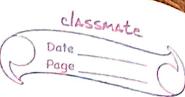
## 5th WEEK ASSIGNMENT



- Sketch the procedure to cleave the Cash flow from earnings Degin with the lompany's Net Income

from the Income Statement Back Non- Cash tems 2) in homes n Amostigation Expenses (found on the Income Statement) -> Working Capital Changes

Subtract Incheases in Working

Capital Occounts

CAccounts Receivable, Invelory) Add Decreases is working Capital accusants. Add the greath from steps 24
to the Not Income from step 1.

Cashflow Earnings = Net Invone + Deprenation & Amorlization + other Non-Cash llans -Invagres in Working Capital Expenditures. following those procedures no lan derme leush flow Earnings, which represents
a company's true earnings, adjusted for
non-Cash Vitems and changes in Working
capital and capital Expenditures.