

SOPHIA'S HEART FOUNDATION, INC.

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2009

CASH FLOWS FROM OPERATING ACTIVITIES:

| | |
|--|-----------------|
| Change in Net Assets | \$ 41,869 |
| Depreciation and Amortization | 1,213 |
| Adjustments to reconcile change in net assets to net cash provided by operating activities: | |
| Increase in Inventory | <u>(16,550)</u> |
| Net Cash Provided by Operating Activities | <u>26,532</u> |

CASH FLOWS FROM INVESTING ACTIVITIES:

| | |
|---------------------------------------|------------------|
| Purchase of equipment and vehicles | (4,398) |
| Purchase of trademark | <u>(2,800)</u> |
| Net Cash Used by Investing Activities | <u>(7,198)</u> |
| Net Increase in Cash | 19,334 |
| Cash, January 1, 2009 | <u>2,860</u> |
| Cash, December 31, 2009 | <u>\$ 22,194</u> |

The accompanying notes are an integral part of these financial statements