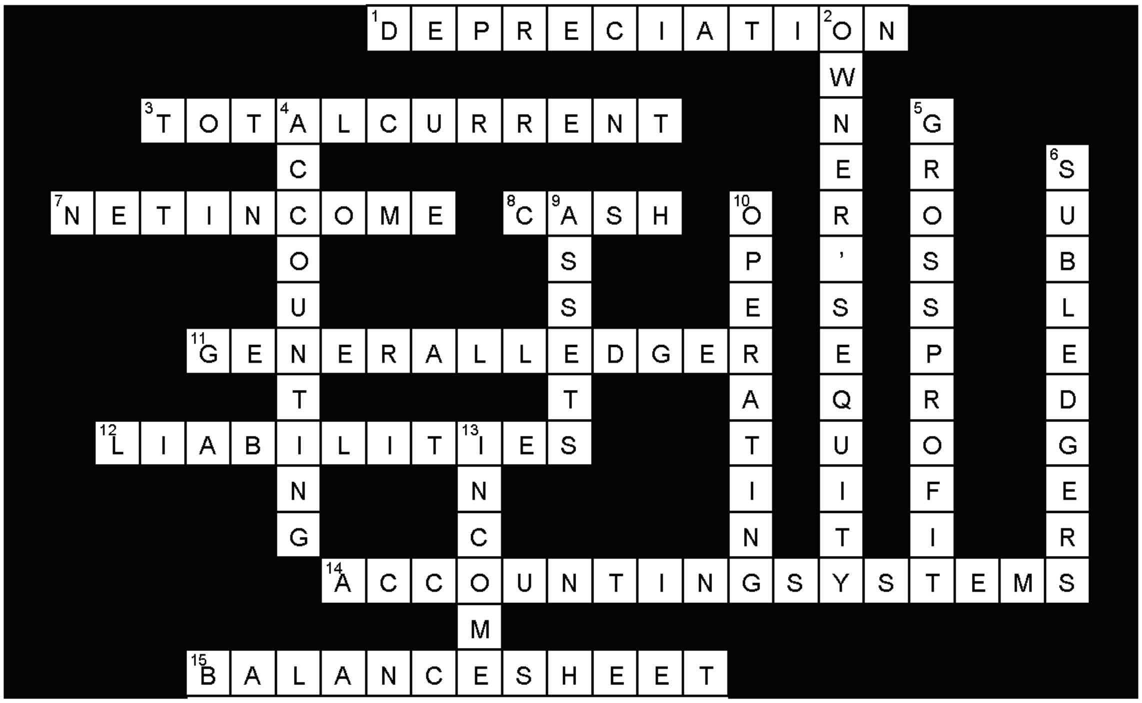
Basic Accounting Principles

STUDENT CROSSWORD ANSWER KEY



Across

1. ____________________ measures the loss in value of an asset. [DEPRECIATION]

3. _______________ liabilities is the total of all current liabilities owed to creditors that must be paid within a one-year time frame. [TOTALCURRENT]

7. ____________________ is the amount of money the business has earned after paying income taxes. [NETINCOME]

8. __________________ is money which is available immediately. [CASH]

11. The ______________________ is the core of a company's accounting system. [GENERALLEDGER]

12. _____________________ are debts the company owes or obligations the company has. [LIABILITIES]

14. _____________________ communicate information which tells specific details about a company. [ACCOUNTINGSYSTEMS]

15. A _________________________ shows the numerical balances determined by the chart of accounts. [BALANCESHEET]

Down

2. _____________________ is made up of the initial investment in the business as well as any retained earnings that are reinvested in the business. [OWNER'SEQUITY]

4. ___________________ is the systematic recording, reporting, and analysis of financial transactions according to accepted principles in order to provide meaningful financial information. [ACCOUNTING]

5. ______________________ is derived by subtracting the cost of goods sold from net sales. [GROSSPROFIT]

6. ___________________ are divisions of the general ledger. [SUBLEDGERS]

9. _____________________ are items of value owned by the company. [ASSETS]

10. ______________________ expenses are the daily expenses incurred in the operation of your business. [OPERATING]

13. _______________ is money which is coming into the business. [INCOME]