

Veratex Inc.
Balance Sheet
June 30, 2012

ASSETS

Current Assets		
Cash in Bank (Checking)	\$	<24,944.72>
Accounts Receivable		294,917.23
Inventory		364,800.00
Loan Receivable (VRTX)		121,816.32
Total Current Assets		756,588.83
Property and Equipment		
Furniture and Fixtures		81,874.00
Accum. Depreciation - Furnitur		<81,874.00>
Total Property and Equipment		0.00
Other Assets		
Total Other Assets		0.00
Total Assets	\$	<u><u>756,588.83</u></u>

LIABILITIES AND CAPITAL

Current Liabilities		
Accounts Payable	\$	156,929.86
Sarsep Payable		7,021.30
Federal Payroll Taxes Payable		727.32
FICA Tax Payable		1,997.99
State Payroll Taxes Payable		852.69
Disability Tax Payable		36.93
City Payroll Taxes Payable		211.32
Total Current Liabilities		167,777.41
Long-Term Liabilities		
Loan Payable (JMS/CS)		92,360.03
Loan Payable (HSBC)		44,572.73
Total Long-Term Liabilities		136,932.76
Total Liabilities		304,710.17
Capital		
Paid-in Capital		125,000.00
Retained Earnings		189,701.39
Net Income		137,177.27
Total Capital		451,878.66
Total Liabilities & Capital	\$	<u><u>756,588.83</u></u>

160 MADISON AVENUE OWNERS CORP.

Balance Sheet

June 30, 2012

ASSETS

Current Assets

Cash in Bank (Checking)	\$	373,389.70	
Cash in Bank (Saving)		1,125.81	
Cash In Escrow(Intervest (		115,670.32	
Secuirty Deposit(Rent)		12,000.00	
Proceed from Sale(Building)		<1,111,243.75>	
Accounts Receivable		20,800.00	
Loan Receivable(VRTX/FAIR)		45,000.00	
Loan Receivable(CS)		1,022,278.62	
Loan Receivable(CS-New)		700,000.00	
Total Current Assets			1,179,020.70

Property and Equipment

Building	875,000.00
Building Improvements	29,700.00
Land	125,000.00
Accum. Depreciation - Building	<947,970.88>

Total Property and Equipment	81,729.12
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Other Assets

Total Other Assets	0.00
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Total Assets	\$	1,260,749.82
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LIABILITIES AND CAPITAL

Current Liabilities

Total Current Liabilities	0.00
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Long-Term Liabilities

Mortgage Payable	\$	1,389,826.99	
Total Long-Term Liabilities			1,389,826.99

Total Liabilities	1,389,826.99
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Capital

160 Madison Ave. Owners Corp.	8,000.00	
Retained Earnings	<211,601.46>	
Net Income	74,524.29	
Total Capital		<129,077.17>

Total Liabilities & Capital	\$	1,260,749.82
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John Simon/Claude Simon
Balance Sheet
June 30, 2012

ASSETS

Current Assets		
Cash In Bank (Checking)	\$	5,119.13
Cash In Bank (Saving)		952.60
Loan Receivable (JMS/CS-Vera)		77,190.86
Loan Receivable(JMS/CS-VRTX)		30,000.00
Loan Receivable(JMS/CS-CS)		641,705.32
Rent Receivable		74,195.18
Loan Receivable(CS-VRTX)		137,000.00
Loan Receivable(VRTX/FAIR)		171,752.92
Total Current Assets		1,137,916.01
Property and Equipment		
Total Property and Equipment		0.00
Other Assets		
Total Other Assets		0.00
Total Assets	\$	<u><u>1,137,916.01</u></u>

LIABILITIES AND CAPITAL

Current Liabilities		
Account Payable	\$	18,700.00
Loan(Citibank)		4,342.78
Total Current Liabilities		23,042.78
Long-Term Liabilities		
Total Long-Term Liabilities		0.00
Total Liabilities		23,042.78
Capital		
John Simon/Claude Simon		2,000.00
Retained Earnings		1,178,540.96
Net Income		<65,667.73>
Total Capital		1,114,873.23
Total Liabilities & Capital	\$	<u><u>1,137,916.01</u></u>

VRTX INC.
Balance Sheet
June 30, 2012

ASSETS

Current Assets		
Cash in Bank (GA Checking)	\$	3,057.60
Cash in Bank(NC Checking)		374.88
Cash in Bank(NY Checking)		<311.04>
Accounts Receivable		119,670.12
Inventory		46,135.93
Total Current Assets		168,927.49
Property and Equipment		
Building(GA)		295,000.00
Building Improvements		17,760.73
Accum. Depreciation - Building		<75,220.00>
Reserve for Amortization		<10,752.00>
Total Property and Equipment		226,788.73
Other Assets		
Deposit (Electric-GA)		65.00
Deposit(water)		150.00
Total Other Assets		215.00
Total Assets	\$	395,931.22

LIABILITIES AND CAPITAL

Current Liabilities		
Accounts Payable	\$	15,911.43
Loan Payable(CS-A)		257,975.18
Loan Payable(Veratex)		117,816.32
Loan Payable(JMS/CS)		30,000.00
Loan Payable(JMS/CS-FAIR)		171,752.92
Loan Payable(160MAOC)		45,000.00
Interest Payable(JMS/CS-FAIR)		72,935.24
Interest Payable(160 MAOC)		10,052.04
Total Current Liabilities		721,443.13
Long-Term Liabilities		
Mortgage Payable		22,250.22
Total Long-Term Liabilities		22,250.22
Total Liabilities		743,693.35
Capital		
Paid-in Capital		203,586.35
Retained Earnings		<564,394.42>
Net Income		13,045.94
Total Capital		<347,762.13>
Total Liabilities & Capital	\$	395,931.22