

## Parts of the Financial Statements

Match the appropriate definition with the term that commonly appears on the financial statements.  
Terms may be used more than once.

- |                            |             |
|----------------------------|-------------|
| 1. Assets                  | 6. Revenues |
| 2. Liabilities             | 7. Expenses |
| 3. Shareholders' Equity    | 8. Gains    |
| 4. Investments by Owners   | 9. Losses   |
| 5. Distributions to Owners |             |

- \_\_\_2\_ A. Money owed to other parties
- \_\_\_5\_ B. Transferring assets from the company to the shareholders
- \_\_\_8\_ C. Monies coming in through incidental or infrequent business transactions
- \_\_\_6\_ D. Monies coming in through the core operations of the business
- \_\_\_1\_ E. The items, either tangible or intangible, that are purchased to generate revenues for the firm
- \_\_\_4\_ F. An increase in the ownership interest
- \_\_\_9\_ G. The sale of assets for less than their carrying values
- \_\_\_7\_ H. The payment of wages to employees
- \_\_\_4\_ I. The sale of common stock in exchange for cash
- \_\_\_6\_ J. The sale of goods leading to an increase in accounts receivable
- \_\_\_3\_ K. The value remaining after liabilities are subtracted from assets
- \_\_\_9\_ L. Decrease in equity after a natural disaster