

Statement of Financial Position (balance sheet)**Assets:**

Cash:	R800,000
Accounts Receivable:	R600,000
Inventory:	R1,200,000
<i>Total Assets:</i>	<i>R2,600,000</i>

Liabilities:

Accounts Payable:	R400,000
Loans Payable:	R500,000
Accrued Expenses:	R100,000
<i>Total Liabilities:</i>	<i>R1,000,000</i>

Equity:

Common Stock:	R800,000
Retained Earnings:	R800,000
<i>Total Equity:</i>	<i>R1,600,000</i>