

**VBA School of Bank Management**  
**Pre-Class Assignment**  
**Financial Management I**  
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By completing this pre-class assignment, you will ensure that you are ready to roll on Day 1 at UVA. We will be reviewing the material in more detail during our class time together.

**Part I:**

**Read the attached primer material about Bank Asset and Liabilities and financial statements.**

*Principles of Banking.* (2020). (12<sup>th</sup> ed., pp. 32-50). American Bankers Association.

**Part II:**

On the line beside each item, indicate whether that item is an **A**sset (A), a **L**iability (L), or **O**wner's equity (also known as shareholder equity) (O)

- \_\_\_\_\_ Undivided profits
- \_\_\_\_\_ Other assets
- \_\_\_\_\_ Cash and due from banks
- \_\_\_\_\_ U.S. Treasury securities
- \_\_\_\_\_ Other real estate
- \_\_\_\_\_ Bank premises and equipment
- \_\_\_\_\_ Demand deposits
- \_\_\_\_\_ Long-term debt
- \_\_\_\_\_ Savings deposits
- \_\_\_\_\_ Time deposits
- \_\_\_\_\_ Capital stock
- \_\_\_\_\_ Securities of U.S. government agencies
- \_\_\_\_\_ Loans (net of reserve for loan losses)

**Part III:**

On the line beside each item, indicate whether that item is an **Income (I)** or **Expense (E)**.

- \_\_\_\_\_ Interest and fees on loans
- \_\_\_\_\_ Salaries
- \_\_\_\_\_ Pension, profit-sharing, and other employee benefits
- \_\_\_\_\_ Interest on savings and time deposits
- \_\_\_\_\_ Income on federal funds sold
- \_\_\_\_\_ Interest on other borrowed funds
- \_\_\_\_\_ Interest and dividends on U.S. Treasury securities
- \_\_\_\_\_ Trust department income
- \_\_\_\_\_ Net occupancy expense of bank premises
- \_\_\_\_\_ Equipment expense
- \_\_\_\_\_ Interest and dividends on securities of other U.S. agencies and corporations