

Charles Henry Properties, LLC
Balance Sheet
June 30, 2014

ASSETS

Current Assets		
Cash in Bank(Checking)	\$	23,010.46
Cash in Bank(S-Tent.Deposits)		3,002.13
Deposits(ConEd)		565.00
Accounts Receivable		3,043.06
Loan Receivable(CS)		3,565,742.55
Loan Receivable(CHP)		20,000.00
Loan Receivable(vera)		115,000.00
Loan Receivable(Fair/Vrtx)		20,000.00
Total Current Assets		3,750,363.20
Property and Equipment		
Building		3,680,000.00
Total Property and Equipment		3,680,000.00
Other Assets		
Total Other Assets		0.00
Total Assets	\$	<u><u>7,430,363.20</u></u>

LIABILITIES AND CAPITAL

Current Liabilities		
Total Current Liabilities		0.00
Long-Term Liabilities		
Loan(Morgan Stanley)	\$	7,447,760.53
Loan(CS-interest)		117,200.86
Loan(CS)		497.00
Total Long-Term Liabilities		7,565,458.39
Total Liabilities		7,565,458.39
Capital		
Retained Earnings		<86,957.22>
Net Income		<48,137.97>
Total Capital		<135,095.19>
Total Liabilities & Capital	\$	<u><u>7,430,363.20</u></u>

Unaudited - For Management Purposes Only

Charles Henry Properties, LLC
Income Statement
For the Six Months Ending June 30, 2014

	Current Month		Year to Date	
Revenues				
Rental Income	\$ 17,550.47	100.00	\$ 103,197.85	100.00
Management Fees	0.00	0.00	0.00	0.00
Commission Income	0.00	0.00	0.00	0.00
Interest Income	0.38	0.00	2.13	0.00
Other Income	0.00	0.00	0.00	0.00
Finance Charge Income	0.00	0.00	0.00	0.00
Shipping Charges Reimbursed	0.00	0.00	0.00	0.00
Fee Refunds	0.00	0.00	0.00	0.00
Fee Discounts	0.00	0.00	0.00	0.00
Total Revenues	17,550.85	100.00	103,199.98	100.00
Cost of Sales				
Cost of Sales	0.00	0.00	0.00	0.00
Cost of Sales-Salaries and Wag	0.00	0.00	0.00	0.00
Total Cost of Sales	0.00	0.00	0.00	0.00
Gross Profit	17,550.85	100.00	103,199.98	100.00
Expenses				
Administrative Expense	200.00	1.14	1,200.00	1.16
Promotion	22.99	0.13	3,388.86	3.28
Amortization Expense	0.00	0.00	0.00	0.00
Travel	50.00	0.28	1,006.62	0.98
Bad Debt Expense	0.00	0.00	0.00	0.00
Bank Charges	0.00	0.00	13.00	0.01
Management Expense	200.00	1.14	1,200.00	1.16
Charitable Contributions Exp	0.00	0.00	0.00	0.00
Commissions and Fees Exp	0.00	0.00	0.00	0.00
Depreciation Expense	0.00	0.00	0.00	0.00
Dues and Subscriptions Exp	0.00	0.00	22.99	0.02
Employee Benefit Programs Exp	0.00	0.00	0.00	0.00
Freight Expense	0.00	0.00	0.00	0.00
Gifts Expense	0.00	0.00	0.00	0.00
Income Tax Expense	0.00	0.00	0.00	0.00
Insurance Expense	0.00	0.00	1,122.09	1.09
Interest Expense	13,792.77	78.59	69,279.58	67.13
Laundry and Cleaning Exp	0.00	0.00	0.00	0.00
Legal and Professional Expense	0.00	0.00	13,679.50	13.26
Licenses Expense	0.00	0.00	0.00	0.00
Loss on NSF Checks	0.00	0.00	0.00	0.00
Repair & Maintenance Expense	0.00	0.00	9,162.44	8.88
Meals and Entertainment Exp	0.00	0.00	0.00	0.00
Office Expense	0.00	0.00	0.00	0.00
Payroll Tax Expense	0.00	0.00	0.00	0.00
Penalties and Fines Exp	0.00	0.00	0.00	0.00
NYS Corporation Tax	0.00	0.00	0.00	0.00
NYC Corporation Tax	0.00	0.00	0.00	0.00
Real Estate Tax	0.00	0.00	30,851.10	29.89
Postage Expense	0.00	0.00	48.00	0.05
Rent Expense	0.00	0.00	12,103.26	11.73
Garbage Service	0.00	0.00	150.00	0.15
Repairs&Maintenance Expense	360.00	2.05	1,642.96	1.59
Supplies Expense	0.00	0.00	0.00	0.00

For Management Purposes Only

Charles Henry Properties, LLC
Income Statement
For the Six Months Ending June 30, 2014

	Current Month		Year to Date	
Telephone Expense	0.00	0.00	0.00	0.00
Travel Expense	0.00	0.00	50.00	0.05
Salaries Expense	0.00	0.00	0.00	0.00
Wages Expense	0.00	0.00	0.00	0.00
Utilities Expense	301.31	1.72	5,944.03	5.76
Water	<148.69>	<0.85>	473.52	0.46
Other Expense	0.00	0.00	0.00	0.00
Purchase Disc-Expense Items	0.00	0.00	0.00	0.00
Gain/Loss on Sale of Assets	0.00	0.00	0.00	0.00
Total Expenses	14,778.38	84.20	151,337.95	146.65
Net Income	\$ 2,772.47	15.80	\$ <48,137.97>	<46.65>

Charles Henry Properties, LLC
Income Statement
For the Six Months Ending June 30, 2014

	Current Month This Year	Current Month Last Year	Year to Date This Year	Year to Date Last Year
Revenues				
Rental Income	\$ 17,550.47	\$ 0.00	\$ 103,197.85	\$ 0.00
Management Fees	0.00	0.00	0.00	0.00
Commission Income	0.00	0.00	0.00	0.00
Interest Income	0.38	0.00	2.13	0.00
Other Income	0.00	0.00	0.00	0.00
Finance Charge Income	0.00	0.00	0.00	0.00
Shipping Charges Reimbursed	0.00	0.00	0.00	0.00
Fee Refunds	0.00	0.00	0.00	0.00
Fee Discounts	0.00	0.00	0.00	0.00
Total Revenues	17,550.85	0.00	103,199.98	0.00
Cost of Sales				
Cost of Sales	0.00	0.00	0.00	0.00
Cost of Sales-Salaries and Wag	0.00	0.00	0.00	0.00
Total Cost of Sales	0.00	0.00	0.00	0.00
Gross Profit	17,550.85	0.00	103,199.98	0.00
Expenses				
Administrative Expense	200.00	200.00	1,200.00	1,200.00
Promotion	22.99	21.62	3,388.86	582.32
Amortization Expense	0.00	0.00	0.00	0.00
Travel	50.00	0.00	1,006.62	0.00
Bad Debt Expense	0.00	0.00	0.00	0.00
Bank Charges	0.00	0.00	13.00	71.23
Management Expense	200.00	638.00	1,200.00	2,990.00
Charitable Contributions Exp	0.00	0.00	0.00	0.00
Commissions and Fees Exp	0.00	0.00	0.00	0.00
Depreciation Expense	0.00	0.00	0.00	0.00
Dues and Subscriptions Exp	0.00	0.00	22.99	0.00
Employee Benefit Programs Exp	0.00	0.00	0.00	0.00
Freight Expense	0.00	0.00	0.00	0.00
Gifts Expense	0.00	0.00	0.00	0.00
Income Tax Expense	0.00	0.00	0.00	0.00
Insurance Expense	0.00	0.00	1,122.09	0.00
Interest Expense	13,792.77	7,101.94	69,279.58	17,684.91
Laundry and Cleaning Exp	0.00	0.00	0.00	0.00
Legal and Professional Expense	0.00	0.00	13,679.50	3,915.00
Licenses Expense	0.00	0.00	0.00	0.00
Loss on NSF Checks	0.00	0.00	0.00	0.00
Repair & Maintenance Expense	0.00	0.00	9,162.44	0.00
Meals and Entertainment Exp	0.00	0.00	0.00	0.00
Office Expense	0.00	0.00	0.00	0.00
Payroll Tax Expense	0.00	0.00	0.00	0.00
Penalties and Fines Exp	0.00	0.00	0.00	0.00
NYS Corporation Tax	0.00	0.00	0.00	29.00
NYC Corporation Tax	0.00	0.00	0.00	25.00
Real Estate Tax	0.00	0.00	30,851.10	0.00
Postage Expense	0.00	5.00	48.00	25.00
Rent Expense	0.00	4,000.00	12,103.26	12,000.00
Garbage Service	0.00	0.00	150.00	250.00

For Management Purposes Only

Charles Henry Properties, LLC
Income Statement
For the Six Months Ending June 30, 2014

	Current Month This Year	Current Month Last Year	Year to Date This Year	Year to Date Last Year
Repairs&Maintenance Expense	360.00	0.00	1,642.96	0.00
Supplies Expense	0.00	0.00	0.00	0.00
Telephone Expense	0.00	0.00	0.00	0.00
Travel Expense	0.00	0.00	50.00	0.00
Salaries Expense	0.00	0.00	0.00	0.00
Wages Expense	0.00	0.00	0.00	0.00
Utilities Expense	301.31	207.67	5,944.03	477.98
Water	<148.69>	0.00	473.52	0.00
Other Expense	0.00	0.00	0.00	0.00
Purchase Disc-Expense Items	0.00	0.00	0.00	0.00
Gain/Loss on Sale of Assets	0.00	0.00	0.00	0.00
Total Expenses	14,778.38	12,174.23	151,337.95	39,250.44
Net Income	\$ 2,772.47	\$ <12,174.23>	\$ <48,137.97>	\$ <39,250.44>

Charles Henry Properties, LLC
General Ledger Trial Balance

As of Jun 30, 2014

Filter Criteria includes: Report order is by ID. Report is printed in Detail Format.

Account ID	Account Description	Debit Amt	Credit Amt
10200	Cash in Bank(Checking)	23,010.46	
10300	Cash in Bank(S-Tent.Depos	3,002.13	
10700	Depoits(ConEd)	565.00	
11000	Accounts Receivable	3,043.06	
13000	Loan Receivable(CS)	3,565,742.55	
13500	Loan Receivable(CHP)	20,000.00	
14000	Loan Receivable(vera)	115,000.00	
14100	Loan Receivable(Fair/Vrtx)	20,000.00	
15500	Building	3,680,000.00	
21000	Loan(Morgan Stanley)		7,447,760.53
22000	Loan(CS-interest)		117,200.86
23000	Loan(CS)		497.00
39005	Retained Earnings	86,957.22	
40000	Rental Income		103,197.85
40800	Interest Income		2.13
60000	Administrative Expense	1,200.00	
60100	Promotion	3,388.86	
61000	Travel	1,006.62	
62000	Bank Charges	13.00	
62500	Management Expense	1,200.00	
64500	Dues and Subscriptions Exp	22.99	
67000	Insurance Expense	1,122.09	
67500	Interest Expense	69,279.58	
68500	Legal and Professional Expe	13,679.50	
70000	Repair & Maintenance Expe	9,162.44	
73200	Real Estate Tax	30,851.10	
73500	Postage Expense	48.00	
74000	Rent Expense	12,103.26	
74100	Garbage Service	150.00	
74500	Repairs&Maintenance Expe	1,642.96	
76500	Travel Expense	50.00	
78000	Utilities Expense	5,944.03	
79000	Water	473.52	
	Total:	7,668,658.37	7,668,658.37

Charles Henry Properties,LLC**General Journal**

For the Period From Jun 1, 2014 to Jun 30, 2014

Filter Criteria includes: Report order is by Date. Report is printed with Accounts having Zero Amounts and with Truncated Transaction Descriptions and in Detail Format.

Date	Account ID	Reference	Trans Description	Debit Amt	Credit Amt
6.1.14	10300 40800	053014		0.38	0.38
6.3.14	67500 22000	060314		13,792.77	13,792.77
6.24.14	40000 79000 78000	062414		225.38	148.69 76.69
		Total		14,018.53	14,018.53

Charles Henry Properties,LLC**General Ledger**

For the Period From Jun 1, 2014 to Jun 30, 2014

Filter Criteria includes: Report order is by ID. Report is printed in Summary By Period Format.

Account ID Account Description	Date	Trans Description	Debit Amt	Credit Amt	Balance
10200 Cash in Bank(Checking)	6/1/14	Beginning Balance			12,343.51
	6/30/14	Current Period Change	16,175.39	5,508.44	10,666.95
		Ending Balance			23,010.46
10300 Cash in Bank(S-Tent.Depo	6/1/14	Beginning Balance			3,001.75
	6/30/14	Current Period Change	0.38		0.38
		Ending Balance			3,002.13
10700 Depoits(ConEd)	6/1/14	Beginning Balance			565.00
	6/30/14	Ending Balance			565.00
11000 Accounts Receivable	6/1/14	Beginning Balance			1,442.60
	6/30/14	Current Period Change	17,775.85	16,175.39	1,600.46
		Ending Balance			3,043.06
13000 Loan Receivable(CS)	6/1/14	Beginning Balance			3,565,742.55
	6/30/14	Ending Balance			3,565,742.55
13500 Loan Receivable(CHP)	6/1/14	Beginning Balance			20,000.00
	6/30/14	Ending Balance			20,000.00
14000 Loan Receivable(vera)	6/1/14	Beginning Balance			115,000.00
	6/30/14	Ending Balance			115,000.00
14100 Loan Receivable(Fair/Vrtx	6/1/14	Beginning Balance			20,000.00
	6/30/14	Ending Balance			20,000.00
15500 Building	6/1/14	Beginning Balance			3,680,000.00
	6/30/14	Ending Balance			3,680,000.00
20000 Accounts Payable	6/1/14	Beginning Balance			
	6/30/14	Current Period Change	5,508.44	5,508.44	
		Ending Balance			
21000 Loan(Morgan Stanley)	6/1/14	Beginning Balance			-7,447,760.53
	6/30/14	Ending Balance			-7,447,760.53
22000 Loan(CS-interest)	6/1/14	Beginning Balance			-103,408.09
	6/30/14	Current Period Change		13,792.77	-13,792.77
		Ending Balance			-117,200.86
23000 Loan(CS)	6/1/14	Beginning Balance			-4,794.45
		Current Period Change	4,297.45		4,297.45

Charles Henry Properties, LLC

General Ledger

For the Period From Jun 1, 2014 to Jun 30, 2014

Filter Criteria includes: Report order is by ID. Report is printed in Summary By Period Format.

Account ID Account Description	Date	Trans Description	Debit Amt	Credit Amt	Balance
	6/30/14	Ending Balance			-497.00
39005 Retained Earnings	6/1/14	Beginning Balance			86,957.22
	6/30/14	Ending Balance			86,957.22
40000 Rental Income	6/1/14	Beginning Balance			-85,647.38
		Current Period Change	225.38	17,775.85	-17,550.47
	6/30/14	Ending Balance			-103,197.85
40800 Interest Income	6/1/14	Beginning Balance			-1.75
		Current Period Change		0.38	-0.38
	6/30/14	Ending Balance			-2.13
60000 Administrative Expense	6/1/14	Beginning Balance			1,000.00
		Current Period Change	200.00		200.00
	6/30/14	Ending Balance			1,200.00
60100 Promotion	6/1/14	Beginning Balance			3,365.87
		Current Period Change	22.99		22.99
	6/30/14	Ending Balance			3,388.86
61000 Travel	6/1/14	Beginning Balance			956.62
		Current Period Change	50.00		50.00
	6/30/14	Ending Balance			1,006.62
62000 Bank Charges	6/1/14	Beginning Balance			13.00
	6/30/14	Ending Balance			13.00
62500 Management Expense	6/1/14	Beginning Balance			1,000.00
		Current Period Change	200.00		200.00
	6/30/14	Ending Balance			1,200.00
64500 Dues and Subscriptions Ex	6/1/14	Beginning Balance			22.99
	6/30/14	Ending Balance			22.99
67000 Insurance Expense	6/1/14	Beginning Balance			1,122.09
	6/30/14	Ending Balance			1,122.09
67500 Interest Expense	6/1/14	Beginning Balance			55,486.81
		Current Period Change	13,792.77		13,792.77
	6/30/14	Ending Balance			69,279.58
68500 Legal and Professional Ex	6/1/14	Beginning Balance			13,679.50
	6/30/14	Ending Balance			13,679.50

Charles Henry Properties, LLC**General Ledger**

For the Period From Jun 1, 2014 to Jun 30, 2014

Filter Criteria includes: Report order is by ID. Report is printed in Summary By Period Format.

Account ID Account Description	Date	Trans Description	Debit Amt	Credit Amt	Balance
70000 Repair & Maintenance Exp	6/1/14	Beginning Balance			9,162.44
	6/30/14	Ending Balance			9,162.44
73200 Real Estate Tax	6/1/14	Beginning Balance			30,851.10
	6/30/14	Ending Balance			30,851.10
73500 Postage Expense	6/1/14	Beginning Balance			48.00
	6/30/14	Ending Balance			48.00
74000 Rent Expense	6/1/14	Beginning Balance			12,103.26
	6/30/14	Ending Balance			12,103.26
74100 Garbage Service	6/1/14	Beginning Balance			150.00
	6/30/14	Ending Balance			150.00
74500 Repairs&Maintenance Exp	6/1/14	Beginning Balance			1,282.96
	6/30/14	Current Period Change	360.00		360.00
		Ending Balance			1,642.96
76500 Travel Expense	6/1/14	Beginning Balance			50.00
	6/30/14	Ending Balance			50.00
78000 Utilities Expense	6/1/14	Beginning Balance			5,642.72
	6/30/14	Current Period Change	378.00	76.69	301.31
		Ending Balance			5,944.03
79000 Water	6/1/14	Beginning Balance			622.21
	6/30/14	Current Period Change		148.69	-148.69
		Ending Balance			473.52

Charles Henry Properties, LLC**Customer Ledgers**

For the Period From Jun 1, 2014 to Jun 30, 2014

Filter Criteria includes: Report order is by ID. Report is printed in Detail Format.

Customer ID Customer	Date	Trans No	Typ	Debit Amt	Credit Amt	Balance
1	6/1/14	0051	SJ	499.77		499.77
Hildegard Y. Klages	6/2/14	757	CRJ		1,499.31	-999.54
2	6/1/14	0052	SJ	2,100.00		2,100.00
Abigal Diaz	6/9/14	570	CRJ		2,100.00	0.00
3	6/1/14	0053	SJ	1,950.00		1,950.00
Adam Smillie	6/3/14	14403846	CRJ		1,950.00	0.00
4	6/1/14	0054	SJ	2,600.00		2,600.00
Abdel Rigumye						
5	6/1/14	0055	SJ	2,000.00		2,000.00
James Padula	6/2/14	227	CRJ		2,000.00	0.00
6	6/1/14	0056	SJ	2,100.00		2,100.00
Carl De Cruze	6/16/14	15690828	CRJ		2,100.00	0.00
7	6/1/14	Balance Fwd				1,442.60
Water Dragon New York LLC	6/1/14	0057	SJ	6,500.00		7,942.60
	6/1/14	0058	SJ	26.08		7,968.68
	6/2/14	1154	CRJ		6,526.08	1,442.60

Charles Henry Properties,LLC**Invoice Register**

For the Period From Jun 1, 2014 to Jun 30, 2014

Filter Criteria includes: Report order is by Invoice Number.

Invoice No	Date	Quote No	Name	Amount
0051	6/1/14		Hildegard Y. Klages	499.77
0052	6/1/14		Abigal Diaz	2,100.00
0053	6/1/14		Adam Smillie	1,950.00
0054	6/1/14		Abdel Rigumye	2,600.00
0055	6/1/14		James Padula	2,000.00
0056	6/1/14		Carl De Cruze	2,100.00
0057	6/1/14		Water Dragon New York LLC	6,500.00
0058	6/1/14		Water Dragon New York LLC	26.08
Total				17,775.85

Charles Henry Properties,LLC**Cash Receipts Journal**

For the Period From Jun 1, 2014 to Jun 30, 2014

Filter Criteria includes: Report order is by Check Date. Report is printed in Detail Format.

Date	Account ID	Transaction Ref	Line Description	Debit Amnt	Credit Amnt
6/2/14	11000 10200	757	Invoice: 0051 Hildegard Y. Klages	1,499.31	1,499.31
6/2/14	11000 11000 10200	1154	Invoice: 0057 Invoice: 0058 Water Dragon New York LLC	6,526.08	6,500.00 26.08
6/2/14	11000 10200	227	Invoice: 0055 James Padula	2,000.00	2,000.00
6/3/14	11000 10200	14403846	Invoice: 0053 Adam Smillie	1,950.00	1,950.00
6/9/14	11000 10200	570	Invoice: 0052 Abigail Diaz	2,100.00	2,100.00
6/16/14	11000 10200	15690828	Invoice: 0056 Carl De Cruze	2,100.00	2,100.00
				16,175.39	16,175.39

Charles Henry Properties, LLC
Purchase Journal
For the Period From Jun 1, 2014 to Jun 30, 2014

Filter Criteria includes: Report order is by Date. Report is printed in Detail Format.

Date	Account ID Account Description	Invoice #	Line Description	Debit Amount	Credit Amount
6/6/14	60100 Promotion 20000 Accounts Payable	060614		22.99	
			AT&T Universal Card		22.99
6/6/14	74500 Repairs&Maintenance Expense 20000 Accounts Payable	5/13-6/3		200.00	
			Robert Moleros		200.00
6/6/14	62500 Management Expense 74500 Repairs&Maintenance Expense 20000 Accounts Payable	060614		200.00 160.00	
			Cash		360.00
6/6/14	60000 Administrative Expense 61000 Travel 20000 Accounts Payable	060614		200.00 50.00	
			Veratex Inc.		250.00
6/16/14	78000 Utilities Expense 20000 Accounts Payable	061614		378.00	
			Con Edison Co. of NY Inc.		378.00
6/27/14	23000 Loan(CS) 20000 Accounts Payable	062714		4,297.45	
			Simons HK Properties LLC		4,297.45
				<u>5,508.44</u>	<u>5,508.44</u>

Charles Henry Properties, LLC
Check Register
For the Period From Jun 1, 2014 to Jun 30, 2014

Filter Criteria includes: Report order is by Date.

Check #	Date	Payee	Cash Account	Amount
192	6/6/14	AT&T Universal Card	10200	22.99
193	6/6/14	Cash	10200	360.00
194	6/6/14	Veratex Inc.	10200	250.00
195	6/6/14	Robert Moleros	10200	200.00
196	6/16/14	Con Edison Co. of NY Inc	10200	378.00
198	6/27/14	Simons HK Properties LL	10200	4,297.45
Total				5,508.44