**Accounting Matching Game Answer Key**

Test your knowledge. See if you can match all of the following terms with their definitions, by recording the term in the first column beside its definition: assets, liabilities, owner’s-equity, revenue, expenses, profit, loss, balance sheet, income statement, cash flow statement, accounts receivable, accounts payable, fiscal period, fundamental accounting equation, merchandising, and service.

|  |  |
| --- | --- |
| **TERM** | **DEFINITION** |
| Owner’s Equity | The value that remains in the business after all liabilities have been paid |
| Fundamental accounting equation | Assets = Liabilities + Owner’s equity |
| Accounts Payable | The account name used to represent money business owes to its suppliers |
| Accounts Receivable | The account name used to represent money owed customers to the business  |
| Fiscal period | An accounting business cycle |
| Cash flow statement | A summary of cash-in and cash-out transactions that helps to predict the amount of cash it needs to meet its financial obligations |
| Balance Sheet | A report that shows the financial position on any given day of the business |
| Merchandising  | The type of business that sells inventory |
| Revenue | The money, or promise of money, received from the sale of goods or services. |
| Profit | When revenues are greater than expenses |
| Assets | Items of value that are owned by a business |
| Loss | When expenses are greater than revenues |
| Service | The type of business that provides a service |
| Expenses | Expenditures that help a business generate revenue |
| Liabilities | The debts of the business |
| Income Statement | A report that show a business’ profitability over a period of time |