BUS 237 – Chapter 4

Exercise 4-5

A balance sheet has the following major sections:

1. Current assets
2. Long-term investments
3. Property, plant, and equipment
4. Intangible assets
5. Other assets
6. Current liabilities
7. Long-term liabilities
8. Contributed capital
9. Retained earnings
10. Accumulated other comprehensive income

The following is a list of several accounts. Using the letters A through J, indicate in which section of the balance sheet each of the accounts would be classified. Also indicate with an **x** any item that is a contra account. If an account cannot be classified in any of the proceeding sections, indicate with an X and explain why.

1. \_\_\_\_\_\_\_ Cash
2. \_\_\_\_\_\_\_ Bonds Payable (due in 8 years)
3. \_\_\_\_\_\_\_ Machinery
4. \_\_\_\_\_\_\_ Deficit
5. \_\_\_\_\_\_\_ Unexpired Insurance
6. \_\_\_\_\_\_\_ Franchise (Net)
7. \_\_\_\_\_\_\_ Fund to retire Preferred Stock
8. \_\_\_\_\_\_\_ Current portion of mortgage payable
9. \_\_\_\_\_\_\_ Accumulated Depreciation
10. \_\_\_\_\_\_\_ Copyrights
11. \_\_\_\_\_\_\_ Investment in Held-to-maturity bonds
12. \_\_\_\_\_\_\_ Allowance for doubtful accounts
13. \_\_\_\_\_\_\_ Notes Receivable (Due in 3 years)
14. \_\_\_\_\_\_\_ Property taxes payable
15. \_\_\_\_\_\_\_ Deferred taxes payable
16. \_\_\_\_\_\_\_ Additional Paid-in capital on preferred stock
17. \_\_\_\_\_\_\_ Premium on bonds payable (due in 8 years)
18. \_\_\_\_\_\_\_ Work in process
19. ­\_\_\_\_\_\_\_ Common Stock, $1 par
20. \_\_\_\_\_\_\_ Land
21. \_\_\_\_\_\_\_ Treasury Stock (at cost)
22. \_\_\_\_\_\_\_ Unrealized increase in value of available-for-sale securities

Exercise 4-9

Fill in the blanks. In the textbook fill in A-N for the missing numbers.

a.

b.

c.

d.

e.

f.

g.

h.

i.

j.

k.

l.

m.

n.

E4-11

Template attached

P4-10

Template attached