

# Single-Step Balance Sheet for Simplified Profit Calculation

## Balance Sheet as at 31<sup>st</sup> December 2023

### Assets

Particulars	Amount (\$)
Cash and Cash Equivalents	7,500
Accounts Receivable	12,800
Inventory	9,200
Prepaid Expenses	1,200
Equipment	18,700
<b>Total Assets</b>	<b>49,400</b>

### Liabilities

Particulars	Amount (\$)
Accounts Payable	8,900
Short-term Loans	5,500
Accrued Expenses	1,600
<b>Total Liabilities</b>	<b>16,000</b>

### Equity

Particulars	Amount (\$)
Owner's Capital	28,000
Retained Earnings	5,400
<b>Total Equity</b>	<b>33,400</b>
<b>Total Liabilities &amp; Equity</b>	<b>49,400</b>

### Profit Calculation (Single-Step)

Description	Amount (\$)
Total Revenues	55,000
Total Expenses	41,300
<b>Net Profit</b>	<b>13,700</b>

### Important Notes:

- This single-step format separates assets, liabilities, and equity for clarity and simplicity.
- Profit calculation is laid out by subtracting total expenses from total revenues in one step.
- Useful for small businesses or entities with straightforward income and expense structures.
- Does not provide detailed classification of revenues or expenses.

- Should be supplemented with additional disclosures depending on regulatory or managerial requirements.