
Cashflow Statements

Layout of the Statements

**Reconcile of operating profit to net
cashflow from operating activities**

LAYOUT OF STATEMENTS TO ANSWER A CASHFLOW STATEMENT

Reconcile of operating profit to net cash flow from operating activities

Operating profit	x	From Abridge Profit & Loss
Add Dep Charge	x	Step 4
Loss / Profit on sale of Fixed Asset	x / (x)	From the Question
Add Goodwill	x	Step 4 (or from Question)
Increase / Decrease in provision of Bad Debts	x	From the Question
Increase / Decrease in Debtors	(x) / x	Step 4
Increase / Decrease in Stock	(x) / x	Step 3
Increase / Decrease in Creditors	x / (x)	Step 3
Net cash inflow / (outflow) from operating activities	x	