

Name:

Date:

Class:

## **Lesson 12.1**

### **Check Your Understanding**

1. Define and explain basic accounting functions. (12.1-1)

Answer:

2. Discuss the importance of financial accounting. (12.1-1)

Answer:

3. Discuss various financial tools, services, and accounts entrepreneurs utilize to operate their business effectively. (12.1-1)

Answer:

4. State the difference between a sale on account and a purchase on account. (12.1-2)

Answer:

5. Explain the difference between account types with debit balances and account types with credit balances. (12.1-3)

Answer: