

**Solution:**

**SCHEDULE OF RECONCILIATION OF NET INCOME  
TO NET CASH FLOW FROM OPERATIONS  
(AMOUNT IN \$)**

**NAME: NEPTUNE STRATEGY, INC.  
FOR: 2011**

<b>PARTICULARS</b>	<b>Amount</b>
<b>CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	
NET INCOME	185,000
ADJUSTMENT TO NET INCOME TO RECONCILIATE WITH NET CASH FLOW FROM OPERATIONS:	
INCOME NOT AFFECTING CASH: DEPRECIATION & AMORTIZATION	35,000
CHANGES IN ASSETS & LIABILITIES: INCREASE IN ACCOUNTS RECEIVABLES	(5,000)
<b>CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<b>215,000</b>