The table below presents a useful overview of the accounting equation and the related sub-categories of the elements of financial statements. Examples of relevant ledger accounts are provided under each category:

ASSETS **Debit (+) Credit (–)**	**=**	**EQUITY** **Debit (–) Credit (+)**		**+**	**LIABILITIES** **Debit (–) Credit (+)**
NON-CURRENT ASSETS		* DRAWINGS	* CAPITAL		**NON-CURRENT LIABILITIES**
Land and buildings					Long-term loans
Equipment		**EXPENSES**	**INCOME**		Mortgage
Vehicles		Cost of sales	Sales		
Furniture		Rental expenses	Rental income		
Machinery		Interest expense	Interest income		
Goodwill		Wages and salaries	Dividend income		
Investments (financial)		Advertising expenses	Commission income		
		Insurance expenses	Credit losses recovered		
CURRENT ASSETS		Repairs and maintenance	Profit on sale of a non-current asset		**CURRENT LIABILITIES**
Trading inventory		Telephone expenses			Short term loans
Trade receivables control		Water and electricity			Trade payables control
Prepaid expenses		Credit losses			Bank overdraft
Accrued income		Postage			Current portion of long-term loans
Bank		Rates and taxes			Accrued expenses
Petty cash		Stationery			Income received in advance
Cash float		Consumables			
		Packaging materials			
		Loss on sale of a non-current asset			