

BIE Homework Sheet

Year: 10
Project: Finance

Date issued: 26th June 2009
Date Due in: 30th June 2009

Puppy Power Ltd has applied for a loan of £6,000 from the bank, before the loan is approved the Bank Manager has asked to see a Cash flow forecast.

Use the following information to complete the cash flow forecast:
 Sales are expected to be 3,000 in the first month and increase by £500 each month after that. Insurance will be £300 payable in month 1, 3 & 6. Wages will be £1,000 per month. The loan payments will be £600 per month. In month 2 a new machine will be bought for £6,000. Advertising will be £250 per month.

		Month 1	Month 2	Month 3	Month 4	Month 5	Month 6
A	Balance b/f						
B	Cash received						
C	Total cash available A+B						
D	Insurance						
E	Advertising						
F	Loan payment						
G	Wages						
H	Total Cash out D+E+F+G						
I	Balance c/f						

All Homework must be handed in on the date requested.
 If you hand in homework late or it is of an unacceptable standard you will be given a p6.