



WHAT IS CASH FLOW MANAGEMENT?

Cash flow management is the process of monitoring, analysing and adjusting your personal cash flow. Your personal cash flow is made up of two main components; your income (inflows) and your expenses (outflows).

Your income or cash inflows may consist of active income and passive income.

Active income	Is derived from your employment or business ventures. The moment you stop working or doing business, your active income also stops. Examples of active incomes are salary from employment and profits from businesses
Passive income	Is derived from your savings or investments. Passive income is received regardless of your employment status. Examples of passive incomes are income from interest or profit, rentals, dividends and royalties

