I   Cash Flow From Operating Activities

	Surplus	
Add	Dividends	**Proposed Dividend of LY**, Interim Dividend, Preference dividend
Add	Transfer to reserves	
Add	Prov for tax	Can be either operating, financing, investing
Add	Extra Ordinary Expenses	Loss due to fire
Less	Income Tax Refund	
Less	Extra Ordinary Income	Insurance claim against loss due to fire

Net Profit Before tax and before Extra-Ordinary Items

Add	Non Cash Expenses	
	Depreciation	
	Amortization	
	Goodwill Written off	
Less	Non Cash Income	
	Excess Provision written back	
	Liability Written Back	
Add	Non Operating Expenses i.e. expenses related to financing or investing activity	
	Interest on Borrowings	
	Loss on sale of assets	

Less   Non Operating Income i.e. income related to financing or investing activity

         Gain on sale of Investments

         Interest and Dividends received on Investments

Operating profit before working capital changes

Add   Decrease in Current Assets

Add   Increase in Current Liabilities

Less   Increase in Current Assets

Less   Decrease in Current Liabilities

Cash From operations

Less   Income Tax Paid

Less   Extraordinary Expenses

Add   Extraordinary Income

Cash Flow From Operating activites

II   Cash Flow From Investing Activities

Tangible Assets

Purchase of any assets like machinery, land, building, etc	Outflow
Sale of any asset like machinery, land, building, etc.	Inflow
Rent received on plot of land	Inflow

Investments

Purchase of Investments	Outflow
Sale of Investments	Inflow
Interest received on investments like debentures	Inflow
Dividend received on investments like shares	Inflow

Intangible Assets

Purchase of intangible assets	Outflow
Sale of Intangible assets	Inflow

III   Cash Flow from Financing Activities

Share Capital

Issue of equity shares or preference share	Inflow
Equity share buyback of redemption of preference shares	Outflow
Dividend paid on equity or preference shares	Outflow
Receipt of Security Premium Reserve	Inflow

Borrowings

Borrowings taken like Bank Loan, Bank Overdraft, etc.

Issue of debentures

Repayment of borrowings like bank loan, debentures, etc.

Interest paid on borrowings

Net Increase/Decrease in Cash