

$$\text{Current Ratio} = \frac{\text{Current Assets}}{\text{Current Liabilities}}$$

$$\text{Profit Margin} = \frac{\text{Net Income}}{\text{Net Sales}}$$

$$\text{Asset Turnover} = \frac{\text{Net Sales}}{\text{Average Total Assets}}$$

$$\text{Return on Assets} = \frac{\text{Net Income}}{\text{Average Total Assets}}$$

$$\frac{\text{Net Income}}{\text{Net Sales}} \times \frac{\text{Net Sales}}{\text{Average Total Assets}} = \frac{\text{Net Income}}{\text{Average Total Assets}}$$

$$\text{Debt to Equity} = \frac{\text{Total Liabilities}}{\text{Stockholders' Equity}}$$

$$\text{Return on Equity} = \frac{\text{Net Income}}{\text{Average Stockholders' Equity}}$$

$$\text{Working Capital} = \text{Total Current Assets} - \text{Total Current Liabilities}$$

$$\text{Net Sales} = \text{Gross Sales} - \text{Sales Returns and Allowances} - \text{Discounts}$$