

**E-Z TECH CORPORATION, INC.**  
**STATEMENTS OF CASH FLOWS (UNAUDITED)**  
**For the years ended December 31, 2016 and 2015**

	<u>2016</u>	<u>2015</u>
<b>Cash Flows From Operating Activities</b>		
Net Income	\$ 310,268	\$ 39,562
Adjustments to reconcile net income to net cash provided by (used in) operating activities:		
Depreciation	9,702	11,244
Loss on asset disposal	-	14,932
Changes in operating assets and liabilities:		
(Increase)/Decrease in accounts receivable	38,752	(5,430)
(Increase)/Decrease in inventory	(508,740)	254,917
(Increase)/Decrease in prepaid expenses	(164)	22,707
(Increase)/Decrease in other current assets	(2,972)	-
Increase/(Decrease) in accounts payable	233,660	(137,453)
Increase/(Decrease) in accrued expenses	73,127	9,686
Increase/(Decrease) in deferred revenues	76,529	1,005
Increase/(Decrease) in accrued interest payable	-	-
Net Cash Provided By (Used In) Operating Activities	<u>230,162</u>	<u>211,170</u>
<b>Cash Flows From Investing Activities</b>		
Purchase of property and equipment	-	(10,944)
Net Cash Used In Investing Activities	<u>-</u>	<u>(10,944)</u>
<b>Cash Flows From Financing Activities</b>		
Line of credit proceeds/(repayments), net	(470)	63,717
Note payable repayments, net of proceeds	(29,499)	(266,054)
Revenue loan repayments	(277,631)	(333,941)
Loan payable repayments	(8,210)	(490)
Net Cash Used in Financing Activities	<u>(315,810)</u>	<u>(536,768)</u>
Net Change In Cash	(85,648)	(336,542)
Cash at Beginning of Period	133,237	469,779
Cash at End of Period	<u>\$ 47,589</u>	<u>\$ 133,237</u>
<b>Supplemental Disclosure of Cash Flow Information</b>		
Cash paid for interest	\$ -	\$ -
Cash paid for income taxes	\$ -	\$ -

See Independent Accountant's Review Report and accompanying notes, which are an integral part of these financial statements.