

Cash Flow Statement

(Crossword Puzzle #2)

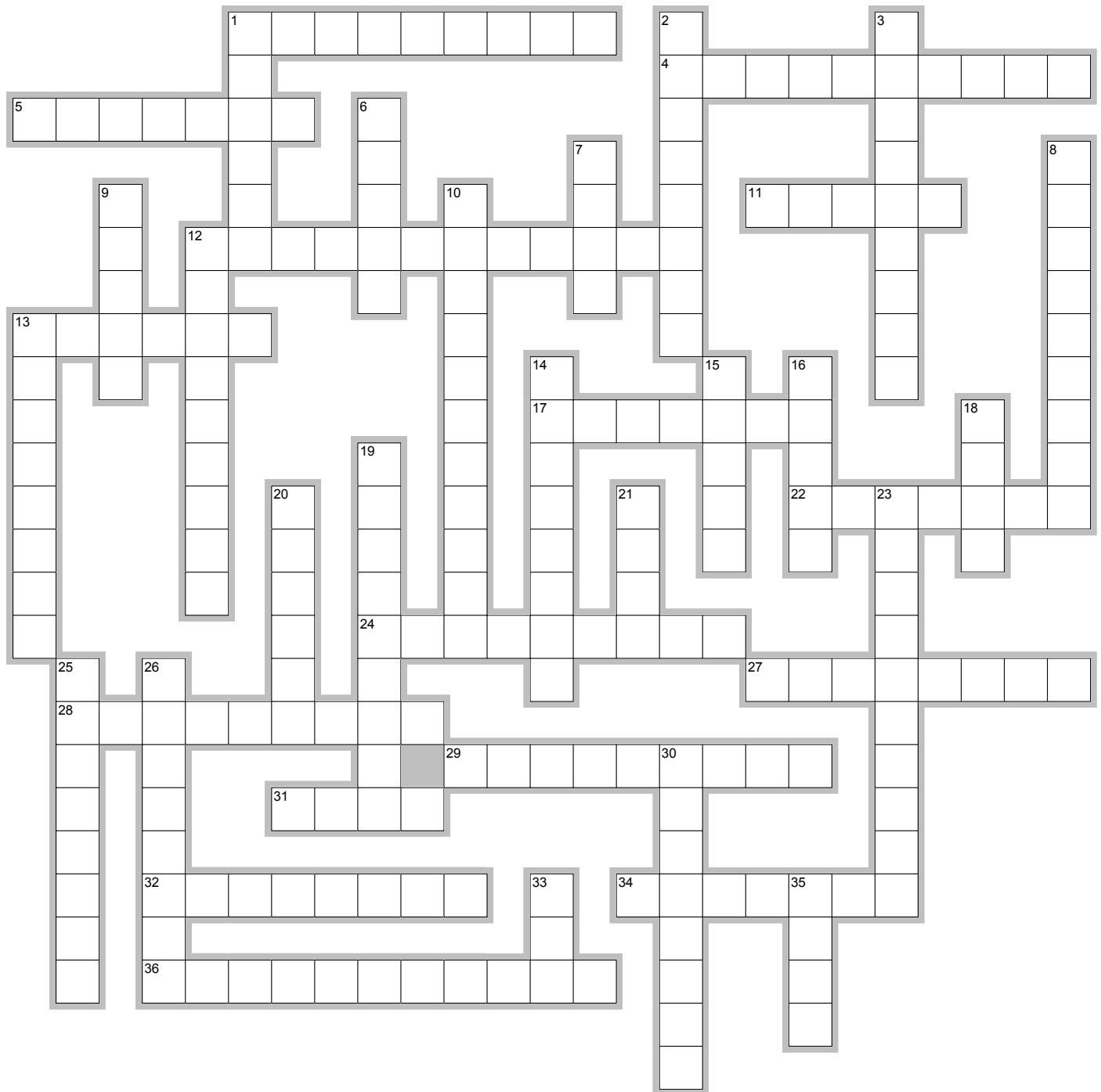


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Crossword Puzzle (Cash Flow Statement #2)



ACROSS (Cash Flow Statement #2)

1. If the balance in Accounts Payable _____ (decreases, increases) there will be an addition to the amount of net income in the operating activities section prepared under the indirect method.
4. The difference between the direct method and the indirect method involves the operating _____ section.
5. The change in cash and cash equivalents reported on the statement of cash flows should agree to the change in cash and cash equivalents reported on the _____ sheet (statement of financial position).
11. The acquisition or sale of property, _____ and equipment will be reported as an investing activity.
12. Often the largest noncash item added in the operating activities section of the SCF prepared under the indirect method is _____ Expense.
13. The FASB encourages (but does not require) this method of preparing the cash flow statement.
17. Amounts spent to acquire property, plant and equipment are referred to as _____ expenditures.
22. Prior to the statement of cash flows, the funds flow statement focused on _____ capital.
24. Information on significant investing and financing activities that did not result in cash receipts or cash payments are to be _____.
27. An increase in the account balance of Bonds Payable will be reported as a _____ (negative, positive) amount in the financing activities section of the cash flow statement.
28. Interest income and interest expense are included in the _____ activities section of the SCF.
29. The _____ activities section of the statement of cash flows involves the changes in a company's long-term assets.
31. The conversion of bonds into common stock is considered to be a non-_____ transaction.
32. The _____ method of preparing the SCF adjusts net income to the net cash from operating activities.

Across (Cash Flow Statement #2)

34. Under the indirect method, an increase in Accounts _____ will cause the cash provided by operating activities to increase.
36. The cash flow statement explains the change in cash and cash _____ occurring during the period indicated in the statement's heading.

Down (Cash Flow Statement #2)

1. U.S. GAAP requires the SCF to disclose the amount of _____ taxes paid.
2. The statement of cash flows provides information about the cash receipts and cash _____ occurring during a period of time.
3. The FASB Accounting Standards Codification pertains to general-purpose, external _____ statements.
6. Generally, only investments with original maturities of _____ months or less qualify as cash equivalents.
7. Under the indirect method, the _____ (gain, loss) on the sale of a long-term asset used in the business will cause a deduction to the net income amount reported in the operating activities section of the SCF.
8. A corporation's payments to reacquire its common stock is reported on the cash flow statement as a _____ activity.
9. A corporation's financial statements should not report the cash flow per _____.
10. Under the indirect method, the cash paid for interest and income taxes are reported as supplemental _____.
12. If the balance in Inventory _____ (decreases, increases) there will be an addition to the amount of net income in the operating activities section prepared under the indirect method.
13. The purchase of property will cause the cash provided by investing activities to _____ (decrease, increase).
14. Deferrals and _____ will change a company's net income without changing the company's amount of cash.
15. A typical equity security is common _____.
16. The FASB Accounting Standards Codification refers to the cash flow statement as the Statement of Cash _____.
18. Users of the indirect method for the SCF must disclose the amount of interest _____.

Down (Cash Flow Statement #2)

19. The declaration and payment of _____ to stockholders are reported as a financing activity.
20. A company's investment in money _____ funds will likely be reported as a cash equivalent.
21. Under the indirect method, the _____ (gain, loss) on the sale of a productive asset is added to the company's net income in the operating activities section of the statement of cash flows.
23. Assuming there were no write-offs or unusual adjustments, the cash collected from customers can be determined by adjusting sales to customers by the change in the amount of Accounts_ _____.
25. To fully grasp a company's cash flows, one needs to study the company's statement of cash flows, statement of financial _____ (balance sheet), and statement of earnings (income statement).
26. An increase in the balance of Prepaid Insurance will have a _____ (negative, positive) effect on cash.
30. Two investments that might be considered as cash equivalents are commercial paper and U.S. _____ bills.
33. Generally, the reporting of gross amounts of cash receipts and payments is more informative than reporting the _____ amounts.
35. A long-term debt security which requires semiannual interest payments and the repayment of principal at maturity.

Solutions (Cash Flow Statement #2)

