

Simons HK Properties LLC
Balance Sheet
December 31, 2014

ASSETS

| | | |
|----------------------------------|--------------|--------------|
| Current Assets | | |
| Cash in Bank(Checking) | \$ 2,231.26 | |
| Working Capital Contribution | 4,792.46 | |
| Deposit(ConEd) | 430.00 | |
| Total Current Assets | | 7,453.72 |
| Property and Equipment | | |
| Condo | 1,800,000.00 | |
| Total Property and Equipment | | 1,800,000.00 |
| Other Assets | | |
| Total Other Assets | | 0.00 |
| Total Assets | \$ | 1,807,453.72 |

LIABILITIES AND CAPITAL

| | | |
|---------------------------------|-----------------|--------------|
| Current Liabilities | | |
| Total Current Liabilities | | 0.00 |
| Long-Term Liabilities | | |
| Loan Payable(CS) | \$ 1,901,164.68 | |
| Total Long-Term Liabilities | | 1,901,164.68 |
| Total Liabilities | | 1,901,164.68 |
| Capital | | |
| Retained Earnings | <66,074.77> | |
| Net Income | <27,636.19> | |
| Total Capital | | <93,710.96> |
| Total Liabilities & Capital | \$ | 1,807,453.72 |

Unaudited - For Management Purposes Only

Simons HK Properties LLC
Income Statement
For the Twelve Months Ending December 31, 2014

| | Current Month | | Year to Date | |
|--------------------------------|-----------------|---------------|------------------|---------------|
| Revenues | | | | |
| Rent Income | \$ 4,500.00 | 100.00 | \$ 29,700.00 | 100.00 |
| Total Revenues | <u>4,500.00</u> | <u>100.00</u> | <u>29,700.00</u> | <u>100.00</u> |
| Cost of Sales | | | | |
| Total Cost of Sales | 0.00 | 0.00 | 0.00 | 0.00 |
| Gross Profit | <u>4,500.00</u> | <u>100.00</u> | <u>29,700.00</u> | <u>100.00</u> |
| Expenses | | | | |
| Bank Charges | 0.00 | 0.00 | 171.00 | 0.58 |
| Insurance Expense | 253.04 | 5.62 | 1,822.67 | 6.14 |
| Legal and Professional Expense | 0.00 | 0.00 | 10,071.00 | 33.91 |
| Office Supplies | 0.00 | 0.00 | 337.13 | 1.14 |
| Promotion | 100.00 | 2.22 | 100.00 | 0.34 |
| Real Estate Tax Expense | 0.00 | 0.00 | 12,805.80 | 43.12 |
| Taxes | 0.00 | 0.00 | 0.00 | 0.00 |
| Rent Expense | 2,978.35 | 66.19 | 29,919.00 | 100.74 |
| Utilities | 323.92 | 7.20 | 2,109.59 | 7.10 |
| Total Expenses | <u>3,655.31</u> | <u>81.23</u> | <u>57,336.19</u> | <u>193.05</u> |
| Net Income | \$ 844.69 | 18.77 | \$ <27,636.19> | <93.05> |

For Management Purposes Only

Simons HK Properties LLC
General Ledger Trial Balance
As of Dec 31, 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) | 2,231.26 | |
| 11000 | Working Capital Contributi | 4,792.46 | |
| 12000 | Deposit(ConEd) | 430.00 | |
| 15000 | Condo | 1,800,000.00 | |
| 23800 | Loan Payable(CS) | | 1,901,164.68 |
| 39005 | Retained Earnings | 66,074.77 | |
| 40000 | Rent Income | | 29,700.00 |
| 50000 | Bank Charges | 171.00 | |
| 60000 | Insurance Expense | 1,822.67 | |
| 68500 | Legal and Professional Exp | 10,071.00 | |
| 69000 | Office Supplies | 337.13 | |
| 70000 | Promotion | 100.00 | |
| 72000 | Real Estate Tax Expense | 12,805.80 | |
| 74500 | Rent Expense | 29,919.00 | |
| 75000 | Utilities | 2,109.59 | |
| Total: | | 1,930,864.68 | 1,930,864.68 |

Simons HK Properties LLC
General Ledger

For the Period From Dec 1, 2014 to Dec 31, 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) | 12/1/14 | Beginning Balance | | | 1,386.57 |
| | 12/31/14 | Current Period Change Ending Balance | 4,500.00 | 3,655.31 | 844.69 2,231.26 |
| 11000 Working Capital Contribut | 12/1/14 | Beginning Balance | | | 4,792.46 |
| | 12/31/14 | Ending Balance | | | 4,792.46 |
| 12000 Deposit(ConEd) | 12/1/14 | Beginning Balance | | | 430.00 |
| | 12/31/14 | Ending Balance | | | 430.00 |
| 15000 Condo | 12/1/14 | Beginning Balance | | | 1,800,000.00 |
| | 12/31/14 | Ending Balance | | | 1,800,000.00 |
| 16000 Accounts Receivable | 12/1/14 | Beginning Balance | | | |
| 20000 Accounts Payable | 12/1/14 | Beginning Balance | | | |
| 23800 Loan Payable(CS) | 12/1/14 | Beginning Balance | | | -1,901,164.68 |
| | 12/31/14 | Ending Balance | | | -1,901,164.68 |
| 39005 Retained Earnings | 12/1/14 | Beginning Balance | | | 66,074.77 |
| | 12/31/14 | Ending Balance | | | 66,074.77 |
| 40000 Rent Income | 12/1/14 | Beginning Balance | | | -25,200.00 |
| | 12/31/14 | Current Period Change Ending Balance | 4,500.00 | -4,500.00 | -29,700.00 |
| 50000 Bank Charges | 12/1/14 | Beginning Balance | | | 171.00 |
| | 12/31/14 | Ending Balance | | | 171.00 |
| 60000 Insurance Expense | 12/1/14 | Beginning Balance | | | 1,569.63 |
| | 12/31/14 | Current Period Change Ending Balance | 253.04 | 253.04 | 1,822.67 |
| 68500 Legal and Professional Ex | 12/1/14 | Beginning Balance | | | 10,071.00 |
| | 12/31/14 | Ending Balance | | | 10,071.00 |
| 69000 Office Supplies | 12/1/14 | Beginning Balance | | | 337.13 |
| | 12/31/14 | Ending Balance | | | 337.13 |
| 70000 Promotion | 12/1/14 | Beginning Balance | | | |
| | 12/31/14 | Current Period Change Ending Balance | 100.00 | 100.00 | 100.00 |

Simons HK Properties LLC**General Ledger**

For the Period From Dec 1, 2014 to Dec 31, 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 |
|-----------------------------------|----------|-----------------------|-----------|------------|------------------|
| 72000 Real Estate Tax Expense | 12/1/14 | Beginning Balance | | | 12,805.80 |
| | 12/31/14 | Ending Balance | | | 12,805.80 |
| 74500 Rent Expense | 12/1/14 | Beginning Balance | | | 26,940.65 |
| | 12/31/14 | Current Period Change | 2,978.35 | | 2,978.35 |
| | | Ending Balance | | | 29,919.00 |
| 75000 Utilities | 12/1/14 | Beginning Balance | | | 1,785.67 |
| | 12/31/14 | Current Period Change | 323.92 | | 323.92 |
| | | Ending Balance | | | 2,109.59 |

Simons HK Properties LLC**Customer Ledgers**

For the Period From Dec 1, 2014 to Dec 31, 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 Veratex Inc. | 12/1/14 12/5/14 | 14 36590 | SJ CRJ | 2,100.00 | 2,100.00 | 2,100.00 0.00 |
| 2 Charles Henry Properties LLC | 12/1/14 12/5/14 | 15 239 | SJ CRJ | 2,400.00 | 2,400.00 | 2,400.00 0.00 |

Simons HK Properties LLC**Invoice Register**

For the Period From Dec 1, 2014 to Dec 31, 2014

Filter Criteria includes: Report order is by Invoice Number.

| Invoice No | Date | Quote No | Name | Amount |
|--------------|---------|----------|------------------------------|-----------------|
| 14 | 12/1/14 | | Veratex Inc. | 2,100.00 |
| 15 | 12/1/14 | | Charles Henry Properties LLC | 2,400.00 |
| Total | | | | 4,500.00 |

Simons HK Properties LLC
Cash Receipts Journal

For the Period From Dec 1, 2014 to Dec 31, 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 |
|---------|----------------|-----------------|---|-----------------|-----------------|
| 12/5/14 | 16000 10200 | 36590 | Invoice: 14 Veratex Inc. | 2,100.00 | |
| 12/5/14 | 16000 10200 | 239 | Invoice: 15 Charles Henry Properties LLC | 2,400.00 | |
| | | | | 4,500.00 | 4,500.00 |

Simons HK Properties LLC**Purchase Journal****For the Period From Dec 1, 2014 to Dec 31, 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 |
|-------------|---|------------------|-----------------------------|---------------------|----------------------|
| 12/8/14 | 74500 Rent Expense 20000 Accounts Payable | 120814 | 534 West 42nd St.Condo Ass. | 2,978.35 | 2,978.35 |
| 12/8/14 | 75000 Utilities 20000 Accounts Payable | 120814 | Con Edison | 162.81 | 162.81 |
| 12/8/14 | 60000 Insurance Expense 20000 Accounts Payable | 12901323 | CNA Insurance | 126.52 | 126.52 |
| 12/24/14 | 75000 Utilities 20000 Accounts Payable | 122414 | Con Edison | 161.11 | 161.11 |
| 12/29/14 | 70000 Promotion 20000 Accounts Payable | 12292014 | Artur Ujka | 100.00 | 100.00 |
| 12/29/14 | 60000 Insurance Expense 20000 Accounts Payable | 13048670 | CNA Insurance | 126.52 | 126.52 |
| | | | | 3,655.31 | 3,655.31 |

Simons HK Properties LLC
Check Register
For the Period From Dec 1, 2014 to Dec 31, 2014

Filter Criteria includes: Report order is by Date.

| Check # | Date | Payee | Cash Account | Amount |
|----------------|-------------|------------------------|---------------------|-----------------|
| 1033 | 12/8/14 | 534 West 42nd St.Condo | 10200 | 2,978.35 |
| 1034 | 12/8/14 | Con Edison | 10200 | 162.81 |
| 1035 | 12/8/14 | CNA Insurance | 10200 | 126.52 |
| 1036 | 12/24/14 | Con Edison | 10200 | 161.11 |
| 1037 | 12/29/14 | CNA Insurance | 10200 | 126.52 |
| 1038 | 12/29/14 | Artur Ujka | 10200 | 100.00 |
| Total | | | | 3,655.31 |