

Veratex Inc.
Balance Sheet
December 31, 2019

ASSETS

Current Assets		
Cash in Bank (Checking)	\$	542.73
Accounts Receivable		68,802.87
Inventory		364,800.00
Loan Receivable (VRTX)		57,296.03
		<u>491,441.63</u>
Total Current Assets		
Property and Equipment		
Furniture and Fixtures		81,874.00
Accum. Depreciation - Furnitur		<81,874.00>
		<u>0.00</u>
Total Property and Equipment		
Other Assets		
		<u>0.00</u>
Total Other Assets		
Total Assets	\$	<u>491,441.63</u>

LIABILITIES AND CAPITAL

Current Liabilities		
Accounts Payable	\$	30,926.83
		<u>30,926.83</u>
Total Current Liabilities		
Long-Term Liabilities		
Loan Payable (CS)		286,877.16
Loan Payable (HSBC)		125,320.01
Loan Payable (CS-MS)		165,000.00
Loan Payable (CHP-Vera)		398,201.50
		<u>975,398.67</u>
Total Long-Term Liabilities		
Total Liabilities		<u>1,006,325.50</u>
Capital		
Paid-in Capital		125,000.00
Retained Earnings		<561,514.44>
Net Income		<78,369.43>
		<u><514,883.87></u>
Total Capital		
Total Liabilities & Capital	\$	<u>491,441.63</u>

Veratex Inc.
Income Statement
For the Twelve Months Ending December 31, 2019

	Current Month		Year to Date	
Revenues				
Sales (Veratex)	\$ 50,083.70	100.40	\$ 894,485.14	97.96
Sales (Factor)	0.00	0.00	0.00	0.00
Interest Income	0.00	0.00	0.00	0.00
Administrative/Manage Services	<200.00>	<0.40>	19,747.50	2.16
Finance Charge Income	0.00	0.00	0.00	0.00
Sales Returns and Allowances	0.00	0.00	<553.50>	<0.06>
Sales Discounts	0.00	0.00	<610.44>	<0.07>
Total Revenues	49,883.70	100.00	913,068.70	100.00
Cost of Sales				
Cost of Sales (Package Yarn)	0.00	0.00	0.00	0.00
Cost of Sales (Warping)	0.00	0.00	10,672.73	1.17
Cost of Sales (Beam Yarn)	0.00	0.00	233,201.22	25.54
Cost of Sales (Knitting)	3,935.33	7.89	125,342.41	13.73
Cost of Sales (Greige Goods)	0.00	0.00	12,128.00	1.33
Cost of Sales (D&F)	8,954.24	17.95	253,032.00	27.71
Cost of Sales (Finished Goods)	0.00	0.00	24,630.57	2.70
Cost of Sales (Other)	0.00	0.00	0.00	0.00
Storage and Warehousing	372.45	0.75	4,662.95	0.51
Freight	1,637.84	3.28	19,292.20	2.11
Total Cost of Sales	14,899.86	29.87	682,962.08	74.80
Gross Profit	34,983.84	70.13	230,106.62	25.20
Expenses				
Bad Debt Expense	0.00	0.00	0.00	0.00
Bank Charges	565.83	1.13	3,021.39	0.33
Officer's Salaries	5,666.67	11.36	68,000.04	7.45
Salaries and Wages	11,656.73	23.37	116,763.76	12.79
Depreciation Expense	0.00	0.00	0.00	0.00
Commissions (CD)	0.00	0.00	0.00	0.00
Commissions (JTM)	0.00	0.00	0.00	0.00
Commissions (HS)	0.00	0.00	0.00	0.00
Commissions (JCS)	0.00	0.00	0.00	0.00
Commissions (VD)	0.00	0.00	0.00	0.00
Commissions (RJA)	0.00	0.00	0.00	0.00
Commissions (GS)	0.00	0.00	0.00	0.00
Commissions (LS)	0.00	0.00	0.00	0.00
Dues and Subscriptions Exp	0.00	0.00	0.00	0.00
Truck and Delivery (UPS)	0.00	0.00	1,430.15	0.16
Overnight Mail Service	0.00	0.00	144.81	0.02
Hospitalization and Insurance	6,516.36	13.06	71,395.36	7.82
Insurance Expense	<6,467.68>	<12.97>	1,350.90	0.15
Interest Expense	311.79	0.63	3,319.73	0.36
Interest Expense (A/R)	0.00	0.00	0.00	0.00
Interest Expense (Factor)	0.00	0.00	0.00	0.00
Commission Expense (Factor)	0.00	0.00	0.00	0.00
Bookkeeping Expense (Factor)	0.00	0.00	0.00	0.00
Legal and Professional Expense	0.00	0.00	9,868.11	1.08
Promotion	0.00	0.00	1,835.52	0.20
Travel	0.00	0.00	1,585.50	0.17
Research and Development	0.00	0.00	0.00	0.00
Office Expense	0.00	0.00	506.58	0.06
Payroll Tax Expense	1,705.27	3.42	14,441.14	1.58
NYS Unemployment Tax	11.31	0.02	250.44	0.03

For Management Purposes Only

Veratex Inc.
Income Statement
For the Twelve Months Ending December 31, 2019

	Current Month		Year to Date	
Federal Unemployment Tax	168.00	0.34	168.00	0.02
NYS Corporation Tax	0.00	0.00	<25.00>	0.00
NYC Corporation Tax	0.00	0.00	650.00	0.07
Postage Expense	301.50	0.60	1,183.24	0.13
Rent Expense	682.50	1.37	8,440.00	0.92
Repairs & Maintenance Expense	0.00	0.00	29.98	0.00
Telep. & Long Distance Expense	344.46	0.69	4,116.40	0.45
Garbage Service	0.00	0.00	0.00	0.00
Utilities Expense	0.00	0.00	0.00	0.00
Other Expense	0.00	0.00	0.00	0.00
Gain/Loss on Sale of Assets	0.00	0.00	0.00	0.00
Total Expenses	21,462.74	43.03	308,476.05	33.78
Net Income	\$ 13,521.10	27.11	\$ <78,369.43>	<8.58>

Veratex Inc.
General Ledger Trial Balance
 As of Dec 31, 2019

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)	542.73	
11000	Accounts Receivable	68,802.87	
12000	Inventory	364,800.00	
14000	Loan Receivable (VRTX)	57,296.03	
15000	Furniture and Fixtures	81,874.00	
17000	Accum. Depreciation - Furn		81,874.00
20000	Accounts Payable		30,926.83
27100	Loan Payable (CS)		286,877.16
27500	Loan Payable (HSBC)		125,320.01
27800	Loan Payable (CS-MS)		165,000.00
27900	Loan Payable (CHP-Vera)		398,201.50
39004	Paid-in Capital		125,000.00
39005	Retained Earnings	561,514.44	
40000	Sales (Veratex)		894,485.14
41000	Administrative/Manage Ser		19,747.50
48000	Sales Returns and Allowanc	553.50	
49000	Sales Discounts	610.44	
50500	Cost of Sales (Warping)	10,672.73	
51000	Cost of Sales (Beam Yarn)	233,201.22	
57000	Cost of Sales (Knitting)	125,342.41	
57500	Cost of Sales (Greige Goods)	12,128.00	
58000	Cost of Sales (D&F)	253,032.00	
58500	Cost of Sales (Finished Goo	24,630.57	
59500	Storage and Warehousing	4,662.95	
59600	Freight	19,292.20	
62000	Bank Charges	3,021.39	
62500	Officer's Salaries	68,000.04	
63000	Salaries and Wages	116,763.76	
65500	Truck and Delivery (UPS)	1,430.15	
66000	Overnight Mail Service	144.81	
66500	Hospitalization and Insuran	71,395.36	
67000	Insurance Expense	1,350.90	
67500	Interest Expense	3,319.73	
68500	Legal and Professional Exp	9,868.11	
69000	Promotion	1,835.52	
69500	Travel	1,585.50	
71000	Office Expense	506.58	
72000	Payroll Tax Expense	14,441.14	
72500	NYS Unemployment Tax	250.44	
73000	Federal Unemployment Tax	168.00	
73100	NYS Corporation Tax		25.00
73200	NYC Corporation Tax	650.00	
73500	Postage Expense	1,183.24	
74000	Rent Expense	8,440.00	
74500	Repairs & Maintenance Exp	29.98	
76000	Telep. & Long Distance Ex	4,116.40	
	Total:	2,127,457.14	2,127,457.14