Entrepreneurial Finance

Lecture 3: Working Capital Management

Task 5

In the space below write your answer to the question for this Task. You should write between 100 and 150 words in each column.

Briefly explain the reasons why a company might hold cash in their business.

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In the space below write your answer to the question for this Task. You should write between 100 and 150 words in each column.

Briefly explain the various short-term investment opportunities available to a company with temporary spare cash.

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In the space below write your answer to the question for this Task. You should write between 100 and 150 words in each column.

Thinking back to earlier lectures, what might be an appropriate method to fund a negative cash flow cycle?

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In the space below write your answer to the question for this Task. You should write between 150 and 250 words in each column.

What are the four ways you can build you net working capital. What are the advantages and disadvantages of each?

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