SUTIMCO INTERNATIONAL INC.
Consolidated Statements of Cash Flows
For the Nine Months Ended September 30, 2014 and September 30, 2013
Unaudited

	September 30 2014	2013
Cash flows from operating activities:		
Net Income (Loss)	$ (553,858)	$ 1,274,268
Adjustments to reconcile net loss to net cash used in operating activities		
Stock issued for operating expenses	-	-
Accretion of convertible note payable discounts	-	
Changes in operating assets and liabilities:		
(Increase) decrease in accounts receivable	140	-
(Increase) decrease in prepaid expense	4,789	-
Increase (decrease) in accounts payable	(18,434)	(1,051,447)
Increase (decrease) in Judgment	436,323	-
Increase (decrease) in accrued expenses	393,875	(261,979)
Increase (decrease) in due to related parties	168,258	(97,970)
Net cash used in operating activities	431,093	(137,128)
Cash flows from investing activities:		
Decrease in Investment in related parties	(2,610)	(478)
Net cash used in investing activities	(2,610)	(478)
Cash flows from financing activities		
Proceeds from notes payable	9,406	41,400
Increase (decrease) in convertible note payable	166,099	(1,223,083)
Issuance of Series “C” Preferred stock at $1.00 per share	364,500	541,500
Issuance of common stock for exercise of options	(109,816)	781,732
Net cash provided by financing activities	430,189	141,549
Net change in cash	(1,706)	(3,943)
Cash beginning of period	1,904	1,007
Cash end of period	$ 198	$ 4,950
Supplemental disclosures of cash flow information:		
Cash paid for interest	$ -	$ -
Cash paid for income taxes	$ -	$ -
Supplemental disclosures of non-cash investing activities and financing activities:		
Accounts payable exchanged for convertible notes payable	$ -	$ 29,305
Accrued expenses exchanged for convertible note payable		
Common stock issued in satisfaction of convertible debt	$ 3,010,066	$ 681,097

See accompanying Notes to Financial Statements