

ACCT 102 Review for Exam 2 - Johnson

Financial Statement Analysis, Overhead Costing, CVP

Chapter 13 - Financial Statement Analysis

Horizontal Analysis

Vertical Analysis

Common Size and Trend Analysis

Knowledge of ratios – how to compute and how to classify

Ratios – See book (I strongly suggest you MAKE INDEX CARDS for study purposes)

Chapter 17 - Overhead Costing

Terms and Definitions

Overhead and effect on financials – GAAP/Managerial emphasis

Single Plantwide Rate

Multiple Departmental Rates

Activity Based Costing

Product Cost Distortion

Chap 18 - CVP

LOTS of terms

Costs and how they behave on a total basis and per unit

- VC
- FC
- MC - dangers of MC

Hi-Low Method

Contribution Margin – What is it and how to calculate three ways

What If Analysis

Break Even – Formula, computation, graphical – in units and in dollars

Target Profit – pre tax and after tax

Sales Mix – composite and weighted average

Margin of Safety

Problems – A total of six; you choose 4

Ratios focused on in class

Either a vertical or horizontal analysis – you need to be able to do BOTH

Overhead – Using two methods

Overhead – Using ABC

Contribution Margin/Break Even problem

Recomputing Net Income under What If Scenarios

Format:

30 multiple choice questions X 2 points each = 60 Points

4 problems (out of 6) X 10 points each = 40 Points

Be on Time. Bring a Scan Tron. Bring a Calculator.
GROUP PROJECTS and WSJ write ups ARE DUE AT 8:30 a.m.