

Cash Flow Statement (Direct Method)

For the Year Ended: 31st December, 20XX

Particulars	Amount (\$)
Cash Flows from Operating Activities	
Cash received from customers	XX,XXX
Cash paid to suppliers	(XX,XXX)
Cash paid to employees	(X,XXX)
Cash paid for operating expenses	(X,XXX)
Cash received from other income	X,XXX
Net Cash Provided by Operating Activities	XX,XXX
Cash Flows from Investing Activities	
Purchase of fixed assets	(X,XXX)
Proceeds from sale of fixed assets	X,XXX
Net Cash Used in Investing Activities	(X,XXX)
Cash Flows from Financing Activities	
Proceeds from issuance of shares	X,XXX
Proceeds from long-term borrowings	X,XXX
Repayment of borrowings	(X,XXX)
Dividends paid	(X,XXX)
Net Cash Provided by Financing Activities	X,XXX
Net Increase/(Decrease) in Cash & Cash Equivalents	X,XXX
Cash & Cash Equivalents at Beginning of Period	X,XXX
Cash & Cash Equivalents at End of Period	X,XXX

Important Notes

- The direct method presents actual cash receipts and payments during the period.
- It provides greater detail and clarity on cash flows from operating activities.
- This format is often preferred by standard-setting bodies but less commonly used because it requires detailed cash transaction records.
- Key sections include operating, investing, and financing activities.
- Non-cash transactions are excluded from the statement.