

STATEMENT OF CASH FLOWS
INFECTECH, INC.
(A DEVELOPMENT STAGE COMPANY)
Year Ended December 31, 2004

	2004
CASH FLOWS FROM OPERATING ACTIVITIES	
Net loss	\$ (6,593,625)
Adjustments to reconcile net loss to net cash provided by operating activities:	
Noncash expenses:	
Amortization	32,489
Depreciation	1,254
Loss on disposal of assets	44,301
Unrealized loss on sale of securities	1,544
Non-cash stock compensation	(13,000)
Forgiveness of debt	(28,035)
Common stock issued for services and other non-cash items	6,376,478
Change in operating assets and liabilities:	
(Increase) decrease in:	
Accounts receivables	(48,796)
Prepaid deposits and other assets	-
Trading Securities	(1,287)
Increase (decrease) in:	
Accounts Payable	(15,527)
Accrued expenses and other current liabilities	91,567
NET CASH (USED IN) OPERATING ACTIVITIES	(152,637)
 CASH FLOWS FROM INVESTING ACTIVITIES	
Patent Costs	(11,461)
NET CASH (USED IN) INVESTING ACTIVITIES	(11,461)
 CASH FLOWS FROM FINANCING ACTIVITIES	
Increase in loan payable - shareholder	11,179
Contribution of capital by majority shareholder	15,000
Proceeds from stock issuance	145,000
NET CASH PROVIDED BY FINANCIAL ACTIVITIES	171,179
 NET INCREASE IN CASH	7,081
 CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	2,806
 CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ 9,887