

VRTX INC.
Balance Sheet
March 31, 2012

ASSETS

Current Assets		
Cash in Bank (GA Checking)	\$	3,209.54
Cash in Bank(NC Checking)		560.78
Cash in Bank(NY Checking)		8,345.64
Accounts Receivable		29,206.22
Inventory		114,705.51
Total Current Assets		156,027.69
Property and Equipment		
Building(GA)		295,000.00
Building Improvements		17,760.73
Accum. Depreciation - Building		<75,220.00>
Reserve for Amortization		<10,752.00>
Total Property and Equipment		226,788.73
Other Assets		
Deposit (Electric-GA)		65.00
Deposit(water)		150.00
Total Other Assets		215.00
Total Assets	\$	383,031.42

LIABILITIES AND CAPITAL

Current Liabilities		
Accounts Payable	\$	19,273.73
Loan Payable(CS-A)		257,975.18
Loan Payable(Veratex)		114,016.32
Loan Payable(JMS/CS)		30,000.00
Loan Payable(JMS/CS-FAIR)		171,752.92
Loan Payable(160MAOC)		45,000.00
Interest Payable(JMS/CS-FAIR)		70,925.96
Interest Payable(160 MAOC)		9,525.61
Total Current Liabilities		718,469.72
Long-Term Liabilities		
Mortgage Payable		25,369.77
Total Long-Term Liabilities		25,369.77
Total Liabilities		743,839.49
Capital		
Paid-in Capital		203,586.35
Retained Earnings		<388,058.67>
Net Income		<176,335.75>
Total Capital		<360,808.07>
Total Liabilities & Capital	\$	383,031.42

Unaudited - For Management Purposes Only

VRTX INC.
Income Statement
For the Twelve Months Ending March 31, 2012

	Current Month This Year	Current Month Last Year	Year to Date This Year	Year to Date Last Year
Revenues				
Sales (Knitting Dept.)	\$ 0.00	\$ 48,342.92	\$ 481,383.98	\$ 819,068.45
Sales (Warping Dept.)	0.00	5,625.15	20,741.65	98,256.31
Sales(Greige)	0.00	0.00	3,044.70	42,599.63
Sales (Others)	0.00	3,928.22	16,870.42	33,806.50
Sales(Finished Goods)	4,129.20	87,757.21	569,531.43	1,168,628.15
Sales(Beam Yarn)	0.00	0.00	4,750.29	33,053.12
Interest Income	0.00	0.00	0.00	0.00
Sales(Rent-GA)	0.00	0.00	0.00	0.00
Finance Charge Income	0.00	0.00	0.00	0.00
Sales Returns and Allowances	0.00	<2,833.20>	<13,681.68>	<28,839.94>
Sales Discounts	0.00	<0.72>	<28.10>	<113.42>
Total Revenues	4,129.20	142,819.58	1,082,612.69	2,166,458.80
Cost of Sales				
Machine Supplies	549.87	3,924.79	13,067.40	30,695.39
Cost of Goods Sold	3,693.00	51,268.60	412,229.69	617,713.81
Packageing Materials	0.00	898.58	14,578.63	28,649.77
Repairs & Maint.(Machinery)	0.00	1,318.87	6,023.34	10,388.08
Workers Comp.	0.00	59.00	19,947.00	14,342.00
Labor & Supervision	0.00	51,953.37	349,525.97	699,697.14
Freight	0.00	410.22	12,422.35	23,322.63
Electricity	0.00	7,255.57	78,080.97	116,235.34
Water	102.00	465.61	2,452.30	3,287.72
Fuel	0.00	0.00	3,325.25	3,833.96
Gas	0.00	146.46	244.67	1,146.60
Total Cost of Sales	4,344.87	117,701.07	911,897.57	1,549,312.44
Gross Profit	<215.67>	25,118.51	170,715.12	617,146.36
Expenses				
Bank Charges	6.00	16.00	152.55	221.65
Bad Debt Expense	0.00	0.00	47,470.71	0.00
Promotion	251.04	487.81	9,725.55	11,121.17
Research & Development	0.00	0.00	120.00	174.64
Travel	23.31	323.25	9,485.57	5,290.06
Depreciation Expense	0.00	0.00	0.00	0.00
Dues and Subscriptions Exp	0.00	0.00	272.44	1,463.42
Commissions(GS)	0.00	148.76	3,641.48	945.11
Commission(RJA)	0.00	0.00	0.00	1,558.09
Commissions(JTM)	0.00	0.00	0.00	78.03
Truck & Delivery(UPS/Fed.Exp.)	116.42	629.72	4,446.25	12,948.29
Telephone and Long Distances	0.00	1,020.05	3,576.48	5,946.71
Insurance Expense	0.00	0.00	17,482.66	19,270.65
Health Insurance Expense	0.00	0.00	34.00	<2,204.31>
Interest Expense	1,345.04	2,417.80	22,384.85	26,881.87
Legal and Professional Expense	4,320.00	7,221.00	69,045.00	75,212.00
Payroll Taxes Expense	0.00	3,881.55	27,184.05	52,932.70
Real Estate Tax	0.00	0.00	3,418.40	3,418.40
State Corporation Tax	0.00	0.00	1,434.00	317.00
State Unemployment Tax	0.00	0.00	16,522.52	16,448.36
Federal Unemployment Tax(940)	724.28	0.00	2,614.21	2,099.35

For Management Purposes Only

VRTX INC.
Income Statement
For the Twelve Months Ending March 31, 2012

	Current Month This Year	Current Month Last Year	Year to Date This Year	Year to Date Last Year
Federal Corporation Tax	0.00	0.00	0.00	0.00
Garbage Service	0.00	248.54	3,073.50	4,269.84
Personal Property Tax	0.00	0.00	0.00	0.00
Office Supplies	0.00	515.35	2,819.80	9,547.34
Postage Expense	219.61	207.99	1,297.27	1,685.23
Rent Expense	0.00	5,000.00	85,000.00	62,500.00
Repairs & Maintenance Expense	0.00	1,370.73	15,405.00	26,038.47
Relocation(Projection Y)	0.00	0.00	0.00	0.00
Security Service	0.00	62.05	444.58	873.78
Salaries and Wages	0.00	0.00	0.00	0.00
Building	0.00	0.00	0.00	0.00
Other Expense	0.00	0.00	0.00	0.00
Total Expenses	7,005.70	23,550.60	347,050.87	339,037.85
Net Income	\$ <7,221.37>	\$ 1,567.91	\$ <176,335.75>	\$ 278,108.51

For Management Purposes Only

VRTX INC.
General Ledger Trial Balance
 As of Mar 31, 2012

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 (GA Checking	3,209.54	
10300	Cash in Bank(NC Checking)	560.78	
10400	Cash in Bank(NY Checking	8,345.64	
11000	Accounts Receivable	29,206.22	
12000	Inventory	114,705.51	
15500	Building(GA)	295,000.00	
15600	Building Improvements	17,760.73	
17500	Accum. Depreciation - Buil		75,220.00
17700	Reserve for Amortization		10,752.00
19000	Deposit (Electric-GA)	65.00	
19200	Deposit(water)	150.00	
20000	Accounts Payable		19,273.73
24200	Loan Payable(CS-A)		257,975.18
24400	Loan Payable(Veratex)		114,016.32
24500	Loan Payable(JMS/CS)		30,000.00
24600	Loan Payable(JMS/CS-FAI		171,752.92
24800	Loan Payable(160MAOC)		45,000.00
24900	Interest Payable(JMS/CS-F		70,925.96
25000	Interest Payable(160 MAO		9,525.61
27000	Mortgage Payable		25,369.77
39004	Paid-in Capital		203,586.35
39005	Retained Earnings	388,058.67	
40000	Sales (Knitting Dept.)		481,383.98
40200	Sales (Warping Dept.)		20,741.65
40300	Sales(Greige)		3,044.70
40400	Sales (Others)		16,870.42
40500	Sales(Finished Goods)		569,531.43
40600	Sales(Beam Yarn)		4,750.29
48000	Sales Returns and Allowanc	13,681.68	
49000	Sales Discounts	28.10	
50000	Machine Supplies	13,067.40	
50100	Cost of Goods Sold	412,229.69	
50500	Packageing Materials	14,578.63	
51000	Repairs & Maint.(Machiner	6,023.34	
56000	Workers Comp.	19,947.00	
57000	Labor & Supervision	349,525.97	
57500	Freight	12,422.35	
58000	Electricity	78,080.97	
58500	Water	2,452.30	
59000	Fuel	3,325.25	
59500	Gas	244.67	
62000	Bank Charges	152.55	
62500	Bad Debt Expense	47,470.71	
63000	Promotion	9,725.55	
63250	Research & Development	120.00	
63500	Travel	9,485.57	
64500	Dues and Subscriptions Exp	272.44	
64600	Commissions(GS)	3,641.48	
65500	Truck & Delivery(UPS/Fed.	4,446.25	
66000	Telephone and Long Distanc	3,576.48	
67000	Insurance Expense	17,482.66	
67200	Health Insurance Expense	34.00	
67500	Interest Expense	22,384.85	
68500	Legal and Professional Expe	69,045.00	
69000	Payroll Taxes Expense	27,184.05	
69500	Real Estate Tax	3,418.40	

VRTX INC.
General Ledger Trial Balance
As of Mar 31, 2012

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

Account ID	Account Description	Debit Amt	Credit Amt
70000	State Corporation Tax	1,434.00	
70500	State Unemployment Tax	16,522.52	
70600	Federal Unemployment Tax	2,614.21	
72000	Garbage Service	3,073.50	
73000	Office Supplies	2,819.80	
73500	Postage Expense	1,297.27	
74000	Rent Expense	85,000.00	
74500	Repairs & Maintenance Expen	15,405.00	
76000	Security Service	444.58	
	Total:	2,129,720.31	2,129,720.31