

PETRO CAPITAL SECURITIES, LLC
STATEMENT OF CASH FLOWS
DECEMBER 31, 2015

Cash flows from operating activities:

Net income	\$ 1,931
Adjustments to reconcile net income to net cash provided by operating activities:	
Incremental allocation services fee contributed by member	124,355
Changes in operating assets and liabilities:	
Prepaid management fees to parent	6,134
Prepaid expenses	4,135
Accounts payable	(9,656)
Accrued state income tax	6,828
Net cash provided by operating activities	<u>133,727</u>

Cash flows from financing activities:

Contributions from member	160,034
Distributions paid to member	<u>(250,000)</u>
Net cash used in financing activities:	<u>(89,966)</u>

Increase in cash 43,761

Cash at beginning of year 330,101

Cash at end of year \$ 373,862

Supplemental Disclosure of Non-cash investing and financing activities

Incremental allocation services fee contribution by member	\$ 124,355
Accrued state income tax paid by member as contribution	\$ 34,313

The accompanying notes are an integral part of the financial statements.