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%

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