

Placement Exam

MBA 600A- Financial Accounting



MBA 600A Exam Details:

- 53 multiple choice and 2 short answers
- Closed book
- Basic 4 function calculator permitted (NOT programmable)
- Time Limit: 3 hours
- Passing score= 75%
- Text: Financial Accounting by Kimmel, Weygandt & Kieso 3rd Edition

MBA 600A Exam Content:

This exam focuses on theory, development, application, interpretation, etc., of “Generally Accepted Accounting Principles” as related to external financial reports and related information of profit-oriented organizations in the United States.

Exam takers should focus on the following content:

- Basic Accounting Terminology
- Analyze and produce the following financial statements
 - Income Statement
 - Statement of Retained Earnings
 - Balance Sheet
 - Statement of Cash Flows
- Balance Sheet- classification of
 - Current Assets
 - Long Term Assets
 - Liabilities
 - Stockholders' Equity
- Methods of Accounting
 - Accrual
 - Cost
- Inventory Systems and methods (determine costs)
 - Periodic
 - Perpetual
 - LIFO
 - FIFO
- Depreciation/ Amortization
- Revenue Recognition
- Issuance of Common Stock
- Asset Impairment
- Methods to Determine Uncollectable Accounts Receivable
 - Aging
 - Percent of Sales
 - Allowance

- Cash Flow Statement- classification of
 - Operating Activities
 - Investing Activities
 - Financing Activities
- Analytic Ratios
 - Working Capital
 - Current Ratio
 - Return on Equity
- Understand and produce basic journal entries and adjusting entries