

The Balance Sheet

- A snapshot of the firm's assets and liabilities at a given point in time (“as of ...”)
- **Assets**
 - Left-hand side (or upper portion)
 - In order of decreasing liquidity
- **Liabilities and Owners' Equity**
 - Right-hand side (or lower portion)
 - In ascending order of when due to be paid
- Balance Sheet Identity
 - Assets = Liabilities + Owners' Equity (ALOE)