**ROHLIK ENTRY TEST – ACCOUNTING FUNDAMENTALS**

**Level:** PTP (AP) Basics

Please indicate the correct answer:

1. **Is accounts payable a liability?**

No

Yes

1. **What are accounts payable?**

Amounts owed to suppliers

Amounts owed to customers

1. **PO is the abbreviation for**
2. **The balance in Accounts Payable is decreased with a \_\_\_\_\_\_\_\_\_\_ entry.**

Debit

Credit

1. **Accounts payable are reported on which financial document?**
2. Balance sheet
3. Income statement
4. Annual report
5. **A company had the following balance sheet accounts and balances:**

Accounts Payable 24,000

Cash 12,000

Accounts Receivable 4,000

Share Capital ?

Buildings & Equipment (net) 68,000

Retained Earnings 8,000

What is the balance of the Share Capital account?

1. **Revenues minus expenses equals**

\_\_\_\_\_\_\_\_\_\_

1. Rohlik received invoice for office supplies from czech supplier in amount of 10.000 CZK, including VAT. How would you book the invoice? Please use T accounts.
2. **The three-way match involves the following documents:**

1

2

3

1. **How would you book following asset purchase:**
   1. Rohlik received invoice for Fixed Asset – machinery (50.000 CZK tax base, 10.500 CZK VAT)
   2. Invoice for other supplier for delivery the machinery to the company (1.000 CZK tax base, 210 CZK VAT)
   3. Revenue from goods made on the machine during the first month was 4.000 CZK
   4. Machinery is used from the first month