

Purchase of property, plant, and equipment: (\$50,000)

Net Cash Used in Investing Activities: (\$50,000)

Financing Activities:

Proceeds from long-term debt: \$50,000

Repayment of short-term debt: (\$10,000)

Payment of dividends: (\$20,000)

Net Cash Provided by Financing Activities: \$20,000

Net Increase in Cash: \$70,000

4. Statement of Shareholders' Equity:

The statement of shareholders' equity shows the changes in shareholders' equity over a specific period. It includes the net income, dividends, and additional equity transactions like stock issuances or share repurchases. Here's an example:

Example:

XYZ Corporation Statement of Shareholders' Equity

For the year ended December 31, 2022

Beginning Shareholders' Equity: \$200,000

Net Income: \$80,000

Dividends: (\$20,000)

Additional Equity Transactions:

Issuance of Common Stock: \$50,000

Ending Shareholders' Equity: \$310,000

These examples provide a basic understanding of how financial statements are structured and help assess a company's financial performance. It's important to note that the figures used in the examples are fictional and meant for illustrative purposes only. To analyze real companies, refer to their actual financial statements.