

**FORTTRAN CORPORATION, INC.**  
**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**(Unaudited)**

	Twelve Months Ended June 30,	
	<u>2013</u>	<u>2012</u>
<b>Cash flows from operating activities:</b>		
Net income (loss)	\$ 90,021	\$ (15,467)
<b>Adjustments to reconcile net income to net cash provided by operating activities:</b>		
Depreciation, amortization and accretion	79,235	118,114
<b>Changes in operating assets and liabilities</b>		
Receivables, prepaid expenses and other assets	115,046	(192,890)
Accounts payable, deferred revenue and other liabilities	234,632	335,572
<b>Net cash provided by operating activities</b>	<u>518,934</u>	<u>245,329</u>
<b>Cash flows from investing activities:</b>		
Capital expenditures	(244,881)	(98,983)
Purchases of investments	(157,523)	-
Other investing activities, net	(136,628)	13,180
<b>Net cash used in investing activities</b>	<u>(539,032)</u>	<u>(85,803)</u>
<b>Cash flows from financing activities:</b>		
Proceeds from issuance of common stock	250,000	-
Payment of debt and capital lease obligations (net)	(117,431)	(115,139)
<b>Net cash used in financing activities</b>	<u>132,569</u>	<u>(115,139)</u>
(Decrease) increase in cash and cash equivalents	112,471	44,387
Cash and cash equivalents at beginning of period	13,180	(31,207)
<b>Cash and cash equivalents at end of period</b>	<u>125,651</u>	<u>13,180</u>
<b>Supplemental disclosures of cash flow information:</b>		
Cash paid for interest	73,099	65,327
Cash paid for income taxes, net of refunds	-	-

See accompanying notes to condensed consolidated financial statements.