

Veratex Inc.
Balance Sheet
July 31, 2017

ASSETS

Current Assets		
Cash in Bank (Checking)	\$	<52,046.07>
Accounts Receivable		129,426.85
Inventory		364,800.00
Loan Receivable (VRTX)		88,172.04
Total Current Assets		530,352.82
Property and Equipment		
Furniture and Fixtures		81,874.00
Accum. Depreciation - Furnitur		<81,874.00>
Total Property and Equipment		0.00
Other Assets		
Total Other Assets		0.00
Total Assets		\$ 530,352.82

LIABILITIES AND CAPITAL

Current Liabilities		
Accounts Payable	\$	64,150.12
Sarsep Payable		23,865.38
Federal Payroll Taxes Payable		993.90
FICA Tax Payable		2,315.86
State Payroll Taxes Payable		479.71
Disability Tax Payable		10.00
City Payroll Taxes Payable		116.88
Total Current Liabilities		91,931.85
Long-Term Liabilities		
Loan Payable (CS)		267,595.17
Loan Payable (HSBC)		63,543.68
Loan Payable(CS-MS)		165,000.00
Loan Payable(CHP-Vera)		254,801.50
Total Long-Term Liabilities		750,940.35
Total Liabilities		842,872.20
Capital		
Paid-in Capital		125,000.00
Retained Earnings		<356,860.94>
Net Income		<80,658.44>
Total Capital		<312,519.38>
Total Liabilities & Capital		\$ 530,352.82

Veratex Inc.
Income Statement
For the Seven Months Ending July 31, 2017

	Current Month		Year to Date	
Revenues				
Sales (Veratex)	\$ 83,568.21	97.73	\$ 529,770.31	98.19
Sales (Factor)	0.00	0.00	0.00	0.00
Interest Income	0.00	0.00	0.00	0.00
Administrative/Manage Services	1,974.75	2.31	14,023.25	2.60
Finance Charge Income	0.00	0.00	0.00	0.00
Sales Returns and Allowances	0.00	0.00	<3,959.60>	<0.73>
Sales Discounts	<36.00>	<0.04>	<280.22>	<0.05>
Total Revenues	85,506.96	100.00	539,553.74	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)	23,487.56	27.47	178,863.87	33.15
Cost of Sales (Knitting)	3,064.48	3.58	81,049.56	15.02
Cost of Sales (Greige Goods)	0.00	0.00	0.00	0.00
Cost of Sales (D&F)	18,018.74	21.07	164,776.77	30.54
Cost of Sales (Finished Goods)	4,120.00	4.82	8,836.00	1.64
Cost of Sales (Other)	0.00	0.00	0.00	0.00
Storage and Warehousing	418.10	0.49	2,121.25	0.39
Freight	126.82	0.15	8,347.58	1.55
Total Cost of Sales	49,235.70	57.58	443,995.03	82.29
Gross Profit	36,271.26	42.42	95,558.71	17.71
Expenses				
Bad Debt Expense	0.00	0.00	0.00	0.00
Bank Charges	104.89	0.12	926.66	0.17
Officer's Salaries	5,666.67	6.63	39,666.69	7.35
Salaries and Wages	9,469.96	11.08	69,310.50	12.85
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)	496.17	0.58	1,887.93	0.35
Overnight Mail Service	0.00	0.00	0.00	0.00
Hospitalization and Insurance	5,604.10	6.55	37,060.73	6.87
Insurance Expense	0.00	0.00	2,641.84	0.49
Interest Expense	0.00	0.00	1,245.81	0.23
Interest Expense (A/R)	0.00	0.00	0.00	0.00
Interest Expense (Factor)	248.57	0.29	248.57	0.05
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	526.33	0.62	4,386.21	0.81
Promotion	46.63	0.05	1,338.97	0.25
Travel	0.00	0.00	144.13	0.03
Research and Development	0.00	0.00	0.00	0.00
Office Expense	139.55	0.16	139.55	0.03
Payroll Tax Expense	1,173.65	1.37	8,383.30	1.55
NYS Unemployment Tax	8.75	0.01	458.36	0.08

For Management Purposes Only

Veratex Inc.
Income Statement
For the Seven Months Ending July 31, 2017

	Current Month		Year to Date	
Federal Unemployment Tax	0.00	0.00	0.00	0.00
NYS Corporation Tax	0.00	0.00	300.00	0.06
NYC Corporation Tax	0.00	0.00	500.00	0.09
Postage Expense	664.42	0.78	972.16	0.18
Rent Expense	682.50	0.80	4,095.00	0.76
Repairs & Maintenance Expense	0.00	0.00	0.00	0.00
Telep. & Long Distance Expense	325.81	0.38	2,314.37	0.43
Garbage Service	0.00	0.00	0.00	0.00
Utilities Expense	196.37	0.23	196.37	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	25,354.37	29.65	176,217.15	31.66
Net Income	\$ 10,916.89	12.77	\$ <80,658.44>	<14.95>

Veratex Inc.
General Ledger Trial Balance

As of Jul 31, 2017

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)		52,046.07
11000	Accounts Receivable	129,426.85	
12000	Inventory	364,800.00	
14000	Loan Receivable (VRTX)	88,172.04	
15000	Furniture and Fixtures	81,874.00	
17000	Accum. Depreciation - Furn		81,874.00
20000	Accounts Payable		64,150.12
23300	Sarsep Payable		23,865.38
23400	Federal Payroll Taxes Payab		993.90
23500	FICA Tax Payable		2,315.86
23600	State Payroll Taxes Payable		479.71
23700	Disability Tax Payable		10.00
23800	City Payroll Taxes Payable		116.88
27100	Loan Payable (CS)		267,595.17
27500	Loan Payable (HSBC)		63,543.68
27800	Loan Payable(CS-MS)		165,000.00
27900	Loan Payable(CHP-Vera)		254,801.50
39004	Paid-in Capital		125,000.00
39005	Retained Earnings	356,860.94	
40000	Sales (Veratex)		529,770.31
41000	Administrative/Manage Ser		14,023.25
48000	Sales Returns and Allowanc	3,959.60	
49000	Sales Discounts	280.22	
51000	Cost of Sales (Beam Yarn)	178,863.87	
57000	Cost of Sales (Knitting)	81,049.56	
58000	Cost of Sales (D&F)	164,775.77	
58500	Cost of Sales (Finished Goo	8,836.00	
59500	Storage and Warehousing	2,121.25	
59600	Freight	8,347.58	
62000	Bank Charges	925.66	
62500	Officer's Salaries	39,666.69	
63000	Salaries and Wages	69,310.50	
65500	Truck and Delivery (UPS)	1,887.93	
66500	Hospitalization and Insuran	37,060.73	
67000	Insurance Expense	2,641.84	
67500	Interest Expense	1,245.81	
67700	Interest Expense (Factor)	248.57	
68500	Legal and Professional Exp	4,386.21	
69000	Promotion	1,338.97	
69500	Travel	144.13	
71000	Office Expense	139.55	
72000	Payroll Tax Expense	8,383.30	
72500	NYS Unemployment Tax	458.36	
73100	NYS Corporation Tax	500.00	
73200	NYC Corporation Tax	500.00	
73500	Postage Expense	972.16	
74000	Rent Expense	4,095.00	
76000	Telep. & Long Distance Ex	2,314.37	
78000	Utilities Expense	196.37	
	Total:	1,645,585.83	1,645,585.83

Veratex Inc.
General Journal

For the Period From Jul 1, 2017 to Jul 31, 2017

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
7/1/17	10200 62000	063017		104.89	104.89
7/5/17	10200 27500	070517	6/30 \$4096, 7/5/ \$93	4,189.00	4,189.00
7/11/17	23400 23500 10200 23600 23800 10200 10200 72500	071117		1,063.77 2,462.78 507.59 116.88 8.75	 3,526.55 624.47 8.75
7/13/17	10200 73500 41000	071317		2,179.45	4.70 2,174.75
7/14/17	10200 58500 10200 67700 27500	071417		18,194.24 248.57 2,262.34	 18,194.24 2,510.91
7/28/17	10200 58500	072817		22,706.79	22,706.79
7/31/17	58500 14000	073117	Inv. 9897	7,124.04	7,124.04
Total				61,169.09	61,169.09

Veratex Inc.
General Ledger

For the Period From Jul 1, 2017 to Jul 31, 2017

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

Account ID Account Description	Date	Trans Description	Debit Amt	Credit Amt	Balance
10200 Cash in Bank (Checking)	7/1/17	Beginning Balance			-49,086.21
	7/31/17	Current Period Change	91,069.06	94,028.92	-2,959.86
		Ending Balance			-52,046.07
11000 Accounts Receivable	7/1/17	Beginning Balance			89,694.22
	7/31/17	Current Period Change	83,780.71	44,048.08	39,732.63
		Ending Balance			129,426.85
12000 Inventory	7/1/17	Beginning Balance			364,800.00
	7/31/17	Ending Balance			364,300.00
14000 Loan Receivable (VRTX)	7/1/17	Beginning Balance			95,296.08
	7/31/17	Current Period Change		7,124.04	-7,124.04
		Ending Balance			88,172.04
15000 Furniture and Fixtures	7/1/17	Beginning Balance			81,874.00
	7/31/17	Ending Balance			81,874.00
17000 Accum. Depreciation - Fur	7/1/17	Beginning Balance			-81,874.00
	7/31/17	Ending Balance			-81,874.00
20000 Accounts Payable	7/1/17	Beginning Balance			-48,580.97
	7/31/17	Current Period Change	85,791.01	101,360.16	-15,569.15
		Ending Balance			-64,150.12
23300 Sarsep Payable	7/1/17	Beginning Balance			-20,456.04
	7/31/17	Current Period Change		3,409.34	-3,409.34
		Ending Balance			-23,865.38
23400 Federal Payroll Taxes Pay	7/1/17	Beginning Balance			-1,063.77
	7/31/17	Current Period Change	1,063.77	993.90	69.87
		Ending Balance			-993.90
23500 FICA Tax Payable	7/1/17	Beginning Balance			-2,462.78
	7/31/17	Current Period Change	2,462.78	2,315.86	146.92
		Ending Balance			-2,315.86
23600 State Payroll Taxes Payabl	7/1/17	Beginning Balance			-507.59
	7/31/17	Current Period Change	507.59	479.71	27.88
		Ending Balance			-479.71
23700 Disability Tax Payable	7/1/17	Beginning Balance			-31.20
	7/31/17	Current Period Change	31.20	10.00	21.20
		Ending Balance			-10.00

Veratex Inc.
General Ledger

For the Period From Jul 1, 2017 to Jul 31, 2017

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

Account ID Account Description	Date	Trans Description	Debit Amt	Credit Amt	Balance
23800 City Payroll Taxes Payabl	7/1/17	Beginning Balance			-116.88
	7/31/17	Current Period Change Ending Balance	116.88	116.88	-116.88
27100 Loan Payable (CS)	7/1/17	Beginning Balance			-269,502.61
	7/31/17	Current Period Change Ending Balance	1,907.44		1,907.44 -267,595.17
27500 Loan Payable (HSBC)	7/1/17	Beginning Balance			-61,617.02
	7/31/17	Current Period Change Ending Balance	2,262.34	4,189.00	-1,925.66 -63,543.68
27800 Loan Payable(CS-MS)	7/1/17	Beginning Balance			-165,000.00
	7/31/17	Ending Balance			-165,000.00
27900 Loan Payable(CHP-Vera)	7/1/17	Beginning Balance			-254,801.50
	7/31/17	Ending Balance			-254,801.50
39004 Paid-in Capital	7/1/17	Beginning Balance			-125,000.00
	7/31/17	Ending Balance			-125,000.00
39005 Retained Earnings	7/1/17	Beginning Balance			356,860.94
	7/31/17	Ending Balance			356,860.94
40000 Sales (Veratex)	7/1/17	Beginning Balance			-446,202.10
	7/31/17	Current Period Change Ending Balance		83,568.21	-83,568.21 -529,770.31
41000 Administrative/Manage Se	7/1/17	Beginning Balance			-12,048.50
	7/31/17	Current Period Change Ending Balance	200.00	2,174.75	-1,974.75 -14,023.25
48000 Sales Returns and Allowa	7/1/17	Beginning Balance			3,959.60
	7/31/17	Ending Balance			3,959.60
49000 Sales Discounts	7/1/17	Beginning Balance			244.22
	7/31/17	Current Period Change Ending Balance	36.00		36.00 280.22
51000 Cost of Sales (Beam Yarn)	7/1/17	Beginning Balance			155,376.31
	7/31/17	Current Period Change Ending Balance	23,487.56		23,487.56 178,863.87

Veratex Inc.
General Ledger

For the Period From Jul 1, 2017 to Jul 31, 2017

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

Account ID Account Description	Date	Trans Description	Debit Amt	Credit Amt	Balance
57000 Cost of Sales (Knitting)	7/1/17	Beginning Balance			77,985.08
		Current Period Change	3,064.48		3,064.48
	7/31/17	Ending Balance			81,049.56
58000 Cost of Sales (D&F)	7/1/17	Beginning Balance			146,758.03
		Current Period Change	18,018.74		18,018.74
	7/31/17	Ending Balance			164,776.77
58500 Cost of Sales (Finished Go	7/1/17	Beginning Balance			4,716.00
		Current Period Change	50,069.59	45,949.59	4,120.00
	7/31/17	Ending Balance			8,836.00
59500 Storage and Warehousing	7/1/17	Beginning Balance			1,703.15
		Current Period Change	418.10		418.10
	7/31/17	Ending Balance			2,121.25
59600 Freight	7/1/17	Beginning Balance			8,220.76
		Current Period Change	126.82		126.82
	7/31/17	Ending Balance			8,347.58
62000 Bank Charges	7/1/17	Beginning Balance			821.77
		Current Period Change	104.89		104.89
	7/31/17	Ending Balance			926.66
62500 Officer's Salaries	7/1/17	Beginning Balance			34,000.02
		Current Period Change	5,666.67		5,666.67
	7/31/17	Ending Balance			39,666.69
63000 Salaries and Wages	7/1/17	Beginning Balance			59,840.54
		Current Period Change	9,469.96		9,469.96
	7/31/17	Ending Balance			69,310.50
65500 Truck and Delivery (UPS)	7/1/17	Beginning Balance			1,391.76
		Current Period Change	496.17		496.17
	7/31/17	Ending Balance			1,887.93
66500 Hospitalization and Insura	7/1/17	Beginning Balance			31,456.63
		Current Period Change	6,178.22	574.12	5,604.10
	7/31/17	Ending Balance			37,060.73
67000 Insurance Expense	7/1/17	Beginning Balance			2,641.84
	7/31/17	Ending Balance			2,641.84
67500 Interest Expense	7/1/17	Beginning Balance			1,245.81
	7/31/17	Ending Balance			1,245.81

Veratex Inc.
General Ledger

For the Period From Jul 1, 2017 to Jul 31, 2017

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

Account ID Account Description	Date	Trans Description	Debit Amt	Credit Amt	Balance
67700 Interest Expense (Factor)	7/1/17	Beginning Balance			
	7/31/17	Current Period Change Ending Balance	248.57		248.57 248.57
68500 Legal and Professional Ex	7/1/17	Beginning Balance			3,859.88
	7/31/17	Current Period Change Ending Balance	526.33		526.33 4,386.21
69000 Promotion	7/1/17	Beginning Balance			1,292.34
	7/31/17	Current Period Change Ending Balance	46.63		46.63 1,338.97
69500 Travel	7/1/17	Beginning Balance			144.13
	7/31/17	Ending Balance			144.13
71000 Office Expense	7/1/17	Beginning Balance			
	7/31/17	Current Period Change Ending Balance	139.55		139.55 139.55
72000 Payroll Tax Expense	7/1/17	Beginning Balance			7,209.65
	7/31/17	Current Period Change Ending Balance	1,173.65		1,173.65 8,383.30
72500 NYS Unemployment Tax	7/1/17	Beginning Balance			449.61
	7/31/17	Current Period Change Ending Balance	8.75		8.75 458.36
73100 NYS Corporation Tax	7/1/17	Beginning Balance			300.00
	7/31/17	Ending Balance			300.00
73200 NYC Corporation Tax	7/1/17	Beginning Balance			500.00
	7/31/17	Ending Balance			500.00
73500 Postage Expense	7/1/17	Beginning Balance			307.74
	7/31/17	Current Period Change Ending Balance	669.12	4.70	664.42 972.16
74000 Rent Expense	7/1/17	Beginning Balance			3,412.50
	7/31/17	Current Period Change Ending Balance	682.50		682.50 4,095.00
76000 Telep. & Long Distance F	7/1/17	Beginning Balance			1,983.56
		Current Period Change	325.81		325.81

Veratex Inc.
General Ledger

For the Period From Jul 1, 2017 to Jul 31, 2017

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

Account ID Account Description	Date	Trans Description	Debit Amt	Credit Amt	Balance
	7/31/17	Ending Balance			2,314.37
78000 Utilities Expense	7/1/17	Beginning Balance			
		Current Period Change	196.37		196.37
	7/31/17	Ending Balance			196.37

Veratex Inc.
Customer Ledgers

For the Period From Jul 1, 2017 to Jul 31, 2017

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

Customer ID Customer	Date	Trans No	Typ	Debit Amt	Credit Amt	Balance
110	7/1/17	Balance Fwd				300.00
QST Industries, Inc.	7/11/17	30092	CRJ		300.00	0.00
113	7/1/17	Balance Fwd				13,423.50
International Foam Inc.	7/21/17	2917/2918	CRJ		3,020.36	10,403.14
	7/21/17	31523	SJ	3,923.54		14,326.68
	7/27/17	2919	CRJ		1,000.00	13,326.68
115	7/1/17	31512	SJ	1,339.00		1,339.00
Precision Custom Coating	7/18/17	31520	SJ	5,853.90		7, 92.90
1193	7/1/17	Balance Fwd				466.00
Ace Binding Co., Inc.	7/12/17	31516	SJ	706.25		1,172.25
	7/24/17	26554	CRJ		466.00	706.25
1314	7/1/17	Balance Fwd				331.65
Empire Foundations, Inc.						
1349	7/1/17	Balance Fwd				980.80
Outdoor Wilderness Fabrics Inc						
1575	7/1/17	31513	SJ	5,607.96		5,607.96
Denn Mfg.	7/27/17	31530	SJ	960.00		6,567.96
1558	7/25/17	31526	SJ	2,132.50		2,132.50
A&H Sportswear Co., Inc.						
1735	7/31/17	31532	SJ	316.25		316.25
Carr Textile Corp.						
2511	7/17/17	31519	SJ	2,750.00		2,750.00
Jog-A-Lite, Inc.						
2535	7/1/17	Balance Fwd				984.50
Hi Fashion Productions, Inc.	7/11/17	9958	CRJ		984.50	0.00
2585	7/1/17	Balance Fwd				715.00
T.H.E. Swimwear						
2918	7/1/17	Balance Fwd				20,304.99
Greenwood Marketing LLC	7/10/17	1279	CRJ		6,720.00	13,584.99
	7/12/17	31515	SJ	332.50		13,917.49
	7/27/17	31525	SJ	11,870.40		25,787.89
2975	7/12/17	31518	SJ	1,678.00		1,678.00
Top Value Fabrics Inc	7/21/17	31512	SJ	1,678.00		3,356.00
3035	7/1/17	Balance Fwd				-3,747.10
Hexcel Composites Ltd.						
3058	7/1/17	31514	SJ	2,399.76		2,399.76
Staple Sewing Aids Corp.	7/25/17	5887	CRJ	36.00	36.00	2,399.76
	7/25/17	5887	CRJ		2,399.76	0.00
3070	7/1/17	Balance Fwd				551.40
Cutting Edge Textiles	7/13/17	6715/17	CRJ		861.40	0.00
3189	7/25/17	31527	SJ	8,258.79		8,258.79
Komar Apparel Supply Co., Inc.						
3234	7/28/17	31531	SJ	15,639.84		15,639.84
Thiraco, LLC						
3280	7/1/17	Balance Fwd				1,293.87
Cascade Engineering & Mfg. L	7/12/17	07/12/17	CRJ		1,293.87	0.00
3294	7/1/17	Balance Fwd				2,615.70
Edith Lances	7/13/17	1179	CRJ		2,615.70	0.00

Veratex Inc.
Customer Ledgers

For the Period From Jul 1, 2017 to Jul 31, 2017

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

Customer ID Customer	Date	Trans No	Typ	Debit Amt	Credit Amt	Balance
3327 Meca Trading LLC	7/1/17	Balance Fwd				32,610.82
	7/10/17	071017	CRJ		1,996.75	30,614.07
	7/24/17	31524	SJ	454.10		31,068.17
	7/28/17	072817	CRJ		3,624.15	27,444.02
3354 Va Bien International Inc.	7/1/17	Balance Fwd				2,884.35
	7/11/17	15801	CRJ		2,884.35	0.00
3524 Trulife	7/1/17	Balance Fwd				3,109.80
	7/11/17	691	CRJ		3,109.80	0.00
3841 Dermadmed Coating Co., LLC	7/1/17	Balance Fwd				3,287.70
	7/21/17	32192	CRJ		3,287.70	0.00
3883 Akron Cotton Products	7/20/17	31521	SJ	15,081.03		15,081.03
3997 Crabapple Enterprise	7/12/17	31517	SJ	1,650.00		1,650.00
3981 Katabatic Gear	7/24/17	31577	SJ	508.89		508.89
3986 Patty Pop Ons	7/1/17	Balance Fwd				640.24
	7/12/17	711217	CRJ		640.24	0.00
4001 MFI International Mfg LLC	7/1/17	Balance Fwd				8,631.00
	7/20/17	24281	CRJ		1,080.00	7,551.00
	7/25/17	24215	CRJ		7,551.00	0.00
4005 Elite Sportswear, L.P.	7/26/17	31528	SJ	427.50		427.50

Veratex Inc.**Invoice Register**

For the Period From Jul 1, 2017 to Jul 31, 2017

Filter Criteria includes: Report order is by Invoice Number.

Invoice No	Date	Quote No	Name	Amount
31512	7/11/17		Precision Custom Coating	1,339.00
31513	7/11/17		Dunn Mfg.	5,607.96
31514	7/11/17		Staple Sewing Aids Corp.	2,399.76
31515	7/12/17		Greenwood Marketing LLC	332.50
31516	7/12/17		Ace Binding Co., Inc.	706.25
31517	7/12/17		Crabapple Enterprise	1,650.00
31518	7/12/17		Top Value Fabrics Inc.	1,678.00
31519	7/17/17		Jog-A-Lite, Inc.	2,750.00
31520	7/18/17		Precision Custom Coating	5,853.90
31521	7/20/17		Avcon Cotton Products	15,081.03
31522	7/21/17		Top Value Fabrics Inc.	1,678.00
31523	7/21/17		International Foam Inc.	3,923.54
31524	7/24/17		Meca Trading LLC	454.10
31525	7/24/17		Katabatic Gear	508.89
31526	7/25/17		A&H Sportswear Co., Inc.	2,132.50
31527	7/25/17		Komar Apparel Supply Co., Inc.	8,258.79
31528	7/26/17		Elite Sportswear, L.P.	427.50
31529	7/27/17		Greenwood Marketing LLC	11,870.40
31530	7/27/17		Dunn Mfg.	960.00
31531	7/28/17		Primaco, LLC	15,639.84
31532	7/31/17		Carr Textile Corp.	316.25
Total				83,568.21

Veratex Inc.
Cash Receipts Journal

For the Period From Jul 1, 2017 to Jul 31, 2017

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
7/10/17	11000 10200	071017	Invoice: 31311 Meca Trading LLC	1,996.75	1,996.75
7/10/17	11000 10200	1279	Invoice: 31497 Greenwood Marketing LLC	6,720.00	6,720.00
7/11/17	11000 11000 10200	9858	Invoice: 31469 Invoice: 31468 Hi Fashion Productions, Inc.	984.50	536.00 448.50
7/11/17	11000 11000 10200	15801	Invoice: 31483 Invoice: 31487 Va Bien International Inc.	2,884.35	1,801.80 1,082.55
7/11/17	11000 10200	691	Invoice: 31486 Frulife	3,109.80	3,109.80
7/11/17	11000 10200	30092	Invoice: 31498 QST Industries, Inc.	300.00	300.00
7/12/17	11000 10200	7/12/17	Invoice: 31501 Patty Pop Ons	640.24	640.24
7/12/17	11000 10200	07/12/17	Invoice: 31502 Cascade Engineering & Mfg. LLC	1,293.87	1,293.87
7/13/17	11000 11000 10200	1170	Invoice: 31495 Invoice: 31496 Edith Lances	2,615.70	1,560.00 1,055.70
7/13/17	11000 10200	071317	Invoice: 31505 Cutting Edge Textiles	861.40	861.40
7/20/17	11000 10200	24281	Invoice: 31504 MEI International Mfg LLC	1,080.00	1,080.00
7/21/17	11000 11000 10200	2917/2918	Invoice: 31371 Invoice: 31421 International Foam Inc.	3,020.36	20.36 3,000.00
7/21/17	11000 10200	52192	Invoice: 31507 Dermadmed Coating Co., LLC	3,287.70	3,287.70
7/24/17	11000 11000 10200	26554	Invoice: 31493 Invoice: 31510 Ace Binding Co., Inc.	212.50 455.60	678.50
7/25/17	11000 10200	24315	Invoice: 31509 MEI International Mfg LLC	7,551.00	7,551.00
7/25/17	49000 11000 10200	5887	Discounts Taken Invoice: 31514 Staple Sewing Aids Corp.	36.00 2,363.76	2,399.76
7/27/17	11000 10200	2019	Invoice: 31421 International Foam Inc.	1,000.00	1,000.00
7/28/17	11000 10200	072817	Invoice: 31294 Meca Trading LLC	3,624.15	3,624.15
				44,048.08	44,048.08

Veratex Inc.
Purchase Journal

For the Period From Jul 1, 2017 to Jul 31, 2017

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

Date	Account ID Account Description	Invoice #	Line Description	Debit Amount	Credit Amount
7/1/17	66500 Hospitalization and Insurance 20000 Accounts Payable	43840660	UnitedHealthcare Insurance Co.	297.79	297.79
7/1/17	74000 Rent Expense 20000 Accounts Payable	95	Simons HK Properties LLC	682.50	682.50
7/1/17	73500 Postage Expense 20000 Accounts Payable	3303971243	Pitney Bowes Credit Corp.	165.62	165.62
7/1/17	65500 Truck and Delivery (UPS) 20000 Accounts Payable	164390257	UPS	151.46	151.46
7/1/17	57000 Cost of Sales (Knitting) 20000 Accounts Payable	10000593	Gehring Tricot Corp.	1,897.94	1,897.94
7/1/17	59500 Storage and Warehousing 20000 Accounts Payable	189256	TST Logistics	418.10	418.10
7/5/17	78000 Utilities Expense 20000 Accounts Payable	2891329	Combined Energy Services	196.37	196.37
7/8/17	65500 Truck and Delivery (UPS) 20000 Accounts Payable	164390277	UPS	19.70	19.70
7/10/17	27100 Loan Payable (CS) 20000 Accounts Payable	070117	Ten Park Ave. Tenants Corp.	1,328.91	1,328.91
7/10/17	51000 Cost of Sales (Beam Yarn) 20000 Accounts Payable	914137	New Generation Yarn Corp.	5,946.12	5,946.12
7/11/17	68500 Legal and Professional Expenses 20000 Accounts Payable	31439	The Design Workshop	526.33	526.33
7/14/17	69000 Promotion 20000 Accounts Payable	071417	Cardmember Services	46.63	46.63
7/14/17	27100 Loan Payable (CS) 20000 Accounts Payable	071417	NYSEG	78.53	78.53
7/14/17	65500 Truck and Delivery (UPS)	164390267		95.39	

Veratex Inc.
Purchase Journal
For the Period From Jul 1, 2017 to Jul 31, 2017

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

Date	Account ID Account Description	Invoice #	Line Description	Debit Amount	Credit Amount
	20000 Accounts Payable		UPS		95.39
7/14/17	76000 Telep. & Long Distance Expen 20000 Accounts Payable	070117	Verizon	325.81	325.81
7/14/17	58500 Cost of Sales (Finished Goods) 20000 Accounts Payable	9886	Fairlane Vrtx Inc.	8,430.00	8,430.00
7/14/17	58500 Cost of Sales (Finished Goods) 20000 Accounts Payable	9887	Fairlane Vrtx Inc.	8,589.35	8,589.35
7/14/17	58500 Cost of Sales (Finished Goods) 20000 Accounts Payable	9888	Fairlane Vrtx Inc.	8,223.45	8,223.45
7/14/17	58500 Cost of Sales (Finished Goods) 20000 Accounts Payable	9893-9895	Fairlane Vrtx Inc.	5,048.56	5,048.56
7/14/17	57000 Cost of Sales (Knitting) 20000 Accounts Payable	1000697	Gehring Tricot Corp.	1,166.54	1,166.54
7/14/17	51000 Cost of Sales (Beam Yarn) 20000 Accounts Payable	914160	New Generation Yarn Corp.	5,860.36	5,860.36
7/14/17	58600 Cost of Sales (D&F) 20000 Accounts Payable	10000606	Gehring Tricot Corp.	1,655.62	1,655.62
7/15/17	68500 Truck and Delivery (UPS) 20000 Accounts Payable	164390287	UPS	24.61	24.61
7/17/17	58600 Cost of Sales (D&F) 20000 Accounts Payable	479604	Rebtex Inc.	2,695.65	2,695.65
7/17/17	58600 Cost of Sales (D&F) 20000 Accounts Payable	479602	Rebtex Inc.	2,970.22	2,970.22
7/17/17	58600 Cost of Sales (D&F) 20000 Accounts Payable	479603	Rebtex Inc.	2,218.95	2,218.95
7/18/17	51000 Cost of Sales (Beam Yarn) 20000 Accounts Payable	914175	New Generation Yarn Corp.	5,946.12	5,946.12

Veratex Inc.
Purchase Journal
For the Period From Jul 1, 2017 to Jul 31, 2017

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

Date	Account ID Account Description	Invoice #	Line Description	Debit Amount	Credit Amount
7/18/17	59000 Freight 20000 Accounts Payable	8639140	Glen Raven Transportation	126.82	126.82
7/19/17	58000 Cost of Sales (D&F) 20000 Accounts Payable	28584	Rebtex Inc	25.00	25.00
7/19/17	58000 Cost of Sales (D&F) 20000 Accounts Payable	28586	Rebtex Inc.	25.00	25.00
7/20/17	71000 Office Expense 20000 Accounts Payable	8209505	Quill Corp.	139.55	139.55
7/20/17	73000 Postage Expense 20000 Accounts Payable	072017	Purchase Power	503.50	503.50
7/21/17	66000 Hospitalization and Insurance 20000 Accounts Payable	51505862	Oxford Health Plans	5,582.64	5,582.64
7/21/17	58000 Cost of Sales (D&F) 20000 Accounts Payable	10000621	Gehring Tricot Corp.	1,753.02	1,753.02
7/22/17	65500 Truck and Delivery (UPS) 20000 Accounts Payable	164390297	UPS	77.20	77.20
7/26/17	59000 Cost of Sales (D&F) 20000 Accounts Payable	479756	Rebtex Inc.	1,517.60	1,517.60
7/26/17	59000 Cost of Sales (D&F) 20000 Accounts Payable	479757	Rebtex Inc.	1,605.80	1,605.80
7/27/17	58000 Cost of Sales (D&F) 20000 Accounts Payable	10001632	Gehring Tricot Corp.	3,551.88	3,551.88
7/27/17	51000 Cost of Sales (Beam Yarn) 20000 Accounts Payable	914209	New Generation Yarn Corp.	5,734.96	5,734.96
7/29/17	65500 Truck and Delivery (UPS) 20000 Accounts Payable	164390307	UPS	127.81	127.81
7/31/17	58000	9891		8,703.75	

Veratex Inc.
Purchase Journal

For the Period From Jul 1, 2017 to Jul 31, 2017

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

Date	Account ID Account Description	Invoice #	Line Description	Debit Amount	Credit Amount
	Cost of Sales (Finished Goods) 20000		Fairlane Vrtx Inc.		8,703.75
	Accounts Payable				
7/31/17	58200	9896		6,879.00	
	Cost of Sales (Finished Goods) 20000		Fairlane Vrtx Inc.		6,879.00
	Accounts Payable				
				101,360.16	101,360.16

Veratex Inc.
Check Register
For the Period From Jul 1, 2017 to Jul 31, 2017

Filter Criteria includes: Report order is by Date.

Check #	Date	Payee	Cash Account	Amount
38092	7/7/17	Claudio A D'aleccio	10200	690.69
38093	7/7/17	Carolyn J Simon	10200	91.59
38094	7/10/17	Ten Park Ave. Tenants Co	10200	1,328.91
38095	7/10/17	United Healthcare Insurance	10200	297.79
38096	7/11/17	Standard Security Fire Ins.	10200	46.92
38097	7/14/17	Claudio A D'aleccio	10200	690.69
38098	7/14/17	Carolyn J Simon	10200	91.59
38099	7/14/17	Rebtex Inc.	10200	2,136.14
38100	7/14/17	New Generation Yarn Cor	10200	5,946.12
38102	7/14/17	Gehring Tricot Corp.	10200	1,572.63
38106	7/14/17	UPS	10200	266.55
38105	7/14/17	Pitney Bowes Credit Corp.	10200	165.62
38101	7/14/17	Cardmember Services	10200	46.63
38104	7/14/17	Verizon	10200	325.81
38107	7/14/17	McMaster-Carr	10200	10.70
38108	7/14/17	NYSEG	10200	78.53
38110	7/14/17	Wicker Services Inc.	10200	1,200.00
38109	7/14/17	TST Logistics	10200	418.10
38103	7/14/17	Fairlane Vrx Inc.	10200	13,500.00
38111	7/18/17	Fairlane Vrx Inc.	10200	6,694.24
38112	7/21/17	Claudio A D'aleccio	10200	618.66
38113	7/21/17	Carolyn J Simon	10200	91.59
38114	7/21/17	Rebtex Inc.	10200	930.44
38115	7/21/17	Fairystone Fabrics	10200	5,563.52
38116	7/21/17	Gehring Tricot Corp.	10200	5,501.83
38117	7/21/17	Purchase Power	10200	503.50
38118	7/21/17	Combined Energy Service	10200	196.37
38119	7/21/17	Oxford Health Plans	10200	5,582.64
38120	7/21/17	Simons HK Properties LL	10200	682.50
38121	7/21/17	Glen Raven Transportatio	10200	719.77
38122	7/28/17	Claudio A D'aleccio	10200	690.69
38123	7/28/17	Carolyn J Simon	10200	91.59
38126	7/28/17	Rebtex Inc.	10200	2,156.85
38127	7/28/17	Gehring Tricot Corp.	10200	4,044.59

Veratex Inc.
Check Register
For the Period From Jul 1, 2017 to Jul 31, 2017

Filter Criteria includes: Report order is by Date.

Check #	Date	Payee	Cash Account	Amount
38128	7/28/17	UnitedHealthcare Insurance	10200	297.79
38129	7/28/17	Wei Chang	10200	2,120.00
38130	7/28/17	UPS	10200	101.81
38131	7/28/17	Quill Corp.	10200	139.55
38134	7/31/17	Wei Chang	10200	2,967.33
38135	7/31/17	Claude A Simon	10200	3,070.33
38132	7/31/17	Fairlane Vrtx Inc.	10200	15,582.75
Total				87,253.35

Veratex Inc.
Aged Payables
 As of Jul 31, 2017

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

Vendor ID Vendor Contact Telephone 1	Invoice No	0 - 30	31 - 60	61 - 90	Over 90 days	Amount Due
11 The Design Workshop	31489	526.33				526.33
11 The Design Workshop		526.33				526.33
16 UPS	164390307	127.81				127.81
16 UPS		127.81				127.81
195 Glen Raven Transportation	8639140	126.82				126.82
195 Glen Raven Transportation		126.82				126.82
209 Gehring Tricot Corp.	1000607	1,166.54				1,166.54
	10000606	1,655.62				1,655.62
	10000621	1,753.02				1,753.02
	10001632	3,551.88				3,551.88
209 Gehring Tricot Corp.		8,127.06				8,127.06
54 Rebtek Inc.	479604	2,695.65				2,695.65
	479602	2,970.22				2,970.22
	479603	2,218.95				2,218.95
	28384	25.00				25.00
	28386	25.00				25.00
	479756	1,517.60				1,517.60
	479757	1,605.80				1,605.80
54 Rebtek Inc.		11,058.22				11,058.22
95 Warp Technologies, Inc.	44407	6,319.68				6,319.68
	44438	2,672.64				2,672.64
95 Warp Technologies, Inc.		8,992.32				8,992.32

Veratex Inc.
Aged Payables
 As of Jul 31, 2017

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

Vendor ID Vendor Contact Telephone 1	Invoice No	0 - 30	31 - 60	61 - 90	Over 90 days	Amount Due
98	914067	5,843.64				5,843.64
New Generation Yarn Corp.	914087	5,860.36				5,860.36
	914137	5,946.12				5,946.12
	914160	5,860.36				5,860.36
	914175	5,946.12				5,946.12
	914209	5,734.96				5,734.96
98		35,191.56				35,191.56
New Generation Yarn Corp.						
Report Total		64,150.12				64,150.12

FOR CREDIT: 07/01/2017 09:02:21 AM

Sales Report by City and Customer

[illegible]

10

Figure 1 shows a vertical sequence of 15 diagrams illustrating the steps of the algorithm for finding the minimum of a function. The diagrams are labeled 1 through 15. Each diagram shows a set of points and lines, representing the state of the algorithm at that step. The labels indicate the current step and the minimum value found.

- 1. Initial state: $x_1 = 1, x_2 = 1$. Minimum value: $f_{\min} = 1$.
- 2. $x_1 = 1, x_2 = 1$. Minimum value: $f_{\min} = 1$.
- 3. $x_1 = 1, x_2 = 1$. Minimum value: $f_{\min} = 1$.
- 4. $x_1 = 1, x_2 = 1$. Minimum value: $f_{\min} = 1$.
- 5. $x_1 = 1, x_2 = 1$. Minimum value: $f_{\min} = 1$.
- 6. $x_1 = 1, x_2 = 1$. Minimum value: $f_{\min} = 1$.
- 7. $x_1 = 1, x_2 = 1$. Minimum value: $f_{\min} = 1$.
- 8. $x_1 = 1, x_2 = 1$. Minimum value: $f_{\min} = 1$.
- 9. $x_1 = 1, x_2 = 1$. Minimum value: $f_{\min} = 1$.
- 10. $x_1 = 1, x_2 = 1$. Minimum value: $f_{\min} = 1$.
- 11. $x_1 = 1, x_2 = 1$. Minimum value: $f_{\min} = 1$.
- 12. $x_1 = 1, x_2 = 1$. Minimum value: $f_{\min} = 1$.
- 13. $x_1 = 1, x_2 = 1$. Minimum value: $f_{\min} = 1$.
- 14. $x_1 = 1, x_2 = 1$. Minimum value: $f_{\min} = 1$.
- 15. $x_1 = 1, x_2 = 1$. Minimum value: $f_{\min} = 1$.

Sales Report by Style and Customer

[illegible]

Expenses (25899)

Net loss (420)

VERATEX	2016 SALES	G/P	%	EXPENSES	NET G/P	%	VERATEX 2017 \$	G/P	%	EXPENSES	NET G/P	%
01/31	\$60,128	\$16,452	0.27	\$25,551	(\$9,099)	-0.15	\$107,435	\$25,007	0.23	\$26,939	(\$1,932)	-0.02
02/28	\$56,309	\$18,281	0.32	\$25,113	(\$6,832)	-0.12	\$75,850	\$16,811	0.22	\$24,041	(\$7,230)	-0.10
03/31	\$64,045	\$11,810	0.18	\$25,696	(\$13,886)	-0.22	\$61,999	\$15,797	0.26	\$31,025	(\$15,228)	-0.25
04/30	\$72,356	\$20,960	0.29	\$23,544	(\$2,584)	-0.04	\$71,096	\$17,410	0.24	\$26,878	(\$9,468)	-0.13
05/31	\$53,867	\$14,105	0.26	\$23,451	-\$9,346	-0.17	\$89,193	\$16,858	0.19	\$13,697	\$3,161	0.04
06/30	\$58,072	\$12,076	0.21	\$25,302	-\$13,826	-0.24	\$41,217	\$12,507	0.30	\$38,207	-\$2,700	-0.62
1st Half	\$364,777	\$93,684	0.26	\$149,257	(\$55,573)	-0.15	\$446,290	\$104,390	0.23	\$104,787	(\$56,397)	-0.13
07/31	\$83,872	\$19,841	0.24	\$24,463	-\$4,622	-0.06	\$83,420	\$21,692	0.26	\$25,899	-\$4,207	-0.05
08/31	\$42,685	\$12,449	0.29	\$26,825	-\$14,376	-0.34						
09/30	\$113,394	\$33,937	0.30	\$25,087	\$8,850	0.08						
10/31	\$39,966	\$11,520	0.29	\$23,986	-\$12,466	-0.31						
11/30	\$51,290	\$10,877	0.21	\$15,491	-\$4,614	-0.09						
12/31	\$80,898	\$19,075	0.24	\$40,318	-\$21,243	-0.26						
2nd Half	\$412,105	\$107,699	0.26	\$156,170	(\$48,471)	-0.31						
2016	\$776,882	\$201,363	0.26	\$305,427	(\$103,044)	-0.13	\$446,290	\$104,390	0.23	\$104,787	(\$56,397)	-0.13
FAIRLANE VRIX 2016												
01/31	\$10,241	\$42,204		\$1,079			\$6,606			\$4,698		
02/28	\$43,895	\$34,445		\$9,446			\$1,916			\$1,083		
03/31	\$17,951	\$17,916		\$5			\$27,729			\$25,211		
04/30	\$1,121	\$2,775		-\$1,654		-1.48	\$43,524			\$33,948		
05/30	\$16,695	\$14,059		\$2,636		0.16	\$10,883			\$11,232		
06/30	\$24,740	\$20,495		\$4,055		0.17	\$5,005			\$4,728		
07/31	\$33,219	\$25,533		\$7,686		0.23	\$16,978			\$14,708		
08/31	\$12,092	\$13,106		-\$1,014		-0.08						
09/30	\$8,954	\$13,725		-\$4,771		-0.53						
10/31	\$0	\$1,829		-\$1,829		-0.00						
11/30	\$788	\$5,594		-\$4,806		-6.10						
12/31	\$21,078	\$21,777		-\$699		-0.03						
TOTAL	\$220,374	\$213,298		\$7,076		0.03	\$112,661			\$98,628		
NET	\$997,256	\$318,725		(\$96,968)		0.10	\$558,911			\$239,415	(\$42,364)	-0.08

	2009	2010	2011	2012	2013	2014	2015	2016	2017
01/31	\$227,056	\$127,580	\$170,027	\$111,689	\$60,341	\$68,998	\$61,758	\$60,125	\$107,435
02/28	\$131,228	\$135,146	\$165,390	\$190,585	\$124,011	\$101,040	\$73,405	\$56,309	\$75,850
03/31	\$130,470	\$209,246	\$198,712	\$89,769	\$112,586	\$108,908	\$90,917	\$64,045	\$61,499
1st Quar	\$488,754	\$471,972	\$534,129	\$392,043	\$296,938	\$278,946	\$226,080	\$180,479	\$244,784
04/30	\$162,369	\$183,431	\$137,984	\$105,105	\$123,346	\$35,666	\$43,939	\$72,356	\$71,096
05/31	\$181,910	\$139,387	\$123,416	\$162,637	\$77,765	\$76,277	\$70,138	\$53,667	\$89,193
06/30	\$159,733	\$174,761	\$158,399	\$156,224	\$94,270	\$90,862	\$70,855	\$58,072	\$41,217
2nd Quar	\$506,912	\$497,579	\$419,799	\$423,066	\$295,381	\$202,805	\$184,932	\$184,295	\$201,506
1st Half	\$995,666	\$969,551	\$953,928	\$816,005	\$592,319	\$481,751	\$411,012	\$364,774	\$446,290
07/31	\$291,939	\$237,391	\$107,987	\$50,212	\$65,268	\$65,462	\$81,134	\$83,872	\$83,420
08/31	\$167,629	\$171,949	\$225,872	\$108,638	\$106,390	\$76,551	\$87,189	\$42,685	
09/30	\$201,294	\$143,226	\$106,540	\$77,789	\$94,329	\$75,271	\$82,533	\$113,394	
3rd Quar	\$660,862	\$552,566	\$434,399	\$246,639	\$265,987	\$217,284	\$250,856	\$239,951	\$83,420
10/31	\$185,970	\$171,499	\$178,113	\$191,783	\$54,130	\$77,789	\$73,461	\$39,966	
11/30	\$125,687	\$154,931	\$124,705	\$38,346	\$104,922	\$60,363	\$68,782	\$51,290	
12/31	\$115,563	\$109,660	\$79,457	\$64,199	\$63,115	\$58,379	\$62,436	\$80,898	
4th Quar	\$477,149	\$436,960	\$382,275	\$467,288	\$218,276	\$196,531	\$224,185	\$172,154	
1st Half	\$1,138,002	\$988,626	\$816,674	\$698,927	\$484,263	\$413,815	\$375,041	\$412,105	
Total	\$2,133,668	\$1,958,177	\$1,770,602	\$1,514,936	\$1,076,582	\$895,566	\$886,053	\$776,879	\$146,290