

12/10/00

Timberville Electronics, Inc.
Profit & Loss
 July 1999 through June 2000

	Jul '99 - Jun '00
Ordinary Income/Expense	
Income	
Commissions Income	493,216.05
Sales	
Crown Mall	
PHOTO2ART	3,674.25
Total Crown Mall	3,674.25
Video Kingdom	157,967.73
Timberville Electronics	
Concessions	556.50
Timberville Electronics - Other	899,576.77
Total Timberville Electronics	900,133.27
Total Sales	1,061,775.25
Sales Discounts	-15,741.37
Sales Returns	0.00
Total Income	1,539,249.93
Cost of Goods Sold	
Cost of Goods Sold	
INTERNET	364.42
PHOTO TO ART MERCHANDISE	2,494.31
COMPUTERS	38,259.44
Parts	28,035.01
Programming	11,227.55
Antenna	8,427.19
TV/VCR/Other	26,232.89
Warranties	-305.76
Merchandise	125.00
Guides	298.55
Satellite Equip	426,095.40
Total Cost of Goods Sold	541,254.00
Total COGS	541,254.00
Gross Profit	997,995.93
Expense	
THEFT LOSS	-774.62
Internet	3,019.80
Payroll Expenses	
American General Ins.	0.00
Qual Choice of Virginia	-2,321.62
Advances	-2,210.00
Benefits	3,698.40
Bonuses	4,666.37
Gross Wages	430,106.35
Vacation Pay	3,640.50
Sick Pay	2,673.50
Uniforms	-392.93
Payroll Expenses - Other	-1,597.79
Total Payroll Expenses	438,262.78
Bad Debts Expense	12,461.48
Discrepancies	
Shortages	249.94
Overages	-10.99
Discrepancies - Other	20.25
	20.25

12/10/00

Timberville Electronics, Inc.
Profit & Loss
July 1999 through June 2000

	Jul '99 - Jun '00
Total Discrepancies	259.20
Concessions Expense	2,531.57
Advertising	
Special Promotions	3,503.26
News Paper	28,790.76
Yellow Pages	2,158.71
Printing and Reproduction	246.20
Total Advertising	34,698.93
Bank Charges	9,371.12
Cash Discounts	190,663.07
Commissions	367.35
Depreciation Expense	85,786.30
Donations	140.00
Dues and Subscriptions	1,946.27
Fixed Assets	
Vehicle	0.00
Total Fixed Assets	0.00
Freight Expense	15,190.19
Insurance	
Auto & Truck	2,472.74
Business Insurance	4,141.00
Worker's Comp	3,475.89
Total Insurance	10,089.63
Interest Expense	17,692.05
Licenses and Permits	891.41
Miscellaneous	124.99
Office	
Office	1,317.60
Postage & Delivery	5,080.79
Supplies	15,042.92
Total Office	21,441.31
Payroll Taxes	
FUTA	3,552.73
FICA	32,842.90
SUTA	5,869.13
Total Payroll Taxes	42,264.76
Professional Fees	
Accounting	2,220.00
Collections	6,053.40
Total Professional Fees	8,273.40
Refund	329.55
Rent	29,598.68
Rental Equip.	240.44
Repairs	
Building Repairs	650.49
Computer Repairs	25.95
Equipment Repairs	278.25
Vehicle Repairs	5,267.83
Repairs - Other	12.91
Total Repairs	6,235.43
Taxes	
Litter Tax	25.00
Taxes - Other	2,520.35
	2,520.35

12/10/00

Timberville Electronics, Inc.
Profit & Loss
 July 1999 through June 2000

	Jul '99 - Jun '00
Total Taxes	2,545.35
Telephone	13,404.44
Transportation	14,162.20
Utility	
Electric	7,126.45
Gas-Heating	1,520.84
Water & Trash & Sewer	461.65
Utility - Other	120.51
Total Utility	9,229.45
Total Expense	970,446.53
Net Ordinary Income	27,549.40
Other Income/Expense	
Other Income	
BAD DEBT RECOVERIES	1,000.00
GLOBAL	10,000.00
Rebates, Warr. & Other	256.52
Finance Charges & Collect. Fees	
Notice to Suit	418.00
Collections Fee	1,016.36
Finance Charges & Collect. Fees - Ot...	3,621.65
Total Finance Charges & Collect. Fees	5,056.01
Interest Income	625.90
Check Return Charge	275.00
Capital Gain (Loss)	9,406.91
DIVIDEND	197.08
Total Other Income	26,817.42
Other Expense	
Income Taxes Expense	6,924.00
VOID	0.00
Total Other Expense	6,924.00
Net Other Income	19,893.42
Net Income	47,442.82

12/10/00

Timberville Electronics, Inc.
Balance Sheet
As of June 30, 2000

	Jun 30, '00
ASSETS	
Current Assets	
Checking/Savings	
Timberville Electronics	6,134.31
Video Kingdom	558.51
Payroll	972.34
Southern Financial	30,401.82
E*TRADE-ASSET ACCT	52,510.24
SECURITY DEPOSITS	2,675.00
Cash on Hand	550.00
Total Checking/Savings	93,802.22
Accounts Receivable	
Accounts Receivable	45,703.12
Total Accounts Receivable	45,703.12
Other Current Assets	
Inventory Mdse.	31,681.95
Inventory Parts	7,804.00
Total Other Current Assets	39,485.95
Total Current Assets	178,991.29
Fixed Assets	
Fixtures	
Cost	15,752.64
Accumulated Depreciation	-15,049.69
Total Fixtures	702.95
Office Equip-Computers	
Cost	24,216.74
Accumulated Depreciation	-22,555.40
Total Office Equip-Computers	1,661.34
Video Tapes	
Cost	422,810.27
Accumulated Depreciation	-361,408.60
Total Video Tapes	61,401.67
Equipment	
Cost	22,153.36
Accumulated Depreciation	-16,378.48
Total Equipment	5,774.88
Vehicles	
Cost	105,945.15
Accumulated Depreciation	-105,125.81
Total Vehicles	819.34
Total Fixed Assets	70,360.18
TOTAL ASSETS	249,351.47
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable	13,247.47
Total Accounts Payable	13,247.47
Credit Cards	

12/10/00

Timberville Electronics, Inc.

Balance Sheet

As of June 30, 2000

	Jun 30, '00
Credit Card	
AT&T	28.78
FIRST USA BANK, N.A.	2,937.47
MBNA 8466	1,175.43
MBNA 8836	800.58
MBNA 5921	184.54
Credit Card - Other	-1,374.28
Total Credit Card	3,752.52
Total Credit Cards	3,752.52
Other Current Liabilities	
Federal Income Taxes Payable	4,857.00
State Income Taxes Payable	2,067.00
Floor Plan	
Transamerica	36,620.39
Total Floor Plan	36,620.39
Payroll Liabilities	
FORT DEARBORN LIFE	23.45
Qual Health Ins.	2,299.87
State Withholding	1,860.00
Federal Withholding	-14.74
FICA	
Company	-1,025.15
Employee	5.95
FICA - Other	1,031.10
Total FICA	11.90
Medicare	
Company	1.42
Employee	1.42
Total Medicare	2.84
Payroll Liabilities - Other	2,676.27
Total Payroll Liabilities	6,859.59
Sales Tax Payable	3,391.39
Total Other Current Liabilities	53,795.37
Total Current Liabilities	70,795.36
Long Term Liabilities	
Loan Payable	
2 VEC - FARMERS & MERCHANTS	13,500.00
FARMERS & MERCHANTS	4,897.16
GMAC PAYMENT PROCESSING CENTER	14,127.10
Southern Financial	33,837.45
Guy C.	48,936.01
Total Loan Payable	115,297.72
Total Long Term Liabilities	115,297.72
Total Liabilities	186,093.08
Equity	
Retained Earnings	815.57
Opening Bal Equity	
Common Stock	15,000.00
Total Opening Bal Equity	15,000.00

12/10/00

Timberville Electronics, Inc.
Balance Sheet
As of June 30, 2000

	<u>Jun 30, '00</u>
Net Income	<u>47,442.82</u>
Total Equity	<u>63,258.39</u>
TOTAL LIABILITIES & EQUITY	<u><u>249,351.47</u></u>