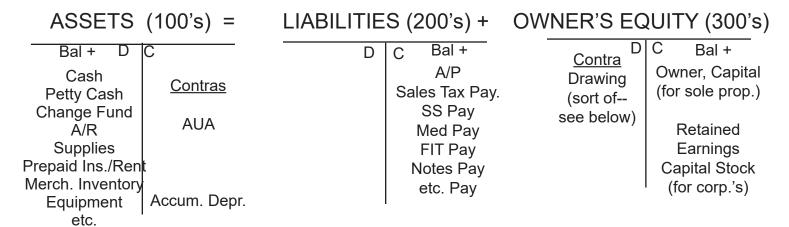
Accounting Equation, Classification of Accounts, Balance Side of Accounts, Increase/Decrease

Basic Accounting Equation: Assets = Liabilities + Owner's Equity (ALOE)

ALOE accounts = Permanent OR Open OR Balance Sheet OR Real accounts- Appear on PCTB



Temporary Capital Accounts: REDC (Revenue, Expenses, Drawing, Cost of Goods Sold) REDC accounts = Temporary OR Closed OR Income Statement OR Nominal accounts-Are NOT on

OWNER'S EQUITY

