



LEARNING OBJECTIVES

- Recognize the use of and the objectives for a statement of cash flows.
- Identify between operating, investing, and financing activities, and how different cash variables will affect the statement of cash flows.
- Identify differences in the preparation of the statement of cash flows using the direct method vs. the indirect method.
- Recognize and calculate how changes and transactions in asset and debt accounts affect the cash flows of a company.
- Recognize the cash flow issues addressed by ASU 2016-15, Statement of Cash Flows (Topic 230).

TOPICS COVERED

- Cash Flow Statement Format
 - Steps in Preparation of Statement of Cash Flows
- Cash and Cash Equivalents
- Reconciliation of Net Income to Cash Flow from Operations
- Direct Method
- Indirect (Reconciliation) Method
- Gross versus Net Cash Flows
- Operating Activities
- Investing Activities
- Financing Activities
- Noncash Investing and Financing Activities
- Multiclassification
- Considerations of Certain Cash Receipts and Cash Payments
- The Restricted Cash Guidance
- Special Items in the Income Statement
- Agency Arrangements
- Hedging Transactions
- Foreign Currency Cash Flows
- Comprehensive Examples
- Example One - The Cash Flow Statement Using the Direct Method
- Example Two - Direct and Indirect Methods
- Cash Flow Analysis
 - Operation Section
 - Investing Section
 - Financing Section
 - Financial Liquidity

- Financial Flexibility
- Free Cash Flow
- IFRS Differences Affecting the Statement of Cash Flows