

**Active Aero Group, Inc.**  
**Statements of Cash Flows**  
**for the Quarter ended June 30, 2007**  
(unaudited -- prepared by management)

	<b>Quarter</b>
<b>Cash flows from operating activities</b>	
Net income	\$ 860,937
Adjustments to reconcile net income to net cash provided by operating activities	
Depreciation and amortization	1,892,368
Allowance for doubtful accounts	-
Loss (Gain) on disposal of equipment	(1,656)
Deferred income tax provision	-
Changes in operating assets and liabilities	
Accounts receivable	(8,250,353)
Prepaid expenses and other	56,395
Income tax receivable	-
Accounts payable	2,545,458
Accrued expenses	1,779,804
<b>Net cash used by operating activities</b>	<u>(1,117,048)</u>
<b>Cash flows from investing activities</b>	
Purchase of property and equipment	(388,605)
Proceeds from sales of property and equipment	14,036
Expenditures for intangible assets	(0)
<b>Net cash used in investing activities</b>	<u>(374,569)</u>
<b>Cash flows from financing activities</b>	
Repurchase of equity and debt from departing officer	-
Interest and principal payments on long-term debt	-
Borrowings/(Repayments) on GMAC line of credit	1,500,000
<b>Net cash provided in financing activities</b>	<u>1,500,000</u>
Net increase in cash and cash equivalents	8,384
Cash and cash equivalents, beginning of period	<u>82,034</u>
Cash and cash equivalents, end of period	<u>\$ 90,418</u>