

EXAM PROCEDURES: (see BELOW for problem hints)

The exam will be given Thursday 2/16/12 and consists of 3 problems and 5 multiple choice questions.

Points will be deducted from your exam if you are late to class on exam day. An exam seating chart will be posted on the Catalyst website. Please sit in your assigned seat for the exam.

You will need a Scantron form 2020-C (brown form the size of a postcard) for the multiple choice questions. Remember to erase any changes completely. (Bring a #2 pencil with an eraser.) You must NOT remove the multiple choice questions from the classroom. If you do so, substantial points will be subtracted from your exam.

You are allowed one page of notes. The page of notes MUST be a HAND WRITTEN original (not photocopy). The page of notes CANNOT be larger than 8.5 by 11 inches. You can use both sides. If the page of notes does not meet these requirements then you will not be allowed to use them. The page of notes must be one physical piece of paper only...not two pieces stapled/taped/glued/etc. together. I will collect your notes with the exam.

Other Items and Hints:

- Bring calculator / big keys are easy to work with. No ipods/laptops/cell phones/etc. allowed. Graphing calculators ok. **EVEN HAVING AN UNUSED CELL PHONE OUT ON YOUR DESK ETC. IS CONSIDERED CHEATING. THE MINIMUM PENALTY IS A 10% LOSS IN GRADE.**
- There are multiple exam versions
- Budget your time 100 points and 50 minutes. 80/20 rule 80 percent of the points in 20 percent of the time
- Show your work
- Workpapers will be provided... scratch paper not allowed
- If things don't balance; take a quick look. Then move on. Come back later at the end of the exam to try to make it balance. Go for the points don't try to make it perfect.
- You must use your own calculator. It is considered cheating to share a calculator with another student.

Problem Hints:

10 PTS

Five multiple choice questions @ two points each.

40 PTS

Prepare journal entries for the issuance of stock, the purchase and subsequent sale of treasury stock, and for the payment of dividends. You will need to keep track of the current shares outstanding in order to record the dividends.

40 PTS

Prepare the stockholder's equity section of the balance sheet using good form. (Use Method 1 on textbook page 595 where each type of paid in capital is shown separately.) Calculate the number of shares issued based on total account balance for legal capital and the par value. Also disclose the number of shares authorized, issued and outstanding for each class of stock!

10 PTS

Perform horizontal and/or vertical analysis on the balance sheet and/or the income statement of a company.

100 PTS TOTAL