

**Bob's Photography, Inc.**  
Statement of Cash Flow  
For the Period Ending December 31, 2006

		Operating activities
<b>Net Income</b>		<b>\$295,000</b>
Other additions (increases in cash)		
Depreciation	5,000	
Increases in accounts payable	50,000	
Increases in accruals payable	20,000	
Subtractions (decreases in cash)		
Increase in accounts receivable	(25,000)	
Increase in inventory	(75,000)	
Net cash flow from operations	270,000	
Long-Term Investing Activities		
Acquisition of fixed assets	(20,000)	
Financing Activities		
Increase in notes payable	20,000	
Increase in bond payable	30,000	
Removal of cash by owner	(150,000)	
Net cash flow from financing	(100,000)	
Net increase in cash	\$150,000	
Cash at the beginning of the year	\$115,000	
Cash at the end of the year	<u>\$265,000</u>	