

# Balance Sheet

## lecture 6



**Al-Mustaqbal University**  
**College of Administrative Sciences**

**Department of Accounting**

Assistant.lect Hussein Ali



## **Balance Sheet**

The balance sheet , sometimes referred to as the statement of financial position, reports the assets, liabilities, and stockholders' equity of a business enterprise at a specific date.

### **Usefulness of the Balance Sheet**

1. Reports assets, liabilities, and equity at a specific date.
2. Provides information about resources, obligations to creditors, and equity in net resources.
3. Helps in predicting amounts, timing, and uncertainty of future cash flows.

### **Elements of the balance sheet**

- 1- Assets
- 2- Liabilities
- 3- Owner's equity

## **Accounting Equation**

$$\text{Assets} = \text{Liabilities} + \text{Owners equity}$$

<p style="text-align: center;"><b>Balance Sheet</b></p> <p style="text-align: center;"><b>Dec 31 , ...</b></p>			
<u><b>Assets</b></u>			
<u><b>Non-current assets:</b></u>			
<b>Property, plant, and equipment</b>			
Land		xxx	
Building	xxx		
Less: Accumulated depreciation— building	<u>(xxx)</u>	xxx	
Equipment	xxx		
Less: Accumulated depreciation—equipment	<u>(xxx)</u>	xxx	
Furniture	xxx		
Less: Accumulated depreciation— furniture	<u>(xxx)</u>	xxx	
<b>Total Property, plant, and equipment</b>			<b>xxx</b>
<b>Intangible assets:</b>			
Goodwill		xxx	
Trademark		xxx	
patent		xxx	
<b>Total intangible assets</b>			<b>xxx</b>
<b>Long- term investments:</b>			
Long- term securities		xxx	
Investment in real estate		xxx	
<b>Total long- term investments:</b>			<b><u>xxx</u></b>
<u><b>Total non-current assets:</b></u>			<b>xxx</b>

<b><u>Current assets:</u></b>			
Cash		xxx	
Accounts receivable		xxx	
Notes receivable		xxx	
Short-term investment		xxx	
Merchandise inventory		xxx	
Prepaid expenses		xxx	
Accrued revenue		xxx	
<b><u>Total Current assets</u></b>			<b>xxx</b>
<b><u>Liabilities and stockholder's equity</u></b>			
<b><u>Non-current liabilities:</u></b>			
Bonds payable		xxx	
Long-term loans		xxx	
<b><u>Total non-current liabilities</u></b>			<b>xxx</b>
<b><u>Current liabilities</u></b>			
Accounts payable		xxx	
Notes payable		xxx	
Short-term loans		xxx	
Accrued interest on notes payable		xxx	
Accrued salaries, wages, and other liabilities		xxx	
Income taxes payable		xxx	
Accrued expenses		xxx	
<b><u>Total current liabilities</u></b>			<b><u>xxx</u></b>
<b><u>Total liabilities</u></b>			<b>xxx</b>