**Cash Flow Forecasting**

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|  | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec |
| Total Received | £700 | £900 | £1200 | £2000 | £1600 | £3000 | £3100 | £3200 | £1500 | £1800 | £2800 | £3500 |
| Total Payments | £1400 | £1400 | £1600 | £1400 | £1500 | £2000 | £2000 | £2000 | £1400 | £2200 | £2000 | £2000 |
| Net Cash Flow |  |  |  |  |  |  |  |  |  |  |  |  |
| Open Balance |  |  |  |  |  |  |  |  |  |  |  |  |
| Closing Balance |  |  |  |  |  |  |  |  |  |  |  |  |

1. Complete the following cash flow forecast
2. Highlight the month when the business’ cash flow becomes positive
3. Why might you be concerned about this business after seeing its cash flow forecast? Remember it is a new start up business.