Power Control Technologies Inc. and Subsidiaries
Consolidated Statements of Cash Flows
(Dollars in millions)
(unaudited)

	Six Months Ended June 30, 1996	Six Months Ended June 30, 1995
Cash flows from operating activities		
Net income	$ 161.3	$ 2.8
Adjustments to reconcile net income to total cash provided by (used in) operating activities		
Income from discontinued aerospace business	(4 4)	(8 0)
Gain on discontinued aerospace business	(153 7)	-
Extraordinary loss	-	1 6
Depreciation	-	1.1
Changes in working capital, net of assets and liabilities of discontinued operations		
Other current assets	0.3	2.3
Other assets	(1 6)	(2.0)
Accrued liabilities	0.5	(24 9)
Other long-term liabilities	-	9.5
Cash provided by (used in) operating activities	2.4	(17 6)
Cash flows from investing activities		
Proceeds from sale of aerospace business, net of transaction costs	196 9	-
Transfer of cash	-	(181.2)
Cash provided by (used in) financing activities	196.9	(181.2)
Cash flows from financing activities		
Debt payments, net	-	(31.1)
Preferred dividends	(0 8)	(0 1)
Cash used in financing activities	(0 8)	(31.2)
Net increase (decrease) in cash and cash equivalents	198 5	(230.0)
Cash and cash equivalents at beginning of period	-	230.0
Cash and cash equivalents at end of period	$ 198.5	$ 0.0

See Notes to Consolidated Financial Statements