

Calculating Cash Flow

You need to be able to calculate a Cash Flow Forecast.

Inflows

Outflows

Net inflow/outflow

Opening balance

Closing balance

Calculating Cash Flow

Cerys runs a business making and selling candles.

	December	January	February
Total inflows	£4,560	£2,100	£3,560
Total outflows	£3,200	£2,800	£2,950
New inflow/outflow			
Opening balance	£1000		
Closing balance			

Calculating Cash Flow

Cerys runs a business making and selling candles.

(Brackets) or **RED** = loss

	December	January	February
Total inflows	£4,560	£2,100	£3,560
Total outflows	£3,200	£2,800	£2,950
New inflow/outflow	£1,360	(£700)	£610
Opening balance	£1,000	£2,360	£1,660
Closing balance	£2,360	£1,660	£2,270

The **bottom line**

Calculating Cash Flow

Marta runs a hot dog stand.

	December	January	February
Total inflows	£550	£250	£200
Total outflows	£485	£400	£375
New inflow/outflow			
Opening balance	£100		
Closing balance			

Calculating Cash Flow

Marta runs a hot dog stand.

	December	January	February
Total inflows	£550	£250	£280
Total outflows	£485	£400	£375
New inflow/outflow	£65	(£150)	(£95)
Opening balance	£100	£165	£15
Closing balance	£165	£15	(£80)