

## Pro Forma Sources and Uses of Funds Statement \$US @ 50% Confidence

	Fiscal Year 2001				Fiscal Year 2002				Fiscal Year 2003				Fiscal Year 2004			
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
<b>(A) From Operating Activities</b>																
Net Income	(\$866,151)	\$468,107	\$1,166,445	\$561,117	(\$321,723)	\$433,618	\$1,047,921	\$305,633	\$197,136	\$732,390	\$1,167,439	\$695,740	\$779,937	\$1,161,397	\$1,455,162	\$1,023,817
Add back non-cash expenses:																
Depreciation	\$31,741	\$51,735	\$66,295	\$114,117	\$122,729	\$122,729	\$122,729	\$122,729	\$101,626	\$97,589	\$98,337	\$68,830	\$72,520	\$88,476	\$103,785	\$122,100
<b>Operating cash flow</b>	<b>(\$834,411)</b>	<b>\$519,841</b>	<b>\$1,232,740</b>	<b>\$675,234</b>	<b>(\$198,994)</b>	<b>\$556,348</b>	<b>\$1,170,651</b>	<b>\$428,362</b>	<b>\$298,762</b>	<b>\$829,978</b>	<b>\$1,265,776</b>	<b>\$764,570</b>	<b>\$852,457</b>	<b>\$1,249,873</b>	<b>\$1,558,947</b>	<b>\$1,145,917</b>
<b>(B) From Changes in Balance Sheet Accounts:</b>																
Decrease(Increase) in Capital Expenditures	(\$400,658)	(\$44,790)	(\$350,208)	(\$186,180)	\$0	\$0	\$0	\$0	(\$127,650)	(\$127,650)	(\$199,800)	(\$39,960)	(\$127,650)	(\$127,650)	(\$199,800)	(\$39,960)
Decrease(Increase) in net Accounts Receivable	\$0	(\$592,347)	\$239,999	\$118,147	(\$12,026)	(\$435,700)	\$262,416	\$162,721	(\$217,663)	(\$351,955)	\$233,603	\$146,689	(\$243,739)	(\$277,208)	\$209,452	\$133,476
Decrease(Increase) in Prepaid Expenses	(\$182,324)	\$61,870	\$60,227	\$60,227	(\$183,437)	\$61,146	\$61,146	\$61,146	(\$199,844)	\$66,615	\$66,615	\$66,615	(\$184,476)	\$61,492	\$61,492	\$61,492
Increase(Decrease) in Accounts Payable	\$261,270	\$318,445	\$597,487	(\$258,609)	\$352,331	\$75,111	\$176,366	(\$315,877)	\$730,067	\$60,950	\$154,889	(\$406,894)	\$751,963	\$1,494	\$127,792	(\$366,858)
Increase(Decrease) in Income Taxes Payable	\$0	\$0	\$452,505	\$215,019	(\$488,272)	(\$179,251)	\$227,996	\$11,494	(\$74,937)	\$351,458	\$458,539	\$322,263	\$389,335	\$693,215	(\$369,578)	\$583,616
<b>Net Cash from Changes in Balance Sheet Accounts</b>	<b>(\$321,712)</b>	<b>(\$256,823)</b>	<b>\$1,000,010</b>	<b>(\$51,396)</b>	<b>(\$331,404)</b>	<b>(\$478,694)</b>	<b>\$727,923</b>	<b>(\$80,516)</b>	<b>\$109,974</b>	<b>(\$583)</b>	<b>\$713,846</b>	<b>\$88,712</b>	<b>\$585,432</b>	<b>\$351,343</b>	<b>(\$170,641)</b>	<b>\$371,765</b>
<b>(c) From Investing Activities</b>																
Increase(Decrease) in Short-Term Debt/Bank Credit	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Increase(Decrease) in Long-Term Debt	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Increase in Share Capital	\$2,500,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>Net Cash from Financing Activities</b>	<b>\$2,500,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Net Cash Flow</b>	<b>\$1,343,877</b>	<b>\$263,018</b>	<b>\$2,232,750</b>	<b>\$623,839</b>	<b>(\$530,398)</b>	<b>\$77,653</b>	<b>\$1,898,574</b>	<b>\$347,846</b>	<b>\$408,736</b>	<b>\$829,396</b>	<b>\$1,979,621</b>	<b>\$853,283</b>	<b>\$1,437,889</b>	<b>\$1,601,216</b>	<b>\$1,388,306</b>	<b>\$1,517,683</b>
<b>Summary:</b>																
<b>Opening Cash Balance</b>	\$0	\$1,343,877	\$1,606,896	\$3,839,646	\$4,463,484	\$3,933,087	\$4,010,740	\$5,909,314	\$6,257,159	\$6,665,896	\$7,495,292	\$9,474,913	\$10,328,196	\$11,766,085	\$13,367,301	\$14,755,606
<b>Net Cash Flow</b>	\$1,343,877	\$263,018	\$2,232,750	\$623,839	(\$530,398)	\$77,653	\$1,898,574	\$347,846	\$408,736	\$829,396	\$1,979,621	\$853,283	\$1,437,889	\$1,601,216	\$1,388,306	\$1,517,683
<b>Closing Cash Balance</b>	<b>\$1,343,877</b>	<b>\$1,606,896</b>	<b>\$3,839,646</b>	<b>\$4,463,484</b>	<b>\$3,933,087</b>	<b>\$4,010,740</b>	<b>\$5,909,314</b>	<b>\$6,257,159</b>	<b>\$6,665,896</b>	<b>\$7,495,292</b>	<b>\$9,474,913</b>	<b>\$10,328,196</b>	<b>\$11,766,085</b>	<b>\$13,367,301</b>	<b>\$14,755,606</b>	<b>\$16,273,289</b>