**FINANCE FOR MANAGERS**

**Learning Outcome 1: ACTIVITY 5**

**HOMEWORK**

**Accounting equation**

Define the following terms:

|  |  |  |
| --- | --- | --- |
| **Term** | **Definition** | **Examples** |
| **Non-current assets** |  |  |
| **Current assets** |  |  |
| **Long term liabilities** |  |  |
| **Current liabilities** |  |  |
| **Capital / equity** |  |  |

Use the accounting equation – Capital = assets – liabilities to complete the following table.

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Non-current assets** | **Current assets** | **Long term liabilities** | **Current liabilities** | **Capital / equity** |
| **70 000** | **16 000** | **20 000** | **8 000** |  |
|  | **24 000** | **20 000** | **4 000** | **60 000** |
| **20 000** | **3 000** | **0** | **8 000** |  |
| **55 000** | **9 000** | **15 000** |  | **45 000** |
| **30 000** |  | **20 000** | **10 000** | **15 000** |