a \$300 cash dividend. Which of the following choices accurately reflects how this event affects the company's financial statements?

	<b>Balance Sheet</b>			<b>Income Statement</b>			<b>Statement</b>
	<b>Assets = Liabilities + Stockholders' Equity</b>			<b>Revenue - Expense = Net Income</b>			<b>of Cash Flows</b>
<b>A.</b>	n/a	300	(300)	n/a	300	(300)	n/a
<b>B.</b>	(300)	n/a	(300)	n/a	300	(300)	(300) FA
<b>C.</b>	(300)	n/a	(300)	n/a	n/a	n/a	(300) FA
<b>D.</b>	(300)	n/a	(300)	n/a	n/a	n/a	(300) OA

- A) Option A
- B) Option B
- C) Option C
- D) Option D

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : The Horizontal Financial Statements Model

Accessibility : Screen Reader Compatible

Learning Objective : 01-10 Record business events using a horizontal financial statements model.

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

**117)** Garrison Company acquired \$23,000 by issuing common stock. Which of the following choices accurately reflects how this event affects the company's financial statements?

	<b>Balance Sheet</b>		<b>Income Statement</b>			<b>Statement of Cash Flows</b>	
	<b>Assets = Liabilities + Stockholders' Equity</b>		<b>Revenue - Expense = Net Income</b>				
<b>A.</b>	23,000	n/a	23,000	n/a	n/a	n/a	23,000 FA
<b>B.</b>	23,000	n/a	23,000	23,000	n/a	23,000	23,000 FA
<b>C.</b>	23,000	23,000	n/a	23,000	n/a	n/a	23,000 FA
<b>D.</b>	23,000	23,000	n/a	23,000	n/a	23,000	23,000 OA

- A) Option A
- B) Option B
- C) Option C
- D) Option D

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : The Horizontal Financial Statements Model

Accessibility : Screen Reader Compatible

Learning Objective : 01-10 Record business events using a horizontal financial statements model.

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

**118)** Tandem Company borrowed \$32,000 of cash from a local bank. Which of the following choices accurately reflects how this event affects the company's financial statements?

	<b>Balance Sheet</b>			<b>Income Statement</b>			<b>Statement</b>
	<b>Assets = Liabilities + Stockholders' Equity</b>			<b>Revenue - Expense = Net Income</b>			<b>of Cash Flows</b>
<b>A.</b>	32,000	32,000	n/a	32,000	n/a	32,000	32,000 FA
<b>B.</b>	32,000	n/a	32,000	n/a	n/a	n/a	32,000 FA
<b>C.</b>	32,000	n/a	32,000	32,000	n/a	32,000	32,000 FA
<b>D.</b>	32,000	32,000	n/a	n/a	n/a	n/a	32,000 FA

- A) Option A
- B) Option B
- C) Option C
- D) Option D

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : The Horizontal Financial Statements Model

Accessibility : Screen Reader Compatible

Learning Objective : 01-10 Record business events using a horizontal financial statements model.

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

**119)** Which of following illustrates how selling land for cash affects the financial statements?

	<b>Balance Sheet</b>			<b>Income Statement</b>			<b>Statement</b>
	<b>Assets = Liabilities + Stockholders' Equity</b>			<b>Revenue - Expense = Net Income</b>			<b>of Cash Flows</b>
<b>A.</b>	n/a	n/a	n/a	n/a	n/a	n/a	+ IA
<b>B.</b>	-	n/a	-	n/a	n/a	n/a	- IA
<b>C.</b>	+	+	n/a	n/a	n/a	n/a	+ FA
<b>D.</b>	-	n/a	-	n/a	+	-	+ IA

- A) Option A
- B) Option B
- C) Option C
- D) Option D

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : The Horizontal Financial Statements Model

Accessibility : Screen Reader Compatible

Learning Objective : 01-10 Record business events using a horizontal financial statements model.

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

**120)** Which of the following could represent the effects of an asset source transaction on a company's financial statements?

	<b>Balance Sheet</b>			<b>Income Statement</b>			<b>Statement</b>
	<b>Assets = Liabilities + Stockholders' Equity</b>			<b>Revenue - Expense = Net Income</b>			<b>of Cash Flows</b>
<b>A.</b>	+	n/a	+	n/a	n/a	n/a	+ OA
<b>B.</b>	+	+	n/a	n/a	+	+	+ IA
<b>C.</b>	+	n/a	+	+	n/a	+	+ OA
<b>D.</b>	-	n/a	-	n/a	n/a	n/a	- FA

- A) Option A
- B) Option B
- C) Option C
- D) Option D

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Learning Objective : 01-06 Classify business events as asset source, use, or exchange transactions.

Accessibility : Keyboard Navigation

Difficulty : 3 Hard

Topic : The Horizontal Financial Statements Model

Accessibility : Screen Reader Compatible

Learning Objective : 01-10 Record business events using a horizontal financial statements model.

Topic : Recap: Types of Transactions

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

**121)** Which of the following could represent the effects of an asset exchange transaction on a company's financial statements?

	<b>Balance Sheet</b>			<b>Income Statement</b>			<b>Statement</b>
	<b>Assets = Liabilities +</b>		<b>Stockholders' Equity</b>	<b>Revenue - Expense =</b>		<b>Net Income</b>	<b>of Cash Flows</b>
<b>A.</b>	+/-	n/a	n/a	n/a	n/a	n/a	- IA
<b>B.</b>	+/-	+	n/a	n/a	+	+	n/a
<b>C.</b>	-	n/a	-	n/a	n/a	n/a	- OA
<b>D.</b>	-	n/a	-	n/a	n/a	n/a	- FA

- A) Option A
- B) Option B
- C) Option C
- D) Option D

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Learning Objective : 01-06 Classify business events as asset source, use, or exchange transactions.

Accessibility : Keyboard Navigation

Difficulty : 3 Hard

Topic : The Horizontal Financial Statements Model

Accessibility : Screen Reader Compatible

Learning Objective : 01-10 Record business events using a horizontal financial statements model.

Topic : Recap: Types of Transactions

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

**122)** Which of the following represents effects of an asset use transaction on a company's financial statements?

	<b>Balance Sheet</b>			<b>Income Statement</b>			<b>Statement</b>
	<b>Assets = Liabilities + Stockholders' Equity</b>			<b>Revenue - Expense = Net Income</b>			<b>of Cash Flows</b>
<b>A.</b>	-	n/a	-	n/a	+	-	- OA
<b>B.</b>	+/-	n/a	n/a	n/a	n/a	n/a	- IA
<b>C.</b>	+	n/a	+	+	n/a	+	+ OA
<b>D.</b>	+	+	n/a	n/a	n/a	n/a	n/a

- A) Option A
- B) Option B
- C) Option C
- D) Option D

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Learning Objective : 01-06 Classify business events as asset source, use, or exchange transactions.

Accessibility : Keyboard Navigation

Difficulty : 3 Hard

Topic : The Horizontal Financial Statements Model

Accessibility : Screen Reader Compatible

Learning Objective : 01-10 Record business events using a horizontal financial statements model.

Topic : Recap: Types of Transactions

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

**123)** Reynolds Company experienced an accounting event that affected its financial statements as indicated below:

<b>Balance Sheet</b>			<b>Income Statement</b>			<b>Statement</b>
<b>Assets</b>	<b>= Liabilities</b>	<b>+ Stockholders' Equity</b>	<b>Revenue</b>	<b>- Expense</b>	<b>= Net Income</b>	<b>of Cash Flows</b>
+	n/a	+	+	n/a	+	+OA

Which of the following accounting events could have caused these effects on Reynolds' statements?

- A) Paid a cash dividend
- B) Earned cash revenue
- C) Borrowed money from a bank
- D) The information provided does not represent a completed event.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : The Horizontal Financial Statements Model

Accessibility : Screen Reader Compatible

Learning Objective : 01-10 Record business events using a horizontal financial statements model.

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

**124)** Chico Company experienced an accounting event that affected its financial statements as indicated below:

<b>Balance Sheet</b>			<b>Income Statement</b>			<b>Statement</b>
<b>Assets =</b>	<b>Liabilities +</b>	<b>Stockholders' Equity</b>	<b>Revenue -</b>	<b>Expense =</b>	<b>Net Income</b>	<b>of Cash Flows</b>
+	n/a	+	n/a	n/a	n/a	FA

Which of the following accounting events could have caused these effects on Chico's statements?

- A) Issued common stock
- B) Earned cash revenue
- C) Borrowed money from a bank
- D) Paid a cash dividend

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : The Horizontal Financial Statements Model

Accessibility : Screen Reader Compatible

Learning Objective : 01-10 Record business events using a horizontal financial statements model.

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

125) Delta Company experienced an accounting event that affected its financial statements as indicated below:

Balance Sheet			Income Statement			Statement
Assets = Liabilities + Stockholders' Equity			Revenue - Expense = Net Income			of Cash Flows
-	n/a	-	n/a	+	-	-OA

Which of the following accounting events could have caused these effects on Delta's statements?

- A) Paid a cash dividend
- B) Incurred a cash expense
- C) Borrowed money from a bank
- D) Earned cash revenue

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : The Horizontal Financial Statements Model

Accessibility : Screen Reader Compatible

Learning Objective : 01-10 Record business events using a horizontal financial statements model.

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

126) Northern Corporation invested \$800 cash in South Company stock. Which of the following describes the effects of this transaction on Northern Corporation's books?

Balance Sheet			Income Statement			Statement	
Assets = Liabilities + Stockholders' Equity			Revenue - Expense = Net Income			of Cash Flows	
A.	-	+	n/a	n/a	-	-	-IA

<b>B.</b>	+	n/a	+	n/a	n/a	n/a	+FA
<b>C.</b>	n/a	n/a	n/a	+	n/a	+	-FA
<b>D.</b>	+/-	n/a	n/a	n/a	n/a	n/a	-IA

- A) Option A
- B) Option B
- C) Option C
- D) Option D

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : The Horizontal Financial Statements Model

Accessibility : Screen Reader Compatible

Learning Objective : 01-10 Record business events using a horizontal financial statements model.

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

**127)** Northern Corporation invested \$800 cash in South Company stock. As a result of this transaction:

- A) The balance in the Cash account on Northern Corporation's books would decrease, while the balance in the Cash account on South Company's books would increase.
- B) South Company would have a cash inflow from investing activities.
- C) Northern Corporation would have a cash outflow from financing activities.
- D) All of these statements are true.

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Learning Objective : 01-08 Prepare a statement of cash flows.

Learning Objective : 01-04 Show how business events affect the accounting equation.

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : Recording Business Events Under the Accounting Equation

Accessibility : Screen Reader Compatible

Topic : Preparing the Statement of Cash Flows

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

**128)** Which of the following would **not** describe the effects of an asset source transaction on a company's financial statements?

	Balance Sheet			Income Statement			Statement
	Assets	Liabilities	Stockholders' Equity	Revenue	Expense	Net Income	of Cash Flows
<b>A.</b>	+	+	n/a	n/a	n/a	n/a	+FA
<b>B.</b>	+	n/a	+	n/a	n/a	n/a	+FA
<b>C.</b>	+	n/a	+	+	n/a	+	+OA
<b>D.</b>	n/a	n/a	n/a	n/a	n/a	n/a	-IA

- A) Option A
- B) Option B
- C) Option C
- D) Option D

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Bloom's : Analyze

Learning Objective : 01-04 Show how business events affect the accounting equation.

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : The Horizontal Financial Statements Model

Accessibility : Screen Reader Compatible

Learning Objective : 01-10 Record business events using a horizontal financial statements model.

Topic : Recap: Types of Transactions

Type : Static

AACSB : Analytical Thinking

Gradable : automatic

**129)** In a market, creditors are resource providers.

- true
- false

**Question Details**

AICPA : FN Measurement

Learning Objective : 01-01 Identify the ways accounting benefits society.

AACSB : Reflective Thinking

AICPA : BB Industry

Bloom's : Understand

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : Role of Accounting in Society

Accessibility : Screen Reader Compatible

Type : Static

Gradable : automatic

**130)** In a market, a company that manufactures cars would be referred to as a business.

- true
- false

**Question Details**

AICPA : FN Measurement

Learning Objective : 01-01 Identify the ways accounting benefits society.

AACSB : Reflective Thinking

Bloom's : Remember

AICPA : BB Industry

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

Topic : Role of Accounting in Society

Accessibility : Screen Reader Compatible

Type : Static

Gradable : automatic

**131)** The value created by a business may be called assets.

- true
- false

**Question Details**

AICPA : FN Measurement

Learning Objective : 01-01 Identify the ways accounting benefits society.

AACSB : Reflective Thinking

Bloom's : Remember

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : Role of Accounting in Society

AICPA : BB Resource Management

Accessibility : Screen Reader Compatible

Type : Static

Gradable : automatic

**132)** The stockholders of a business have a priority claim to its assets in the event of liquidation.

- true
- false

**Question Details**

AICPA : FN Measurement

Learning Objective : 01-01 Identify the ways accounting benefits society.

AACSB : Reflective Thinking

Bloom's : Remember

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

Topic : Role of Accounting in Society

AICPA : BB Resource Management

Accessibility : Screen Reader Compatible

Type : Static

Gradable : automatic

**133)** The types of resources needed by a business are financial, physical, and labor resources.

- true
- false

**Question Details**

AICPA : FN Measurement

Learning Objective : 01-01 Identify the ways accounting benefits society.

AACSB : Reflective Thinking

Bloom's : Remember

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

Topic : Role of Accounting in Society

AICPA : BB Resource Management

Accessibility : Screen Reader Compatible

Type : Static

Gradable : automatic

**134)** Financial accounting information is usually less detailed than managerial accounting information.

- true
- false

**Question Details**

AICPA : FN Measurement

Learning Objective : 01-01 Identify the ways accounting benefits society.

AACSB : Reflective Thinking

AICPA : BB Industry

Bloom's : Understand

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : Role of Accounting in Society

Accessibility : Screen Reader Compatible

Type : Static

Gradable : automatic

**135)** The Financial Accounting Standards Board is a privately funded organization with authority for establishing accounting standards for businesses in the US.

- true
- false

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

Learning Objective : 01-01 Identify the ways accounting benefits society.

AACSB : Reflective Thinking

Bloom's : Understand

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : Role of Accounting in Society

Accessibility : Screen Reader Compatible

Type : Static

Gradable : automatic

**136)** Detailed information about accounts is maintained in the various elements of the financial statements.

- true
- false

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Remember

Accessibility : Keyboard Navigation

Learning Objective : 01-03 Identify the elements of the accounting equation.

Difficulty : 1 Easy

Topic : Elements of Financial Statements

Accessibility : Screen Reader Compatible

Type : Static

Gradable : automatic

**137)** Liabilities represent the future obligations of a business entity.

- true
- false

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Understand

Accessibility : Keyboard Navigation

Learning Objective : 01-03 Identify the elements of the accounting equation.

Difficulty : 2 Medium

Topic : Elements of Financial Statements

Accessibility : Screen Reader Compatible

Type : Static

Gradable : automatic

**138)** Stockholders' equity is a source of a business's assets, but liabilities are not.

- true
- false

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Understand

Accessibility : Keyboard Navigation

Learning Objective : 01-03 Identify the elements of the accounting equation.

Difficulty : 2 Medium

Topic : Elements of Financial Statements

Accessibility : Screen Reader Compatible

Type : Static

Gradable : automatic

**139)** Retained earnings reduces a company's commitment to use its assets for the benefit of its stockholders.

- true
- false

**Question Details**

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Understand

Accessibility : Keyboard Navigation

Learning Objective : 01-03 Identify the elements of the accounting equation.

Difficulty : 2 Medium

Topic : Elements of Financial Statements

AICPA : BB Resource Management

Accessibility : Screen Reader Compatible

Type : Static

Gradable : automatic

**140)** The historical cost concept requires that most assets be recorded at the amount paid for them, regardless of increases in market value.

- true
- false

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Understand

Learning Objective : 01-04 Show how business events affect the accounting equation.

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Topic : Recording Business Events Under the Accounting Equation

Accessibility : Screen Reader Compatible

Type : Static

Gradable : automatic

**141)** An asset source transaction increases a business's assets and the claims to assets.

- true
- false

**Question Details**

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Understand

Learning Objective : 01-06 Classify business events as asset source, use, or exchange transactions.

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

AICPA : BB Resource Management

Accessibility : Screen Reader Compatible

Topic : Recap: Types of Transactions

Type : Static

Gradable : automatic

**142)** Borrowing money from the bank is an example of an asset source transaction.

- true
- false

**Question Details**

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Understand

Learning Objective : 01-06 Classify business events as asset source, use, or exchange transactions.

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

AICPA : BB Resource Management

Accessibility : Screen Reader Compatible

Topic : Recap: Types of Transactions

Type : Static

Gradable : automatic

**143)** An asset use transaction does not affect the total amount of claims to a company's assets.

- true
- false

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Understand

Learning Objective : 01-06 Classify business events as asset source, use, or exchange transactions.

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Topic : Recap: Types of Transactions

Type : Static

Gradable : automatic

**144)** The four financial statements prepared by a business bear no relationship to each other.

- true
- false

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Understand

Learning Objective : 01-07 Prepare an income statement, a statement of changes in stockholders equity

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

Accessibility : Screen Reader Compatible

Topic : Preparing an Income Statement, a Statement of Changes in Stockholders' Equity, and a Balance

Type : Static

Gradable : automatic

**145)** All of a business's temporary accounts appear on the income statement.

- true
- false

**Question Details**

AICPA : BB Critical Thinking

AICPA : FN Measurement

AACSB : Reflective Thinking

Bloom's : Understand

Accessibility : Keyboard Navigation

Difficulty : 2 Medium

Accessibility : Screen Reader Compatible

Learning Objective : 01-09 Distinguish between permanent and temporary accounts.

Type : Static

Topic : Distinguish Between Permanent and Temporary Accounts

Gradable : automatic

## Answer Key

Test name: Chapter 01 Test Bank - Algorith

- 1) D
- 2) A
- 3) B
- 4) D
- 5) A
- 6) A
- 7) B
- 8) C
- 9) A
- 10) D
- 11) B
- 12) D
- 13) C
- 14) D
- 15) D
- 16) A
- 17) B
- 18) A
- 19) C
- 20) D
- 21) C
- 22) B
- 23) B
- 24) D
- 25) A
- 26) A

- 27) B
- 28) B
- 29) D
- 30) B
- 31) C
- 32) A
- 33) D
- 34) B
- 35) D
- 36) A
- 37) B
- 38) B
- 39) B
- 40) A
- 41) D
- 42) A
- 43) A
- 44) D
- 45) C
- 46) D
- 47) A
- 48) A
- 49) B
- 50) C
- 51) A
- 52) A
- 53) B
- 54) C
- 55) D
- 56) B

- 57) C
- 58) B
- 59) C
- 60) D
- 61) D
- 62) A
- 63) C
- 64) C
- 65) E
- 66) C
- 67) C
- 68) D
- 69) D
- 70) D
- 71) C
- 72) B
- 73) C
- 74) B
- 75) A
- 76) B
- 77) A
- 78) D
- 79) B
- 80) A
- 81) A
- 82) C
- 83) B
- 84) B
- 85) C
- 86) D

- 87) D
- 88) A
- 89) D
- 90) A
- 91) C
- 92) A
- 93) D
- 94) B
- 95) D
- 96) D
- 97) D
- 98) C
- 99) A
- 100) A
- 101) A
- 102) B
- 103) D
- 104) C
- 105) B
- 106) A
- 107) A
- 108) B
- 109) C
- 110) A
- 111) D
- 112) B
- 113) D
- 114) C
- 115) B
- 116) C

- 117) A
- 118) D
- 119) A
- 120) C
- 121) A
- 122) A
- 123) B
- 124) A
- 125) B
- 126) D
- 127) A
- 128) D
- 129) TRUE
- 130) TRUE
- 131) FALSE
- 132) FALSE
- 133) TRUE
- 134) TRUE
- 135) TRUE
- 136) FALSE
- 137) TRUE
- 138) FALSE
- 139) FALSE
- 140) TRUE
- 141) TRUE
- 142) TRUE
- 143) FALSE
- 144) FALSE
- 145) FALSE