

B-09.01

Determine the "type" and "basic accounting" approach for each of the following categories of investments. You may find this problem easier to complete by using the pick lists on the excel version of this problem.

	<u>"Type"</u>	<u>"Basic Accounting"</u>
Investment level generally over 20% but not giving control		
Investment level usually over 50%		
Investment with a plan to hold until a particular future event of payoff		
Investment with the goal of a near-term profit		
Investment not meeting one of the other logical categories		
Your randomized choices for "type" are:		Your randomized choices for "basic accounting" are:
Control		Fair Value - gains/losses to operating income
Available for Sale		Fair Value - gains/losses to other comprehensive income
Held to Maturity		Equity Method
Trading		Consolidation
Significant Influence		Amortized Cost