

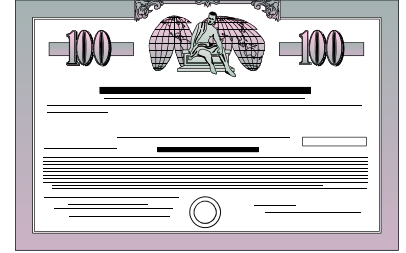
# PRINCIPLES OF FINANCIAL AND MANAGERIAL ACCOUNTING II

## Corporations

(paid in)

### Overview

1. differences
2. \_\_\_\_\_
3. rights of preferred stock
4. \_\_\_\_\_
5. accounting for



### Comparing Capital Section of Proprietorship, Partnership, Corporation

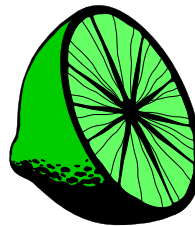
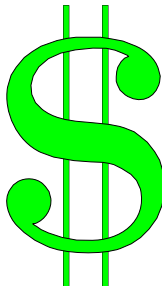
New name for capital = \_\_\_\_\_

Two major sections of Stockholders' Equity for corporation:

1. \_\_\_\_\_
2. \_\_\_\_\_

### Principal Basic Rights of Stock

1. \_\_\_\_\_
2. \_\_\_\_\_
3. \_\_\_\_\_  
(maintain fractional share of ownership)
4. \_\_\_\_\_



## Characteristics of Preferred Stock

1. \_\_\_\_\_

Co A (non)

Co B (part)

2. \_\_\_\_\_

Co A (non)

Co B (cumulative)

3. preference to assets at \_\_\_\_\_

4. \_\_\_\_\_

5. may not have the right to \_\_\_\_\_

### Issuing Stock at Par

*		

\*could also be "Common Stock" or "Preferred Stock"

### Issuing Stock at More Than Par (premium)

Cash	total	
Preferred Stock		
Paid-in Capital		excess

### Issuing Stock at Less than Par (discount)



Cash	total	
Common Stock		par

Issuing No Par Stock

Cash	total	
		total

Issuing No Par Stock With Stated Value

Cash	total	
Common Stock		
Paid-in Capital in Excess of		excess

Treasury Stock

What it is.

1. Stock of \_\_\_\_\_,
2. that has been \_\_\_\_\_ as fully paid,
3. which is subsequently \_\_\_\_\_, and
4. not \_\_\_\_\_ or \_\_\_\_\_.

What is isn't.

1. \_\_\_\_\_
2. \_\_\_\_\_

What is REALLY is.

1. return of \_\_\_\_\_ to \_\_\_\_\_ from whom \_\_\_\_\_  
the Treasury Stock was \_\_\_\_\_
2. \_\_\_\_\_

Account for Treasury Stock at \_\_\_\_\_.

### Purchase of Treasury Stock

Cash		

### Sale of Treasury Stock for More Than Cost

Cash	received	
Paid-in Capital from		difference

## Corporations

---

Review

- ✓ differences for corporations
- ✓ rights of stock
- ✓ rights of preferred stock
- ✓ issuing stock
- ✓ accounting for treasury stock

