**North East School Division**

**Unpacking Outcomes** - Module 3: Accounting Equation (Core)

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| **Unpacking the Outcome**  |
| Analyze --> relationship (assets, liabilities and owner’s equity)  |
| **Outcome**(circle the verb and underline the qualifiers)  |
| Analyze the relationship between assets, liabilities and owners’ equity within the accounting equation.  |
| **KNOW**  | **UNDERSTAND**  | **BE ABLE TO DO**  |
| Vocabulary: * Assets, liabilities, owners’ equity
* Business Transactions

Accounting Equation | * The difference between assets, liabilities and Capitals
* How to calculate owner’s equity
* That you can find the missing amount if given the other two
* Business transactions are events that cause changes to the accounting equation.
 | 1. Define assets, liabilities and owners’ equity (capital).
2. Classify and sort examples of assets, liabilities and owners’ equity.
3. Explain the accounting equation relationship (i.e., a = l + oe).
4. Manipulate and solve problems using the accounting equation.
5. Examine how business transactions affect the accounting equation and apply to calculations.
6. Analyze the preservation of equality (e.g., increasing assets impacts liabilities and owners’ equity) within the accounting equation.
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| **ESSENTIAL QUESTIONS**  |
|  Why does the accounting equation need to balance? |