UNIVERSITY OF ONTARIO INSTITUTE OF TECHNOLOGY

BUSI 1130U—Introductory Financial Accounting

Winter 2020

**Face-to-face hand-in assignment #1**

**Submission Requirements**

* You must hand in your face-to-face submissions on at the start of class.
* Late submissions will not be accepted.
* Face-to-face assignments must be typed.
* Do not forget to include your name and student number on each submission
* You must attempt to answer all questions, including any required calculations, in order to receive a passing grade.
* YOU MUST WORK ON YOUR OWN. INSTANCES OF PLAIGARISM WILL BE TAKEN SERIOUSLY.

**Part I – Course Outline:**

1. When is the first Midterm? (Please provide day of the week as well)

Saturday February 8th

1. Using the course outline calculate the final grade for each student. Note: for face-to-face a mark was recorded per submission. All others marks are raw scores for each category.

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  | **Participation** | **Orion** | **Face-to-Face** | **Assignments** | **Term Test 1** | **Final Exam** | **Final Grade** |
| **Out of:** | **10** | **120** | **9** | **80** | **100** | **100** |  |
| Tom | 10 | 120 | 9 | 75 | 50 | 45 | 65% |
| Syed | 9 | 100 | 7 | 70 | 50 | 50 | 64% |
| Wenita | 5 | 20 | 6 | 30 | 65 | 60 | 57% |
| Amin | 7 | 100 | 8 | 70 | 88 | 94 | 89% |

1. From your calculation above which students passed the course and which students failed the course? Of the students that failed please explain why they failed.

No one failed the course given the information above. For this question, I did the sum of the weight of the mark times the percent they got. For example: Participation has a weight of 5 in this course and Tom got 100% in this section. This would mean his weighted mark would be 5.

1. What signed document must be included with this first submission?

The declaration of understanding the face-to-face assignment rules must be included with this first submission.

**Part II:**

1. What are the statements that make up the general set of financial statements?

* Statement of Income
* Statement of Changes in Equity
* Statement of Financial Position
* Statement of Cash Flows

1. Provide two examples of the following and state if it is a cash inflow or outflow:
   1. Operating Activity
      1. Sales and customer collections (inflow)
      2. Payment of business expenses (outflow)
   2. Investing Activity
      1. Buying shares of other companies (outflow)
      2. Selling PPE (inflow)
   3. Financing Activity
      1. Issuing Shares (inflow)
      2. Paying dividends on shares (outflow)
2. Please complete the following questions from your textbook (found in the back of chapter 1 for those using the E-book this should be near the end of chapter 1 (Search Ten Peaks))

RI1-3 – Find the following amounts in the financial statements for Ten Peaks Coffee (Page 1-52 to 55):

* Total Sales for 2016
  + 2016 Balance: $81,927
  + This is a revenue and is found on the Ten Peaks Coﬀee Company Inc.’s 2016 Consolidated Statements of Income
* Total Cost of Sales for 2016
  + 2016 Balance: $69,877
  + This is an expense and is found on the Ten Peaks Coﬀee Company Inc.’s 2016 Consolidated Statements of Income
* Total Net income for 2016
  + 2016 Balance: $4,149
  + This is a revenue and is found on the Ten Peaks Coﬀee Company Inc.’s 2016 Consolidated Statements of Income (continued)
* Total Inventory for 2016
  + 2016 Balance: $11,574
  + This is an asset and is found on the Ten Peaks Coﬀee Company Inc.’s 2016 Consolidated Statements of Financial Position
* Total Accounts Receivable for 2016
  + 2016 Balance: $11,707
  + This is an asset and is found on the Ten Peaks Coﬀee Company Inc.’s 2016 Consolidated Statements of Financial Position
* Total Accounts Payable for 2016
  + 2016 Balance: $2,797
  + This is a liability and is found on the Ten Peaks Coﬀee Company Inc.’s 2016 Consolidated Statements of Financial Position

For each account above, explain what the balance represents, including whether it is an asset, liability, revenue, or expense.

**Part III:**

Looking at Ten Peaks Coffee’s financial statements which was a better year 2015 or 2016?

Looking at both the financial statements for 2015 and 2016, the business Ten Peaks Coffee demonstrated a larger growth of net income and net cash growth from operating activities. Consequently, I believe that 2016 was a better year for this company. Furthermore, Ten Peaks had a growth in their liquid assets, with the plant and equipment assets as well as their short investment substantially increasing in 2016. In 2015, while the net increase of cash and cash equivalent was much larger than 2016, the company’s overall cash and cash equivalents suffered from the repayment of bank indebtedness of $8,753. These financial statements would lead me to believe the company has a better year in 2016 rather than 2015.