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| **What will we be learning?**Finance | **Why this? Why now?** Students should understand the interdependent nature of business operations, human resources, marketing and finance. Students should be able to give examples of how business objectives would be split into functional plans with clear links throughout. The students need to understand the purpose of the finance function, its role within business and how it influences business activity.  | **Key Words:**InventoriesAssetOwners fundsInternal source of financeTrade creditExternal source of financeMortgageCash flowCash flow forecastCash flow statementProfitRevenueFixed costsVariable costsTotal costsARRBreak-evenBreak-even chartsMargin of safetyIncome statementGross profitNet profitLiability |
| **What will we learn?**The need to raise financeSources of finance by new and established businessesCash flow and the importance of cash flow to businessesBasic financial terms and calculations – variable, fixed & total costsCalculating ARRBreak even charts and analysisFinancial statements |
| **What opportunities are there for wider study?**Students review and discuss current news articles, which relate to current topics and they can consider the practical application of business concepts by reviewing and discussing a range of news and video articles. The wider study provides the opportunity for students to explore theories and concepts in real business settings. |
| **How will I be assessed?**Summary questionsCase studiesEnd of topic test – summative assessment |