

VirZoom, Inc.  
Statements of Cash Flows  
Years Ended December 31, 2016 and 2015

*Unaudited*

	Year ended December 31,	
	2016	2015
Cash flows from operating activities:		
Net loss	\$ (2,965,863)	\$ (1,710,846)
Adjustments to reconcile net loss to net cash used by operating activities:		
Depreciation & amortization expense	6,424	4,871
Stock based compensation	7,567	516
Change in assets and liabilities		
Accounts receivable	(33,974)	-
Accounts payable and accrued expenses	184,232	96,623
Security deposit	-	(32,874)
Accrued note interest	265,902	131,817
Deferred Revenue	(8,797)	11,995
Prepaid expenses	(52,035)	(13,905)
Inventory	(17,354)	-
Net cash (used) provided by operating activities	<u>(2,613,898)</u>	<u>(1,511,803)</u>
Cash flows from investing activities:		
Purchase of PP&E	-	(14,859)
Net cash (used) provided by investing activities	<u>-</u>	<u>(14,859)</u>
Cash flows from financing activities:		
Proceeds from issuance of common stock		700
Proceeds from sale of Convertible notes payable	1,854,949	2,524,051
Net cash (used) provided by financing activities	<u>1,854,949</u>	<u>2,524,751</u>
Net increase (decrease) in cash	(758,949)	998,089
Cash at beginning of period	998,089	-
Cash at end of period	<u>\$ 239,141</u>	<u>\$ 998,089</u>
Supplemental cash flow information:		
Cash paid during the period for:		
Interest	\$ -	\$ -
Income taxes	-	\$ -