Business English Test 5

Fill in the blanks with the terms below:

Cost, inventory, ending, purchases, operating, sales, income, selling, current, balance, asset, fixed, intangible, prepayments, depreciation, accrued, current, liabilities, long-term.

1. Utilities, telephone, rent expenses are allexpenses.

2.	The financial statement showing how the business managed or failed to make
	profit is anstatement.
3.	The total amount received for goods sold or services rendered is termed
	as
4.	All costs necessary to convert raw materials into finished products for sale are
	known asof sales.
5.	The cost of merchandise on hand at the beginning of the accounting period is
	the beginning
6.	The net cost of purchases made during the company's accounting period is
	termed asinventory.
7.	The cost of merchandise unsold at the end of the accounting period is termed
	asinventory.
8.	The grosson sales is obtained by subtracting the cost of goods sold
	from the net sales.
9.	All costs involved in the selling of a product areexpenses.
10.	The financial condition of a business is shown by itssheet.
11.	Anything of value owned by a company is a company
12.	Assets that can be turned into cash within 12 months
	areassets.
13	Assets used in the operation of a business to produce, promote a product, are
	assets.
14.	The decline in the useful value of an asset due to wear and tear is called
15.	Goods, services purchased in advance of their use are called

16 Assets represent non-physical items such as goodwill,
patents, copyrights.
17. Debts or obligations of the company are known as
18. Wages, salaries due and payable, but unpaid at the date of the balance shee
areliabilities.
19. Debts of the company to be paid within 12 months areliabilities.
20. Debts and obligations to be paid beyond 12 months areliabilities.