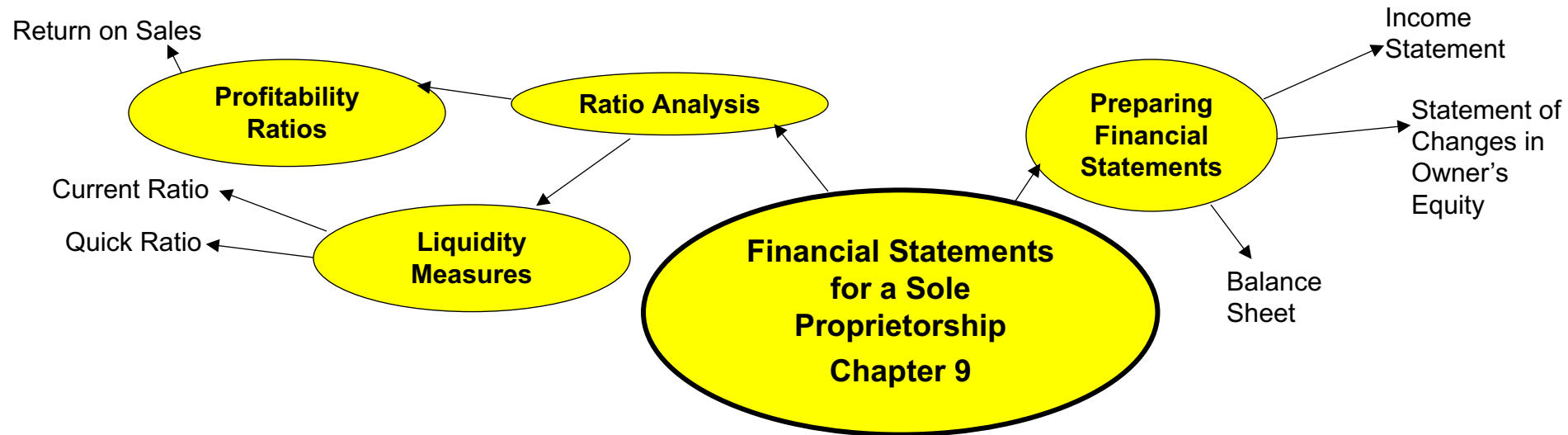


# BUSINESS

## HIGH SCHOOL-ACCOUNTING I



### Accounting 1 Chapter 9-Essential Learning Expectations:

- *Financial Statements* summarize the changes resulting from business transactions that occur during an accounting period.
- The *Income Statement* reports the net income or loss for a specific period of time.
- The *Statement of Changes in Owner's Equity* summarizes changes in the owner's capital account that occurred during the period.
- The *Balance Sheet* reports the balances of the permanent accounts at the end of the period.
- Profitability ratios are used to evaluate the earning performance of the business.
- Liquidity refers to the ease with which an asset can be converted to cash.

### Content Vocabulary:

Ratio Analysis  
Liquidity  
Return on Sales  
Working Capital