

## EDDIE ORTEGA, DISC JOCKEY

NAME: \_\_\_\_\_

### AUDIT TEST

1. How much money is in Eddie's checking account at the end of the fiscal period?
2. What was the total cash received for the month? Total cash paid out?
3. What is the value of the business' insurance policy at the end of the month? How much did the value of the policy change?
4. How much money does Eddie owe his creditors at the end of the month?
5. How much money can Eddie expect to receive from his customers in the near future?
6. How much did Eddie withdraw for his personal use during this fiscal period? Do you think this amount was satisfactory? Explain why or why not.
7. How much money did Eddie earn from performing at clubs and private parties?
8. What were the total expenses Eddie occurred during this fiscal period? What was his greatest expense? What suggestions can you offer for reducing company expenses? (Identify at least two)
9. What was Eddie's total profit for the month? Is this amount satisfactory? Why/why not?
10. Did Eddie's total equity in his business increase or decrease for this fiscal period? Do you think the financial condition of his business is healthy? Do you think he should continue the operation of his business? What suggestions would you make to improve the financial condition of this business?