

SK3 Group, Inc.
Consolidated Statement of Cash Flows

	For the year end 2013
OPERATING ACTIVITIES	
Net Income	\$ 16,778,733
Adjustments to reconcile net income to net cash used by operations:	
Depreciation expense	19,500
Amortization of intangibles	13,536
Bad debt expense	25,051,486
Income tax expense	8,735,472
Settlement expense	938,288
Changes in certain operating assets and liabilities:	
Interest accounts payable	(52,589,716)
Interest accrued on notes payable	59,119
Increase in accounts payable	848,543
Net cash used in operating activities	<u>(145,038)</u>
FINANCING ACTIVITIES	
Proceeds from convertible notes	-
Related party advances	298,347
Net cash provided by financing activities	<u>298,347</u>
Net increase in cash	153,309
Cash, beginning of period	-
Cash, end of period	<u><u>\$ 153,309</u></u>

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