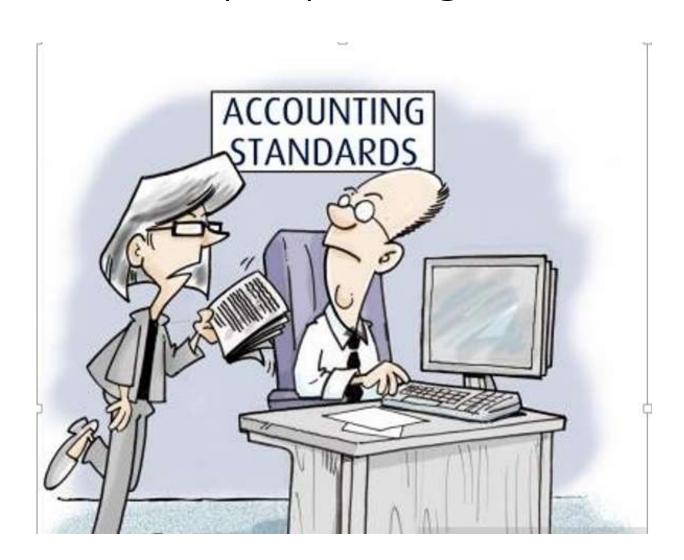
Can you do another draft of this? There's still a couple sentences people might understand...

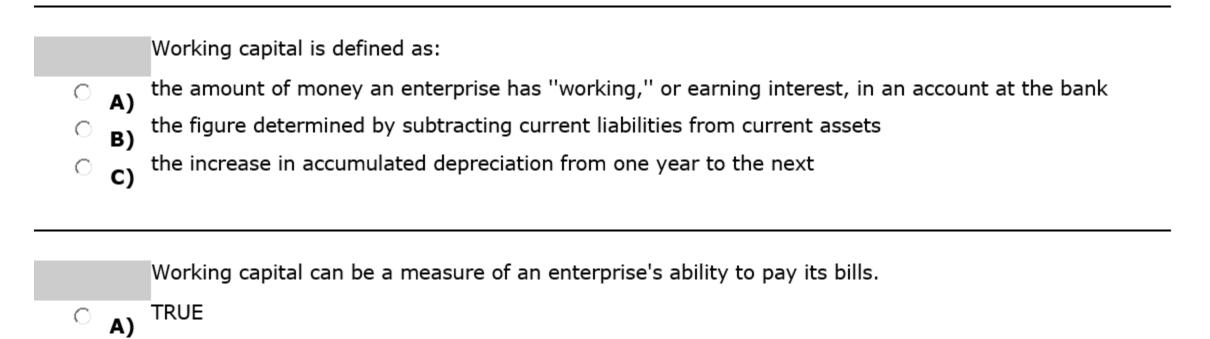






Warm up your Brain





FALSE

B)

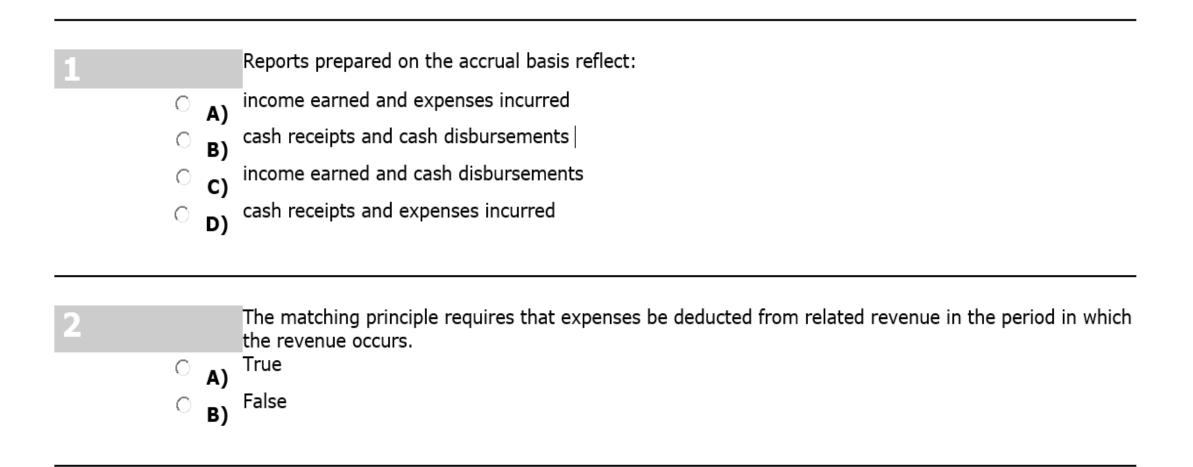


- A) a tax deduction item, for which there is no logical reason
- the difference between what an item originally cost and its value today on the used equipment market
 - the allocation of the cost of a piece of equipment over the useful life of that equipment
 - accountants' mumbo jumbo that ensures their job security

If an asset which cost \$12,000 has a salvage value of \$2,000 and a five-year useful life, the annual straight-line depreciation would be \$2,000.

- A) TRUE
- B) FALSE

Multiple Choice Quiz



Accounting

Jargon

Accruals

Accrual Basis

Cash Basis

- Examples
- Disadvantages and Advantages

Why Small Organisation Fail?

82% is due to Poor cash flow management skills/poor understanding of cash flow



10 cashflow related terms

- 1. Cash
- 2. Current asset
- 3. Current liability
- 4. Long-term asset
- 5. long-term liability
- 6. Net working capital
- 7. Accounts receivable
- 8. Accounts receivable aging
- 9. Slow-moving stock
- 10. Current ratio

Current ratio

 The current ratio is a financial ratio that investors and analysts use to examine the liquidity of a company and its ability to pay short-term liabilities with its short-term assets

Current Ratio = Current Assets ÷ Current Liabilities

ABS Trust's Current ratio is...

Current Ratio = Current Assets + Current Liabilities

Current Assets:

| Cash and cash equivalents | \$8,468,000 |
|---------------------------|---------------|
| Short-term investments | \$114,313,000 |
| Net receivables | \$14,343,000 |
| Inventory | \$1,961,000 |
| Other current assets | \$5,864,000 |
| Total current assets | \$144,949,000 |

Current Liabilities:

| Accounts payable | \$6,580,000 |
|---------------------------|--------------|
| Short-term debt | \$25,065,000 |
| Other current liabilities | \$39,142,000 |
| Total current liabilities | \$70,787,000 |

Answer

current ratio = \$144,949,000 ÷ \$70,787,000 = 2.05

Another 10 most used

- 1. Depreciation and Fixed assets
- 2. Balance sheet /Profit and Loss/ Equity /Cashflow/Asset schedule
- 3. Trial balance
- 4. General ledger (GL)
- 5. Debit (DR) and Credit (CR)
- 6. Fixed expenses
- 7. Variable expenses
- 8. Accrued expense
- 9. Insolvency
- 10. Present value

