

STRENGTHENING WORKING CAPITAL



1. **Working Capital** - The amount of capital used for the day-to-day operations of a business. It is the difference between current assets and current liabilities.

2. **Current Assets** - Assets that can be converted into cash within a short period, typically less than 12 months. Examples include cash, accounts receivable, and inventory.

3. **Current Liabilities** - Obligations that are due within a short period, typically less than 12 months. Examples include accounts payable, short-term debt, and accrued expenses.

4. **Net Working Capital** - The difference between current assets and current liabilities, representing the company's liquidity.