



SNS COLLEGE OF ENGINEERING

Kurumbapalayam (Po), Coimbatore – 641 107

AN AUTONOMOUS INSTITUTION

Accredited by NAAC – UGC with 'A' Grade
Approved by AICTE, New Delhi & Affiliated to Anna University, Chennai



DEPARTMENT OF MANAGEMENT STUDIES

23BAT361 – Financial Sourcing Management

PUZZLE

The Cash Flow Management Puzzle

Problem: A company has the following cash flow forecast for the next three months:

- Month 1: Inflows \$150,000, Outflows \$180,000
- Month 2: Inflows \$170,000, Outflows \$160,000
- Month 3: Inflows \$200,000, Outflows \$140,000

Question: How should the company manage its cash flow to avoid a shortfall, and what financing options can it consider?