

Small and Simplified budget example

This example, containing this first page sheet plus another 6 sheets (Profit & Loss, Balance, Cash Flow, VAT (GST), Loan, and Calculations) and shows a **very simplified** example.

This example does not include all aspects. Like tax on profit and lots of costs not mentioned here. Its just to give you an idea.

So, this example is just few lines. In the **Big budget example**, you will find a more realistic example – as it is a real budget made some years ago.

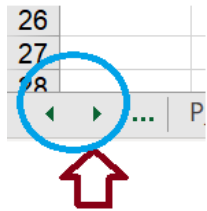
This example is about a company buying machines and selling them at about double price, after having imported them.

This examples if for first 6 month only. And for a new project and a new company.

There will be downloadable material online, including software and Excel spreadsheets for calculating a budget. However, do not download you are not sure of as they may include virus etc.

This Budget has 7 spreadsheets!! You need to navigate between them.

Use



**Use arrows in left
down corner (in Excel)
to navigate.**

Or what other methode that works for you.

Note that figures may be picked from or going in between the different spreadsheets.

Make Sure you start from top of each spreadsheet as they not always open up on top.

Copyright: This Budget Example is not to be used commercially.

Only use for understanding how an budget is made.

Part of course.

Example Only

Profit & Loss

Month	Earnings		Costs			
	Sales		Buying		Other Costs	
	Debet	Credit	Debet	Credit	Debet	Credit
January			30 000		3 000	
February						
March		16 000			5 350	
April		31 200	50 000		12 000	
May					9 000	
June		72 000			2 400	
Sum		119 200	80 000		31 750	
Total		119 200			111 750	
Profit					7 450	
		119 200			119 200	

Example Only

Balance

Assets

Depts

	In 1 January		Out 30 June		In 1 January		Out 30 June	
What	Debet	Credit	Debet	Credit	Debet	Credit	Debet	Credit
Cash		0		140				
Bank		0		102 300				
Machines		0		0				
Loan							0	20 000
Owners Paidin							0	40 000
VAT							0	26 010
Sum		0		102 440			0	86 010
Balance							0	16 430
				102 440			0	102 440

Balance can be made month by month, but here its done at start and end.

Month by month helps planning but start and end is needed for tax and other purposes.

Note

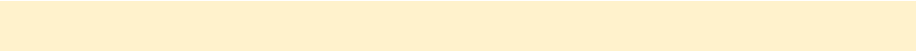
All machines sold on 30 june

To be paid to Tax authorities

Example Only

CashFlow

	Cash		Bank		Balance	
Month	Cash		Bank		Balance	
	Debet	Credit	Debet	Credit	Month	Total
January			40 000	33 000	7 000	7 000
February	0	0	0	0	0	7 000
March	1000	260	20 000	7 300	13 440	20 440
April	0	0	69 000	53 000	16 000	36 440
May	0	0	0	11 000	-11 000	25 440
June	0	600	90 000	12 400	77 000	102 440
Sum	1 000	860	219 000	116 700	102 440	
Account						
Balance	140		102 300		102 440	



Example Only

VAT

VAT

Month	VAT			
	Debet	Credit	Balance	Total Balance
January	0	0	0	0
February	0	0	0	0
March	1 190	4 000	-2 810	-2 810
April	0	7 800	-7 800	-10 610
May	2 000	0	2 000	-8 610
June	600	18 000	-17 400	-26 010
Sum	3 790	29 800	-26 010	

Debit amounts = Money paid and what government must pay back

Credit amounts = Money received on sales and must be paid to government

Debit-Credit: If positive – money to get. If negative – money to pay.

VAT = GST in India

What % and on what normally differs between countries, states, etc.

Example Only

Loan

Loan

Month	Loan			
	Debet	Credit	Balance	Total Balance
January	0	0	0	0
February	0	0	0	0
March	0	0	0	0
April	0	30 000	-30 000	-30 000
May	0	0	0	-30 000
June	10 000	0	10 000	-20 000
Sum	10 000	30 000	-20 000	

Red figures = Loan amount

Credit= Getting loan

Debet=Paying back loan

Calculations

This is the first spreadsheet made and from this the other

3 (Profit & Loss, Balance and CashFlow) are made.

Half a year example – buying, importing, and selling big machines.

		Assets						Depts		Earnings		Costs				VAT		
Date	What	Cash		Bank		Loan (and Unpaid bills)		Owners Paid in Capital		Sales		Buying Machines		Other Costs		Cach Balance	VAT	
		Debet	Credit	Debet	Credit	Debet	Credit	Debet	Credit	Debet	Credit	Debet	Credit	Debet	Credit		Debet	Credit
Start-Up-period																		
1 January	Start Balance	0	0	0	0	0	0	0	0							0		
January	Owners Paid in Capital			40 000					40 000							40 000		
January	Office Rent 3 month				3 000									3 000		37 000		
First Order etc																		
January	First Order 3 machines				30 000							30 000				7 000		
March	Transport and Custom Handling				2 500									2 500		4 500		
March	Import Duty & Import VAT				3 000									2 000		1 500	1 000	
March	Bank to Cash	1 000			1 000											1 500		
Visiting a buyer																		
March	Petrol for the car		60											50		1 440	10	
March	Lunch representation		200											160		1 240	40	
March	1 Machine sold			20 000						16 000						21 240		4 000
March	Advertisement				800									640		20 440	140	
April	2 Machine sold			39 000						31 200						59 440		7 800
2nd Order etc																		
April	Take a loan			30 000			30 000									89 440		
April	Order 5 machines				50 000							50 000				39 440		
April	3 month rent				3 000									3 000		36 440		
May	Transport and Custom Handling				5 000									5 000		31 440		
May	Import Duty & Import VAT				6 000									4 000		25 440	2 000	
Exhibition 4-7 June																		
June	Exhibition Fee				1 800									1 440		23 640	360	
June	Petrol, transport etc		600		600									960		22 440	240	
June	5 Machine sold			90 000						72 000						112 440		18 000
June	Repayment, part of loan				10 000	10 000										102 440		
	Sum	1 000	860	219 000	116 700	10 000	30 000	0	40 000	0	119 200	80 000	0	22 750	0		3 790	29 800
	Net	140		102 300			20 000		40 000		119 200	80 000		22 750			-26 010	

This is the overview of the Calculation sheet. Following pages shows parts of the same. Not in a format suitable for PDF. See Excel-format.

Calculations

This is the first spreadsheet made and from this the other

3 (Profit & Loss, Balance and CashFlow) are made.

Half a year example – buying, importing, and selling big machines.

Assets

Date	What	Cash		Bank	
		Debet	Credit	Debet	Credit
Start-Up-period					
1 January	Start Balance		0	0	0
January	Owners Paid in Capital			40 000	
January	Office Rent 3 month				3 000
First Order etc					
January	First Order 3 machines				30 000
March	Transport and Custom Handling				2 500
March	Import Duty & Import VAT				3 000
March	Bank to Cash	1 000			1 000
Visiting a buyer					
March	Petrol for the car		60		
March	Lunch representation		200		
March	1 Machine sold			20 000	
March	Advertisement				800
April	2 Machine sold			39 000	
2nd Order etc					
April	Take a loan			30 000	
April	Order 5 machines				50 000
April	3 month rent				3 000
May	Transport and Custom Handling				5 000
May	Import Duty & Import VAT				6 000
Exhibition 4-7 June					
June	Exhibition Fee				1 800
June	Petrol, transport etc		600		600
June	5 Machine sold			90 000	
June	Repayment, part of loan				10 000
	Sum	1 000	860	219 000	116 700
	Net	140		102 300	

Depts				Earnings				Cos	
Loan (and Unpaid bills)		Owners Paid in Capital		Sales		Buying Machines			
Debet	Credit	Debet	Credit	Debet	Credit	Debet	Credit		
	0	0	0						
			40 000						
							30 000		
							16 000		
							31 200		
	30 000								
							50 000		
							72 000		
10 000									
10 000	30 000	0	40 000	0	119 200	80 000	0		
	20 000		40 000		119 200	80 000			

sts

VAT

Other Costs		Cash	VAT	
		Balance		
Debet	Credit		Debet	Credit
		0		
		40 000		
3 000		37 000		
		7 000		
2 500		4 500		
2 000		1 500	1 000	
		1 500		
		1 500		
50		1 440	10	
160		1 240	40	
		21 240		4 000
640		20 440	140	
		59 440		7 800
		59 440		
		89 440		
		39 440		
3 000		36 440		
5 000		31 440		
4 000		25 440	2 000	
1 440		23 640	360	
960		22 440	240	
		112 440		18 000
		102 440		
22 750	0		3 790	29 800
22 750			-26 010	