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Situation	Effect	Reason
(i) Sale of Equipments costing ₹10,00,000 for ₹9,00,000.	Improve	Capital Employed will decrease and Debt will remain same
(ii) Purchased Goods on Credit for ₹1,00,000 for a credit of 15 months, assuming operating cycle is of 18 months.	No change	Both Debt and Capital Employed will remain same
(iii) Conversion of into Equity Shares of ₹2,00,000.	Decrease	Debt will decrease but Capital Employed will remain same
(iv) Tax Refund of ₹50,000 during the year	Decrease	Capital Employed will increase but Debt will remain same

