

**ABC Corporation, Inc.**  
**STATEMENT OF CASH FLOWS**  
**For the Three Months Ended**  
**March 31, 2000 And 1999**

	<b>2000</b>	<b>1999</b>
Net Income (Loss)	\$ 14,525.67	\$ 7,691.51
<b>Adjustments to Reconcile Net Income to Net Cash Provided:</b>		
Depreciation	2,594.37	10,377.48
Amortization - Debits To Income	12.51	50.04
<b>Decrease (Increase) In Operating Assets:</b>		
Accounts Receivable	150.00	200.00
<b>Increase (Decrease) In Operating Liabilities:</b>		
Accounts Payable	287.57	(2,563.38)
Employee Taxes Withheld	0.30	(4,725.96)
Accrued Payroll Taxes	423.85	0.00
Taxes - Other	85.62	(480.44)
Total Adjustments	<u>3,554.22</u>	<u>2,857.74</u>
Net Cash Flow From Operations	18,079.89	10,549.25
<b>Cash Flows From Financing Activities</b>		
<b>Outflows:</b>		
Decreases In Stockholder Loans	(3,000.00)	(12,000.00)
Decreases In Notes Payable	<u>(3,347.63)</u>	<u>(12,614.51)</u>
Net Cash From Financing Activities	<u>(6,347.63)</u>	<u>(24,614.51)</u>
Net Increase (Decr) In Cash & Equivalents	11,732.26	(14,065.26)
Beginning Cash And Equivalents	<u>165,394.52</u>	<u>163,532.12</u>
Ending Cash & Cash Equivalents	<u>\$ 177,126.78</u>	<u>\$ 149,466.86</u>

**Disclosure Of Accounting Policy:**

**For the purposes of the Statement of Cash Flows, the company considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.**