

Cashflow solutions

PROBLEM:

THERE IS NO CASHFLOW
MODEL AND TIMES
ARE TOUGH...



Effects

- The business may breach its borrowing facilities
- Suppliers and staff may be paid late
- Debtors could go bust before you can get paid
- Interest costs and bank charges are higher than they should be
- Creditors or the bank may take control of your business

Solutions

- Build a simple cashflow model using a spreadsheet for flexibility
- Model backwards for at least three months before forecasting forward
- Tighten up credit control to advance cash inflow
- Negotiate better terms with suppliers and HMRC to reduce or delay outflows
- Review margins and overheads to reduce costs and cash outflows

Client says

“ Looking at our cashflow over the past few months has been a really useful exercise which has shown us a lot about our business ”

Benefits

- Forewarned is forearmed – you can solve cashflow problems before they get out of hand
- More cash in your business reduces risk and allows you to invest for future growth
- Looking at cashflows will help you to improve profitability
- You are back in control of your own business
- Fewer sleepless nights!

Michael Austin says

“ Running a business without a cashflow model is like sailing a rudderless ship which has a good chance of going under. Improve cashflow and you increase the value of your business. ”

For targeted accounting solutions talk call us on 020 7384 6800