

**KOVACK INTERNATIONAL SECURITIES, INC.**

**STATEMENTS OF CASH FLOWS**

**YEAR ENDED DECEMBER 31, 2015**

Cash flows (used for) operating activities:	
Net (loss)	\$ <u>(11,855)</u>
Adjustments to reconcile net loss to net cash from operating activities:	
Prepaid expenses	(513)
Deposits	1,840
Accounts payable	<u>193</u>
Total adjustments	<u>1,520</u>
Total cash flows from operating activities	<u>(10,335)</u>
Decrease in cash and cash equivalents	(10,335)
Cash and cash equivalents, beginning of period	<u>285,466</u>
Cash and cash equivalents, end of period	<u>\$ 275,131</u>

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