

Veratex Inc.  
Balance Sheet  
February 28, 2015

ASSETS

|                                |    |             |
|--------------------------------|----|-------------|
| Current Assets                 |    |             |
| Cash in Bank (Checking)        | \$ | <69,077.29> |
| Accounts Receivable            |    | 146,993.95  |
| Inventory                      |    | 364,800.00  |
| Loan Receivable (VRTX)         |    | 137,316.32  |
|                                |    | <hr/>       |
| Total Current Assets           |    | 580,032.98  |
| Property and Equipment         |    |             |
| Furniture and Fixtures         |    | 81,874.00   |
| Accum. Depreciation - Furnitur |    | <81,874.00> |
|                                |    | <hr/>       |
| Total Property and Equipment   |    | 0.00        |
| Other Assets                   |    |             |
|                                |    | <hr/>       |
| Total Other Assets             |    | 0.00        |
| Total Assets                   | \$ | 580,032.98  |

LIABILITIES AND CAPITAL

|                               |    |              |
|-------------------------------|----|--------------|
| Current Liabilities           |    |              |
| Accounts Payable              | \$ | 86,926.37    |
| Sarsep Payable                |    | 7,419.82     |
| Federal Payroll Taxes Payable |    | 1,157.81     |
| FICA Tax Payable              |    | 2,501.48     |
| State Payroll Taxes Payable   |    | 548.87       |
| Disability Tax Payable        |    | 19.20        |
| City Payroll Taxes Payable    |    | 154.48       |
|                               |    | <hr/>        |
| Total Current Liabilities     |    | 98,728.03    |
| Long-Term Liabilities         |    |              |
| Loan Payable (CS)             |    | 244,071.85   |
| Loan Payable (HSBC)           |    | 70,844.16    |
| Loan Payable(CS-MS)           |    | 165,000.00   |
| Loan Payable(CHP-Vera)        |    | 20,000.00    |
|                               |    | <hr/>        |
| Total Long-Term Liabilities   |    | 499,916.01   |
| Total Liabilities             |    | 598,644.04   |
| Capital                       |    |              |
| Paid-in Capital               |    | 125,000.00   |
| Retained Earnings             |    | <125,544.23> |
| Net Income                    |    | <18,066.83>  |
|                               |    | <hr/>        |
| Total Capital                 |    | <18,611.06>  |
| Total Liabilities & Capital   | \$ | 580,032.98   |

Unaudited - For Management Purposes Only

Veratex Inc.  
Income Statement  
For the Two Months Ending February 28, 2015

|                                | Current Month |        | Year to Date  |        |
|--------------------------------|---------------|--------|---------------|--------|
| Revenues                       |               |        |               |        |
| Sales (Veratex)                | \$ 73,953.19  | 100.75 | \$ 135,905.58 | 100.52 |
| Sales (Factor)                 | 0.00          | 0.00   | 0.00          | 0.00   |
| Interest Income                | 0.00          | 0.00   | 0.00          | 0.00   |
| Administrative Services        | 0.00          | 0.00   | 0.00          | 0.00   |
| Finance Charge Income          | 0.00          | 0.00   | 0.00          | 0.00   |
| Sales Returns and Allowances   | <549.00>      | <0.75> | <657.90>      | <0.49> |
| Sales Discounts                | 0.00          | 0.00   | <45.31>       | <0.03> |
| Total Revenues                 | 73,404.19     | 100.00 | 135,202.37    | 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   | 0.00          | 0.00   |
| Cost of Sales (Beam Yarn)      | 46,983.54     | 64.01  | 52,031.86     | 38.48  |
| Cost of Sales (Knitting)       | 8,900.19      | 12.12  | 10,253.14     | 7.58   |
| Cost of Sales (Greige Goods)   | 0.00          | 0.00   | 0.00          | 0.00   |
| Cost of Sales (D&F)            | 16,524.09     | 22.51  | 30,796.31     | 22.78  |
| Cost of Sales (Finished Goods) | 392.59        | 0.53   | 392.59        | 0.29   |
| Cost of Sales (Other)          | 0.00          | 0.00   | 0.00          | 0.00   |
| Storage and Warehousing        | 316.10        | 0.43   | 991.32        | 0.73   |
| Freight                        | 693.68        | 0.95   | 693.68        | 0.51   |
| Total Cost of Sales            | 73,810.19     | 100.55 | 95,158.90     | 70.38  |
| Gross Profit                   | <406.00>      | <0.55> | 40,043.47     | 29.62  |
| Expenses                       |               |        |               |        |
| Bad Debt Expense               | 0.00          | 0.00   | <514.05>      | <0.38> |
| Bank Charges                   | 94.33         | 0.13   | 205.24        | 0.15   |
| Officer's Salaries             | 5,666.67      | 7.72   | 11,333.34     | 8.38   |
| Salaries and Wages             | 10,683.16     | 14.55  | 22,716.32     | 16.80  |
| 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)       | 170.28        | 0.23   | 379.89        | 0.28   |
| Overnight Mail Service         | 264.59        | 0.36   | 264.59        | 0.20   |
| Hospitalization and Insurance  | 4,774.13      | 6.50   | 9,543.85      | 7.06   |
| Insurance Expense              | 113.30        | 0.15   | 659.42        | 0.49   |
| Interest Expense               | 228.28        | 0.31   | 475.29        | 0.35   |
| 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 | 1,008.00      | 1.37   | 2,016.00      | 1.49   |
| Promotion                      | 77.99         | 0.11   | 145.36        | 0.11   |
| Travel                         | <100.00>      | <0.14> | 1,799.00      | 1.33   |
| Research and Development       | 0.00          | 0.00   | 0.00          | 0.00   |
| Office Expense                 | 561.11        | 0.76   | 803.10        | 0.59   |
| Payroll Tax Expense            | 1,588.30      | 2.16   | 2,882.21      | 2.13   |
| NYS Unemployment Tax           | 0.00          | 0.00   | 0.00          | 0.00   |

For Management Purposes Only

Veratex Inc.  
Income Statement  
For the Two Months Ending February 28, 2015

|                                | Current Month  |         | Year to Date   |         |
|--------------------------------|----------------|---------|----------------|---------|
| Federal Unemployment Tax       | 0.00           | 0.00    | 0.00           | 0.00    |
| NYS Corporation Tax            | 300.00         | 0.41    | 300.00         | 0.22    |
| NYC Corporation Tax            | 125.00         | 0.17    | 125.00         | 0.09    |
| Postage Expense                | 0.00           | 0.00    | 181.84         | 0.13    |
| Rent Expense                   | 2,100.00       | 2.86    | 4,200.00       | 3.11    |
| Repairs & Maintenance Expense  | 0.00           | 0.00    | 0.00           | 0.00    |
| Telep. & Long Distance Expense | 298.97         | 0.41    | 593.90         | 0.44    |
| 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                 | 27,954.11      | 38.08   | 58,110.30      | 42.98   |
| Net Income                     | \$ <28,360.11> | <38.64> | \$ <18,066.83> | <13.36> |

For Management Purposes Only

**Veratex Inc.**  
**General Ledger Trial Balance**

As of Feb 28, 2015

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)     |                     | 69,077.29           |
| 11000         | Accounts Receivable         | 146,993.95          |                     |
| 12000         | Inventory                   | 364,800.00          |                     |
| 14000         | Loan Receivable (VRTX)      | 137,316.32          |                     |
| 15000         | Furniture and Fixtures      | 81,874.00           |                     |
| 17000         | Accum. Depreciation - Furn  |                     | 81,874.00           |
| 20000         | Accounts Payable            |                     | 86,926.37           |
| 23300         | Sarsep Payable              |                     | 7,419.82            |
| 23400         | Federal Payroll Taxes Payab |                     | 1,157.81            |
| 23500         | FICA Tax Payable            |                     | 2,501.48            |
| 23600         | State Payroll Taxes Payable |                     | 548.87              |
| 23700         | Disability Tax Payable      |                     | 19.20               |
| 23800         | City Payroll Taxes Payable  |                     | 154.48              |
| 27100         | Loan Payable (CS)           |                     | 244,071.85          |
| 27500         | Loan Payable (HSBC)         |                     | 70,844.16           |
| 27800         | Loan Payable(CS-MS)         |                     | 165,000.00          |
| 27900         | Loan Payable(CHP-Vera)      |                     | 20,000.00           |
| 39004         | Paid-in Capital             |                     | 125,000.00          |
| 39005         | Retained Earnings           | 125,544.23          |                     |
| 40000         | Sales (Veratex)             |                     | 135,905.58          |
| 48000         | Sales Returns and Allowanc  | 657.90              |                     |
| 49000         | Sales Discounts             | 45.31               |                     |
| 51000         | Cost of Sales (Beam Yarn)   | 52,031.86           |                     |
| 57000         | Cost of Sales (Knitting)    | 10,253.14           |                     |
| 58000         | Cost of Sales (D&F)         | 30,796.31           |                     |
| 58500         | Cost of Sales (Finished Goo | 392.59              |                     |
| 59500         | Storage and Warehousing     | 991.32              |                     |
| 59600         | Freight                     | 693.68              |                     |
| 61500         | Bad Debt Expense            |                     | 514.05              |
| 62000         | Bank Charges                | 205.24              |                     |
| 62500         | Officer's Salaries          | 11,333.34           |                     |
| 63000         | Salaries and Wages          | 22,716.32           |                     |
| 65500         | Truck and Delivery (UPS)    | 379.89              |                     |
| 66000         | Overnight Mail Service      | 264.59              |                     |
| 66500         | Hospitalization and Insuran | 9,543.85            |                     |
| 67000         | Insurance Expense           | 659.42              |                     |
| 67500         | Interest Expense            | 475.29              |                     |
| 68500         | Legal and Professional Exp  | 2,016.00            |                     |
| 69000         | Promotion                   | 145.36              |                     |
| 69500         | Travel                      | 1,799.00            |                     |
| 71000         | Office Expense              | 803.10              |                     |
| 72000         | Payroll Tax Expense         | 2,882.21            |                     |
| 73100         | NYS Corporation Tax         | 300.00              |                     |
| 73200         | NYC Corporation Tax         | 125.00              |                     |
| 73500         | Postage Expense             | 181.84              |                     |
| 74000         | Rent Expense                | 4,200.00            |                     |
| 76000         | Telep. & Long Distance Ex   | 593.90              |                     |
| <b>Total:</b> |                             | <b>1,011,014.96</b> | <b>1,011,014.96</b> |

**Veratex Inc.**  
**General Journal**

For the Period From Feb 1, 2015 to Feb 28, 2015

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                 |
|---------|----------------------------------|--------------|-------------------|----------------------|----------------------------|
| 2/2/15  | 10200<br>62000                   | 020215       |                   | 94.33                | 94.33                      |
| 2/5/15  | 23400<br>23500<br>10200          | 020515       |                   | 1,346.14<br>2,708.02 | 4,054.16                   |
| 2/6/15  | 10200<br>41000<br>69500<br>65500 | 259/381      |                   | 501.28               | 200.00<br>100.00<br>201.28 |
| 2/9/15  | 10200<br>27100                   | 385          |                   | 15,000.00            | 15,000.00                  |
| 2/11/15 | 10200<br>27500                   | 021115       |                   | 10,572.00            | 10,572.00                  |
| 2/13/15 | 10200<br>67500<br>27500          | 021315       |                   | 228.28<br>2,274.86   | 2,503.14                   |
|         |                                  | <b>Total</b> |                   | <b>32,724.91</b>     | <b>32,724.91</b>           |

**Veratex Inc.**  
**General Ledger**

For the Period From Feb 1, 2015 to Feb 28, 2015

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

| Account ID<br>Account Description   | Date    | Trans Description                       | Debit Amt | Credit Amt | Balance                  |
|-------------------------------------|---------|-----------------------------------------|-----------|------------|--------------------------|
| 10200<br>Cash in Bank (Checking)    | 2/1/15  | Beginning Balance                       |           |            | -46,633.61               |
|                                     | 2/28/15 | Current Period Change<br>Ending Balance | 60,259.71 | 82,703.39  | -22,443.68<br>-69,077.29 |
| 11000<br>Accounts Receivable        | 2/1/15  | Beginning Balance                       |           |            | 107,776.19               |
|                                     | 2/28/15 | Current Period Change<br>Ending Balance | 73,953.19 | 34,735.43  | 39,217.76<br>146,993.95  |
| 12000<br>Inventory                  | 2/1/15  | Beginning Balance                       |           |            | 364,800.00               |
|                                     | 2/28/15 | Ending Balance                          |           |            | 364,800.00               |
| 14000<br>Loan Receivable (VRTX)     | 2/1/15  | Beginning Balance                       |           |            | 132,316.32               |
|                                     | 2/28/15 | Current Period Change<br>Ending Balance | 5,000.00  |            | 5,000.00<br>137,316.32   |
| 15000<br>Furniture and Fixtures     | 2/1/15  | Beginning Balance                       |           |            | 81,874.00                |
|                                     | 2/28/15 | Ending Balance                          |           |            | 81,874.00                |
| 17000<br>Accum. Depreciation - Fur  | 2/1/15  | Beginning Balance                       |           |            | -81,874.00               |
|                                     | 2/28/15 | Ending Balance                          |           |            | -81,874.00               |
| 20000<br>Accounts Payable           | 2/1/15  | Beginning Balance                       |           |            | -56,655.85               |
|                                     | 2/28/15 | Current Period Change<br>Ending Balance | 61,923.42 | 92,193.94  | -30,270.52<br>-86,926.37 |
| 23300<br>Sarsep Payable             | 2/1/15  | Beginning Balance                       |           |            | -7,412.68                |
|                                     | 2/28/15 | Current Period Change<br>Ending Balance | 3,702.77  | 3,709.91   | -7.14<br>-7,419.82       |
| 23400<br>Federal Payroll Taxes Pay  | 2/1/15  | Beginning Balance                       |           |            | -1,346.14                |
|                                     | 2/28/15 | Current Period Change<br>Ending Balance | 1,346.14  | 1,157.81   | 188.33<br>-1,157.81      |
| 23500<br>FICA Tax Payable           | 2/1/15  | Beginning Balance                       |           |            | -2,708.02                |
|                                     | 2/28/15 | Current Period Change<br>Ending Balance | 2,708.02  | 2,501.48   | 206.54<br>-2,501.48      |
| 23600<br>State Payroll Taxes Payabl | 2/1/15  | Beginning Balance                       |           |            | -634.87                  |
|                                     | 2/28/15 | Current Period Change<br>Ending Balance | 634.87    | 548.87     | 86.00<br>-548.87         |
| 23700<br>Disability Tax Payable     | 2/1/15  | Beginning Balance                       |           |            | -9.60                    |
|                                     | 2/28/15 | Current Period Change<br>Ending Balance |           | 9.60       | -9.60<br>-19.20          |

**Veratex Inc.**  
**General Ledger**

For the Period From Feb 1, 2015 to Feb 28, 2015

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

| Account ID<br>Account Description  | Date           | Trans Description     | Debit Amt | Credit Amt | Balance            |
|------------------------------------|----------------|-----------------------|-----------|------------|--------------------|
| 23800<br>City Payroll Taxes Payabl | 2/1/15         | Beginning Balance     |           |            | -154.48            |
|                                    |                | Current Period Change | 154.48    | 154.48     |                    |
|                                    | <b>2/28/15</b> | <b>Ending Balance</b> |           |            | <b>-154.48</b>     |
| 27100<br>Loan Payable (CS)         | 2/1/15         | Beginning Balance     |           |            | -232,041.19        |
|                                    |                | Current Period Change | 2,969.34  | 15,000.00  | -12,030.66         |
|                                    | <b>2/28/15</b> | <b>Ending Balance</b> |           |            | <b>-244,071.85</b> |
| 27500<br>Loan Payable (HSBC)       | 2/1/15         | Beginning Balance     |           |            | -62,547.02         |
|                                    |                | Current Period Change | 2,274.86  | 10,572.00  | -8,297.14          |
|                                    | <b>2/28/15</b> | <b>Ending Balance</b> |           |            | <b>-70,844.16</b>  |
| 27800<br>Loan Payable(CS-MS)       | 2/1/15         | Beginning Balance     |           |            | -165,000.00        |
|                                    | <b>2/28/15</b> | <b>Ending Balance</b> |           |            | <b>-165,000.00</b> |
| 27900<br>Loan Payable(CHIP-Vera)   | 2/1/15         | Beginning Balance     |           |            | -20,000.00         |
|                                    | <b>2/28/15</b> | <b>Ending Balance</b> |           |            | <b>-20,000.00</b>  |
| 39004<br>Paid-in Capital           | 2/1/15         | Beginning Balance     |           |            | -125,000.00        |
|                                    | <b>2/28/15</b> | <b>Ending Balance</b> |           |            | <b>-125,000.00</b> |
| 39005<br>Retained Earnings         | 2/1/15         | Beginning Balance     |           |            | 125,544.23         |
|                                    | <b>2/28/15</b> | <b>Ending Balance</b> |           |            | <b>125,544.23</b>  |
| 40000<br>Sales (Veratex)           | 2/1/15         | Beginning Balance     |           |            | -61,952.39         |
|                                    |                | Current Period Change |           | 73,953.19  | -73,953.19         |
|                                    | <b>2/28/15</b> | <b>Ending Balance</b> |           |            | <b>-135,905.58</b> |
| 41000<br>Administrative Services   | 2/1/15         | Beginning Balance     |           |            |                    |
|                                    |                | Current Period Change | 200.00    | 200.00     |                    |
|                                    | <b>2/28/15</b> | <b>Ending Balance</b> |           |            |                    |
| 48000<br>Sales Returns and Allowa  | 2/1/15         | Beginning Balance     |           |            | 108.90             |
|                                    |                | Current Period Change | 549.00    |            | 549.00             |
|                                    | <b>2/28/15</b> | <b>Ending Balance</b> |           |            | <b>657.90</b>      |
| 49000<br>Sales Discounts           | 2/1/15         | Beginning Balance     |           |            | 45.31              |
|                                    | <b>2/28/15</b> | <b>Ending Balance</b> |           |            | <b>45.31</b>       |
| 51000<br>Cost of Sales (Beam Yam)  | 2/1/15         | Beginning Balance     |           |            | 5,048.32           |
|                                    |                | Current Period Change | 46,983.54 |            | 46,983.54          |
|                                    | <b>2/28/15</b> | <b>Ending Balance</b> |           |            | <b>52,031.86</b>   |

**Veratex Inc.**  
**General Ledger**

For the Period From Feb 1, 2015 to Feb 28, 2015

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

| Account ID<br>Account Description   | Date           | Trans Description     | Debit Amt | Credit Amt | Balance          |
|-------------------------------------|----------------|-----------------------|-----------|------------|------------------|
| 57000<br>Cost of Sales (Knitting)   | 2/1/15         | Beginning Balance     |           |            | 1,352.95         |
|                                     |                | Current Period Change | 8,900.19  |            | 8,900.19         |
|                                     | <b>2/28/15</b> | <b>Ending Balance</b> |           |            | <b>10,253.14</b> |
| 58000<br>Cost of Sales (D&F)        | 2/1/15         | Beginning Balance     |           |            | 14,272.22        |
|                                     |                | Current Period Change | 16,524.09 |            | 16,524.09        |
|                                     | <b>2/28/15</b> | <b>Ending Balance</b> |           |            | <b>30,796.31</b> |
| 58500<br>Cost of Sales (Finished Go | 2/1/15         | Beginning Balance     |           |            |                  |
|                                     |                | Current Period Change | 392.59    |            | 392.59           |
|                                     | <b>2/28/15</b> | <b>Ending Balance</b> |           |            | <b>392.59</b>    |
| 59500<br>Storage and Warehousing    | 2/1/15         | Beginning Balance     |           |            | 675.22           |
|                                     |                | Current Period Change | 316.10    |            | 316.10           |
|                                     | <b>2/28/15</b> | <b>Ending Balance</b> |           |            | <b>991.32</b>    |
| 59600<br>Freight                    | 2/1/15         | Beginning Balance     |           |            |                  |
|                                     |                | Current Period Change | 693.68    |            | 693.68           |
|                                     | <b>2/28/15</b> | <b>Ending Balance</b> |           |            | <b>693.68</b>    |
| 61500<br>Bad Debt Expense           | 2/1/15         | Beginning Balance     |           |            | -514.05          |
|                                     | <b>2/28/15</b> | <b>Ending Balance</b> |           |            | <b>-514.05</b>   |
| 62000<br>Bank Charges               | 2/1/15         | Beginning Balance     |           |            | 110.91           |
|                                     |                | Current Period Change | 94.33     |            | 94.33            |
|                                     | <b>2/28/15</b> | <b>Ending Balance</b> |           |            | <b>205.24</b>    |
| 62500<br>Officer's Salaries         | 2/1/15         | Beginning Balance     |           |            | 5,666.67         |
|                                     |                | Current Period Change | 5,666.67  |            | 5,666.67         |
|                                     | <b>2/28/15</b> | <b>Ending Balance</b> |           |            | <b>11,333.34</b> |
| 63000<br>Salaries and Wages         | 2/1/15         | Beginning Balance     |           |            | 12,033.16        |
|                                     |                | Current Period Change | 10,683.16 |            | 10,683.16        |
|                                     | <b>2/28/15</b> | <b>Ending Balance</b> |           |            | <b>22,716.32</b> |
| 65500<br>Truck and Delivery (UPS)   | 2/1/15         | Beginning Balance     |           |            | 209.61           |
|                                     |                | Current Period Change | 371.56    | 201.28     | 170.28           |
|                                     | <b>2/28/15</b> | <b>Ending Balance</b> |           |            | <b>379.89</b>    |
| 66000<br>Overnight Mail Service     | 2/1/15         | Beginning Balance     |           |            |                  |
|                                     |                | Current Period Change | 264.59    |            | 264.59           |
|                                     | <b>2/28/15</b> | <b>Ending Balance</b> |           |            | <b>264.59</b>    |
| 66500<br>Hospitalization and Insura | 2/1/15         | Beginning Balance     |           |            | 4,769.72         |
|                                     |                | Current Period Change | 5,267.67  | 493.54     | 4,774.13         |



**Veratex Inc.**  
**General Ledger**

For the Period From Feb 1, 2015 to Feb 28, 2015

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

| Account ID<br>Account Description  | Date    | Trans Description     | Debit Amt | Credit Amt | Balance  |
|------------------------------------|---------|-----------------------|-----------|------------|----------|
|                                    | 2/28/15 | Ending Balance        |           |            | 9,543.85 |
| 67000<br>Insurance Expense         | 2/1/15  | Beginning Balance     |           |            | 546.12   |
|                                    |         | Current Period Change | 113.30    |            | 113.30   |
|                                    | 2/28/15 | Ending Balance        |           |            | 659.42   |
| 67500<br>Interest Expense          | 2/1/15  | Beginning Balance     |           |            | 247.01   |
|                                    |         | Current Period Change | 228.28    |            | 228.28   |
|                                    | 2/28/15 | Ending Balance        |           |            | 475.29   |
| 68500<br>Legal and Professional Ex | 2/1/15  | Beginning Balance     |           |            | 1,008.00 |
|                                    |         | Current Period Change | 1,008.00  |            | 1,008.00 |
|                                    | 2/28/15 | Ending Balance        |           |            | 2,016.00 |
| 69000<br>Promotion                 | 2/1/15  | Beginning Balance     |           |            | 67.37    |
|                                    |         | Current Period Change | 77.99     |            | 77.99    |
|                                    | 2/28/15 | Ending Balance        |           |            | 145.36   |
| 69500<br>Travel                    | 2/1/15  | Beginning Balance     |           |            | 1,899.00 |
|                                    |         | Current Period Change |           | 100.00     | -100.00  |
|                                    | 2/28/15 | Ending Balance        |           |            | 1,799.00 |
| 71000<br>Office Expense            | 2/1/15  | Beginning Balance     |           |            | 241.99   |
|                                    |         | Current Period Change | 561.11    |            | 561.11   |
|                                    | 2/28/15 | Ending Balance        |           |            | 803.10   |
| 72000<br>Payroll Tax Expense       | 2/1/15  | Beginning Balance     |           |            | 1,293.91 |
|                                    |         | Current Period Change | 1,588.30  |            | 1,588.30 |
|                                    | 2/28/15 | Ending Balance        |           |            | 2,882.21 |
| 73100<br>NYS Corporation Tax       | 2/1/15  | Beginning Balance     |           |            |          |
|                                    |         | Current Period Change | 300.00    |            | 300.00   |
|                                    | 2/28/15 | Ending Balance        |           |            | 300.00   |
| 73200<br>NYC Corporation Tax       | 2/1/15  | Beginning Balance     |           |            |          |
|                                    |         | Current Period Change | 125.00    |            | 125.00   |
|                                    | 2/28/15 | Ending Balance        |           |            | 125.00   |
| 73500<br>Postage Expense           | 2/1/15  | Beginning Balance     |           |            | 181.84   |
|                                    | 2/28/15 | Ending Balance        |           |            | 181.84   |
| 74000<br>Rent Expense              | 2/1/15  | Beginning Balance     |           |            | 2,100.00 |
|                                    |         | Current Period Change | 2,100.00  |            | 2,100.00 |
|                                    | 2/28/15 | Ending Balance        |           |            | 4,200.00 |

**Veratex Inc.**  
**General Ledger**

For the Period From Feb 1, 2015 to Feb 28, 2015

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

| Account ID<br>Account Description | Date           | Trans Description     | Debit Amt | Credit Amt | Balance       |
|-----------------------------------|----------------|-----------------------|-----------|------------|---------------|
| 76000<br>Telep. & Long Distance E | 2/1/15         | Beginning Balance     |           |            | 294.93        |
|                                   |                | Current Period Change | 298.97    |            | 298.97        |
|                                   | <b>2/28/15</b> | <b>Ending Balance</b> |           |            | <b>593.90</b> |

**Veratex Inc.**  
**Customer Ledgers**

For the Period From Feb 1, 2015 to Feb 28, 2015

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

| Customer ID<br>Customer                | Date    | Trans No    | Typ | Debit Amt | Credit Amt | Balance   |
|----------------------------------------|---------|-------------|-----|-----------|------------|-----------|
| 110<br>QST Industries, Inc.            | 2/1/15  | Balance Fwd |     |           |            | -108.90   |
| 113<br>International Foam Inc.         | 2/1/15  | Balance Fwd |     |           |            | 11,414.15 |
|                                        | 2/3/15  | 30909       | SJ  | 5,802.08  |            | 17,216.23 |
|                                        | 2/4/15  | 2131        | CRJ |           | 897.60     | 16,318.63 |
|                                        | 2/6/15  | 2132        | CRJ |           | 1,140.00   | 15,178.63 |
|                                        | 2/13/15 | 2133        | CRJ |           | 1,000.00   | 14,178.63 |
| 115<br>Precision Custom Coating        | 2/1/15  | Balance Fwd |     |           |            | 2,835.00  |
|                                        | 2/20/15 | 45412       | CRJ |           | 2,835.00   | 0.00      |
|                                        | 2/26/15 | 30927       | SJ  | 13,478.82 |            | 13,478.82 |
| 125<br>C.J. Grenier Ltee               | 2/1/15  | Balance Fwd |     |           |            | 791.56    |
| 1314<br>Empire Foundations, Inc.       | 2/1/15  | Balance Fwd |     |           |            | 917.96    |
|                                        | 2/20/15 | 30920       | SJ  | 556.00    |            | 1,473.96  |
| 1324<br>The Harodite Finishing Co.,Inc | 2/4/15  | 30912       | SJ  |           | 549.00     | -549.00   |
|                                        | 2/25/15 | 30924       | SJ  | 906.25    |            | 357.25    |
| 1349<br>Outdoor Wilderness Fabrics Inc | 2/1/15  | Balance Fwd |     |           |            | 933.12    |
|                                        | 2/4/15  | 3181        | CRJ |           | 933.12     | 0.00      |
|                                        | 2/6/15  | 30914       | SJ  | 426.00    |            | 426.00    |
|                                        | 2/13/15 | 30918       | SJ  | 456.00    |            | 882.00    |
| 1375<br>Dunn Mfg.                      | 2/1/15  | Balance Fwd |     |           |            | 1,726.50  |
|                                        | 2/4/15  | 40921       | CRJ |           | 1,726.50   | 0.00      |
|                                        | 2/5/15  | 30913       | SJ  | 1,560.00  |            | 1,560.00  |
|                                        | 2/24/15 | 30923       | SJ  | 3,287.90  |            | 4,847.90  |
| 1558<br>A&H Sportswear Co.,Inc.        | 2/16/15 | 30919       | SJ  | 2,746.25  |            | 2,746.25  |
|                                        | 2/20/15 | 30921       | SJ  | 948.75    |            | 3,695.00  |
| 1735<br>Carr Textile Corp.             | 2/1/15  | Balance Fwd |     |           |            | 4,572.04  |
|                                        | 2/9/15  | 74288       | CRJ |           | 4,297.04   | 275.00    |
|                                        | 2/13/15 | 30917       | SJ  | 2,500.40  |            | 2,775.40  |
|                                        | 2/27/15 | 022715      | CRJ |           | 275.00     | 2,500.40  |
| 2511<br>Jog-A-Lite, Inc.               | 2/1/15  | Balance Fwd |     |           |            | 11,286.50 |
| 2522<br>Piedmont Marketing             | 2/1/15  | Balance Fwd |     |           |            | 1,215.00  |
| 2564<br>Raj Mfg.                       | 2/1/15  | Balance Fwd |     |           |            | 316.25    |
| 2795<br>B M Textiles, Inc.             | 2/1/15  | Balance Fwd |     |           |            | 1,560.00  |
|                                        | 2/24/15 | 11158       | CRJ |           | 1,560.00   | 0.00      |
| 2918<br>Restorative Medical Inc.       | 2/1/15  | Balance Fwd |     |           |            | 8,005.30  |
|                                        | 2/25/15 | 30926       | SJ  | 7,879.50  |            | 15,884.80 |
| 3035<br>Hexcel Composites Ltd.         | 2/24/15 | 30922       | SJ  | 798.51    |            | 798.51    |
| 3058<br>Staple Sewing Aids Corp.       | 2/25/15 | 30925       | SJ  | 3,243.42  |            | 3,243.42  |
| 3189<br>Komar Apparel Supply Co.,Inc.  | 2/1/15  | Balance Fwd |     |           |            | 9,256.62  |
|                                        | 2/11/15 | 021115      | CRJ |           | 9,256.62   | 0.00      |
|                                        | 2/11/15 | 30915       | SJ  | 7,928.30  |            | 7,928.30  |
| 3234<br>Trimaco, LLC                   | 2/1/15  | Balance Fwd |     |           |            | 4,682.88  |
|                                        | 2/3/15  | 30910       | SJ  | 11,297.52 |            | 15,980.40 |

**Veratex Inc.**  
**Customer Ledgers**

For the Period From Feb 1, 2015 to Feb 28, 2015

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

| Customer ID<br>Customer           | Date              | Trans No             | Typ | Debit Amt | Credit Amt | Balance                |
|-----------------------------------|-------------------|----------------------|-----|-----------|------------|------------------------|
| 3291<br>SIC-QST LLC               | 2/1/15            | Balance Fwd          |     |           |            | 4,443.69               |
| 3294<br>Edith Lances              | 2/1/15<br>2/11/15 | Balance Fwd<br>30916 | SJ  | 831.48    |            | 780.00<br>1,611.48     |
| 3327<br>Meca Trading LLC          | 2/1/15<br>2/3/15  | Balance Fwd<br>30911 | SJ  | 8,531.71  |            | 15,995.06<br>24,526.77 |
| 3883<br>Akron Cotton Products     | 2/1/15            | Balance Fwd          |     |           |            | 15,424.20              |
| 3911<br>Sommers Inc.              | 2/1/15<br>2/4/15  | Balance Fwd<br>28035 | CRJ |           | 8,994.45   | 8,994.45<br>0.00       |
| 3924<br>Covin Sales & Converting  | 2/1/15            | Balance Fwd          |     |           |            | 225.00                 |
| 880<br>Mona Slide Fasteners Inc.  | 2/1/15            | Balance Fwd          |     |           |            | 737.94                 |
| 951<br>Lamparts Filter Media Inc. | 2/27/15           | 30928                | SJ  | 774.30    |            | 774.30                 |
| 988<br>Luxerdame Co.,Inc.         | 2/1/15<br>2/10/15 | Balance Fwd<br>37275 | CRJ |           | 1,271.10   | 1,771.87<br>500.77     |

**Veratex Inc.**  
**Invoice Register**

For the Period From Feb 1, 2015 to Feb 28, 2015

Filter Criteria includes: Report order is by Invoice Number.

| Invoice No   | Date    | Quote No | Name                           | Amount           |
|--------------|---------|----------|--------------------------------|------------------|
| 30909        | 2/3/15  |          | International Foam Inc.        | 5,802.08         |
| 30910        | 2/3/15  |          | Trimaco, LLC                   | 11,297.52        |
| 30911        | 2/3/15  |          | Meca Trading LLC               | 8,531.71         |
| 30912        | 2/4/15  |          | The Harodite Finishing Co.,Inc | -549.00          |
| 30913        | 2/5/15  |          | Dunn Mfg.                      | 1,560.00         |
| 30914        | 2/6/15  |          | Outdoor Wilderness Fabrics Inc | 426.00           |
| 30915        | 2/11/15 |          | Komar Apparel Supply Co.,Inc.  | 7,928.30         |
| 30916        | 2/11/15 |          | Edith Lances                   | 831.48           |
| 30917        | 2/13/15 |          | Carr Textile Corp.             | 2,500.40         |
| 30918        | 2/13/15 |          | Outdoor Wilderness Fabrics Inc | 456.00           |
| 30919        | 2/16/15 |          | A&H Sportswear Co.,Inc.        | 2,746.25         |
| 30920        | 2/20/15 |          | Empire Foundations, Inc.       | 556.00           |
| 30921        | 2/20/15 |          | A&H Sportswear Co.,Inc.        | 948.75           |
| 30922        | 2/24/15 |          | Hexcel Composites Ltd.         | 798.51           |
| 30923        | 2/24/15 |          | Dunn Mfg.                      | 3,287.90         |
| 30924        | 2/25/15 |          | The Harodite Finishing Co.,Inc | 906.25           |
| 30925        | 2/25/15 |          | Staple Sewing Aids Corp.       | 3,243.42         |
| 30926        | 2/25/15 |          | Restorative Medical Inc.       | 7,879.50         |
| 30927        | 2/26/15 |          | Precision Custom Coating       | 13,478.82        |
| 30928        | 2/27/15 |          | Lampports Filter Media Inc.    | 774.30           |
| <b>Total</b> |         |          |                                | <b>73,404.19</b> |

**Veratex Inc.**  
**Cash Receipts Journal**

For the Period From Feb 1, 2015 to Feb 28, 2015

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          |
|---------|-------------------------|-----------------|--------------------------------------------------------------------|------------------|----------------------|
| 2/4/15  | 11000<br>10200          | 28035           | Invoice: 30855<br>Sommers Inc.                                     | 8,994.45         | 8,994.45             |
| 2/4/15  | 11000<br>10200          | 40921           | Invoice: 30887<br>Dunn Mfg.                                        | 1,726.50         | 1,726.50             |
| 2/4/15  | 11000<br>11000<br>10200 | 3181            | Invoice: 30864<br>Invoice: 30881<br>Outdoor Wilderness Fabrics Inc | 933.12           | 456.00<br>477.12     |
| 2/4/15  | 11000<br>10200          | 2131            | Invoice: 30851<br>International Foam Inc.                          | 897.60           | 897.60               |
| 2/6/15  | 11000<br>10200          | 2132            | Invoice: 30852<br>International Foam Inc.                          | 1,140.00         | 1,140.00             |
| 2/9/15  | 11000<br>10200          | 74288           | Invoice: 30891<br>Carr Textile Corp.                               | 4,297.04         | 4,297.04             |
| 2/10/15 | 11000<br>11000<br>10200 | 37275           | Invoice: 30873<br>Invoice: 30874<br>Luxerdame Co.,Inc.             | 1,271.10         | 990.67<br>280.43     |
| 2/11/15 | 11000<br>11000<br>10200 | 021115          | Invoice: 30890<br>Invoice: 30893<br>Komar Apparel Supply Co.,Inc.  | 9,256.62         | 4,966.62<br>4,290.00 |
| 2/13/15 | 11000<br>10200          | 2133            | Invoice: 30868<br>International Foam Inc.                          | 1,000.00         | 1,000.00             |
| 2/20/15 | 11000<br>10200          | 45412           | Invoice: 30892<br>Precision Custom Coating                         | 2,835.00         | 2,835.00             |
| 2/24/15 | 11000<br>10200          | 11158           | Invoice: 30895<br>B M Textiles, Inc.                               | 1,560.00         | 1,560.00             |
| 2/27/15 | 11000<br>10200          | 022715          | Invoice: 30908<br>Carr Textile Corp.                               | 275.00           | 275.00               |
|         |                         |                 |                                                                    | <b>34,186.43</b> | <b>34,186.43</b>     |

**Veratex Inc.**  
**Purchase Journal**  
**For the Period From Feb 1, 2015 to Feb 28, 2015**

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

| Date   | Account ID<br>Account Description                                   | Invoice # | Line Description          | Debit Amount | Credit Amount |
|--------|---------------------------------------------------------------------|-----------|---------------------------|--------------|---------------|
| 2/1/15 | 65500<br>Truck and Delivery (UPS)<br>20000<br>Accounts Payable      | 164390055 | UPS                       | 132.03       | 132.03        |
| 2/1/15 | 57000<br>Cost of Sales (Knitting)<br>20000<br>Accounts Payable      | 11024     | Stanek Netting Co., Inc.  | 1,654.66     | 1,654.66      |
| 2/1/15 | 68500<br>Legal and Professional Expens<br>20000<br>Accounts Payable | 3004      | The Design Workshop       | 1,008.00     | 1,008.00      |
| 2/1/15 | 66000<br>Overnight Mail Service<br>20000<br>Accounts Payable        | 291784066 | FedEx                     | 30.48        | 30.48         |
| 2/1/15 | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable           | 463376    | Rebtex Inc.               | 818.88       | 818.88        |
| 2/1/15 | 71000<br>Office Expense<br>20000<br>Accounts Payable                | 1013129   | Quill Corp.               | 85.06        | 85.06         |
| 2/1/15 | 59500<br>Storage and Warehousing<br>20000<br>Accounts Payable       | 176736    | TST Logistics             | 316.10       | 316.10        |
| 2/1/15 | 27100<br>Loan Payable (CS)<br>20000<br>Accounts Payable             | 2295549   | Combined Energy Services  | 363.29       | 363.29        |
| 2/1/15 | 51000<br>Cost of Sales (Beam Yarn)<br>20000<br>Accounts Payable     | 911610    | New Generation Yarn Corp. | 8,757.96     | 8,757.96      |
| 2/1/15 | 51000<br>Cost of Sales (Beam Yarn)<br>20000<br>Accounts Payable     | 257199    | Brawer Bros.              | 4,489.73     | 4,489.73      |
| 2/1/15 | 51000<br>Cost of Sales (Beam Yarn)<br>20000<br>Accounts Payable     | 257201    | Brawer Bros.              | 6,655.28     | 6,655.28      |
| 2/1/15 | 51000<br>Cost of Sales (Beam Yarn)<br>20000<br>Accounts Payable     | 257200    | Brawer Bros.              | 4,138.20     | 4,138.20      |
| 2/2/15 | 74000<br>Rent Expense<br>20000<br>Accounts Payable                  | 17        | Simons HK Properties LLC  | 2,100.00     | 2,100.00      |
| 2/2/15 | 58000<br>Cost of Sales (D&F)                                        | 72577     |                           | 1,497.83     |               |

**Veratex Inc.**  
**Purchase Journal**  
**For the Period From Feb 1, 2015 to Feb 28, 2015**

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

| Date   | Account ID<br>Account Description                               | Invoice # | Line Description            | Debit Amount | Credit Amount |
|--------|-----------------------------------------------------------------|-----------|-----------------------------|--------------|---------------|
|        | 20000<br>Accounts Payable                                       |           | Glen Raven, Inc.            |              | 1,497.83      |
| 2/2/15 | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable       | 72576     | Glen Raven, Inc.            | 1,135.24     | 1,135.24      |
| 2/2/15 | 66000<br>Overnight Mail Service<br>20000<br>Accounts Payable    | 292490444 | FedEx                       | 49.78        | 49.78         |
| 2/3/15 | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable       | 72597     | Glen Raven, Inc.            | 1,954.81     | 1,954.81      |
| 2/3/15 | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable       | 72598     | Glen Raven, Inc.            | 1,549.34     | 1,549.34      |
| 2/3/15 | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable       | 463391    | Rebtex Inc.                 | 40.00        | 40.00         |
| 2/4/15 | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable       | 72626     | Glen Raven, Inc.            | 1,886.13     | 1,886.13      |
| 2/4/15 | 51000<br>Cost of Sales (Beam Yarn)<br>20000<br>Accounts Payable | 257298    | Brawer Bros.                | 14,261.65    | 14,261.65     |
| 2/5/15 | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable       | 72658     | Glen Raven, Inc.            | 1,059.80     | 1,059.80      |
| 2/5/15 | 57000<br>Cost of Sales (Knitting)<br>20000<br>Accounts Payable  | 11073     | Stanek Netting Co., Inc.    | 3,794.05     | 3,794.05      |
| 2/6/15 | 71000<br>Office Expense<br>20000<br>Accounts Payable            | 3807      | Donmar Printing Inc.        | 476.05       | 476.05        |
| 2/6/15 | 27100<br>Loan Payable (CS)<br>20000<br>Accounts Payable         | 012515    | AT&T                        | 44.13        | 44.13         |
| 2/6/15 | 27100<br>Loan Payable (CS)<br>20000<br>Accounts Payable         | 020115    | Ten Park Ave. Tenants Corp. | 912.84       | 912.84        |
| 2/6/15 | 27100<br>Loan Payable (CS)<br>20000<br>Accounts Payable         | 2299523   | Combined Energy Services    | 300.02       | 300.02        |



**Veratex Inc.**  
**Purchase Journal**  
**For the Period From Feb 1, 2015 to Feb 28, 2015**

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

| Date    | Account ID<br>Account Description                                  | Invoice # | Line Description          | Debit Amount | Credit Amount |
|---------|--------------------------------------------------------------------|-----------|---------------------------|--------------|---------------|
| 2/7/15  | 65500<br>Truck and Delivery (UPS)<br>20000<br>Accounts Payable     | 164390065 | UPS                       | 143.39       | 143.39        |
| 2/9/15  | 66000<br>Overnight Mail Service<br>20000<br>Accounts Payable       | 293210126 | FedEx                     | 106.02       | 106.02        |
| 2/10/15 | 57000<br>Cost of Sales (Knitting)<br>20000<br>Accounts Payable     | 145567    | Fairystone Fabrics        | 2,086.65     | 2,086.65      |
| 2/10/15 | 59600<br>Freight<br>20000<br>Accounts Payable                      | 6260980   | Glen Raven Transportation | 518.68       | 518.68        |
| 2/10/15 | 59600<br>Freight<br>20000<br>Accounts Payable                      | w1005079  | Wicker Services Inc.      | 175.00       | 175.00        |
| 2/11/15 | 51000<br>Cost of Sales (Beam Yarn)<br>20000<br>Accounts Payable    | 911646    | New Generation Yarn Corp. | 5,534.80     | 5,534.80      |
| 2/11/15 | 51000<br>Cost of Sales (Beam Yarn)<br>20000<br>Accounts Payable    | 41645     | Warp Technologies, Inc.   | 3,145.92     | 3,145.92      |
| 2/12/15 | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable          | 72854     | Glen Raven, Inc.          | 930.00       | 930.00        |
| 2/12/15 | 57000<br>Cost of Sales (Knitting)<br>20000<br>Accounts Payable     | 145582    | Fairystone Fabrics        | 836.80       | 836.80        |
| 2/13/15 | 27100<br>Loan Payable (CS)<br>20000<br>Accounts Payable            | 021515    | NYSEG                     | 154.26       | 154.26        |
| 2/13/15 | 69000<br>Promotion<br>20000<br>Accounts Payable                    | 020115    | Capital One,F.S.B/1108    | 77.99        | 77.99         |
| 2/13/15 | 76000<br>Telep. & Long Distance Expen<br>20000<br>Accounts Payable | 020415    | Verizon                   | 298.97       | 298.97        |
| 2/13/15 | 27100<br>Loan Payable (CS)<br>20000<br>Accounts Payable            | 021315    | Verizon                   | 27.42        | 27.42         |
| 2/13/15 | 57000                                                              | 145586    |                           | 528.03       |               |

**Veratex Inc.**  
**Purchase Journal**  
**For the Period From Feb 1, 2015 to Feb 28, 2015**

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

| Date    | Account ID<br>Account Description                                    | Invoice # | Line Description         | Debit Amount | Credit Amount |
|---------|----------------------------------------------------------------------|-----------|--------------------------|--------------|---------------|
|         | Cost of Sales (Knitting)<br>20000<br>Accounts Payable                |           | Fairystone Fabrics       |              | 528.03        |
| 2/14/15 | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable            | 72893     |                          | 1,026.25     |               |
|         |                                                                      |           | Glen Raven, Inc.         |              | 1,026.25      |
| 2/14/15 | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable            | 72894     |                          | 863.65       |               |
|         |                                                                      |           | Glen Raven, Inc.         |              | 863.65        |
| 2/14/15 | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable            | 72895     |                          | 1,513.30     |               |
|         |                                                                      |           | Glen Raven, Inc.         |              | 1,513.30      |
| 2/14/15 | 65500<br>Truck and Delivery (UPS)<br>20000<br>Accounts Payable       | 164390075 |                          | 96.14        |               |
|         |                                                                      |           | UPS                      |              | 96.14         |
| 2/16/15 | 66000<br>Overnight Mail Service<br>20000<br>Accounts Payable         | 293954482 |                          | 78.31        |               |
|         |                                                                      |           | FedEx                    |              | 78.31         |
| 2/17/15 | 27100<br>Loan Payable (CS)<br>20000<br>Accounts Payable              | 2307831   |                          | 254.21       |               |
|         |                                                                      |           | Combined Energy Services |              | 254.21        |
| 2/18/15 | 27100<br>Loan Payable (CS)<br>20000<br>Accounts Payable              | 2307181   |                          | 413.17       |               |
|         |                                                                      |           | Combined Energy Services |              | 413.17        |
| 2/20/15 | 58500<br>Cost of Sales (Finished Goods)<br>20000<br>Accounts Payable | 9773      |                          | 392.59       |               |
|         |                                                                      |           | Fairlane Vrtx Inc.       |              | 392.59        |
| 2/23/15 | 14000<br>Loan Receivable (VRTX)<br>20000<br>Accounts Payable         | 022315    |                          | 5,000.00     |               |
|         |                                                                      |           | Fairlane Vrtx Inc.       |              | 5,000.00      |
| 2/23/15 | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable            | 73154     |                          | 934.80       |               |
|         |                                                                      |           | Glen Raven, Inc.         |              | 934.80        |
| 2/25/15 | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable            | 73196     |                          | 1,314.06     |               |
|         |                                                                      |           | Glen Raven, Inc.         |              | 1,314.06      |
| 2/26/15 | 73200<br>NYC Corporation Tax<br>20000<br>Accounts Payable            | 022615    |                          | 125.00       |               |
|         |                                                                      |           | NYC Dept. of Finance     |              | 125.00        |
| 2/26/15 | 73100<br>NYS Corporation Tax<br>20000                                | 022615    |                          | 300.00       |               |
|         |                                                                      |           | NYS Corporation Tax      |              | 300.00        |

**Veratex Inc.**  
**Purchase Journal**  
**For the Period From Feb 1, 2015 to Feb 28, 2015**

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

| Date    | Account ID<br>Account Description                                   | Invoice # | Line Description               | Debit Amount     | Credit Amount    |
|---------|---------------------------------------------------------------------|-----------|--------------------------------|------------------|------------------|
|         | Accounts Payable                                                    |           |                                |                  |                  |
| 2/26/15 | 72000<br>Payroll Tax Expense<br>20000<br>Accounts Payable           | cp161     |                                | 337.56           |                  |
|         |                                                                     |           | Internal Revenue Service       |                  | 337.56           |
| 2/26/15 | 67000<br>Insurance Expense<br>20000<br>Accounts Payable             | 021315    |                                | 113.30           |                  |
|         |                                                                     |           | Travelers                      |                  | 113.30           |
| 2/27/15 | 66500<br>Hospitalization and Insurance<br>20000<br>Accounts Payable | 022715    |                                | 265.05           |                  |
|         |                                                                     |           | UnitedHealthcare Insurance Co. |                  | 265.05           |
| 2/27/15 | 66500<br>Hospitalization and Insurance<br>20000<br>Accounts Payable | 47618860  |                                | 5,002.62         |                  |
|         |                                                                     |           | Oxford Health Plans            |                  | 5,002.62         |
|         |                                                                     |           |                                | <b>92,105.28</b> | <b>92,105.28</b> |

**Veratex Inc.**  
**Check Register**  
**For the Period From Feb 1, 2015 to Feb 28, 2015**

Filter Criteria includes: Report order is by Date.

| Check # | Date    | Payee                    | Cash Account | Amount   |
|---------|---------|--------------------------|--------------|----------|
| 36707   | 2/2/15  | Simons HK Properties LL  | 10200        | 2,100.00 |
| 36711   | 2/5/15  | NYS Tax Department       | 10200        | 789.35   |
| 36712   | 2/6/15  | Fairlane Vrtx Inc.       | 10200        | 8,626.00 |
| 36713   | 2/6/15  | Rebtex Inc.              | 10200        | 715.80   |
| 36714   | 2/6/15  | Warp Technologies, Inc.  | 10200        | 3,043.84 |
| 36715   | 2/6/15  | New Generation Yarn Cor  | 10200        | 4,106.88 |
| 36716   | 2/6/15  | Ten Park Ave. Tenants Co | 10200        | 912.84   |
| 36717   | 2/6/15  | AT&T                     | 10200        | 44.13    |
| 36718   | 2/6/15  | Donmar Printing Inc.     | 10200        | 476.05   |
| 36719   | 2/6/15  | UPS                      | 10200        | 132.03   |
| 36720   | 2/6/15  | New Generation Yarn Cor  | 10200        | 6,173.44 |
| 36708   | 2/6/15  | Wei Chang                | 10200        | 824.22   |
| 36709   | 2/6/15  | Claudio A D'alessio      | 10200        | 690.69   |
| 36710   | 2/6/15  | Carolyn J Simon          | 10200        | 95.93    |
| 36721   | 2/9/15  | AXA Equitable/Equi-Vest  | 10200        | 3,702.77 |
| 36725   | 2/13/15 | Verizon                  | 10200        | 298.97   |
| 36726   | 2/13/15 | Verizon                  | 10200        | 27.42    |
| 36727   | 2/13/15 | Combined Energy Service  | 10200        | 663.31   |
| 36728   | 2/13/15 | Rebtex Inc.              | 10200        | 705.60   |
| 36729   | 2/13/15 | Glen Raven, Inc.         | 10200        | 1,023.84 |
| 36730   | 2/13/15 | New Generation Yarn Cor  | 10200        | 5,736.96 |
| 36731   | 2/13/15 | FedEx                    | 10200        | 186.28   |
| 36732   | 2/13/15 | Capital One,F.S.B/1108   | 10200        | 77.99    |
| 36733   | 2/13/15 | Quill Corp.              | 10200        | 85.06    |
| 36734   | 2/13/15 | TST Logistics            | 10200        | 316.10   |
| 36735   | 2/13/15 | NYSEG                    | 10200        | 154.26   |
| 36736   | 2/13/15 | UPS                      | 10200        | 143.39   |
| 36722   | 2/13/15 | Wei Chang                | 10200        | 824.22   |
| 36723   | 2/13/15 | Claudio A D'alessio      | 10200        | 690.69   |
| 36724   | 2/13/15 | Carolyn J Simon          | 10200        | 95.93    |
| 36740   | 2/20/15 | The Design Workshop      | 10200        | 1,008.00 |
| 36741   | 2/20/15 | Rebtex Inc.              | 10200        | 365.30   |
| 36742   | 2/20/15 | Glen Raven, Inc.         | 10200        | 2,772.82 |
| 36743   | 2/20/15 | Warp Technologies, Inc.  | 10200        | 2,468.48 |

**Veratex Inc.**  
**Check Register****For the Period From Feb 1, 2015 to Feb 28, 2015**

Filter Criteria includes: Report order is by Date.

| Check #      | Date    | Payee                     | Cash Account | Amount           |
|--------------|---------|---------------------------|--------------|------------------|
| 36744        | 2/20/15 | New Generation Yarn Cor   | 10200        | 5,498.88         |
| 36737        | 2/20/15 | Wei Chang                 | 10200        | 824.22           |
| 36738        | 2/20/15 | Claudio A D'alessio       | 10200        | 690.69           |
| 36739        | 2/20/15 | Carolyn J Simon           | 10200        | 95.93            |
| 36745        | 2/23/15 | Fairlane Vrtx Inc.        | 10200        | 5,392.59         |
| 36746        | 2/27/15 | Wei Chang                 | 10200        | 1,024.22         |
| 36747        | 2/27/15 | Claudio A D'alessio       | 10200        | 690.69           |
| 36748        | 2/27/15 | Claude A Simon            | 10200        | 3,081.52         |
| 36749        | 2/27/15 | Carolyn J Simon           | 10200        | 95.93            |
| 36750        | 2/27/15 | UnitedHealthcare Insuranc | 10200        | 265.05           |
| 36751        | 2/27/15 | Combined Energy Service   | 10200        | 667.38           |
| 36752        | 2/27/15 | Oxford Health Plans       | 10200        | 5,002.62         |
| 36753        | 2/27/15 | NYS Corporation Tax       | 10200        | 300.00           |
| 36754        | 2/27/15 | NYC Dept. of Finance      | 10200        | 125.00           |
| 36756        | 2/27/15 | Glen Raven, Inc.          | 10200        | 2,218.45         |
| <b>Total</b> |         |                           |              | <b>76,051.76</b> |

**Veratex Inc.**  
**Aged Payables**  
**As of Feb 28, 2015**

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

| Vendor ID<br>Vendor<br>Contact<br>Telephone 1 | Invoice No                                                                                                                                   | 0 - 30                                                                                                                                                                               | 31 - 60 | 61 - 90 | Over 90 days | Amount Due                                                                                                                                                                           |
|-----------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------|---------|--------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 107<br>Stanek Netting Co.,Inc.                | 11024<br>11073                                                                                                                               | 1,654.66<br>3,794.05                                                                                                                                                                 |         |         |              | 1,654.66<br>3,794.05                                                                                                                                                                 |
| <b>107<br/>Stanek Netting Co.,Inc.</b>        |                                                                                                                                              | <b>5,448.71</b>                                                                                                                                                                      |         |         |              | <b>5,448.71</b>                                                                                                                                                                      |
| 16<br>UPS                                     | 164390075                                                                                                                                    | 96.14                                                                                                                                                                                |         |         |              | 96.14                                                                                                                                                                                |
| <b>16<br/>UPS</b>                             |                                                                                                                                              | <b>96.14</b>                                                                                                                                                                         |         |         |              | <b>96.14</b>                                                                                                                                                                         |
| 186<br>Glen Raven, Inc.<br>336-229-5576       | 72294<br>72379<br>72307<br>72515<br>72577<br>72576<br>72597<br>72598<br>72626<br>72658<br>72854<br>72893<br>72894<br>72895<br>73154<br>73196 | 2,362.18<br>1,342.94<br>619.20<br>1,321.32<br>1,497.83<br>1,135.24<br>1,954.81<br>1,549.34<br>1,886.13<br>1,059.80<br>930.00<br>1,026.25<br>863.65<br>1,513.30<br>934.80<br>1,314.06 |         |         |              | 2,362.18<br>1,342.94<br>619.20<br>1,321.32<br>1,497.83<br>1,135.24<br>1,954.81<br>1,549.34<br>1,886.13<br>1,059.80<br>930.00<br>1,026.25<br>863.65<br>1,513.30<br>934.80<br>1,314.06 |
| <b>186<br/>Glen Raven, Inc.</b>               |                                                                                                                                              | <b>21,310.85</b>                                                                                                                                                                     |         |         |              | <b>21,310.85</b>                                                                                                                                                                     |
| 195<br>Glen Raven Transportation              | 6260980                                                                                                                                      | 518.68                                                                                                                                                                               |         |         |              | 518.68                                                                                                                                                                               |
| <b>195<br/>Glen Raven Transportation</b>      |                                                                                                                                              | <b>518.68</b>                                                                                                                                                                        |         |         |              | <b>518.68</b>                                                                                                                                                                        |
| 21<br>FedEx                                   | 293954482                                                                                                                                    | 78.31                                                                                                                                                                                |         |         |              | 78.31                                                                                                                                                                                |
| <b>21<br/>FedEx</b>                           |                                                                                                                                              | <b>78.31</b>                                                                                                                                                                         |         |         |              | <b>78.31</b>                                                                                                                                                                         |

**Veratex Inc.**  
**Aged Payables**  
**As of Feb 28, 2015**

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

| Vendor ID<br>Vendor<br>Contact<br>Telephone 1 | Invoice No                           | 0 - 30                                        | 31 - 60 | 61 - 90 | Over 90 days | Amount Due                                    |
|-----------------------------------------------|--------------------------------------|-----------------------------------------------|---------|---------|--------------|-----------------------------------------------|
| 23<br>Internal Revenue Service                | cp161                                | 337.56                                        |         |         |              | 337.56                                        |
| <b>23<br/>Internal Revenue Service</b>        |                                      | <b>337.56</b>                                 |         |         |              | <b>337.56</b>                                 |
| 39<br>Fairystone Fabrics                      | 145567<br>145582<br>145586           | 2,086.65<br>836.80<br>528.03                  |         |         |              | 2,086.65<br>836.80<br>528.03                  |
| <b>39<br/>Fairystone Fabrics</b>              |                                      | <b>3,451.48</b>                               |         |         |              | <b>3,451.48</b>                               |
| 40<br>Travelers                               | 021315                               | 113.30                                        |         |         |              | 113.30                                        |
| <b>40<br/>Travelers</b>                       |                                      | <b>113.30</b>                                 |         |         |              | <b>113.30</b>                                 |
| 54<br>Rebtex Inc.                             | 463376<br>463391                     | 818.88<br>40.00                               |         |         |              | 818.88<br>40.00                               |
| <b>54<br/>Rebtex Inc.</b>                     |                                      | <b>858.88</b>                                 |         |         |              | <b>858.88</b>                                 |
| 81<br>Brawer Bros.                            | 257199<br>257201<br>257200<br>257298 | 4,489.73<br>6,655.28<br>4,138.20<br>14,261.65 |         |         |              | 4,489.73<br>6,655.28<br>4,138.20<br>14,261.65 |
| <b>81<br/>Brawer Bros.</b>                    |                                      | <b>29,544.86</b>                              |         |         |              | <b>29,544.86</b>                              |
| 92<br>Wicker Services Inc.                    | w1005079                             | 175.00                                        |         |         |              | 175.00                                        |
| <b>92<br/>Wicker Services Inc.</b>            |                                      | <b>175.00</b>                                 |         |         |              | <b>175.00</b>                                 |

**Veratex Inc.**  
**Aged Payables**  
**As of Feb 28, 2015**

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

| Vendor ID<br>Vendor<br>Contact<br>Telephone 1 | Invoice No | 0 - 30           | 31 - 60 | 61 - 90 | Over 90 days | Amount Due       |
|-----------------------------------------------|------------|------------------|---------|---------|--------------|------------------|
| 95                                            | 41485      | 2,505.60         |         |         |              | 2,505.60         |
| Warp Technologies, Inc.                       | 41494      | 5,048.32         |         |         |              | 5,048.32         |
|                                               | 41645      | 3,145.92         |         |         |              | 3,145.92         |
|                                               |            | <hr/>            |         |         |              |                  |
| <b>95</b>                                     |            | <b>10,699.84</b> |         |         |              | <b>10,699.84</b> |
| <b>Warp Technologies, Inc.</b>                |            |                  |         |         |              |                  |
| <hr/>                                         |            |                  |         |         |              |                  |
| 98                                            | 911610     | 8,757.96         |         |         |              | 8,757.96         |
| New Generation Yarn Corp.                     | 911646     | 5,534.80         |         |         |              | 5,534.80         |
|                                               |            | <hr/>            |         |         |              |                  |
| <b>98</b>                                     |            | <b>14,292.76</b> |         |         |              | <b>14,292.76</b> |
| <b>New Generation Yarn Corp.</b>              |            |                  |         |         |              |                  |
| <hr/>                                         |            |                  |         |         |              |                  |
| <b>Report Total</b>                           |            | <b>86,926.37</b> |         |         |              | <b>86,926.37</b> |

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Page No. 1  
03/02/2015

Sales Report By Style and Customer

| Sales Man              | Invoice Date | Color    | Width | Dye | Order/Lot#     | Lin | Yds   | Price   | Amount | GP Cost/<br>Per Yard | Cost | Gross Profit | Per Cent |
|------------------------|--------------|----------|-------|-----|----------------|-----|-------|---------|--------|----------------------|------|--------------|----------|
| ** Style-> V10212      |              |          |       |     |                |     |       |         |        |                      |      |              |          |
| * Customer Code-> HARO |              |          |       |     |                |     |       |         |        |                      |      |              |          |
| HSE                    | 30924        | 02/25/20 | BLACK | 60" | 19363/CM181735 |     | 625   | 1.450 L | 906    | 0.146 1.304          | 815  | 91           | 0.101    |
| * Subsubtotal *        |              |          |       |     |                |     |       |         |        |                      |      |              |          |
|                        |              |          |       |     |                |     |       |         |        |                      |      |              |          |
| * Customer Code-> REST |              |          |       |     |                |     |       |         |        |                      |      |              |          |
| HSE                    | 30926        | 02/25/20 | WHITE | 60" | 19460/CM185651 |     | 4635  | 1.700 L | 7880   | 0.636 1.064          | 4932 | 2948         | 0.374    |
| * Subsubtotal *        |              |          |       |     |                |     |       |         |        |                      |      |              |          |
|                        |              |          |       |     |                |     |       |         |        |                      |      |              |          |
| ** Subtotal **         |              |          |       |     |                |     |       |         |        |                      |      |              |          |
|                        |              |          |       |     |                |     |       |         |        |                      |      |              |          |
| ** Style-> V10401      |              |          |       |     |                |     |       |         |        |                      |      |              |          |
| * Customer Code-> HEXC |              |          |       |     |                |     |       |         |        |                      |      |              |          |
| CS                     | 30922        | 02/24/20 | WHITE | 54" | 19395/19842300 |     | 740   | 1.080 L | 799    | 0.668 0.412          | 305  | 494          | 0.619    |
| * Subsubtotal *        |              |          |       |     |                |     |       |         |        |                      |      |              |          |
|                        |              |          |       |     |                |     |       |         |        |                      |      |              |          |
| * Customer Code-> KOMP |              |          |       |     |                |     |       |         |        |                      |      |              |          |
| CS                     | 30915        | 02/11/20 | BLACK | 54" | 19450/20759400 |     | 5722  | 0.650 L | 3719   | 0.171 0.479          | 2741 | 978          | 0.263    |
| CS                     | 30915        | 02/11/20 | WHITE | 54" | 19451/20759500 |     | 6900  | 0.610 L | 4209   | 0.209 0.401          | 2767 | 1442         | 0.343    |
| * Subsubtotal *        |              |          |       |     |                |     |       |         |        |                      |      |              |          |
|                        |              |          |       |     |                |     |       |         |        |                      |      |              |          |
| * Customer Code-> OUTM |              |          |       |     |                |     |       |         |        |                      |      |              |          |
| HSE                    | 30914        | 02/06/20 | WHITE | 54" | 19395/19842300 |     | 600   | 0.710 L | 426    | 0.298 0.412          | 247  | 179          | 0.420    |
| HSE                    | 30918        | 02/13/20 | BLACK | 54" | 19446/20715500 |     | 600   | 0.760 L | 456    | 0.307 0.453          | 272  | 184          | 0.404    |
| * Subsubtotal *        |              |          |       |     |                |     |       |         |        |                      |      |              |          |
|                        |              |          |       |     |                |     |       |         |        |                      |      |              |          |
| * Customer Code-> PREC |              |          |       |     |                |     |       |         |        |                      |      |              |          |
| CS                     | 30927        | 02/26/20 | WHITE | 54" | 19395/19842300 |     | 3017  | 0.580 L | 1750   | 0.168 0.412          | 1243 | 507          | 0.290    |
| CS                     | 30927        | 02/26/20 | WHITE | 54" | 19415/20237600 |     | 300   | 0.580 L | 174    | 0.197 0.383          | 115  | 59           | 0.340    |
| CS                     | 30927        | 02/26/20 | BLACK | 54" | 19446/20715500 |     | 7950  | 0.630 L | 5009   | 0.177 0.453          | 3601 | 1407         | 0.281    |
| CS                     | 30927        | 02/26/20 | IVORY | 54" | 19461/20887400 |     | 11287 | 0.580 L | 6546   | 0.162 0.418          | 4718 | 1828         | 0.279    |
| * Subsubtotal *        |              |          |       |     |                |     |       |         |        |                      |      |              |          |

| Sales Man              | Invoice Date | Color    | Width    | Dye Order/Lot# | Lin Yds | Price          | Amount           | GP Cost/<br>Per Yard | Cost  | Gross Profit | Per Cent |
|------------------------|--------------|----------|----------|----------------|---------|----------------|------------------|----------------------|-------|--------------|----------|
| * Customer Code-> TRIC |              |          |          |                |         |                |                  |                      |       |              |          |
| CS                     | 30910        | 02/03/20 | WHITE    |                | 66"     | 19454/20797700 | 2030 0.720 L     | 1462 0.258 0.462     | 938   | 524          | 0.358    |
| CS                     | 30910        | 02/03/20 | WHITE    |                | 66"     | 19453/20797600 | 13661 0.720 L    | 9836 0.288 0.432     | 5902  | 3934         | 0.400    |
| * Subsubtotal *        |              |          |          |                |         |                |                  |                      |       |              |          |
|                        |              |          |          |                |         | 15691          |                  | 11298                | 6839  | 4458         |          |
| ** Subtotal **         |              |          |          |                |         |                |                  |                      |       |              |          |
|                        |              |          |          |                |         | 52807          |                  | 34386                | 22848 | 11538        |          |
| ** Style-> V10569      |              |          |          |                |         |                |                  |                      |       |              |          |
| * Customer Code-> MECT |              |          |          |                |         |                |                  |                      |       |              |          |
| CS                     | 30911        | 02/03/20 | TRUE WHI |                | 60"     | 19447/532815   | 1176 1.500 L     | 1764 0.540 0.960     | 1129  | 635          | 0.360    |
| CS                     | 30911        | 02/03/20 | RICH BLA |                | 60"     | 19441/532605   | 1185 1.630 L     | 1932 0.770 0.860     | 1019  | 912          | 0.472    |
| * Subsubtotal *        |              |          |          |                |         |                |                  |                      |       |              |          |
|                        |              |          |          |                |         | 2361           |                  | 3696                 | 2148  | 1547         |          |
| ** Subtotal **         |              |          |          |                |         |                |                  |                      |       |              |          |
|                        |              |          |          |                |         | 2361           |                  | 3696                 | 2148  | 1547         |          |
| ** Style-> V10724      |              |          |          |                |         |                |                  |                      |       |              |          |
| * Customer Code-> LAMP |              |          |          |                |         |                |                  |                      |       |              |          |
| HSE                    | 30928        | 02/27/20 | WHITE    |                | 48"     | 19449/20759300 | 534 1.450 L      | 774 0.836 0.614      | 328   | 446          | 0.577    |
| * Subsubtotal *        |              |          |          |                |         |                |                  |                      |       |              |          |
|                        |              |          |          |                |         | 534            |                  | 774                  | 328   | 446          |          |
| ** Subtotal **         |              |          |          |                |         |                |                  |                      |       |              |          |
|                        |              |          |          |                |         | 534            |                  | 774                  | 328   | 446          |          |
| ** Style-> V10729      |              |          |          |                |         |                |                  |                      |       |              |          |
| * Customer Code-> EDIT |              |          |          |                |         |                |                  |                      |       |              |          |
| HSE                    | 30916        | 02/11/20 | CHAMP    |                | 58"     | 19252/525320   | 533 1.560 L      | 831 1.012 0.548      | 292   | 539          | 0.649    |
| * Subsubtotal *        |              |          |          |                |         |                |                  |                      |       |              |          |
|                        |              |          |          |                |         | 533            |                  | 831                  | 292   | 539          |          |
| ** Subtotal **         |              |          |          |                |         |                |                  |                      |       |              |          |
|                        |              |          |          |                |         | 533            |                  | 831                  | 292   | 539          |          |
| ** Style-> V10836      |              |          |          |                |         |                |                  |                      |       |              |          |
| * Customer Code-> HARO |              |          |          |                |         |                |                  |                      |       |              |          |
| HSE                    | 30912        | 02/04/20 |          | /              |         | 450 1.220      | -549 0.000 0.000 |                      | 0     | 0            | 0.000    |

Sales Report By Style and Customer

| Sales Invoice Man      | Date  | Color    | Width     | Dye Order/Lot# | Lin | Yds  | Price   | Amount | GP Cost/<br>Per Yard | Cost | Gross Profit | Per Cent |
|------------------------|-------|----------|-----------|----------------|-----|------|---------|--------|----------------------|------|--------------|----------|
| * Subsubtotal *        |       |          |           |                |     |      |         |        |                      |      |              |          |
|                        |       |          |           |                |     |      | 450     | -549   |                      | 0    | 0            |          |
| ** Subtotal **         |       |          |           |                |     |      | 450     | -549   |                      | 0    | 0            |          |
| * Style-> V189         |       |          |           |                |     |      |         |        |                      |      |              |          |
| * Customer Code-> AHSP |       |          |           |                |     |      |         |        |                      |      |              |          |
| HSE                    | 30919 | 02/16/20 | BLACK     | 19407/20024100 | 50" | 980  | 1.250 L | 1225   | 0.456 0.794          | 778  | 447          | 0.365    |
| HSE                    | 30919 | 02/16/20 | BLACK     | 19456/20799300 | 50" | 1217 | 1.250 L | 1521   | 0.562 0.688          | 837  | 684          | 0.450    |
| HSE                    | 30921 | 02/20/20 | WHITE     | 19390/19689400 | 50" | 825  | 1.150 L | 949    | 0.313 0.837          | 691  | 258          | 0.272    |
| * Subsubtotal *        |       |          |           |                |     |      | 3022    | 3695   |                      | 2306 | 1389         |          |
| ** Subtotal **         |       |          |           |                |     |      | 3022    | 3695   |                      | 2306 | 1389         |          |
| * Style-> V22          |       |          |           |                |     |      |         |        |                      |      |              |          |
| * Customer Code-> INTF |       |          |           |                |     |      |         |        |                      |      |              |          |
| CS                     | 30909 | 02/03/20 | WHITE     | 19434/20568900 | 60" | 2513 | 0.760 L | 1910   | 0.066 0.694          | 1744 | 166          | 0.087    |
| CS                     | 30909 | 02/03/20 | OYSTER    | 19417/20308100 | 60" | 2515 | 0.780 L | 1962   | 0.094 0.686          | 1725 | 236          | 0.121    |
| CS                     | 30909 | 02/03/20 | CANDIELLI | 19377/19632500 | 60" | 500  | 0.780 L | 390    | 0.091 0.689          | 345  | 46           | 0.117    |
| CS                     | 30909 | 02/03/20 | BLACK     | 19375/19566900 | 60" | 1950 | 0.790 L | 1541   | 0.052 0.738          | 1439 | 101          | 0.066    |
| * Subsubtotal *        |       |          |           |                |     |      | 7478    | 5802   |                      | 5253 | 549          |          |
| * Customer Code-> MECT |       |          |           |                |     |      |         |        |                      |      |              |          |
| CS                     | 30911 | 02/03/20 | TRUE WHI  | 19432/532333   | 60" | 1580 | 1.000 L | 1580   | 0.319 0.681          | 1076 | 504          | 0.319    |
| CS                     | 30911 | 02/03/20 | S.FROST   | 19442/532622   | 60" | 1560 | 1.030 L | 1607   | 0.263 0.767          | 1197 | 410          | 0.255    |
| CS                     | 30911 | 02/03/20 | RICH BLA  | 19440/532604   | 60" | 1556 | 1.060 L | 1649   | 0.307 0.753          | 1172 | 478          | 0.290    |
| * Subsubtotal *        |       |          |           |                |     |      | 4696    | 4836   |                      | 3444 | 1392         |          |
| ** Subtotal **         |       |          |           |                |     |      | 12174   | 10638  |                      | 8697 | 1941         |          |
| * Style-> V239P        |       |          |           |                |     |      |         |        |                      |      |              |          |
| * Customer Code-> CATE |       |          |           |                |     |      |         |        |                      |      |              |          |
| CS                     | 30917 | 02/13/20 | GRAY      | 19457/20810300 | 60" | 3290 | 0.760 L | 2500   | 0.199 0.561          | 1846 | 655          | 0.262    |

Sales Report By Style and Customer

| Sales Invoice Man      | Date  | Color    | Width | Dye Order/Lot# | Lin            | Yds   | Price   | Amount | GP Cost/<br>Per Yard | Cost  | Gross Profit | Per Cent |
|------------------------|-------|----------|-------|----------------|----------------|-------|---------|--------|----------------------|-------|--------------|----------|
| * Subsubtotal *        |       |          |       |                |                |       |         |        |                      |       |              |          |
| * Customer Code-> DUNN |       |          |       |                |                |       |         |        |                      |       |              |          |
| CS                     | 30913 | 02/05/20 | LIME  | 54"            | 19365/19472900 | 400   | 0.750 L | 300    | 0.226 0.524          | 210   | 90           | 0.301    |
| CS                     | 30913 | 02/05/20 | LIME  | 54"            | 19438/20697500 | 1680  | 0.750 L | 1260   | 0.221 0.529          | 889   | 371          | 0.295    |
| CS                     | 30923 | 02/24/20 | WHITE | 60"            | 19462/20927900 | 5390  | 0.610 L | 3288   | 0.087 0.523          | 2819  | 469          | 0.143    |
| * Subsubtotal *        |       |          |       |                |                | 7470  |         | 4848   |                      | 3917  | 931          |          |
| * Customer Code-> EMPR |       |          |       |                |                |       |         |        |                      |       |              |          |
| CS                     | 30920 | 02/20/20 | WHITE | 60"            | 19455/20797800 | 400   | 0.660 L | 264    | 0.197 0.463          | 185   | 79           | 0.298    |
| CS                     | 30920 | 02/20/20 | BLACK | 60"            | 19437/20638200 | 400   | 0.730 L | 292    | 0.149 0.581          | 232   | 60           | 0.204    |
| * Subsubtotal *        |       |          |       |                |                | 800   |         | 556    |                      | 418   | 138          |          |
| * Customer Code-> STAP |       |          |       |                |                |       |         |        |                      |       |              |          |
| HSE                    | 30925 | 02/25/20 | WHITE | 60"            | 19444/20697600 | 1090  | 0.630 L | 687    | 0.128 0.502          | 547   | 140          | 0.203    |
| HSE                    | 30925 | 02/25/20 | BLACK | 60"            | 19356/19322900 | 800   | 0.680 L | 544    | 0.144 0.536          | 429   | 115          | 0.212    |
| HSE                    | 30925 | 02/25/20 | GRAY  | 60"            | 19457/20810300 | 1574  | 0.760 L | 1196   | 0.199 0.561          | 883   | 313          | 0.262    |
| HSE                    | 30925 | 02/25/20 | LIME  | 54"            | 19438/20697500 | 1134  | 0.720 L | 816    | 0.191 0.529          | 600   | 217          | 0.265    |
| * Subsubtotal *        |       |          |       |                |                | 4598  |         | 3243   |                      | 2459  | 785          |          |
| ** Subtotal **         |       |          |       |                |                | 16158 |         | 11148  |                      | 8639  | 2508         |          |
| *** Total ***          |       |          |       |                |                | 93299 |         | 73405  |                      | 51005 | 22948        |          |

Adjustment (549)

22399

Expenses (28965)

Net Loss (6565)

| PERIOD              | 2014 SALES  | G/P       | %    | EXPENSES  | NET G/P     | %     | 2015 Sales | G/P      | %    | EXPENSES  | NET G/P    | %     |
|---------------------|-------------|-----------|------|-----------|-------------|-------|------------|----------|------|-----------|------------|-------|
| 01/31               | \$68,998    | \$18,961  | 0.27 | \$31,643  | (\$12,682)  | -0.18 | \$61,758   | \$21,874 | 0.35 | \$30,831  | (\$8,937)  | -0.15 |
| 02/28               | \$101,040   | \$31,437  | 0.31 | \$25,166  | \$6,271     | 0.06  | \$73,405   | \$22,399 | 0.31 | \$28,965  | (\$6,566)  | -0.09 |
| 03/31               | \$108,908   | \$31,724  | 0.29 | \$27,595  | \$4,129     | 0.04  |            |          |      |           |            |       |
| 04/30               | \$35,666    | \$9,310   | 0.26 | \$30,524  | (\$21,214)  | -0.59 |            |          |      |           |            |       |
| 05/31               | \$76,277    | \$30,554  | 0.40 | \$33,475  | (\$2,921)   | -0.04 |            |          |      |           |            |       |
| 06/30               | \$90,862    | \$26,355  | 0.29 | \$33,855  | (\$7,500)   | -0.08 |            |          |      |           |            |       |
| 1st Half            | \$481,751   | \$148,341 | 0.31 | \$183,258 | (\$33,917)  | -0.07 | \$135,163  | \$44,273 | 0.33 | \$59,796  | (\$15,523) | -0.11 |
| 07/31               | \$65,462    | \$17,945  | 0.27 | \$29,077  | (\$11,132)  | -0.17 |            |          |      |           |            |       |
| 08/31               | \$76,551    | \$20,548  | 0.27 | \$30,398  | (\$9,850)   | -0.13 |            |          |      |           |            |       |
| 09/30               | \$75,271    | \$20,492  | 0.27 | \$28,423  | (\$7,931)   | -0.11 |            |          |      |           |            |       |
| 10/31               | \$77,789    | \$26,743  | 0.34 | \$31,522  | (\$4,779)   | -0.06 |            |          |      |           |            |       |
| 11/30               | \$60,363    | \$16,088  | 0.27 | \$29,018  | (\$12,930)  | -0.21 |            |          |      |           |            |       |
| 12/31               | \$58,379    | \$15,449  | 0.26 | \$27,739  | (12290)     | -0.21 |            |          |      |           |            |       |
| 2nd Half            | \$413,815   | \$117,265 | 0.28 | \$176,177 | (\$58,912)  | -0.14 | \$0        | \$0      |      | \$0       | \$0        |       |
| Total               | \$895,566   | \$265,606 | 0.30 | \$358,435 | (\$92,829)  | -0.10 | \$135,163  | \$44,273 | 0.33 | \$59,796  | (\$15,523) | -0.11 |
| FAIRPLANE VRTX 2014 |             |           |      |           |             |       |            |          |      |           |            |       |
| 01/31               | \$16,907    |           |      | \$14,435  | \$2,472     | 0.15  | \$31,410   |          |      | \$27,139  | \$4,271    | 0.14  |
| 02/28               | \$31,717    |           |      | \$28,834  | \$2,883     | 0.09  | \$57,160   |          |      | \$47,536  | \$9,624    | 0.17  |
| 03/31               | \$8,024     |           |      | \$11,949  | (\$3,925)   | -0.49 |            |          |      |           |            |       |
| 04/30               | \$21,796    |           |      | \$20,611  | \$1,185     | 0.05  |            |          |      |           |            |       |
| 05/30               | \$13,769    |           |      | \$13,821  | (\$52)      | 0.00  |            |          |      |           |            |       |
| 06/30               | \$8,121     |           |      | \$9,696   | (\$1,575)   | -0.19 |            |          |      |           |            |       |
| 07/31               | \$20,952    |           |      | \$18,773  | \$2,179     | 0.10  |            |          |      |           |            |       |
| 08/31               | \$26,034    |           |      | \$23,899  | \$2,135     | 0.08  |            |          |      |           |            |       |
| 09/30               | \$40,234    |           |      | \$33,720  | \$6,514     | 0.16  |            |          |      |           |            |       |
| 10/31               | \$23,497    |           |      | \$28,920  | (\$5,423)   | -0.23 |            |          |      |           |            |       |
| 11/30               | \$20,096    |           |      | \$18,398  | \$1,698     | 0.08  |            |          |      |           |            |       |
| 12/31               | \$26,485    |           |      | \$22,497  | \$3,988     | 0.15  |            |          |      |           |            |       |
| TOTAL               | \$257,632   |           |      | \$245,553 | \$12,079    | 0.05  | \$88,570   |          |      | \$74,675  | \$13,895   | 0.16  |
| NET                 | \$1,153,198 |           |      | \$603,988 | (\$580,750) | -0.07 | \$223,733  |          |      | \$134,471 | (\$1,628)  | -0.01 |

|          | 2014      | 2015      |
|----------|-----------|-----------|
| 01/31    | \$68,998  | \$61,758  |
| 02/28    | \$101,040 | \$73,405  |
| 03/31    | \$108,908 |           |
| 1st Quar | \$278,946 | \$135,163 |
| 04/30    | \$35,666  |           |
| 05/31    | \$76,277  |           |
| 06/30    | \$90,862  |           |
| 2nd Quar | \$202,805 |           |
| 07/31    | \$481,751 | \$135,163 |
| 08/31    | \$65,462  |           |
| 09/30    | \$75,271  |           |
| 3rd Quar | \$217,284 |           |
| 10/31    | \$77,789  |           |
| 11/30    | \$60,363  |           |
| 12/31    | \$58,379  |           |
| 4th Quar | \$196,531 |           |
| 2nd Half | \$413,815 |           |
| Total    | \$895,566 | \$135,163 |

|          | 2003        | 2004        | 2005        | 2006        | 2007        | 2008        | 2009        | 2010        | 2011        | 2012        | 2013        |
|----------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| 01/31    | \$329,415   | \$168,042   | \$260,454   | \$408,126   | \$255,566   | \$227,008   | \$227,056   | \$127,580   | \$170,027   | \$111,689   | \$60,341    |
| 02/28    | \$196,646   | \$313,210   | \$290,707   | \$247,962   | \$246,143   | \$245,331   | \$131,228   | \$135,146   | \$165,390   | \$190,585   | \$124,011   |
| 03/31    | \$235,079   | \$240,929   | \$299,274   | \$458,025   | \$278,709   | \$220,012   | \$130,470   | \$209,246   | \$198,712   | \$89,769    | \$112,586   |
| 1st Quar | \$761,140   | \$722,181   | \$850,435   | \$1,114,113 | \$780,418   | \$692,351   | \$488,754   | \$471,972   | \$534,129   | \$392,043   | \$296,938   |
| 04/30    | \$205,396   | \$278,086   | \$281,290   | \$238,284   | \$262,517   | \$185,200   | \$162,369   | \$183,431   | \$137,984   | \$105,105   | \$123,346   |
| 05/31    | \$307,138   | \$285,656   | \$245,453   | \$281,368   | \$369,714   | \$243,670   | \$184,810   | \$139,387   | \$123,416   | \$162,637   | \$77,765    |
| 06/30    | \$181,180   | \$252,986   | \$350,837   | \$367,164   | \$266,564   | \$122,785   | \$159,733   | \$174,761   | \$158,399   | \$156,224   | \$94,270    |
| 2nd Quar | \$693,714   | \$816,728   | \$877,580   | \$886,816   | \$898,795   | \$551,655   | \$506,912   | \$497,579   | \$419,799   | \$423,966   | \$295,381   |
| 1st Half | \$1,454,854 | \$1,538,909 | \$1,728,015 | \$2,000,929 | \$1,679,213 | \$1,244,006 | \$995,666   | \$969,551   | \$953,928   | \$816,009   | \$592,319   |
| 07/31    | \$209,287   | \$268,149   | \$175,028   | \$215,641   | \$237,957   | \$223,602   | \$291,939   | \$237,391   | \$107,987   | \$50,212    | \$65,268    |
| 08/31    | \$214,986   | \$282,520   | \$299,725   | \$328,452   | \$366,525   | \$158,171   | \$167,629   | \$171,949   | \$225,872   | \$108,638   | \$106,390   |
| 09/30    | \$251,578   | \$236,272   | \$355,053   | \$292,083   | \$265,567   | \$132,677   | \$201,294   | \$143,226   | \$100,540   | \$77,789    | \$94,329    |
| 3rd Quar | \$675,851   | \$786,941   | \$829,806   | \$836,176   | \$870,049   | \$514,450   | \$660,862   | \$552,566   | \$434,399   | \$236,639   | \$265,987   |
| 10/31    | \$247,958   | \$237,963   | \$282,085   | \$290,948   | \$179,314   | \$253,454   | \$185,970   | \$171,469   | \$178,113   | \$91,783    | \$54,239    |
| 11/30    | \$216,073   | \$271,484   | \$288,215   | \$223,925   | \$171,790   | \$160,837   | \$175,607   | \$154,931   | \$124,705   | \$308,306   | \$100,922   |
| 12/31    | \$152,956   | \$164,750   | \$283,876   | \$276,615   | \$95,672    | \$148,643   | \$115,563   | \$109,660   | \$79,457    | \$62,199    | \$63,115    |
| 4th Quar | \$616,987   | \$674,197   | \$854,176   | \$791,488   | \$446,776   | \$562,934   | \$477,140   | \$436,060   | \$382,275   | \$462,288   | \$218,276   |
| 2nd Half | \$1,292,838 | \$1,461,138 | \$1,683,982 | \$1,627,664 | \$1,316,825 | \$1,077,384 | \$1,138,002 | \$988,626   | \$816,674   | \$698,927   | \$484,263   |
| Total    | \$2,747,692 | \$3,000,047 | \$3,411,997 | \$3,628,593 | \$2,996,038 | \$2,321,390 | \$2,133,668 | \$1,958,177 | \$1,770,602 | \$1,514,936 | \$1,076,582 |