1) The elements of the balance sheet are? (Hint: there are three of them)

2) In a classified balance sheet, CURRENT assets and liabilities are expected to be converted into cash, sold or consumed either in _____ year/s or in the operating cycle, whichever is longer.

3) On December 31, 2003, a company had a note payable to a bank in the amount of $1,000,000. The balance is to be paid $250,000 per year for the following four years. What amount should the company present as long-term liabilities in it’s classified balance sheet?

4) Is the use of estimates appropriate in determining the amounts reported in the balance sheet?

5) A company has assets which were acquired for $10,000,000 and have been properly depreciated to a net book value of $6,850,000. The fair value of those assets is $17,500,000. What value should the assets be reported at if their balance sheet is in accordance with generally accepted accounting principles?