

Cash Flow Statement

Sample Company Inc.
For the Year Ended December 31, 2023

A. Cash Flow from Operating Activities

Net Income	\$ 45,000
Adjustments for Non-Cash Items:	
Depreciation	\$ 8,000
Amortization	\$ 1,200
Changes in Operating Assets & Liabilities:	
(Increase) Decrease in Accounts Receivable	(\$ 5,000)
Increase (Decrease) in Accounts Payable	\$ 2,500
Net Cash Provided by Operating Activities	\$ 51,700

B. Cash Flow from Investing Activities

Purchase of Equipment	(\$ 12,000)
Sale of Investments	\$ 5,500
Net Cash Used in Investing Activities	(\$ 6,500)

C. Cash Flow from Financing Activities

Proceeds from Issuance of Shares	\$ 10,000
Repayment of Bank Loan	(\$ 6,000)
Payment of Dividends	(\$ 2,000)
Net Cash Provided by Financing Activities	\$ 2,000

Net Increase in Cash

Net Increase in Cash during the Period	\$ 47,200
Cash at Beginning of Period	\$ 15,800
Cash at End of Period	\$ 63,000

Important Notes:

- The Cash Flow Statement shows sources and uses of cash in operating, investing, and financing activities.
- It helps stakeholders assess a company's liquidity and cash management.
- Non-cash transactions are not included in this statement.
- Figures should be verified against supporting documents and reconciled with the bank statements.
- Comparing cash flows year-over-year aids in understanding business stability and growth.