

**MBS SOURCE ETRADING INC.**

STATEMENT OF CASH FLOWS  
For the Year Ended December 31, 2015

**Cash Flows from Operating Activities**

Net income (loss)		\$	80,751
Adjustments to reconcile net income (loss) to net cash provided by (used in) operating activities:			
(Increase) decrease in assets:			
Deposit at clearing firm	\$	(75,000)	
Accounts receivable		(20,583)	
Prepaid expenses		2,403	
Increase (decrease) in liabilities:			
Accounts payable and accrued expenses		(5,631)	
Deferred revenue		(27,000)	
Total adjustments			<u>(125,811)</u>
<b>Net cash provided by (used in) operating activities</b>			<b>(45,060)</b>
<b>Net cash provided by (used in) investing activities</b>			<b>-</b>
<b>Net cash provided by (used in) financing activities</b>			<b>-</b>
<b>Net increase (decrease) in cash</b>			<b>(45,060)</b>
<b>Cash and acsh equivalents at the beginning of year</b>			<b><u>371,443</u></b>
<b>Cash and acsh equivalents at end of year</b>		<b>\$</b>	<b><u><u>326,383</u></u></b>

**Supplementary cash flow information**

Cash paid during the year for:

Interest	\$	-
Income Taxes	\$	46,800

The accompanying notes are an integral part of these financial statements