

作答时间: 27 分钟

详解: 请观看视频 Practice Questions Financial Reporting Mechanics

Financial Reporting Mechanics		
Financial Statement Elements and Accounts		
1	Which of the following is <i>least likely</i> to be classified as a financial statement element?  A. Asset. B. Revenue. C. Net income.	
Explain the accounting equation in its basic and expanded forms		
2	Given the following information:  Beginning retained earnings      \$200 million Net income                              \$50 million Dividends paid                        \$20 million Contributed capital                  \$300 million Liabilities                                \$250 million  Total assets at year-end are: A. \$750 million B. \$780 million C. \$800 million	
3	Given the following information:  Beginning retained earnings      \$400 million Revenues                                \$500 million Expenses                                \$350 million Dividends paid                        \$50 million	

	<p>Contributed capital            \$600 million</p> <p>Long-lived assets            \$900 million</p> <p>Current assets            \$400 million</p> <p>Liabilities at year-end are:</p> <p>A. \$150 million</p> <p>B. \$200 million</p> <p>C. \$250 million</p>		
<i>Describe the process of recording business transactions using an accounting system based on the accounting equation:</i>			
4	<p>Paying off accounts payable with cash is most likely to decrease liabilities and:</p> <p>A. decrease equity.</p> <p>B. increase expenses.</p> <p>C. decrease assets.</p>		
5	<p>ABC Limited sells a customer goods on 30 days credit for \$20,000. The goods cost ABC \$12,000 to produce. At the time of the sale, ABC's assets increase by:</p> <p>A. \$8,000.</p> <p>B. \$12,000.</p> <p>C. \$20,000.</p>		

6	<p>At the start of a month, a retailer paid \$5,000 in cash for different types of candies. He sold candies costing \$2,000 for \$3,000 during the month. The <i>most likely</i> effect of these transactions on the retailer's accounting equation for the month is that assets will:</p> <p>A. be unchanged. B. increase by \$1,000. C. decrease by \$2,000.</p>		
7	<p>A new company forms by issuing 100,000 common shares at \$2.50 each. The par (nominal value) of equity in the company is \$1. The impacts on the financial statements are an increase in cash of \$250,000 and an increase in:</p> <p>A. Common stock of \$250,000. B. Contributed capital of \$100,000 and additional paid-in capital of \$150,000. C. Common stock of \$100,000 and additional paid-in capital of \$150,000.</p>		
<i>Describe the need for accruals and other adjustments in preparing financial statements</i>			
8	<p>Which of the following statements is <i>most</i> accurate?</p> <p>A. Accrued revenue arises when a company receives cash prior to earning the revenue. B. A valuation adjustment for an asset converts its historical cost to its depreciated value. C. Accrued expenses arise when a company incurs expenses that have not yet been paid as of the end of the accounting period.</p>		

9	<p>A customer pays the full \$1,000 price of an order in advance. The company has yet to produce or deliver the goods to the customer. Cash increases by \$1,000 and:</p> <ul style="list-style-type: none"> <li>A. Revenue increases by \$1,000.</li> <li>B. Revenue decreases by \$1,000.</li> <li>C. Liabilities increase by \$1,000.</li> </ul>		
10	<p>In accrual accounting, if an adjusting entry results in the reduction of an asset and the recording of an expense, the originating entry recorded was <i>most likely</i> a(n):</p> <ul style="list-style-type: none"> <li>A. Prepaid expense.</li> <li>B. Accrued expense.</li> <li>C. Deferred revenue.</li> </ul>		
11	<p>A company fails to record accrued wages for a reporting period. What effect will this error have on the company's financial statement?</p> <ul style="list-style-type: none"> <li>A. Assets and liabilities are understated.</li> <li>B. Assets and owners' equity are overstated.</li> <li>C. Liabilities are understated and owners' equity is overstated.</li> </ul>		
12	<p>A company receives a payment of \$10,000 on 1 December, for rent on a property for December and January. On receipt, they correctly record it as cash and unearned revenue. If at 31 December, their year-end, they failed to make an adjusting entry related to this payment, ignoring taxes, what is the effect on the financial statements for the year?</p> <ul style="list-style-type: none"> <li>A. Assets are overstated by \$5,000 and Liabilities are overstated by \$5,000</li> <li>B. Assets are overstated by \$5,000 and Owner's equity is overstated by \$5,000</li> <li>C. Liabilities are overstated by \$5,000 and Owners' equity is understated by \$5,000</li> </ul>		

13	<p>When the Bao Company filed its corporate tax returns for the first quarter of the current year, it owed a total of \$6.7 million in corporate taxes. Bao paid \$4.4 million of the tax bill, but still owes \$2.3 million. It also received \$478,000 in the second quarter as a down payment towards \$942,000 in custom-built products to be delivered in the third quarter. Its financial accounts for the second quarter <i>most likely</i> show the \$2.3 million and the \$478,000 as:</p> <table> <tr> <td></td><td>\$2.3 million</td><td>\$478,000</td></tr> <tr> <td>A</td><td>Income tax payable</td><td>Unearned revenue</td></tr> <tr> <td>B</td><td>Income tax payable</td><td>Accrued revenue</td></tr> <tr> <td>C</td><td>Deferred tax liability</td><td>Accrued revenue</td></tr> </table>		\$2.3 million	\$478,000	A	Income tax payable	Unearned revenue	B	Income tax payable	Accrued revenue	C	Deferred tax liability	Accrued revenue	
	\$2.3 million	\$478,000												
A	Income tax payable	Unearned revenue												
B	Income tax payable	Accrued revenue												
C	Deferred tax liability	Accrued revenue												
Describe the flow of information in an accounting system														
14	<p>Which of the following items is best described as a listing of all the journal entries in order in which they occur?</p> <p>A. Trial ledger. B. General ledger. C. General journal.</p>													
15	<p>The segment of an accounting system that reports business transaction by account is the:</p> <p>A. Trial balance. B. General ledger. C. Financial statements.</p>													
16	<p>Which of the following statements <i>best</i> describes a trial balance? A trial balance is a document or computer file that:</p> <p>A. shows all business transactions by account. B. lists account balances at a particular point in time. C. contains business transactions recorded in the order in which they occur.</p>													

*Describe the use of the results of the accounting process in security analysis*

17	<p>The <i>least likely</i> reason that a security analyst needs to understand the accounting process is to:</p> <p>A. prevent earnings manipulation by management.</p> <p>B. make adjustments to reflect items not reported in the financial statements.</p> <p>C. aid in the assessment of management's judgment in accruals and valuations.</p>		
18	<p>Caleb Miller is asked to explain the role of financial statement data in security analysis. Miller makes the following two statements:</p> <p>Statement 1: Financial statements often form the starting point of equity analysis. For example, income statement data can be used for relative valuation measures, such as the P/E ratio and cash flow data can form the basis of free cash flow calculations.</p> <p>Statement 2: It is vital that an analyst has a thorough understanding of accounting treatments, as the accrual process uses management discretion, and as a result, could be used to manipulate the company's financial performance.</p> <p>Are Miller's statements accurate?</p> <p>A. Neither of these statements is accurate.</p> <p>B. Only one of these statements is accurate.</p> <p>C. Both of these statements are accurate.</p>		