

## Operating Cash Flows Calculation

Problem 3 (b) Pg. 47 STFM

	Year				
	2000	2001*	2002	2003	2004
Net Income	141	282	487	213	54
+ Depreciation	35	50	65	70	75
- Increase or + Decrease in A/R	?	100	200	-50	-50
- Increase or + Decrease in Inventory	?	100	100	-100	0
- Decrease or + Increase in A/P	?	50	75	-25	-25
- Decrease or + Increase in Accrued Expenses	?	53	2	-16	-13
= OCF or CFFO		<b>\$ 235</b>	<b>\$ 329</b>	<b>\$ 392</b>	<b>\$ 141</b>

\* Note: Use 2001-2000 to get changes for A/R, INV, A/P, and Accruals.