

# Business Cash Flow and Finance

## Worksheet 1: Multiple Choice

### Cash Flow Statements

Study the questions below and select the correct answer from the four possible answers given.

1. Which of the following would you not expect to find in a cash flow statement?

Expected income

Expected expenditure

Opening cash

Expected lottery win

2. Which of the following would be classified as a fixed cost?

Electricity bill

Rent of premises

Material costs

Telephone expenses

3. Which of the following would be classified as a variable cost?

Salary of Finance Manager

Motor tax

Motor insurance

Fuel

4. Which of the following is the correct calculation for net cash?

Expected income plus expected expenditure

Expected income minus opening cash

Expected income minus expected expenditure

Opening cash plus closing cash

5. Opening cash for ADS Ltd for January is expected to be €16,700, total income is expected to be €134,000 and net cash is expected to be €23,500.

Calculate expected total expenditure.

€157,500

€110,500

€127,200

€93,800