**Classified Balance Sheet Textbook Questions & Exercises pg. 189**

**Questions:**

1. What is a classified financial statement?
2. Explain each of the following terms:
   1. Current Asset
   2. Fixed Asset
   3. Liquidity Order
   4. Current Liability
   5. Long-term Liability
3. What effect does a withdrawal of assets from the business by the owner have on owner’s equity?
4. What effect does a net loss have on the owner’s equity?
5. What effect does a net income have on the owner’s equity?

**Exercises: Pg. 189**

4. a.

b.

c.

d.

e.

f.

g.

h.

i.

j.

k.

5. (a)

(b)