

Summary of Balance Sheet Categories		
Classification	Account	Comments
Current asset	Cash	Checking accounts, interest-bearing accounts, and petty cash
	Marketable securities	U.S. government securities and high-grade corporate stocks
	Accounts receivable	Trade accounts only, net of allowance for doubtful accounts
	Inventory	Includes raw materials, work-in-process, and finished goods
	Other current assets	Conversion to cash expected within one year, such as an income tax refund
Fixed asset (noncurrent)	Land	Shown at cost (separate line item on tax returns, since land is not depreciated; included with other fixed assets on conventional financial statements)
	Buildings	Shown at cost less accumulated depreciation
	Equipment	
	Vehicles	
	Furniture	
Leasehold improvements		
Noncurrent asset	Other securities	Stocks in privately held companies, affiliates, and low-grade stocks
	Notes receivable	Notes from sale of large assets or to resolve slow accounts receivable
	Due from officers and employees	Loans made to business owners, officers, and employees
	Due from affiliates	Amounts due from related businesses
	Prepaid expenses	Shown as actual amount paid for future service
	Cash value life insurance	Shown as verified amount from issuer
	Intangibles	Includes goodwill, patents, trademarks, copyrights, operating rights, and customer lists
Current liability	Overdrafts	Checks written in excess of bank balances
	Notes payable to banks, or short-term debt	Amounts due on short-term notes to fund temporary or seasonal increases in accounts receivable and inventory, and temporary financing of fixed assets
	Accounts payable	Amounts owed to suppliers
	Accrued expenses	Actual expenses recognized and not paid
	Notes payable to others	Short-term financing for other purposes
	Due to affiliates or officers	Non-subordinated financing due in less than one year
	Current maturities of long-term debt	Shown as the principal portion due in the coming year
	Other current liabilities	Unusual or smaller items not previously listed
Noncurrent liability	Bonds and debentures	Shown as amount owed by maturity net of any payments
	Long-term debt	Shown net of current maturities
	Subordinated debt	Amounts owed that are junior to bank debt
	Reserves	Long-term obligations such as deferred taxes
Equity (net worth)	Common stock	Shown at cost
	Preferred stock	Shown at cost
	Paid-in capital	Stock sold at higher than par value, shown at sales price
	Treasury stock	Shown in amount paid to redeem stock
	Retained earnings	Profits left in the business