

GBM INTERNATIONAL, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2015

CASH FLOWS FROM OPERATING ACTIVITIES

Net income	\$ 1,687,904
Adjustments to reconcile net income to cash provided by operating activities:	
Unrealized gain on securities owned - marketable	(3,063)
Depreciation	12,259
Deferred income taxes	(799)
Changes in operating assets and liabilities	
Deposits held by clearing brokers, restricted	(47)
Accounts receivable	(3,949)
Receivable from nonaffiliated brokers and dealers	695
Receivable from employees	(20,992)
Receivable from affiliates	24,328
Other assets	(90,850)
Accounts payable and accrued liabilities	100,967
Payable to affiliates	(221,652)
Accrued income taxes payable to affiliate	(4,577)
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>1,480,224</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Purchase of Property and Equipment	<u>(21,943)</u>
NET CASH USED IN INVESTING ACTIVITIES	<u>(21,943)</u>

CASH FLOWS FROM FINANCING ACTIVITIES

Distribution	(984,000)
NET CASH USED IN FINANCING ACTIVITIES	<u>(984,000)</u>

NET INCREASE IN CASH AND
CASH EQUIVALENTS

474,281

CASH AND CASH EQUIVALENTS, beginning of year*

6,150,358

CASH AND CASH EQUIVALENTS, end of year*

\$ 6,624,639

SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION

Interest Paid	<u>\$ 42,847</u>
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* amounts include cash held with clearing broker

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