

**160 MADISON AVENUE JOINT VENTURE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 1996**

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CERTIFIED PUBLIC ACCOUNTANT

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160 MADISON AVENUE JOINT VENTURE
160 MADISON AVENUE
NEW YORK, NY 10016

GENTLEMEN:

I HAVE COMPILED THE ACCOMPANYING BALANCE SHEET OF 160 MADISON AVENUE JOINT VENTURE AS OF DECEMBER 31, 1996 AND THE RELATED STATEMENT OF INCOME FOR THE YEAR THEN ENDED, IN ACCORDANCE WITH STANDARDS ESTABLISHED BY THE AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS.

A COMPILATION IS LIMITED TO PRESENTING IN THE FORM OF FINANCIAL STATEMENTS INFORMATION THAT IS THE REPRESENTATION OF MANAGEMENT. I HAVE NOT AUDITED OR REVIEWED THE ACCOMPANYING FINANCIAL STATEMENTS AND, ACCORDINGLY, DO NOT EXPRESS AN OPINION OR ANY OTHER FORM OF ASSURANCE ON THEM.

JERICHO, NY 11753
MAY 12, 1997

Allan C. Cohn

ALLAN C COHN, CPA

**160 MADISON AVENUE JOINT VENTURE
BALANCE SHEET
DECEMBER 31, 1996**

ASSETS

DUE FROM AFFILIATED COMPANIES	\$ 95,919
LAND	125,000
BUILDING	\$ 886,250
LESS: ACCUMULATED DEPRECIATION	<u>767,188</u>
INTANGIBLE ASSETS	28,226
LESS: ACCUMULATED AMORTIZATION	<u>18,362</u>
SECURITY DEPOSIT	9,864
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TOTAL ASSETS	\$ 350,350
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LIABILITIES AND PARTNERS CAPITAL

CURRENT LIABILITIES

MORTGAGE PAYABLE - CURRENT PORTION	\$ 38,316
TOTAL CURRENT LIABILITIES	38,316

LONG TERM LIABILITIES

MORTGAGE PAYABLE - LONG TERM	\$ 375,707
TOTAL LONG TERM LIABILITIES	375,707
TOTAL LIABILITIES	\$ 414,023

PARTNERS CAPITAL

JOHN SIMON	(14,931)
160 MADISON AVENUE OWNERS CORP	8,000
BERNAT MIKHLI	(8,959)
SHAMUIL MIKHLI	(8,959)
MOSES SHAYOWITZ	(8,959)
CLAUDE A SIMON	<u>(29,865)</u>
TOTAL PARTNERS CAPITAL	(63,673)
TOTAL LIABILITIES AND PARTNERS CAPITAL	\$ 350,350
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160 MADISON AVENUE JOINT VENTURE
STATEMENT OF INCOME
FOR THE YEAR ENDED DECEMBER 31, 1996

RENTAL INCOME	\$ 201,600
 EXPENSES	
AMORTIZATION	\$ 1,411
DEPRECIATION	59,458
FUEL	8,169
INSURANCE	7,186
INTEREST	40,374
OFFICE EXPENSE	538
PROFESSIONAL FEES	2,775
REPAIRS AND MAINTENANCE	8,492
SECURITY	2,114
TAXES	52,355
UTILITIES	3,588
ADMINISTRATIVE FEES	2,400
WATER	1,672
ELEVATOR EXPENSES	5,508
SPRINKLER	716
SUPPLIES & PERMITS	975
MANAGEMENT	<u>5,256</u>
TOTAL EXPENSES	<u>202,987</u>
NET LOSS FROM RENTAL ACTIVITIES	<u>\$ (1,387)</u>