

Veratex Inc.  
Balance Sheet  
June 30, 2016

ASSETS

|                                |    |                   |
|--------------------------------|----|-------------------|
| Current Assets                 |    |                   |
| Cash in Bank (Checking)        | \$ | <27,333.26>       |
| Accounts Receivable            |    | 115,449.31        |
| Inventory                      |    | 364,800.00        |
| Loan Receivable (VRTX)         |    | 163,259.92        |
|                                |    | <hr/>             |
| Total Current Assets           |    | 616,175.97        |
| 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              |
|                                |    | <hr/>             |
| Total Assets                   | \$ | <u>616,175.97</u> |

LIABILITIES AND CAPITAL

|                               |    |                          |
|-------------------------------|----|--------------------------|
| Current Liabilities           |    |                          |
| Accounts Payable              | \$ | 87,485.48                |
| Sarsep Payable                |    | 19,646.04                |
| Federal Payroll Taxes Payable |    | 1,009.02                 |
| FICA Tax Payable              |    | 2,386.28                 |
| State Payroll Taxes Payable   |    | 482.59                   |
| Disability Tax Payable        |    | 30.00                    |
| City Payroll Taxes Payable    |    | 101.73                   |
|                               |    | <hr/>                    |
| Total Current Liabilities     |    | 111,141.14               |
| Long-Term Liabilities         |    |                          |
| Loan Payable (CS)             |    | 296,717.89               |
| Loan Payable (HSBC)           |    | 51,456.93                |
| Loan Payable(CS-MS)           |    | 165,000.00               |
| Loan Payable(CHP-Vera)        |    | 64,801.50                |
|                               |    | <hr/>                    |
| Total Long-Term Liabilities   |    | <u>577,976.32</u>        |
| Total Liabilities             |    | 689,117.46               |
| Capital                       |    |                          |
| Paid-in Capital               |    | 125,000.00               |
| Retained Earnings             |    | <157,760.96>             |
| Net Income                    |    | <40,180.53>              |
|                               |    | <hr/>                    |
| Total Capital                 |    | <u>&lt;72,941.49&gt;</u> |
| Total Liabilities & Capital   | \$ | <u>616,175.97</u>        |

Unaudited - For Management Purposes Only

Veratex Inc.  
Income Statement  
For the Six Months Ending June 30, 2016

|                                | Current Month |         | Year to Date  |        |
|--------------------------------|---------------|---------|---------------|--------|
| Revenues                       |               |         |               |        |
| Sales (Veratex)                | \$ 60,123.33  | 99.49   | \$ 368,385.18 | 97.18  |
| Sales (Factor)                 | 0.00          | 0.00    | 0.00          | 0.00   |
| Interest Income                | 0.00          | 0.00    | 0.00          | 0.00   |
| Administrative/Manage Services | 2,274.75      | 3.76    | 13,648.50     | 3.60   |
| Finance Charge Income          | 0.00          | 0.00    | 0.00          | 0.00   |
| Sales Returns and Allowances   | <1,931.54>    | <3.20>  | <2,773.29>    | <0.73> |
| Sales Discounts                | <35.16>       | <0.06>  | <195.85>      | <0.05> |
| Total Revenues                 | 60,431.38     | 100.00  | 379,064.54    | 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)      | 31,354.72     | 51.88   | 129,891.12    | 34.27  |
| Cost of Sales (Knitting)       | 18,121.26     | 29.99   | 59,160.16     | 15.61  |
| Cost of Sales (Greige Goods)   | 0.00          | 0.00    | 0.00          | 0.00   |
| Cost of Sales (D&F)            | 23,457.15     | 38.82   | 73,245.42     | 19.32  |
| Cost of Sales (Finished Goods) | 0.00          | 0.00    | 7,908.64      | 2.09   |
| Cost of Sales (Other)          | 0.00          | 0.00    | 0.00          | 0.00   |
| Storage and Warehousing        | 754.10        | 1.25    | 3,084.15      | 0.81   |
| Freight                        | 391.43        | 0.65    | 2,146.72      | 0.57   |
| Total Cost of Sales            | 74,078.66     | 122.58  | 275,436.21    | 72.66  |
| Gross Profit                   | <13,647.28>   | <22.58> | 103,628.33    | 27.34  |
| Expenses                       |               |         |               |        |
| Bad Debt Expense               | 0.00          | 0.00    | <456.00>      | <0.12> |
| Bank Charges                   | 79.67         | 0.13    | 665.81        | 0.18   |
| Officer's Salaries             | 5,666.67      | 9.38    | 34,000.02     | 8.97   |
| Salaries and Wages             | 9,930.35      | 16.43   | 55,590.54     | 14.67  |
| 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)       | 119.28        | 0.20    | 421.88        | 0.11   |
| Overnight Mail Service         | 97.74         | 0.16    | 294.67        | 0.08   |
| Hospitalization and Insurance  | 5,039.38      | 8.34    | 30,676.97     | 8.09   |
| Insurance Expense              | 685.16        | 1.13    | 1,838.68      | 0.49   |
| Interest Expense               | 196.13        | 0.32    | 1,273.93      | 0.34   |
| 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 | 504.00        | 0.83    | 1,854.00      | 0.49   |
| Promotion                      | 46.63         | 0.08    | 600.64        | 0.16   |
| Travel                         | 0.00          | 0.00    | 1,849.00      | 0.49   |
| Research and Development       | 0.00          | 0.00    | 60.00         | 0.02   |
| Office Expense                 | 0.00          | 0.00    | 0.00          | 0.00   |
| Payroll Tax Expense            | 1,193.14      | 1.97    | 6,868.03      | 1.81   |
| NYS Unemployment Tax           | 0.00          | 0.00    | 620.38        | 0.16   |

For Management Purposes Only

Veratex Inc.  
Income Statement  
For the Six Months Ending June 30, 2016

|                                | Current Month  |         | Year to Date   |         |
|--------------------------------|----------------|---------|----------------|---------|
| Federal Unemployment Tax       | 0.00           | 0.00    | 168.00         | 0.04    |
| NYS Corporation Tax            | 0.00           | 0.00    | 300.00         | 0.08    |
| NYC Corporation Tax            | 0.00           | 0.00    | 500.00         | 0.13    |
| Postage Expense                | 192.92         | 0.32    | 499.86         | 0.13    |
| Rent Expense                   | 682.50         | 1.13    | 4,095.00       | 1.08    |
| Repairs & Maintenance Expense  | 0.00           | 0.00    | 0.00           | 0.00    |
| Telep. & Long Distance Expense | 322.66         | 0.53    | 1,946.67       | 0.51    |
| Garbage Service                | 0.00           | 0.00    | 0.00           | 0.00    |
| Utilities Expense              | 0.00           | 0.00    | 140.78         | 0.04    |
| 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                 | 24,756.23      | 40.97   | 143,808.86     | 37.94   |
| Net Income                     | \$ <38,403.51> | <63.55> | \$ <40,180.53> | <10.60> |

For Management Purposes Only

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

As of Jun 30, 2016

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)     |                     | 27,333.26           |
| 11000      | Accounts Receivable         | 115,449.31          |                     |
| 12000      | Inventory                   | 364,800.00          |                     |
| 14000      | Loan Receivable (VRTX)      | 163,259.92          |                     |
| 15000      | Furniture and Fixtures      | 81,874.00           |                     |
| 17000      | Accum. Depreciation - Furn  |                     | 81,874.00           |
| 20000      | Accounts Payable            |                     | 87,485.48           |
| 23300      | Sarsep Payable              |                     | 19,646.04           |
| 23400      | Federal Payroll Taxes Payab |                     | 1,009.02            |
| 23500      | FICA Tax Payable            |                     | 2,386.28            |
| 23600      | State Payroll Taxes Payable |                     | 482.59              |
| 23700      | Disability Tax Payable      |                     | 30.00               |
| 23800      | City Payroll Taxes Payable  |                     | 101.73              |
| 27100      | Loan Payable (CS)           |                     | 296,717.89          |
| 27500      | Loan Payable (HSBC)         |                     | 51,456.93           |
| 27800      | Loan Payable(CS-MS)         |                     | 165,000.00          |
| 27900      | Loan Payable(ChP-Vera)      |                     | 64,801.50           |
| 39004      | Paid-in Capital             |                     | 125,000.00          |
| 39005      | Retained Earnings           | 157,760.96          |                     |
| 40000      | Sales (Veratex)             |                     | 368,385.18          |
| 41000      | Administrative/Manage Ser   |                     | 13,648.50           |
| 48000      | Sales Returns and Allowanc  | 2,773.29            |                     |
| 49000      | Sales Discounts             | 195.85              |                     |
| 51000      | Cost of Sales (Beam Yarn)   | 129,891.12          |                     |
| 57000      | Cost of Sales (Knitting)    | 59,160.16           |                     |
| 58000      | Cost of Sales (D&F)         | 73,245.42           |                     |
| 58500      | Cost of Sales (Finished Goo | 7,908.64            |                     |
| 59500      | Storage and Warehousing     | 3,084.15            |                     |
| 59600      | Freight                     | 2,146.72            |                     |
| 61500      | Bad Debt Expense            |                     | 456.00              |
| 62000      | Bank Charges                | 665.81              |                     |
| 62500      | Officer's Salaries          | 34,000.02           |                     |
| 63000      | Salaries and Wages          | 55,590.54           |                     |
| 65500      | Truck and Delivery (UPS)    | 421.88              |                     |
| 66000      | Overnight Mail Service      | 294.67              |                     |
| 66500      | Hospitalization and Insuran | 30,676.97           |                     |
| 67000      | Insurance Expense           | 1,838.68            |                     |
| 67500      | Interest Expense            | 1,273.93            |                     |
| 68500      | Legal and Professional Exp  | 1,854.00            |                     |
| 69000      | Promotion                   | 600.64              |                     |
| 69500      | Travel                      | 1,849.00            |                     |
| 70000      | Research and Development    | 60.00               |                     |
| 72000      | Payroll Tax Expense         | 6,868.03            |                     |
| 72500      | NYS Unemployment Tax        | 620.38              |                     |
| 73000      | Federal Unemployment Tax    | 168.00              |                     |
| 73100      | NYS Corporation Tax         | 300.00              |                     |
| 73200      | NYC Corporation Tax         | 500.00              |                     |
| 73500      | Postage Expense             | 499.86              |                     |
| 74000      | Rent Expense                | 4,095.00            |                     |
| 76000      | Telep. & Long Distance Ex   | 1,946.67            |                     |
| 78000      | Utilities Expense           | 140.78              |                     |
|            | <b>Total:</b>               | <b>1,305,814.40</b> | <b>1,305,814.40</b> |

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

For the Period From Jun 1, 2016 to Jun 30, 2016

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       |
|---------|-------------------------|--------------|-------------------|--------------------|------------------|
| 6/1/16  | 10200<br>62000          | 053116       |                   | 79.67              | 79.67            |
| 6/8/16  | 23400<br>23500<br>10200 | 060816       |                   | 932.18<br>2,231.70 | 3,163.88         |
| 6/13/16 | 10200<br>41000<br>73500 | 0388         |                   | 2,479.45           | 2,474.75<br>4.70 |
| 6/13/16 | 10200<br>67500<br>27500 | 061216       |                   | 196.13<br>2,257.60 | 2,453.73         |
|         |                         | <b>Total</b> |                   | <b>8,176.73</b>    | <b>8,176.73</b>  |

7/12/16 at 14:39:16.75

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

For the Period From Jun 1, 2016 to Jun 30, 2016

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                             | 6/1/16         | Beginning Balance     |           |            | -11,805.24        |
| Cash in Bank (Checking)           |                |                       |           |            |                   |
|                                   |                | Current Period Change | 71,399.64 | 86,927.66  | -15,528.02        |
|                                   | <b>6/30/16</b> | <b>Ending Balance</b> |           |            | <b>-27,333.26</b> |
| 11000                             | 6/1/16         | Beginning Balance     |           |            | 126,212.87        |
| Accounts Receivable               |                |                       |           |            |                   |
|                                   |                | Current Period Change | 60,123.33 | 70,886.89  | -10,763.56        |
|                                   | <b>6/30/16</b> | <b>Ending Balance</b> |           |            | <b>115,449.31</b> |
| 12000                             | 6/1/16         | Beginning Balance     |           |            | 364,800.00        |
| Inventory                         |                |                       |           |            |                   |
|                                   | <b>6/30/16</b> | <b>Ending Balance</b> |           |            | <b>364,800.00</b> |
| 14000                             | 6/1/16         | Beginning Balance     |           |            | 152,259.92        |
| Loan Receivable (VRTX)            |                |                       |           |            |                   |
|                                   |                | Current Period Change | 11,000.00 |            | 11,000.00         |
|                                   | <b>6/30/16</b> | <b>Ending Balance</b> |           |            | <b>163,259.92</b> |
| 15000                             | 6/1/16         | Beginning Balance     |           |            | 81,874.00         |
| Furniture and Fixtures            |                |                       |           |            |                   |
|                                   | <b>6/30/16</b> | <b>Ending Balance</b> |           |            | <b>81,874.00</b>  |
| 17000                             | 6/1/16         | Beginning Balance     |           |            | -81,874.00        |
| Accum. Depreciation - Fur         |                |                       |           |            |                   |
|                                   | <b>6/30/16</b> | <b>Ending Balance</b> |           |            | <b>-81,874.00</b> |
| 20000                             | 6/1/16         | Beginning Balance     |           |            | -63,417.52        |
| Accounts Payable                  |                |                       |           |            |                   |
|                                   |                | Current Period Change | 65,041.64 | 89,109.60  | -24,067.96        |
|                                   | <b>6/30/16</b> | <b>Ending Balance</b> |           |            | <b>-87,485.48</b> |
| 23300                             | 6/1/16         | Beginning Balance     |           |            | -16,371.70        |
| Sarsep Payable                    |                |                       |           |            |                   |
|                                   |                | Current Period Change |           | 3,274.34   | -3,274.34         |
|                                   | <b>6/30/16</b> | <b>Ending Balance</b> |           |            | <b>-19,646.04</b> |
| 23400                             | 6/1/16         | Beginning Balance     |           |            | -932.18           |
| Federal Payroll Taxes Pay         |                |                       |           |            |                   |
|                                   |                | Current Period Change | 932.18    | 1,009.02   | -76.84            |
|                                   | <b>6/30/16</b> | <b>Ending Balance</b> |           |            | <b>-1,009.02</b>  |
| 23500                             | 6/1/16         | Beginning Balance     |           |            | -2,231.70         |
| FICA Tax Payable                  |                |                       |           |            |                   |
|                                   |                | Current Period Change | 2,231.70  | 2,386.28   | -154.58           |
|                                   | <b>6/30/16</b> | <b>Ending Balance</b> |           |            | <b>-2,386.28</b>  |
| 23600                             | 6/1/16         | Beginning Balance     |           |            | -451.53           |
| State Payroll Taxes Payabl        |                |                       |           |            |                   |
|                                   |                | Current Period Change | 451.53    | 482.59     | -31.06            |
|                                   | <b>6/30/16</b> | <b>Ending Balance</b> |           |            | <b>-482.59</b>    |
| 23700                             | 6/1/16         | Beginning Balance     |           |            | -18.80            |
| Disability Tax Payable            |                |                       |           |            |                   |
|                                   |                | Current Period Change |           | 11.20      | -11.20            |
|                                   | <b>6/30/16</b> | <b>Ending Balance</b> |           |            | <b>-30.00</b>     |

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

For the Period From Jun 1, 2016 to Jun 30, 2016

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 | 6/1/16  | Beginning Balance                       |           |            | -101.73                   |
|                                    | 6/30/16 | Current Period Change<br>Ending Balance | 101.73    | 101.73     | -101.73                   |
| 27100<br>Loan Payable (CS)         | 6/1/16  | Beginning Balance                       |           |            | -298,964.34               |
|                                    | 6/30/16 | Current Period Change<br>Ending Balance | 2,246.45  |            | -296,717.89               |
| 27500<br>Loan Payable (HSBC)       | 6/1/16  | Beginning Balance                       |           |            | -53,714.53                |
|                                    | 6/30/16 | Current Period Change<br>Ending Balance | 2,257.60  |            | -51,456.93                |
| 27800<br>Loan Payable(CS-MS)       | 6/1/16  | Beginning Balance                       |           |            | -165,000.00               |
|                                    | 6/30/16 | Ending Balance                          |           |            | -165,000.00               |
| 27900<br>Loan Payable(CHP-Vera)    | 6/1/16  | Beginning Balance                       |           |            | -64,801.50                |
|                                    | 6/30/16 | Ending Balance                          |           |            | -64,801.50                |
| 39004<br>Paid-in Capital           | 6/1/16  | Beginning Balance                       |           |            | -125,000.00               |
|                                    | 6/30/16 | Ending Balance                          |           |            | -125,000.00               |
| 39005<br>Retained Earnings         | 6/1/16  | Beginning Balance                       |           |            | 157,760.96                |
|                                    | 6/30/16 | Ending Balance                          |           |            | 157,760.96                |
| 40000<br>Sales (Veratex)           | 6/1/16  | Beginning Balance                       |           |            | -308,261.85               |
|                                    | 6/30/16 | Current Period Change<br>Ending Balance |           | 60,123.33  | -60,123.33<br>-368,385.18 |
| 41000<br>Administrative/Manage Se  | 6/1/16  | Beginning Balance                       |           |            | -11,373.75                |
|                                    | 6/30/16 | Current Period Change<br>Ending Balance | 200.00    | 2,474.75   | -2,274.75<br>-13,648.50   |
| 48000<br>Sales Returns and Allowa  | 6/1/16  | Beginning Balance                       |           |            | 841.75                    |
|                                    | 6/30/16 | Current Period Change<br>Ending Balance | 1,931.54  |            | 1,931.54<br>2,773.29      |
| 49000<br>Sales Discounts           | 6/1/16  | Beginning Balance                       |           |            | 160.69                    |
|                                    | 6/30/16 | Current Period Change<br>Ending Balance | 35.16     |            | 35.16<br>195.85           |
| 51000<br>Cost of Sales (Beam Yarn) | 6/1/16  | Beginning Balance                       |           |            | 98,536.40                 |
|                                    | 6/30/16 | Current Period Change<br>Ending Balance | 31,354.72 |            | 31,354.72<br>129,891.12   |

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

For the Period From Jun 1, 2016 to Jun 30, 2016

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)   | 6/1/16  | Beginning Balance     |           |            | 41,038.90        |
|                                     | 6/30/16 | Current Period Change | 18,121.26 |            | 18,121.26        |
|                                     | 6/30/16 | Ending Balance        |           |            | <b>59,160.16</b> |
| 58000<br>Cost of Sales (D&F)        | 6/1/16  | Beginning Balance     |           |            | 49,788.27        |
|                                     | 6/30/16 | Current Period Change | 23,457.15 |            | 23,457.15        |
|                                     | 6/30/16 | Ending Balance        |           |            | <b>73,245.42</b> |
| 58500<br>Cost of Sales (Finished Go | 6/1/16  | Beginning Balance     |           |            | 7,908.64         |
|                                     | 6/30/16 | Ending Balance        |           |            | <b>7,908.64</b>  |
| 59500<br>Storage and Warehousing    | 6/1/16  | Beginning Balance     |           |            | 2,330.05         |
|                                     | 6/30/16 | Current Period Change | 754.10    |            | 754.10           |
|                                     | 6/30/16 | Ending Balance        |           |            | <b>3,084.15</b>  |
| 59600<br>Freight                    | 6/1/16  | Beginning Balance     |           |            | 1,755.29         |
|                                     | 6/30/16 | Current Period Change | 391.43    |            | 391.43           |
|                                     | 6/30/16 | Ending Balance        |           |            | <b>2,146.72</b>  |
| 61500<br>Bad Debt Expense           | 6/1/16  | Beginning Balance     |           |            | -456.00          |
|                                     | 6/30/16 | Ending Balance        |           |            | <b>-456.00</b>   |
| 62000<br>Bank Charges               | 6/1/16  | Beginning Balance     |           |            | 586.14           |
|                                     | 6/30/16 | Current Period Change | 79.67     |            | 79.67            |
|                                     | 6/30/16 | Ending Balance        |           |            | <b>665.81</b>    |
| 62500<br>Officer's Salaries         | 6/1/16  | Beginning Balance     |           |            | 28,333.35        |
|                                     | 6/30/16 | Current Period Change | 5,666.67  |            | 5,666.67         |
|                                     | 6/30/16 | Ending Balance        |           |            | <b>34,000.02</b> |
| 63000<br>Salaries and Wages         | 6/1/16  | Beginning Balance     |           |            | 45,660.19        |
|                                     | 6/30/16 | Current Period Change | 9,930.35  |            | 9,930.35         |
|                                     | 6/30/16 | Ending Balance        |           |            | <b>55,590.54</b> |
| 65500<br>Truck and Delivery (UPS)   | 6/1/16  | Beginning Balance     |           |            | 302.60           |
|                                     | 6/30/16 | Current Period Change | 119.28    |            | 119.28           |
|                                     | 6/30/16 | Ending Balance        |           |            | <b>421.88</b>    |
| 66000<br>Overnight Mail Service     | 6/1/16  | Beginning Balance     |           |            | 196.93           |
|                                     | 6/30/16 | Current Period Change | 97.74     |            | 97.74            |
|                                     | 6/30/16 | Ending Balance        |           |            | <b>294.67</b>    |
| 66500<br>Hospitalization and Insura | 6/1/16  | Beginning Balance     |           |            | 25,637.59        |
|                                     |         | Current Period Change | 5,628.90  | 589.52     | 5,039.38         |



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

For the Period From Jun 1, 2016 to Jun 30, 2016

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          |
|------------------------------------|----------------|-----------------------|-----------|------------|------------------|
|                                    | <b>6/30/16</b> | <b>Ending Balance</b> |           |            | <b>30,676.97</b> |
| 67000<br>Insurance Expense         | 6/1/16         | Beginning Balance     |           |            | 1,153.52         |
|                                    |                | Current Period Change | 685.16    |            | 685.16           |
|                                    | <b>6/30/16</b> | <b>Ending Balance</b> |           |            | <b>1,838.68</b>  |
| 67500<br>Interest Expense          | 6/1/16         | Beginning Balance     |           |            | 1,077.80         |
|                                    |                | Current Period Change | 196.13    |            | 196.13           |
|                                    | <b>6/30/16</b> | <b>Ending Balance</b> |           |            | <b>1,273.93</b>  |
| 68500<br>Legal and Professional Ex | 6/1/16         | Beginning Balance     |           |            | 1,350.00         |
|                                    |                | Current Period Change | 504.00    |            | 504.00           |
|                                    | <b>6/30/16</b> | <b>Ending Balance</b> |           |            | <b>1,854.00</b>  |
| 69000<br>Promotion                 | 6/1/16         | Beginning Balance     |           |            | 554.01           |
|                                    |                | Current Period Change | 46.63     |            | 46.63            |
|                                    | <b>6/30/16</b> | <b>Ending Balance</b> |           |            | <b>600.64</b>    |
| 69500<br>Travel                    | 6/1/16         | Beginning Balance     |           |            | 1,849.00         |
|                                    | <b>6/30/16</b> | <b>Ending Balance</b> |           |            | <b>1,849.00</b>  |
| 70000<br>Research and Developmen   | 6/1/16         | Beginning Balance     |           |            | 60.00            |
|                                    | <b>6/30/16</b> | <b>Ending Balance</b> |           |            | <b>60.00</b>     |
| 72000<br>Payroll Tax Expense       | 6/1/16         | Beginning Balance     |           |            | 5,674.89         |
|                                    |                | Current Period Change | 1,193.14  |            | 1,193.14         |
|                                    | <b>6/30/16</b> | <b>Ending Balance</b> |           |            | <b>6,868.03</b>  |
| 72500<br>NYS Unemployment Tax      | 6/1/16         | Beginning Balance     |           |            | 620.38           |
|                                    | <b>6/30/16</b> | <b>Ending Balance</b> |           |            | <b>620.38</b>    |
| 73000<br>Federal Unemployment Ta   | 6/1/16         | Beginning Balance     |           |            | 168.00           |
|                                    | <b>6/30/16</b> | <b>Ending Balance</b> |           |            | <b>168.00</b>    |
| 73100<br>NYS Corporation Tax       | 6/1/16         | Beginning Balance     |           |            | 300.00           |
|                                    | <b>6/30/16</b> | <b>Ending Balance</b> |           |            | <b>300.00</b>    |
| 73200<br>NYC Corporation Tax       | 6/1/16         | Beginning Balance     |           |            | 500.00           |
|                                    | <b>6/30/16</b> | <b>Ending Balance</b> |           |            | <b>500.00</b>    |
| 73500<br>Postage Expense           | 6/1/16         | Beginning Balance     |           |            | 306.94           |
|                                    |                | Current Period Change | 197.62    | 4.70       | 192.92           |
|                                    | <b>6/30/16</b> | <b>Ending Balance</b> |           |            | <b>499.86</b>    |

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

For the Period From Jun 1, 2016 to Jun 30, 2016

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         |
|-----------------------------------|----------------|-----------------------|-----------|------------|-----------------|
| 74000<br>Rent Expense             | 6/1/16         | Beginning Balance     |           |            | 3,412.50        |
|                                   |                | Current Period Change | 682.50    |            | 682.50          |
|                                   | <b>6/30/16</b> | <b>Ending Balance</b> |           |            | <b>4,095.00</b> |
| 76000<br>Telep. & Long Distance E | 6/1/16         | Beginning Balance     |           |            | 1,624.01        |
|                                   |                | Current Period Change | 322.66    |            | 322.66          |
|                                   | <b>6/30/16</b> | <b>Ending Balance</b> |           |            | <b>1,946.67</b> |
| 78000<br>Utilities Expense        | 6/1/16         | Beginning Balance     |           |            | 140.78          |
|                                   | <b>6/30/16</b> | <b>Ending Balance</b> |           |            | <b>140.78</b>   |

7/12/16 at 14:39:34.51

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

For the Period From Jun 1, 2016 to Jun 30, 2016

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   |
|--------------------------------|---------|-------------|-----|-----------|------------|-----------|
| 113                            | 6/1/16  | Balance Fwd |     |           |            | 19,738.87 |
| International Foam Inc.        | 6/1/16  | 2666        | CRJ |           | 1,116.88   | 18,621.99 |
|                                | 6/8/16  | 2693        | CRJ |           | 1,856.31   | 16,765.68 |
|                                | 6/15/16 | 2694        | CRJ |           | 1,500.00   | 15,265.68 |
|                                | 6/22/16 | 2695/2696   | CRJ |           | 1,530.72   | 13,734.96 |
|                                | 6/22/16 | 31263       | SJ  | 2,524.06  |            | 16,259.02 |
|                                | 6/30/16 | 2697        | CRJ |           | 1,200.00   | 15,059.02 |
| 115                            | 6/15/16 | 31256       | SJ  | 2,268.00  |            | 2,268.00  |
| Precision Custom Coating       |         |             |     |           |            |           |
| 1314                           | 6/1/16  | Balance Fwd |     |           |            | 991.00    |
| Empire Foundations, Inc.       |         |             |     |           |            |           |
| 1324                           | 6/21/16 | 31261       | SJ  | 17,985.36 |            | 17,985.36 |
| The Harodite Finishing Co.,Inc | 6/22/16 | 31262       | SJ  | 1,370.00  |            | 19,355.36 |
| 1349                           | 6/1/16  | Balance Fwd |     |           |            | 1,772.16  |
| Outdoor Wilderness Fabrics Inc | 6/1/16  | 3809        | CRJ |           | 1,772.16   | 0.00      |
|                                | 6/14/16 | 31255       | SJ  | 426.00    |            | 426.00    |
| 1357                           | 6/1/16  | Balance Fwd |     |           |            | 560.00    |
| Perfect Shoulder Co.,Inc.      | 6/15/16 | 11618       | CRJ |           | 560.00     | 0.00      |
| 1375                           | 6/1/16  | Balance Fwd |     |           |            | 4,418.25  |
| Dunn Mfg.                      | 6/8/16  | 45607       | CRJ |           | 2,700.00   | 1,718.25  |
|                                | 6/27/16 | 45798       | CRJ |           | 1,718.25   | 0.00      |
|                                | 6/28/16 | 31267       | SJ  | 4,865.04  |            | 4,865.04  |
| 1558                           | 6/23/16 | 31264       | SJ  | 1,338.75  |            | 1,338.75  |
| A&H Sportswear Co.,Inc.        |         |             |     |           |            |           |
| 1735                           | 6/1/16  | Balance Fwd |     |           |            | 1,224.94  |
| Carr Textile Corp.             | 6/1/16  | 31250       | SJ  | 919.80    |            | 2,144.74  |
|                                | 6/6/16  | 76827       | CRJ |           | 1,224.94   | 919.80    |
| 2511                           | 6/1/16  | Balance Fwd |     |           |            | 7,636.50  |
| Jog-A-Lite, Inc.               |         |             |     |           |            |           |
| 2535                           | 6/1/16  | Balance Fwd |     |           |            | 2,549.01  |
| Hi Fashion Productions, Inc.   | 6/13/16 | 4455        | CRJ |           | 2,549.01   | 0.00      |
| 2718                           | 6/1/16  | Balance Fwd |     |           |            | 987.00    |
| Allied Bias Products Corp.     | 6/22/16 | 2964        | CRJ |           | 987.00     | 0.00      |
| 2918                           | 6/1/16  | Balance Fwd |     |           |            | 7,779.20  |
| Restorative Medical Inc.       | 6/8/16  | 31253       | SJ  | 6,437.90  |            | 14,217.10 |
|                                | 6/22/16 | 622         | CRJ |           | 7,779.20   | 6,437.90  |
|                                | 6/24/16 | 31265       | SJ  |           | 1,931.54   | 4,506.36  |
|                                | 6/27/16 | 31266       | SJ  | 332.50    |            | 4,838.86  |
| 2975                           | 6/7/16  | 31252       | SJ  | 455.88    |            | 455.88    |
| Top Value Fabrics Inc.         | 6/30/16 | 31270       | SJ  | 7,610.98  |            | 8,066.86  |
| 3058                           | 6/1/16  | Balance Fwd |     |           |            | 2,344.00  |
| Staple Sewing Aids Corp.       | 6/8/16  | 5143        | CRJ | 35.16     | 35.16      | 2,344.00  |
|                                | 6/8/16  | 5143        | CRJ |           | 2,344.00   | 0.00      |
| 3070                           | 6/10/16 | 31254       | SJ  | 170.85    |            | 170.85    |
| Cutting Edge Textiles          |         |             |     |           |            |           |
| 3189                           | 6/1/16  | Balance Fwd |     |           |            | 10,939.57 |
| Komar Apparel Supply Co.,Inc.  | 6/10/16 | 061016      | CRJ |           | 1,950.00   | 8,989.57  |
|                                | 6/17/16 | 31260       | SJ  | 3,122.60  |            | 12,112.17 |
|                                | 6/27/16 | 062716      | CRJ |           | 5,695.57   | 6,416.60  |
|                                | 6/29/16 | 31268       | SJ  | 5,542.01  |            | 11,958.61 |
| 3291                           | 6/1/16  | Balance Fwd |     |           |            | 728.98    |

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

For the Period From Jun 1, 2016 to Jun 30, 2016

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                |
|--------------------------------------|-------------------|----------------------|-----|-----------|------------|------------------------|
| STC-QST LLC                          | 6/2/16            | 6475                 | CRJ |           | 728.98     | 0.00                   |
| 3294<br>Edith Lances                 | 6/1/16            | Balance Fwd          |     |           |            | 811.20                 |
| 3327<br>Meca Trading LLC             | 6/1/16<br>6/15/16 | Balance Fwd<br>31258 | SJ  | 1,674.80  |            | 26,101.34<br>27,776.14 |
| 3354<br>Va Bien International Inc.   | 6/1/16<br>6/15/16 | Balance Fwd<br>14820 | CRJ |           | 4,334.40   | 4,334.40<br>0.00       |
| 3524<br>Trulife                      | 6/1/16            | Balance Fwd          |     |           |            | 5,888.52               |
| 3874<br>Maverick Ventures Inc.       | 6/7/16            | 31251                | SJ  | 876.00    |            | 876.00                 |
| 3877<br>Filter Technology Inc.       | 6/1/16<br>6/2/16  | Balance Fwd<br>12040 | CRJ |           | 1,595.00   | 1,595.00<br>0.00       |
| 3883<br>Akron Cotton Products        | 6/1/16<br>6/6/16  | Balance Fwd<br>33462 | CRJ |           | 15,732.93  | 15,732.93<br>0.00      |
| 3907<br>Crabapple Enterprise         | 6/15/16           | 31257                | SJ  | 1,702.80  |            | 1,702.80               |
| 3914<br>Special Projects Engineering | 6/1/16<br>6/1/16  | Balance Fwd<br>1594  | CRJ |           | 10,080.00  | 10,080.00<br>0.00      |
| 3974<br>ABC I Corp.                  | 6/16/16           | 31259                | SJ  | 500.00    |            | 500.00                 |

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

For the Period From Jun 1, 2016 to Jun 30, 2016

Filter Criteria includes: Report order is by Invoice Number.

| Invoice No   | Date    | Quote No | Name                           | Amount           |
|--------------|---------|----------|--------------------------------|------------------|
| 31250        | 6/1/16  |          | Carr Textile Corp.             | 919.80           |
| 31251        | 6/7/16  |          | Maverick Ventures Inc.         | 876.00           |
| 31252        | 6/7/16  |          | Top Value Fabrics Inc.         | 455.88           |
| 31253        | 6/8/16  |          | Restorative Medical Inc.       | 6,437.90         |
| 31254        | 6/10/16 |          | Cutting Edge Textiles          | 170.85           |
| 31255        | 6/14/16 |          | Outdoor Wilderness Fabrics Inc | 426.00           |
| 31256        | 6/15/16 |          | Precision Custom Coating       | 2,268.00         |
| 31257        | 6/15/16 |          | Crabapple Enterprise           | 1,702.80         |
| 31258        | 6/15/16 |          | Meca Trading LLC               | 1,674.80         |
| 31259        | 6/16/16 |          | ABC I Corp.                    | 500.00           |
| 31260        | 6/17/16 |          | Komar Apparel Supply Co.,Inc.  | 3,122.60         |
| 31261        | 6/21/16 |          | The Harodite Finishing Co.,Inc | 17,985.36        |
| 31262        | 6/22/16 |          | The Harodite Finishing Co.,Inc | 1,370.00         |
| 31263        | 6/22/16 |          | International Foam Inc.        | 2,524.06         |
| 31264        | 6/23/16 |          | A&H Sportswear Co.,Inc.        | 1,338.75         |
| 31265        | 6/24/16 |          | Restorative Medical Inc.       | -1,931.54        |
| 31266        | 6/27/16 |          | Restorative Medical Inc.       | 332.50           |
| 31267        | 6/28/16 |          | Dunn Mfg.                      | 4,865.04         |
| 31268        | 6/29/16 |          | Komar Apparel Supply Co.,Inc.  | 5,542.01         |
| 31270        | 6/30/16 |          | Top Value Fabrics Inc.         | 7,610.98         |
| <b>Total</b> |         |          |                                | <b>58,191.79</b> |

**Veratex Inc.**  
**Cash Receipts Journal**  
For the Period From Jun 1, 2016 to Jun 30, 2016

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          |
|---------|-------------------------|-----------------|---------------------------------------------------------------|-------------------|----------------------|
| 6/1/16  | 11000<br>10200          | 1594            | Invoice: 31205<br>Special Projects Engineering                | 10,080.00         | 10,080.00            |
| 6/1/16  | 11000<br>10200          | 3809            | Invoice: 31226<br>Outdoor Wilderness Fabrics Inc              | 1,772.16          | 1,772.16             |
| 6/1/16  | 11000<br>10200          | 2666            | Invoice: 31195<br>International Foam Inc.                     | 1,116.88          | 1,116.88             |
| 6/2/16  | 11000<br>10200          | 6475            | Invoice: 31228<br>STC-QST LLC                                 | 728.98            | 728.98               |
| 6/2/16  | 11000<br>10200          | 12040           | Invoice: 31231<br>Filter Technology Inc.                      | 1,595.00          | 1,595.00             |
| 6/6/16  | 11000<br>10200          | 33462           | Invoice: 31227<br>Akron Cotton Products                       | 15,732.93         | 15,732.93            |
| 6/6/16  | 11000<br>10200          | 76827           | Invoice: 31233<br>Carr Textile Corp.                          | 1,224.94          | 1,224.94             |
| 6/8/16  | 11000<br>11000<br>10200 | 45607           | Invoice: 31234<br>Invoice: 31237<br>Dunn Mfg.                 | 2,700.00          | 1,500.00<br>1,200.00 |
| 6/8/16  | 11000<br>10200          | 2693            | Invoice: 31195<br>International Foam Inc.                     | 1,856.31          | 1,856.31             |
| 6/8/16  | 49000<br>11000<br>10200 | 5143            | Discounts Taken<br>Invoice: 31244<br>Staple Sewing Aids Corp. | 35.16<br>2,308.84 | 2,344.00             |
| 6/10/16 | 11000<br>10200          | 061016          | Invoice: 31238<br>Komar Apparel Supply Co.,Inc.               | 1,950.00          | 1,950.00             |
| 6/13/16 | 11000<br>10200          | 4455            | Invoice: 31220<br>Hi Fashion Productions, Inc.                | 2,549.01          | 2,549.01             |
| 6/15/16 | 11000<br>10200          | 14820           | Invoice: 31222<br>Va Bien International Inc.                  | 4,334.40          | 4,334.40             |
| 6/15/16 | 11000<br>10200          | 11618           | Invoice: 31241<br>Perfect Shoulder Co.,Inc.                   | 560.00            | 560.00               |
| 6/15/16 | 11000<br>10200          | 2694            | Invoice: 31208<br>International Foam Inc.                     | 1,500.00          | 1,500.00             |
| 6/22/16 | 11000<br>11000<br>10200 | 2695/2696       | Invoice: 31208<br>Invoice: 31219<br>International Foam Inc.   | 1,530.72          | 530.72<br>1,000.00   |
| 6/22/16 | 11000<br>10200          | 2964            | Invoice: 31245<br>Allied Bias Products Corp.                  | 987.00            | 987.00               |
| 6/22/16 | 11000<br>10200          | 622             | Invoice: 31236<br>Restorative Medical Inc.                    | 7,779.20          | 7,779.20             |
| 6/27/16 | 11000<br>10200          | 45798           | Invoice: 31249<br>Dunn Mfg.                                   | 1,718.25          | 1,718.25             |
| 6/27/16 | 11000<br>10200          | 062716          | Invoice: 31247<br>Komar Apparel Supply Co.,Inc.               | 5,695.57          | 5,695.57             |
| 6/30/16 | 11000<br>10200          | 2697            | Invoice: 31219<br>International Foam Inc.                     | 1,200.00          | 1,200.00             |
|         |                         |                 |                                                               | <b>68,955.35</b>  | <b>68,955.35</b>     |

**Veratex Inc.**  
**Purchase Journal**  
**For the Period From Jun 1, 2016 to Jun 30, 2016**

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 |
|--------|-----------------------------------------------------------------|-----------|--------------------------------|--------------|---------------|
| 6/1/16 | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable       | 472309    | Rebtex Inc.                    | 365.30       | 365.30        |
| 6/1/16 | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable       | 472310    | Rebtex Inc.                    | 365.30       | 365.30        |
| 6/1/16 | 65500<br>Truck and Delivery (UPS)<br>20000<br>Accounts Payable  | 164390226 | UPS                            | 49.90        | 49.90         |
| 6/1/16 | 66000<br>Overnight Mail Service<br>20000<br>Accounts Payable    | 543223509 | FedEx                          | 17.54        | 17.54         |
| 6/1/16 | 27100<br>Loan Payable (CS)<br>20000<br>Accounts Payable         | 4199014   | PN Fire & Burglar Alarm Co.,In | 298.08       | 298.08        |
| 6/1/16 | 74000<br>Rent Expense<br>20000<br>Accounts Payable              | 52        | Simons HK Properties LLC       | 682.50       | 682.50        |
| 6/1/16 | 59500<br>Storage and Warehousing<br>20000<br>Accounts Payable   | 183821    | TST Logistics                  | 410.15       | 410.15        |
| 6/1/16 | 57000<br>Cost of Sales (Knitting)<br>20000<br>Accounts Payable  | 17743     | Gehring Tricot Corp.           | 1,805.02     | 1,805.02      |
| 6/1/16 | 59600<br>Freight<br>20000<br>Accounts Payable                   | 7504940   | Glen Raven Transportation      | 391.43       | 391.43        |
| 6/1/16 | 27100<br>Loan Payable (CS)<br>20000<br>Accounts Payable         | 63183702  | McMaster-Carr                  | 36.00        | 36.00         |
| 6/1/16 | 57000<br>Cost of Sales (Knitting)<br>20000<br>Accounts Payable  | 148276    | Fairystone Fabrics             | 3,449.13     | 3,449.13      |
| 6/1/16 | 57000<br>Cost of Sales (Knitting)<br>20000<br>Accounts Payable  | 148277    | Fairystone Fabrics             | 2,422.62     | 2,422.62      |
| 6/1/16 | 51000<br>Cost of Sales (Beam Yarn)<br>20000<br>Accounts Payable | 43156     | Warp Technologies, Inc.        | 5,837.12     | 5,837.12      |
| 6/3/16 | 58000<br>Cost of Sales (D&F)                                    | 472930    |                                | 370.40       |               |

**Veratex Inc.**  
**Purchase Journal**  
**For the Period From Jun 1, 2016 to Jun 30, 2016**

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                                       |           | Rebtex Inc.                 |              | 370.40        |
| 6/3/16  | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable       | 17858     |                             | 941.34       |               |
|         |                                                                 |           | Gehring Tricot Corp.        |              | 941.34        |
| 6/3/16  | 51000<br>Cost of Sales (Beam Yarn)<br>20000<br>Accounts Payable | 43310     |                             | 1,893.12     |               |
|         |                                                                 |           | Warp Technologies, Inc.     |              | 1,893.12      |
| 6/4/16  | 65500<br>Truck and Delivery (UPS)<br>20000<br>Accounts Payable  | 164390236 |                             | 19.68        |               |
|         |                                                                 |           | UPS                         |              | 19.68         |
| 6/6/16  | 27100<br>Loan Payable (CS)<br>20000<br>Accounts Payable         | 060116    |                             | 1,282.09     |               |
|         |                                                                 |           | Ten Park Ave. Tenants Corp. |              | 1,282.09      |
| 6/8/16  | 69000<br>Promotion<br>20000<br>Accounts Payable                 | 060816    |                             | 46.63        |               |
|         |                                                                 |           | Cardmember Services         |              | 46.63         |
| 6/9/16  | 57000<br>Cost of Sales (Knitting)<br>20000<br>Accounts Payable  | 148374    |                             | 5,909.79     |               |
|         |                                                                 |           | Fairystone Fabrics          |              | 5,909.79      |
| 6/9/16  | 51000<br>Cost of Sales (Beam Yarn)<br>20000<br>Accounts Payable | 263385    |                             | 9,656.08     |               |
|         |                                                                 |           | Brawer Bros.                |              | 9,656.08      |
| 6/10/16 | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable       | 17943     |                             | 1,821.47     |               |
|         |                                                                 |           | Gehring Tricot Corp.        |              | 1,821.47      |
| 6/11/16 | 65500<br>Truck and Delivery (UPS)<br>20000<br>Accounts Payable  | 164390246 |                             | 39.05        |               |
|         |                                                                 |           | UPS                         |              | 39.05         |
| 6/13/16 | 51000<br>Cost of Sales (Beam Yarn)<br>20000<br>Accounts Payable | 913143    |                             | 5,438.16     |               |
|         |                                                                 |           | New Generation Yarn Corp.   |              | 5,438.16      |
| 6/14/16 | 57000<br>Cost of Sales (Knitting)<br>20000<br>Accounts Payable  | 148402    |                             | 4,484.70     |               |
|         |                                                                 |           | Fairystone Fabrics          |              | 4,484.70      |
| 6/14/16 | 66000<br>Overnight Mail Service<br>20000<br>Accounts Payable    | 662347756 |                             | 80.20        |               |
|         |                                                                 |           | FedEx                       |              | 80.20         |
| 6/15/16 | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable       | 84915     |                             | 1,448.37     |               |
|         |                                                                 |           | Glen Raven, Inc.            |              | 1,448.37      |



**Veratex Inc.**  
**Purchase Journal**  
**For the Period From Jun 1, 2016 to Jun 30, 2016**

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 |
|---------|---------------------------------------------------------------------|-----------|--------------------------------|--------------|---------------|
| 6/15/16 | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable           | 473122    | Rebtex Inc.                    | 1,674.39     | 1,674.39      |
| 6/15/16 | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable           | 473123    | Rebtex Inc.                    | 1,281.57     | 1,281.57      |
| 6/15/16 | 57000<br>Cost of Sales (Knitting)<br>20000<br>Accounts Payable      | 148424    | Fairystone Fabrics             | 50.00        | 50.00         |
| 6/16/16 | 66500<br>Hospitalization and Insurance<br>20000<br>Accounts Payable | 49661675  | Oxford Health Plans            | 5,347.97     | 5,347.97      |
| 6/16/16 | 76000<br>Telep. & Long Distance Expen<br>20000<br>Accounts Payable  | 060416    | Verizon                        | 322.66       | 322.66        |
| 6/16/16 | 67000<br>Insurance Expense<br>20000<br>Accounts Payable             | 061316    | United States Liability Ins.Co | 468.36       | 468.36        |
| 6/16/16 | 27100<br>Loan Payable (CS)<br>20000<br>Accounts Payable             | 061616    | NYSEG                          | 130.28       | 130.28        |
| 6/16/16 | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable           | 84931     | Glen Raven, Inc.               | 1,184.40     | 1,184.40      |
| 6/16/16 | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable           | 473140    | Rebtex Inc.                    | 1,891.24     | 1,891.24      |
| 6/16/16 | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable           | 473141    | Rebtex Inc.                    | 40.00        | 40.00         |
| 6/17/16 | 68500<br>Legal and Professional Expens<br>20000<br>Accounts Payable | 31205     | The Design Workshop            | 504.00       | 504.00        |
| 6/17/16 | 51000<br>Cost of Sales (Beam Yarn)<br>20000<br>Accounts Payable     | 913160    | New Generation Yarn Corp.      | 5,514.24     | 5,514.24      |
| 6/17/16 | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable           | 18065     | Gehring Tricot Corp.           | 1,101.60     | 1,101.60      |
| 6/17/16 | 51000                                                               | 43347     |                                | 3,016.00     |               |

**Veratex Inc.**  
**Purchase Journal**  
**For the Period From Jun 1, 2016 to Jun 30, 2016**

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 (Beam Yarn)<br>20000<br>Accounts Payable              |            | Warp Technologies, Inc.        |                  | 3,016.00         |
| 6/18/16 | 65500<br>Truck and Delivery (UPS)<br>20000<br>Accounts Payable      | 164390256  | UPS                            | 10.65            | 10.65            |
| 6/21/16 | 66500<br>Hospitalization and Insurance<br>20000<br>Accounts Payable | 40990382   | UnitedHealthcare Insurance Co. | 280.93           | 280.93           |
| 6/22/16 | 67000<br>Insurance Expense<br>20000<br>Accounts Payable             | 062216     | Travelers                      | 216.80           | 216.80           |
| 6/23/16 | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable           | 85104      | Glen Raven, Inc.               | 1,943.76         | 1,943.76         |
| 6/23/16 | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable           | 473283     | Rebtex Inc.                    | 40.00            | 40.00            |
| 6/24/16 | 14000<br>Loan Receivable (VRTX)<br>20000<br>Accounts Payable        | 062416     | Fairlane Vrtx Inc.             | 5,000.00         | 5,000.00         |
| 6/25/16 | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable           | 85135      | Glen Raven, Inc.               | 1,203.60         | 1,203.60         |
| 6/27/16 | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable           | 18147      | Gehring Tricot Corp.           | 3,696.45         | 3,696.45         |
| 6/27/16 | 73500<br>Postage Expense<br>20000<br>Accounts Payable               | 00197885In | Pitney Bowes Credit Corp.      | 197.62           | 197.62           |
| 6/28/16 | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable           | 85229      | Glen Raven, Inc.               | 2,007.72         | 2,007.72         |
| 6/29/16 | 58000<br>Cost of Sales (D&F)<br>20000<br>Accounts Payable           | 473375     | Rebtex Inc.                    | 2,080.24         | 2,080.24         |
| 6/30/16 | 59500<br>Storage and Warehousing<br>20000<br>Accounts Payable       | 184291     | TST Logistics                  | 343.95           | 343.95           |
|         |                                                                     |            |                                | <b>89,109.60</b> | <b>89,109.60</b> |

**Veratex Inc.**  
**Check Register**  
**For the Period From Jun 1, 2016 to Jun 30, 2016**

Filter Criteria includes: Report order is by Date.

| Check # | Date    | Payee                        | Cash Account | Amount   |
|---------|---------|------------------------------|--------------|----------|
| 37502   | 6/3/16  | Claudio A D'alessio          | 10200        | 690.69   |
| 37503   | 6/3/16  | Carolyn J Simon              | 10200        | 93.37    |
| 37504   | 6/3/16  | Fairystone Fabrics           | 10200        | 8,669.31 |
| 37505   | 6/6/16  | Ten Park Ave. Tenants Co     | 10200        | 1,282.09 |
| 37507   | 6/7/16  | Rebtex Inc.                  | 10200        | 770.60   |
| 37508   | 6/8/16  | Cardmember Services          | 10200        | 46.63    |
| 37509   | 6/8/16  | UPS                          | 10200        | 69.58    |
| 37510   | 6/8/16  | FedEx                        | 10200        | 17.54    |
| 37511   | 6/8/16  | Simons HK Properties LL      | 10200        | 682.50   |
| 37512   | 6/8/16  | PN Fire & Burglar Alarm      | 10200        | 298.08   |
| 37513   | 6/8/16  | Glen Raven Transportatio     | 10200        | 93.49    |
| 37514   | 6/8/16  | Glen Raven, Inc.             | 10200        | 2,157.84 |
| 37515   | 6/8/16  | New Generation Yarn Cor      | 10200        | 5,025.76 |
| 37516   | 6/8/16  | BB&T Factors Corp.           | 10200        | 6,946.56 |
| 37517   | 6/8/16  | NYS Tax Department           | 10200        | 553.26   |
| 37518   | 6/10/16 | Claudio A D'alessio          | 10200        | 690.69   |
| 37519   | 6/10/16 | Carolyn J Simon              | 10200        | 93.37    |
| 37520   | 6/13/16 | Fairlane Vrtx Inc.           | 10200        | 6,000.00 |
| 37523   | 6/16/16 | Verizon                      | 10200        | 322.66   |
| 37524   | 6/16/16 | Oxford Health Plans          | 10200        | 5,347.97 |
| 37525   | 6/16/16 | Fairystone Fabrics           | 10200        | 5,871.75 |
| 37526   | 6/16/16 | Warp Technologies, Inc.      | 10200        | 3,192.32 |
| 37528   | 6/16/16 | New Generation Yarn Cor      | 10200        | 5,664.08 |
| 37530   | 6/16/16 | United States Liability Ins. | 10200        | 468.36   |
| 37531   | 6/16/16 | TST Logistics                | 10200        | 410.15   |
| 37527   | 6/16/16 | NYSEG                        | 10200        | 130.28   |
| 37529   | 6/17/16 | The Design Workshop          | 10200        | 504.00   |
| 37521   | 6/17/16 | Claudio A D'alessio          | 10200        | 690.69   |
| 37522   | 6/17/16 | Carolyn J Simon              | 10200        | 93.37    |
| 37532   | 6/24/16 | Claudio A D'alessio          | 10200        | 582.64   |
| 37533   | 6/24/16 | Carolyn J Simon              | 10200        | 93.37    |
| 37534   | 6/24/16 | Travelers                    | 10200        | 216.80   |
| 37535   | 6/24/16 | Glen Raven, Inc.             | 10200        | 1,238.38 |
| 37536   | 6/24/16 | UPS                          | 10200        | 49.70    |

**Veratex Inc.**  
**Check Register**  
**For the Period From Jun 1, 2016 to Jun 30, 2016**

Filter Criteria includes: Report order is by Date.

| Check #      | Date    | Payee                     | Cash Account | Amount           |
|--------------|---------|---------------------------|--------------|------------------|
| 37537        | 6/24/16 | FedEx                     | 10200        | 80.20            |
| 37538        | 6/24/16 | Fairlane Vrtx Inc.        | 10200        | 5,000.00         |
| 37539        | 6/24/16 | Gehring Tricot Corp.      | 10200        | 1,120.50         |
| 37540        | 6/29/16 | Fairystone Fabrics        | 10200        | 5,909.79         |
| 37541        | 6/29/16 | Gehring Tricot Corp.      | 10200        | 2,746.36         |
| 37542        | 6/29/16 | UnitedHealthcare Insuranc | 10200        | 280.93           |
| 37543        | 6/29/16 | Glen Raven Transportatio  | 10200        | 391.43           |
| 37544        | 6/29/16 | McMaster-Carr             | 10200        | 36.00            |
| 37545        | 6/30/16 | Claudio A D'alessio       | 10200        | 690.69           |
| 37546        | 6/30/16 | Carolyn J Simon           | 10200        | 93.37            |
| 37547        | 6/30/16 | Wei Chang                 | 10200        | 2,748.39         |
| 37548        | 6/30/16 | Claude A Simon            | 10200        | 3,074.84         |
| <b>Total</b> |         |                           |              | <b>81,230.38</b> |

**Veratex Inc.**  
**Aged Payables**  
As of Jun 30, 2016

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      |
|-----------------------------------------------|------------|-----------------|---------|---------|--------------|-----------------|
| 14<br>Pitney Bowes Credit Corp.               | 00197885ln | 197.62          |         |         |              | 197.62          |
| <b>14</b><br><b>Pitney Bowes Credit Corp.</b> |            | <b>197.62</b>   |         |         |              | <b>197.62</b>   |
| 186<br>Glen Raven, Inc.                       | 84915      | 1,448.37        |         |         |              | 1,448.37        |
|                                               | 84931      | 1,184.40        |         |         |              | 1,184.40        |
|                                               | 85104      | 1,943.76        |         |         |              | 1,943.76        |
| 336-229-5576                                  | 85135      | 1,203.60        |         |         |              | 1,203.60        |
|                                               | 85229      | 2,007.72        |         |         |              | 2,007.72        |
| <b>186</b><br><b>Glen Raven, Inc.</b>         |            | <b>7,787.85</b> |         |         |              | <b>7,787.85</b> |
| 209<br>Gehring Tricot Corp.                   | 17943      | 1,821.47        |         |         |              | 1,821.47        |
|                                               | 18065      | 1,101.60        |         |         |              | 1,101.60        |
|                                               | 18147      | 3,696.45        |         |         |              | 3,696.45        |
| <b>209</b><br><b>Gehring Tricot Corp.</b>     |            | <b>6,619.52</b> |         |         |              | <b>6,619.52</b> |
| 39<br>Fairystone Fabrics                      | 148402     | 4,484.70        |         |         |              | 4,484.70        |
|                                               | 148424     | 50.00           |         |         |              | 50.00           |
| <b>39</b><br><b>Fairystone Fabrics</b>        |            | <b>4,534.70</b> |         |         |              | <b>4,534.70</b> |
| 4<br>TST Logistics                            | 184291     | 343.95          |         |         |              | 343.95          |
| <b>4</b><br><b>TST Logistics</b>              |            | <b>343.95</b>   |         |         |              | <b>343.95</b>   |
| 54<br>Rebtex Inc.                             | 472930     | 370.40          |         |         |              | 370.40          |
|                                               | 473122     | 1,674.39        |         |         |              | 1,674.39        |
|                                               | 473123     | 1,281.57        |         |         |              | 1,281.57        |
|                                               | 473140     | 1,891.24        |         |         |              | 1,891.24        |
|                                               | 473141     | 40.00           |         |         |              | 40.00           |
|                                               | 473283     | 40.00           |         |         |              | 40.00           |
|                                               | 473375     | 2,080.24        |         |         |              | 2,080.24        |
| <b>54</b><br><b>Rebtex Inc.</b>               |            | <b>7,377.84</b> |         |         |              | <b>7,377.84</b> |

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

| Filter Criteria includes: Report order is by ID. Report is printed in Detail Format. |                   |                  |                |                |                     |                   |
|--------------------------------------------------------------------------------------|-------------------|------------------|----------------|----------------|---------------------|-------------------|
| <b>Vendor ID<br/>Vendor<br/>Contact<br/>Telephone 1</b>                              | <b>Invoice No</b> | <b>0 - 30</b>    | <b>31 - 60</b> | <b>61 - 90</b> | <b>Over 90 days</b> | <b>Amount Due</b> |
| 81                                                                                   | 263202            | 13,992.48        |                |                |                     | 13,992.48         |
| Brawer Bros.                                                                         | 263385            | 9,656.08         |                |                |                     | 9,656.08          |
| <b>81<br/>Brawer Bros.</b>                                                           |                   | <b>23,648.56</b> |                |                |                     | <b>23,648.56</b>  |
| 95                                                                                   | 050516            | -733.12          |                |                |                     | -733.12           |
| Warp Technologies, Inc.                                                              | 43238             | 2,858.24         |                |                |                     | 2,858.24          |
|                                                                                      | 43239             | 2,876.80         |                |                |                     | 2,876.80          |
|                                                                                      | 43258             | 4,537.92         |                |                |                     | 4,537.92          |
|                                                                                      | 43156             | 5,837.12         |                |                |                     | 5,837.12          |
|                                                                                      | 43310             | 1,893.12         |                |                |                     | 1,893.12          |
|                                                                                      | 43347             | 3,016.00         |                |                |                     | 3,016.00          |
| <b>95<br/>Warp Technologies, Inc.</b>                                                |                   | <b>20,286.08</b> |                |                |                     | <b>20,286.08</b>  |
| 98                                                                                   | 913054            | 5,736.96         |                |                |                     | 5,736.96          |
| New Generation Yarn Corp.                                                            | 913143            | 5,438.16         |                |                |                     | 5,438.16          |
|                                                                                      | 913160            | 5,514.24         |                |                |                     | 5,514.24          |
| <b>98<br/>New Generation Yarn Corp.</b>                                              |                   | <b>16,689.36</b> |                |                |                     | <b>16,689.36</b>  |
| <b>Report Total</b>                                                                  |                   | <b>87,485.48</b> |                |                |                     | <b>87,485.48</b>  |

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07/13/2016

FOR PERIOD: 06/01/2016 TO 06/30/2016 IN DETAIL

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-> REST |              |          |       |                |                |       |         |        |                      |      |              |          |
| HSE                    | 31253        | 06/08/20 | WHITE | 60"            | 19546/CM190720 | 3787  | 1.700 L | 6438   | 0.642 1.058          | 4007 | 2431         | 0.378    |
| HSE                    | 31265        | 06/24/20 | WHITE |                | /              | 1748  | 1.105   | -1932  | 0.000 0.000          | 0    | -1932        | 0.000    |
| * Subsubtotal *        |              |          |       |                |                |       |         |        |                      |      |              |          |
|                        |              |          |       |                |                | 5535  |         | 4506   |                      | 4007 | 499          |          |
| ** Subtotal **         |              |          |       |                |                |       |         |        |                      |      |              |          |
|                        |              |          |       |                |                | 5535  |         | 4506   |                      | 4007 | 2431         |          |
| ** Style-> V10401      |              |          |       |                |                |       |         |        |                      |      |              |          |
| * Customer Code-> DUNN |              |          |       |                |                |       |         |        |                      |      |              |          |
| CS                     | 31267        | 06/28/20 | WHITE | 54"            | 19624/23608000 | 393   | 0.630 L | 248    | 0.194 0.436          | 171  | 76           | 0.308    |
| CS                     | 31267        | 06/28/20 | WHITE | 54"            | 19625/23608100 | 262   | 0.630 L | 165    | 0.166 0.464          | 122  | 43           | 0.263    |
| * Subsubtotal *        |              |          |       |                |                |       |         |        |                      |      |              |          |
|                        |              |          |       |                |                | 655   |         | 413    |                      | 293  | 120          |          |
| * Customer Code-> KOMP |              |          |       |                |                |       |         |        |                      |      |              |          |
| CS                     | 31260        | 06/17/20 | BLACK | 54"            | 19627/23691200 | 4804  | 0.650 L | 3123   | 0.160 0.490          | 2354 | 769          | 0.246    |
| CS                     | 31268        | 06/29/20 | WHITE | 54"            | 19630/23691300 | 4921  | 0.610 L | 3002   | 0.160 0.450          | 2214 | 787          | 0.262    |
| CS                     | 31268        | 06/29/20 | BLACK | 54"            | 19627/23691200 | 3908  | 0.650 L | 2540   | 0.160 0.490          | 1915 | 625          | 0.246    |
| * Subsubtotal *        |              |          |       |                |                |       |         |        |                      |      |              |          |
|                        |              |          |       |                |                | 13633 |         | 8665   |                      | 6483 | 2181         |          |
| * Customer Code-> MAVR |              |          |       |                |                |       |         |        |                      |      |              |          |
| HSE                    | 31251        | 06/07/20 | WHITE | 54"            | 19616/23408800 | 1200  | 0.730 L | 876    | 0.261 0.469          | 563  | 313          | 0.358    |
| * Subsubtotal *        |              |          |       |                |                |       |         |        |                      |      |              |          |
|                        |              |          |       |                |                | 1200  |         | 876    |                      | 563  | 313          |          |
| * Customer Code-> OUTW |              |          |       |                |                |       |         |        |                      |      |              |          |
| HSE                    | 31255        | 06/14/20 | WHITE | 54"            | 19616/23408800 | 600   | 0.710 L | 426    | 0.241 0.469          | 281  | 145          | 0.339    |
| * Subsubtotal *        |              |          |       |                |                |       |         |        |                      |      |              |          |
|                        |              |          |       |                |                | 600   |         | 426    |                      | 281  | 145          |          |
| * Customer Code-> PREC |              |          |       |                |                |       |         |        |                      |      |              |          |
| CS                     | 31256        | 06/15/20 | BLACK | 54"            | 19598/23110200 | 3600  | 0.630 L | 2268   | 0.120 0.510          | 1836 | 432          | 0.190    |
| * Subsubtotal *        |              |          |       |                |                |       |         |        |                      |      |              |          |
|                        |              |          |       |                |                | 3600  |         | 2268   |                      | 1836 | 432          |          |

FOR PERIOD: 06/01/2016 TO 06/30/2016 IN DETAIL

## Sales Report By style and Customer

| Sales Invoice Man       | Invoice Date | Color    | Width | Dye Order/ Lot# | Lin Yds        | Price         | Amount | GP Cost/ Per Yard | Cost | Gross Profit | Per Cent |
|-------------------------|--------------|----------|-------|-----------------|----------------|---------------|--------|-------------------|------|--------------|----------|
| ** Customer Code-> TOPA |              |          |       |                 |                |               |        |                   |      |              |          |
| HSE                     | 31252        | 06/07/20 | WHITE | 54"             | 19624/23608000 | 562 0.740 L   | 416    | 0.304 0.436       | 245  | 171          | 0.411    |
| HSE                     | 31270        | 06/30/20 | WHITE | 54"             | 19630/23691300 | 10177 0.740 L | 7531   | 0.290 0.450       | 4580 | 2951         | 0.392    |
| * Subsubtotal *         |              |          |       |                 |                |               |        |                   |      |              |          |
| 10739                   |              |          |       |                 |                |               |        |                   |      |              |          |
| 7947                    |              |          |       |                 |                |               |        |                   |      |              |          |
| 30427                   |              |          |       |                 |                |               |        |                   |      |              |          |
| 20594                   |              |          |       |                 |                |               |        |                   |      |              |          |
| 14281                   |              |          |       |                 |                |               |        |                   |      |              |          |
| 6313                    |              |          |       |                 |                |               |        |                   |      |              |          |
| ** Subtotal **          |              |          |       |                 |                |               |        |                   |      |              |          |
| ** Style-> V10569       |              |          |       |                 |                |               |        |                   |      |              |          |
| * Customer Code-> ABCC  |              |          |       |                 |                |               |        |                   |      |              |          |
| HSE                     | 31259        | 06/16/20 | WHITE | 60"             | 19594/539490   | 250 2.000 L   | 500    | 1.12 0.921        | 230  | 270          | 0.540    |
| * Subsubtotal *         |              |          |       |                 |                |               |        |                   |      |              |          |
| 250                     |              |          |       |                 |                |               |        |                   |      |              |          |
| 500                     |              |          |       |                 |                |               |        |                   |      |              |          |
| 230                     |              |          |       |                 |                |               |        |                   |      |              |          |
| 270                     |              |          |       |                 |                |               |        |                   |      |              |          |
| 230                     |              |          |       |                 |                |               |        |                   |      |              |          |
| 270                     |              |          |       |                 |                |               |        |                   |      |              |          |
| ** Subtotal **          |              |          |       |                 |                |               |        |                   |      |              |          |
| 250                     |              |          |       |                 |                |               |        |                   |      |              |          |
| 500                     |              |          |       |                 |                |               |        |                   |      |              |          |
| 230                     |              |          |       |                 |                |               |        |                   |      |              |          |
| 270                     |              |          |       |                 |                |               |        |                   |      |              |          |
| 230                     |              |          |       |                 |                |               |        |                   |      |              |          |
| 270                     |              |          |       |                 |                |               |        |                   |      |              |          |
| ** Style-> V10836       |              |          |       |                 |                |               |        |                   |      |              |          |
| * Customer Code-> HARO  |              |          |       |                 |                |               |        |                   |      |              |          |
| HSE                     | 31261        | 06/21/20 | WHITE | 60"             | 19635/541701   | 4920 1.370 L  | 6740   | 0.213 1.157       | 5692 | 1048         | 0.155    |
| HSE                     | 31261        | 06/21/20 | WHITE | 60"             | 19636/541702   | 4500 1.370 L  | 6165   | 0.201 1.169       | 5261 | 905          | 0.147    |
| HSE                     | 31261        | 06/21/20 | WHITE | 60"             | 19637/541703   | 3708 1.370 L  | 5080   | 0.197 1.173       | 4349 | 730          | 0.144    |
| HSE                     | 31262        | 06/22/20 | WHITE | 60"             | 19636/541702   | 1000 1.370 L  | 1370   | 0.201 1.169       | 1169 | 201          | 0.147    |
| * Subsubtotal *         |              |          |       |                 |                |               |        |                   |      |              |          |
| 14128                   |              |          |       |                 |                |               |        |                   |      |              |          |
| 19355                   |              |          |       |                 |                |               |        |                   |      |              |          |
| 16471                   |              |          |       |                 |                |               |        |                   |      |              |          |
| 2884                    |              |          |       |                 |                |               |        |                   |      |              |          |
| ** Subtotal **          |              |          |       |                 |                |               |        |                   |      |              |          |
| 14128                   |              |          |       |                 |                |               |        |                   |      |              |          |
| 19355                   |              |          |       |                 |                |               |        |                   |      |              |          |
| 16471                   |              |          |       |                 |                |               |        |                   |      |              |          |
| 2884                    |              |          |       |                 |                |               |        |                   |      |              |          |
| ** Style-> V10838       |              |          |       |                 |                |               |        |                   |      |              |          |
| * Customer Code-> CURT  |              |          |       |                 |                |               |        |                   |      |              |          |
| HSE                     | 31254        | 06/10/20 | BLACK | 60"             | 18289/300940   | 114 1.500 L   | 171    | 0.240 1.260       | 144  | 27           | 0.160    |
| * Subsubtotal *         |              |          |       |                 |                |               |        |                   |      |              |          |
| 114                     |              |          |       |                 |                |               |        |                   |      |              |          |
| 171                     |              |          |       |                 |                |               |        |                   |      |              |          |
| 144                     |              |          |       |                 |                |               |        |                   |      |              |          |
| 27                      |              |          |       |                 |                |               |        |                   |      |              |          |
| 114                     |              |          |       |                 |                |               |        |                   |      |              |          |
| 171                     |              |          |       |                 |                |               |        |                   |      |              |          |
| 144                     |              |          |       |                 |                |               |        |                   |      |              |          |
| 27                      |              |          |       |                 |                |               |        |                   |      |              |          |
| ** Subtotal **          |              |          |       |                 |                |               |        |                   |      |              |          |
| 114                     |              |          |       |                 |                |               |        |                   |      |              |          |
| 171                     |              |          |       |                 |                |               |        |                   |      |              |          |
| 144                     |              |          |       |                 |                |               |        |                   |      |              |          |
| 27                      |              |          |       |                 |                |               |        |                   |      |              |          |
| ** Style-> V189         |              |          |       |                 |                |               |        |                   |      |              |          |
| * Customer Code-> AHSP  |              |          |       |                 |                |               |        |                   |      |              |          |



## Sales Report By Style and Customer

[illegible]

FOR PERIOD: 06/01/2016 TO 06/30/2016 IN DETAIL

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  |
|------------------------|-------|----------|-------|----------------|----------------|-------|---------|--------|----------------------|-------|--------------|-----------|
| * Customer Code-> CATE |       |          |       |                |                |       |         |        |                      |       |              |           |
| CS                     | 31250 | 06/01/20 | LIME  | 54"            | 19623/23617000 | 1260  | 0.730 L | 920    | 0.092                | 0.638 | 804          | 116 0.126 |
| * Subsubtotal *        |       |          |       |                |                |       |         |        |                      |       |              |           |
|                        |       |          |       |                |                | 1260  |         | 920    |                      |       | 804          | 116       |
| * Customer Code-> DUNN |       |          |       |                |                |       |         |        |                      |       |              |           |
| CS                     | 31267 | 06/28/20 | WHITE | 60"            | 19591/23002300 | 425   | 0.610 L | 259    | 0.061                | 0.549 | 233          | 26 0.100  |
| CS                     | 31267 | 06/28/20 | WHITE | 60"            | 19638/23782800 | 6874  | 0.610 L | 4193   | 0.042                | 0.568 | 3904         | 289 0.069 |
| * Subsubtotal *        |       |          |       |                |                |       |         |        |                      |       |              |           |
|                        |       |          |       |                |                | 7299  |         | 4452   |                      |       | 4138         | 315       |
| ** Subtotal **         |       |          |       |                |                |       |         |        |                      |       |              |           |
|                        |       |          |       |                |                | 8559  |         | 5372   |                      |       | 4942         | 431       |
| ** Style-> V406        |       |          |       |                |                |       |         |        |                      |       |              |           |
| * Customer Code-> CRAB |       |          |       |                |                |       |         |        |                      |       |              |           |
| LTW                    | 31257 | 06/15/20 | WHITE | 60"            | 19575/22685200 | 1032  | 1.650 L | 1703   | 0.412                | 1.238 | 1278         | 425 0.250 |
| * Subsubtotal *        |       |          |       |                |                |       |         |        |                      |       |              |           |
|                        |       |          |       |                |                | 1032  |         | 1703   |                      |       | 1278         | 425       |
| ** Subtotal **         |       |          |       |                |                |       |         |        |                      |       |              |           |
|                        |       |          |       |                |                | 1032  |         | 1703   |                      |       | 1278         | 425       |
| *** Total ***          |       |          |       |                |                |       |         |        |                      |       |              |           |
|                        |       |          |       |                |                | 65871 |         | 58072  |                      |       | 45946        | 14058     |

Adjustment - 1982

Gross Profit \$12076

Expenses (25902)

Net Loss

\$13826.

| VERATIX            | 2016 SALES | G/P      | %    | EXPENSES  | NET G/P    | %     |  |
|--------------------|------------|----------|------|-----------|------------|-------|--|
| 01/31              | \$60,128   | \$16,452 | 0.27 | \$25,551  | (\$9,099)  | -0.15 |  |
| 02/28              | \$56,309   | \$18,281 | 0.32 | \$25,113  | (\$6,832)  | -0.12 |  |
| 03/31              | \$64,045   | \$11,810 | 0.18 | \$25,696  | (\$13,886) | -0.22 |  |
| 04/30              | \$72,356   | \$20,960 | 0.29 | \$23,544  | (\$2,584)  | -0.04 |  |
| 05/31              | \$53,867   | \$14,105 | 0.26 | \$23,451  | -\$9,346   | -0.17 |  |
| 06/30              | \$58,072   | \$12,076 | 0.21 | \$25,902  | -\$13,826  | -0.24 |  |
| 1st Half           | \$364,777  | \$93,684 | 0.26 | \$149,257 | (\$55,573) | -0.15 |  |
| 07/31              |            |          |      |           |            |       |  |
| 08/31              |            |          |      |           |            |       |  |
| 09/30              |            |          |      |           |            |       |  |
| 10/31              |            |          |      |           |            |       |  |
| 11/30              |            |          |      |           |            |       |  |
| 12/31              |            |          |      |           |            |       |  |
| 2nd Half           |            |          |      |           |            |       |  |
| Total              | \$364,777  | \$93,684 | 0.26 | \$149,257 | (\$55,573) | -0.15 |  |
| FAIRLANE VRTX 2016 |            |          |      |           |            |       |  |
| 01/31              | \$40,241   |          |      | \$42,220  | (\$1,979)  | -0.05 |  |
| 02/28              | \$43,895   |          |      | \$34,449  | \$9,446    | 0.22  |  |
| 03/31              | \$17,951   |          |      | \$17,946  | \$5        | 0.00  |  |
| 04/30              | \$1,121    |          |      | \$2,775   | (\$1,654)  | -1.48 |  |
| 05/30              | \$16,695   |          |      | \$14,059  | \$2,636    | 0.16  |  |
| 06/30              | \$24,340   |          |      | \$20,285  | \$4,055    | 0.17  |  |
| 07/31              |            |          |      |           |            |       |  |
| 08/31              |            |          |      |           |            |       |  |
| 09/30              |            |          |      |           |            |       |  |
| 10/31              |            |          |      |           |            |       |  |
| 11/30              |            |          |      |           |            |       |  |
| 12/31              |            |          |      |           |            |       |  |
| TOTAL              | \$144,243  |          |      | \$131,734 | \$12,509   | 0.09  |  |
| NET                | \$509,020  |          |      | \$280,991 | (\$43,064) | -0.08 |  |

|          | 2006        | 2007        | 2008        | 2009        | 2010        | 2011        | 2012        | 2013        | 2014      | 2015      | 2016      |
|----------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-----------|-----------|-----------|
| 01/31    | \$408,126   | \$355,566   | \$227,008   | \$227,056   | \$127,580   | \$170,027   | \$111,689   | \$60,341    | \$68,998  | \$61,758  | \$60,125  |
| 02/28    | \$247,962   | \$246,143   | \$245,331   | \$131,228   | \$135,146   | \$165,390   | \$190,585   | \$124,011   | \$101,040 | \$73,405  | \$56,309  |
| 03/31    | \$458,025   | \$278,709   | \$220,012   | \$130,470   | \$209,246   | \$198,712   | \$89,769    | \$112,586   | \$108,908 | \$90,917  | \$64,045  |
| 1st Quar | \$1,114,113 | \$780,418   | \$692,351   | \$488,754   | \$471,972   | \$554,129   | \$392,043   | \$296,338   | \$278,946 | \$226,080 | \$180,479 |
| 04/30    | \$238,284   | \$262,517   | \$185,200   | \$162,369   | \$183,431   | \$137,984   | \$105,105   | \$123,346   | \$35,666  | \$43,939  | \$72,356  |
| 05/31    | \$281,368   | \$369,714   | \$243,670   | \$184,810   | \$139,387   | \$123,416   | \$162,637   | \$77,765    | \$76,277  | \$70,138  | \$53,867  |
| 06/30    | \$367,164   | \$266,564   | \$122,785   | \$159,733   | \$174,761   | \$158,399   | \$156,224   | \$94,270    | \$90,862  | \$70,855  | \$58,072  |
| 2nd Quar | \$886,816   | \$898,795   | \$551,655   | \$506,912   | \$497,579   | \$419,799   | \$423,966   | \$295,381   | \$202,805 | \$184,932 | \$184,295 |
| 1st Half | \$2,000,929 | \$1,679,213 | \$1,244,006 | \$995,666   | \$969,551   | \$953,928   | \$816,009   | \$592,319   | \$481,751 | \$411,012 |           |
| 07/31    | \$215,641   | \$237,957   | \$223,602   | \$291,939   | \$237,391   | \$107,987   | \$50,212    | \$65,268    | \$65,462  | \$81,134  |           |
| 08/31    | \$328,452   | \$366,525   | \$158,171   | \$167,629   | \$171,949   | \$225,872   | \$108,638   | \$106,390   | \$76,551  | \$87,189  |           |
| 09/30    | \$292,083   | \$265,567   | \$132,677   | \$201,294   | \$143,226   | \$100,540   | \$77,789    | \$94,329    | \$75,271  | \$82,533  |           |
| 3rd Quar | \$836,176   | \$870,049   | \$514,450   | \$660,862   | \$552,566   | \$434,399   | \$236,639   | \$265,987   | \$217,284 | \$250,856 |           |
| 10/31    | \$290,948   | \$179,314   | \$253,454   | \$185,970   | \$171,469   | \$178,113   | \$91,783    | \$54,239    | \$77,789  | \$93,667  |           |
| 11/30    | \$223,925   | \$171,790   | \$160,837   | \$175,607   | \$154,931   | \$124,705   | \$308,306   | \$100,922   | \$60,363  | \$68,082  |           |
| 12/31    | \$276,615   | \$95,672    | \$148,643   | \$115,563   | \$109,660   | \$79,457    | \$62,199    | \$63,115    | \$58,379  | \$62,436  |           |
| 4th Quar | \$791,488   | \$446,776   | \$562,934   | \$477,140   | \$436,060   | \$382,275   | \$462,288   | \$218,276   | \$196,531 | \$224,185 |           |
| 2nd Half | \$1,627,664 | \$1,316,825 | \$1,077,384 | \$1,138,002 | \$988,626   | \$816,674   | \$698,927   | \$484,263   | \$413,815 | \$475,041 |           |
| Total    | \$3,628,593 | \$2,996,038 | \$2,321,390 | \$2,133,668 | \$1,958,177 | \$1,770,602 | \$1,514,936 | \$1,076,582 | \$895,566 | \$886,053 |           |