1. A company collected XXX cash on its accounts receivable. What is the effect of this transaction on the accounting equation?
2. Given the following information, calculate cost of goods available for sale and ending inventory value under FIFO:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  |  | Qty | Unit Cost | Sales Price |
| 1-Jan | Beginning Inventory  | 100 | $10 |  |
| 13-Jan | Purchase  | 100 | $11 |  |
| 25-Jan | Sold  | (100) |  | $12 |
| 31-Jan | Ending Inventory  | 100 |  |  |

1. Barber, Inc., depreciates its building on a straight-line basis. A building was purchased on January 1, 2010, and it had an estimated useful life of X years and a residual value of Y. The company’s Depreciation Expense for 2010 was Z on the building. What was the original cost of the building?
2. What is times interest earned ratio and how it is calculated?
3. XYZ Company paid June wages of X in cash on June 27. What are the journal entries for these transactions?
4. Please use the following information as of year-end to prepare a balance sheet as of year-end:

|  |  |
| --- | --- |
| Accounts Payable  | X |
| Accounts Receivable  | X |
| Property, Plant and Equipment | X |
| Cash  | X |
| Inventory | X |
| Bank overdraft | X |
| Notes payable | X |
| Loan payable | X |
| Share Capital | X |
| Retained earnings as of beginning of the year | X |
| Revenue | X |
| Rent Expense | X |
| Salary Expense | X |
| Supplies Expense | X |
| Interest Expense | X |
| Other Expenses | X |

1. Please explain the cash dividends and how they are recognized in the accounting.
2. ABC Company paid in advance X for one year insurance that started on May 1 and duly recognized it in its accounting records. What is the adjusting entry to be recognized as of December 31 of the same year?
3. Please explain the types of business organizations/entities
4. Please explain the stock dividends and how they are recognized in the accounting.
5. In March XYZ company collected X from customers for lessons given in February. What are the transactions to be recorded?
6. What is the effect of the write-off of uncollectible accounts (using the allowance method) on
( a ) net income and
( b ) net accounts receivable?
7. Please explain the stock split transactions and how they are recognized in the accounting.
8. Please explain four inventory costing methods.
9. Please explain the net book value. What is the effect of selling the equipment for (a) more than book value and (b) for less than book value?
10. Please explain the financial ratios for assessing profitability, liquidity and solvency of the company.
11. Please explain the difference between the direct and indirect reporting of operating cash flows.
12. Please explain the difference between ordinary repairs and extraordinary repairs. How each of them is accounted for?
13. Please explain the purpose and structure of the statement of cash flows.
14. In computing depreciation, certain inputs must be known or estimated (at least three). Identify and describe each of them.
15. Please describe the duality effect in financial accounting.
16. Please briefly explain and provide some examples for the horizontal, vertical and ratio analysis.
17. What is times interest earned ratio and how it is calculated?
18. Please describe the matching principle in financial accounting.
19. Please describe what is required to be shown in the heading of the financial statements?
20. What are payroll deductions and employer payroll taxes? How payroll deductions and employer payroll taxes are calculated? For whom payroll deductions create liabilities?
21. Please explain the cash dividends and how they are recognized in the accounting.
22. Given the following information, calculate cost of goods sold and gross profit under LIFO:
23. Please explain the types of business organizations/entities
24. Please explain the stock dividends and how they are recognized in the accounting.