

ACC 111 – Financial Accounting and Reporting

Topic: Assets, Liability, Owners Equity

Practice Quiz

(Answer key at the last page)

1. How much is the owner's equity if Assets is P200,000 and Liabilities is P80,000?
2. How much is the total assets if the liabilities amount to P145,000 and owner's equity of P236,000?
3. The liabilities of Ramayla Company is 25% of the assets and its owner's equity amounts to P225,000. How much is the total assets of the company?
4. At the beginning of the year, the assets of Tanjay Company were P36,000 and its owner's equity was P20,000. During the year, assets increased by P12,000 and liabilities increased to P20,000. What was the owner's equity at the end of the year?
5. How much is the entity's expenses when it reported Income of P750,000 and a Profit of P280,000?
6. A medical practitioner has a profit of P12,000. How much is its total revenue if expenses is reported at 80% of the total revenues?
7. To what side should Accounts Payable be recorded when the entity will make payments to the supplier?
8. To what side should Withdrawals be recorded when the owner withdraws cash for personal use? Credit
9. What is the effect if Prepaid Rent is credited?
10. What is the effect if Accrued Utilities Expense is credited?