

## TOPICS TESTED ON THE PACE EXAM (FINANCIAL ACCOUNTING)

- Accounting equation
- Adjusting entries
- Current assets:
  - Cash
  - Accounts receivable
  - Inventory
  - Prepaid Items
- Long-term assets:
  - Property, plant and equipment
  - Depreciation
  - Intangible assets
- Current liabilities
  - Accounts payable
  - Uncollectible accounts
- Long-term liabilities:
  - Long-term notes
  - Bonds
  - Interest
  - Premiums and discounts
- Contributed capital
  - Stock
  - Additional paid-in capital
- Retained earnings
  - Dividends
  - Net income
- Cash flows from operating activities
- Cash flows from investing activities
- Cash flows from financing activities
- Direct and indirect methods of reporting cash flows from operating activities
- Accounting assumptions and principles
- For the accounting cycle problem, you must write
  - Journal entries
  - Postings to t-accounts
  - An adjusted trial balance
  - An income statement
  - A retained earnings statement
  - A balance sheet

*This is a tentative list and can be changed by the Accounting Department at any time.*