

Quiz 8 Class C

Instructions: Answer the questions below with the correct answer. Email your teacher the result when you are done.

- 1.T /F: Adjustments must be made at the end of an accounting period to correct errors.
2. T/F: A fiscal year is a consecutive 12-month period.
3. T/F: Adjustments are necessary to record internal economic events such as expiration of cost or depreciation.
4. T/F: Depreciation is an estimate of the decline in usefulness of a capital asset.
5. T/F: A fixed asset is an asset that is quickly convertible to cash, whereas a liquid asset is not easily converted to cash.