Dear reviewer;

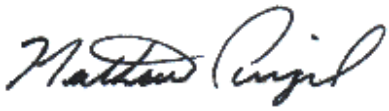
PDG Domus Mfg LLC has a product line which all people need – housing, but with the added distinction that the company's design and manufacturing methods enable the product line to change with the market. As the finance market tightened, people's ability to buy a home began to disappear. Where do Americans and their housing needs go? Recently, into rental units or multi-family housing.

PDG Domus Mfg LLC can supply a host of products from light commercial to multi-family, single-family and seaside resort housing products, all of them environmentally friendly, hurricane 5 rated, California earthquake rated (liquefied soil), carry an average insulation factor of 35R and much more.

The company has over a period of years, proven that it's design concept, technologies and production methods work very well. Now the company is ready to scale-up its' operation. In order to do this, the company will need a larger manufacturing facility. After bringing the scaled-up plant online, the company will place plants throughout the U.S.

The attached documents demonstrate how the company will achieve its' goals and the stages to achieve them, with the financial rewards. As you review the documentation, if you have questions, please don't hesitate to call and discuss any issue you may have.

Yours truly,



Nathan William Pingel
CEO
PDG Domus Manufacturing LLC

Contact information:
614-884-2381 Office
614-449-8963 Home office
614-795-1285 Cell

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Executive Summary

Our Enterprise

PDG Domus Manufacturing LLC manufactures residential and multi-family housing on a turnkey basis for developers and individuals. The homes are manufactured with environmentally-friendly composite and steel componentized super structure that can be formed into any shape: stone, wood, stucco or brick. The company's manufacturing processes create a home in 4 days and installs it in 3 days, with the added benefit of; reduction in waste stream, longer lasting products and homes which use less energy. All at pricing less then stick-built.

Definition of the Product and Services

Product

PDG's products span a broad line of housing, which all use similar design components. The homes can be customized and scale from large residential, multi-family to micro buildings, pool houses, cabins, garden houses, lake homes, pavilions, one, two car garages and sheds.

PDG Domus manufactures homes, which are constructed with molded ceramic fiberglass exterior panels that replicate the appearance of any building material: stone, brick, wood stucco and many more. The house has a category 5 hurricane rating, meets the California earthquake code level (liquefied soil) and carries 380 lbs. per sq. ft. snow load, one of the heaviest in the U.S. The panels' insulation and structure are class 1 fire rated. The homes average insulation rating is 35R. The manufacturing processes and all home products are environmentally friendly. The processing systems help the environment and reduce waste and cost. The home meets LEEDS certification, is rated Energy Star 5 Plus and PDG is a PATH partner.

The framework is an all welded assembly built with ASTM 500 rated steel tubing, creating a super strong skeleton. The skeleton's exterior is clad with ceramic fiberglass laminate panels. The interior wall sections are covered in drywall or molded ceramic fiberglass laminate panels before the structural foam is injected, which creates an integrated SIP panel structural cell assembly.

Services

To answer clients needs, PDG offers a variety of styles and floorplans in our homes. We also offer custom designed homes using our system. The laminated exteriors replicate the look of brick, stucco, stone and wood with all the architectural details. These design variations have little cost difference between them giving the client fixed controlled costs.

The average PDG Domus home comes in 9 parts or components. Six tractor-trailers deliver the home from the factory to the site. The home's components are completely finished when delivered and the home is assembled in 3 days. Due to the home's, quality fit, finish and structural integrity, it is listed as "sticks and bricks" or real estate when finished. This process delivers a true turnkey product for the developer or individual homebuyer.

Market Opportunity

The housing market is a multi-billion dollar industry. The market is fragmented due to historical influences and several market events. The fast growth of the real estate market in several segments over the past 8 years, coupled with current devaluations in the housing market has created market opportunities in concentrated groups of purchasing in several market areas. These areas are:

1. **Segments**
   - Multi-family
   - Small LMI housing
   - In-fill, upscale homes between $200,000 and $320,000 in the midwest
   - Specialized housing along coastal areas, rivers and lakes
2. **Sales influences in market segments**
   - Homes that reduce energy operating costs and are green built
   - Structures which do not require short and long term maintenance
   - Homes that have automated components
3. **Small products related to market segments and influences**
   - Building related construction product lines (components for homes, sold as kits)
   - Garden houses, garages, utility sheds
   - Highway sound-wall

Financial Plan and Summary

The company's goal is to become a nationally recognized supplier of homes and home components in the U.S. To achieve this goal the company will need to assemble three stages of financing:

Stage 1 - Stabilizing platform (production of small buildings and related small product lines) This will give the company cash flow to pay its' bills, creating a stable platform so it can raise the larger amount of cash required to build its scaled up model plant. Stage 1 will require 1.2 million dollars.

Stage 2 - Profitability (scaling-up the operations to profitability with or without JV plant) The main focus is to create a "cookie cutter" plant model, which all other plants will be based upon. Stage 2 will require 9 million dollars.

Stage 3 - Set-up plants throughout the U.S. (using joint venture partnership arrangements) Set-up 30 plants supplying developers and individuals with housing product throughout the U.S. After partial market saturation has taken place, the company's exit strategy for investors is to develop its' production and sales sufficiently to take the company public or find a private equity group to purchase the company. The company will internally fund the operation for finding the JV plant arrangements.

Background

The company has gone through several development stages over the past 9 years: product design, engineering, prototype construction, commercializing technology, production engineering, product and material testing, government certification, building a micro manufacturing plant and producing structures.

Current Status

The micro factory is being modified for small building manufacturing, which fits its' scale and will allow the company to make positive cash flow. To continue moving toward the company's goals, the company officers are funding current operations with cash and personally guaranteed loans. The current combined loan amount is 2,269,841 dollars with equity funding currently at 5,350,000 dollars the company is an exceptional value. The combined loans and equality funding is 7,619,841 dollars.

The 5,350,000 dollars represented by 163.1125 units or 100% of the company, each unit represents 0.6130737% of the company. The current unit ownership is seen in the chart below, this includes the current offering of 20 units.

LLC Unit Owners Membership & Non-voting Membership Units	Units	Percentage
Financing Rounds One & Two / Manager / Principals	111.0625	68.089508%
Issued Non-Voting Membership Units	18.5500	11.372518%
Non-Voting Membership Units to be issued upon completion of certain defined performances by strategic investors	13.5000	8.2764962%
Membership Units being offered	20	12.261475%
Total Units outstanding if all Units sold and all Units for performances are issued	**163.1125**	**100.0000%**

Financing Strategy

The company's financing strategy has been to create unit holder value at each step of its' development. The increased company value is created by incremental funding which uses less funds, reduces risks and provides proof each step of the way, creating market value.

The company is now poised to scale-up its operation, producing product lines that span small buildings to multi-family housing. The spreadsheet figure work has been separated for each offering and stage for your convenience. Each spreadsheet is modeled as if it was funded at this time. The funding and execution of the stages could be almost seamless.

The Offering

The company is offering for Stage 1 is 12.261475% of the company for 1,200,000 dollars. Each unit is 0.6130737% of the company and is sold for $60,000.00 per unit. In total, 20 units are available for purchase and can be purchased in a fractionalized state.

This operation is a no-frills operation, which is reflected in the spreadsheet models. The financers for this section of funding will make significant value; the unit value grows as upscale plants come online. The company has also arranged to payout portions of its' profits as Stage 2 is executed and the new plants come online.

Notes and references

- Use of proceeds (See: Page 42 & 53)
- Description of operation (See: Page 43)
- Cash flow description (Spreadsheet Model) (See: Page 44)



PDG Domus Mfg LLC Business Plan

Goal

PDG Domus plan is to grow the company into an international manufacturing concern with distribution and assembly services of housing components worldwide. To achieve this goal the company will use a three-stage financing plan. Each stage will build PDGs' product line and infrastructure. ***The three stages are:***

Stage 1 - Stabilizing platform (production of small buildings and related small product lines)
Stage 2 - Profitability (scaling-up the operation to profitability with or without JV plant)
Stage 3 - Set-up plants throughout the U.S. using JV partnership arrangements and internal funding.

Current Funding Opportunity

Stage 1 - Stabilizing Platform

The company requires bridge capital to begin small production, expand sales, and raise capital for Stage 2. To cover the existing operation, the current plant will be scaled for production of small products creating the needed cash flow, allowing a stable platform for the company to expand upon, realize its potential and become profitable.
The following are the key points where the 1.2 million would be used on during Stage 1.

- Small product production
- Building small homes
- Expansion of product line (multi-family design) continued design and documentation on new product lines, updates for use in all plants
- Hiring, training personnel to expand core competency
- Research and development for cost reduction
- Contingency fund
- Fund raising for Stage 2 scaled-up plants

Marketing of products (See: Marketing Stage 1 and 2 Page 15)
Production of product (See: Operations and Production Pages 29)

Stage 2 - Profitability (Scaling-up the operation to profitability)

Stage 2 creates the full scale plant model enabling the company to become profitable and set the stage to expand throughout the U.S. Stage 2 flexible plant model (See: Page 33) will be used for all other plants. The plant is similar to an army MASH unit, small, flexible, removable and reusable in new locations. The design permits the use of existing buildings, which reduces cost. From the financial perspective, it also reduces plant development costs because the time for the assembly

and fixtures of a new building is twice as long with considerably more financial risk.

Stage 2 funding for the formation of the scaled-up manufacturing plant is designed to have greater financing flexibility. The plant can be funded directly by PDG Domus raising the 9 million dollars required to execute the plant or finding a joint venture partner. This arrangement is very workable for the company as it is the same method to be used in the Stage 3 scale-up operation, finding financing partners state-by-state for each plant. The following outline gives a brief look at how the arrangement would work and its goals:

- The plants would be operated and managed by PDG Domus. The scaled-up plant will enable the company to become profitable
- Plant will pay the investors a preferred rate of payback, at 75% of distributions. The funding group should receive investment back in 3 to 4 years
- Plant would split revenue stream at 50–50% after investment is paid back
- Buy back provision after a designated period of time with cash or stock trade, when PDG Domus goes public or is purchased by a private equity fund
- Joint venture partners can be involved in multiple plants at one time
- The plant will serve as a model for a "cookie cutter" approach to setting-up other plants. This will enhance finding funding partners state-by-state and outside of the U.S., during Stage 3 operations
- Scaled-up plant is still small at 150,000 sq. ft.
- 3 shift operation – better use of capital
- Expanded product line
- Build house court at plant, consolidating marketing cost
- Small plants provide placement in all markets, reducing shipping and installation costs
- Ship into states where JV partnerships have been arranged
- Product mix of high-end infill and small LMI homes
- Production for multi-family
- Web site expanded sales capability
- Training/hiring employees for core competence in other plants

Marketing of products (See: Marketing Stage 1 and 2 Page 15)
Production of product (See: Operations and Production Pages 29)

Stage 3 - Set-up Regional Plants (through JV partnership arrangements)

To expand sales and distribution of PDG Domus product lines, the company is using joint venture finance models for funding plants throughout the U.S. This model allows the company to bring together a wide variety of investors to fund plants state-by-state. Investors, which have the most in common with PDG, are also the companies in each region that use our products or have contacts with end-users. These investors are commercial real estate companies, developers, institutional finance companies and end-users.

- The plants would be operated and managed by PDG Domus.
- Plant will pay the investors a preferred rate of payback at 75% of distributions
- Funding group should receive investment back in 3 to 4 years
- Plant would split revenue stream at 50–50% after investment is paid back
- Buy back provision after a designated period of time with cash or stock trade, when PDG Domus goes public or is purchased by a private equity fund
- Joint venture partners can be involved in multiple plants at one time
- The "cookie cutter" plant approach reduces installation cost and increases efficiency. Micro adjustments will be seen in each cookie cutter plant, which will constantly improve operations. The feedback will be applied to existing plants; making improvement,s reducing waste, increasing speed which affects profitability
- Scaled-up plant is still small – 150,000 sq. ft. plant

- 3 shift operation – better use of capital
- Expanded sales regionally
- Build house court at plant, consolidating marketing cost
- Small plants allow placement in all markets, reducing shipping and installation costs
- Product mix of high-end infill and small LMI homes
- Production for multi-family

The following is the description of the operating parts and assemblies to this plan. PDG has three distinct products segments: 1. Small buildings and related building products 2. Single-family, multi-family housing on a turnkey basis 3. Single-family housing components.

PDG Domus Product Segments

1. Small building – Ranging from potting sheds for big box retail, to online internet sales of utility sheds, pool houses, garden houses, cabins, garages, pavilions, entertainment centers and efficiency housing, these product lines are completely finished when shipped. When the product is received it only requires placement on a foundation or setting the building on the ground. In this product group, PDG will only manufacture and ship the product–not install it. This gives PDG a much larger market to service from one manufacturing plant and a larger DIY audience who is willing to install the product. The plant servicing these markets is currently undergoing modification for production with some limited sales has taking place. This plant will not be a joint venture plant; although some garages and cabins will be manufactured by joint venture plants receiving orders from the central operation. These decisions will be made based on the amount of orders and proximity of the purchaser to the plant, so shipping costs are reduced.

2.Single-family and multi-family housing – Is the main stay of the company, supplying a finished home in components, which is delivered to the site and assembled by PDG Domus crews, as a turn key arrangement for developers and individuals. Due to the fragmented nature of the market, each state would have its own plant and sales team. Each plant would have regionalized designs, fitting its locale and market needs. Design would be handled at the central operation along with mold manufacturing and purchasing for the plants, reducing operation costs. Steel processing would be processed at each plant. Sales generated by PDG central, at a national level, will be coordinated with the plants to reduce shipping costs.

3. Single-family housing components parts – Will be manufactured at one centralized plant, which will ship housing kits throughout the U.S. and abroad. The operation will generate its sales from a web site where the client can design from an online parts selection, submit the order and pay for it online. After the order has been received, it will be verified with e-mail or phone call. The order is given a completion date, which is sent to the client along with a shipping date for receiving completed components. The component operation does not install or assemble the parts. An online, informational “assembly instruction” section will be supplied. Hourly charges for online or phone assistance will also be available for those who have no construction background or require direction.

Description of Product

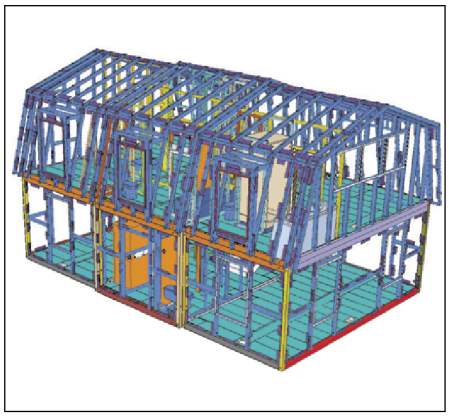


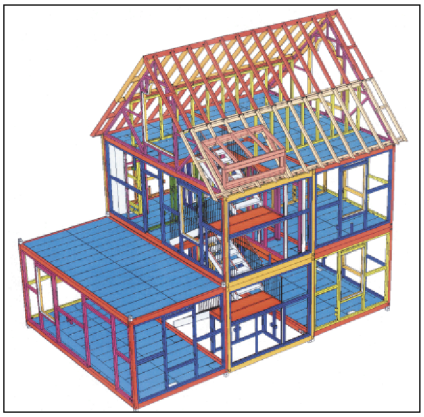
Design Process

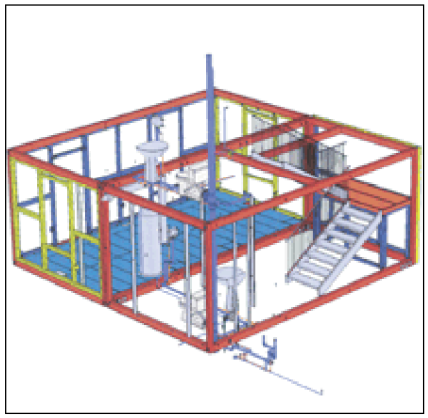
The design concept is a multi-disciplinary approach using: marketing, financing, engineering, industrial design, production engineering, environmental engineering as an integrated method with the results being reduction in cost and increase in quality. PDG's design process uses interchangeable parts in our environmentally friendly building system. From our small products: pool buildings, garden houses, cabins, efficiencies, pavilions, garages, dumpster enclosures, highway sound-wall – to large scale multi-family structures, all have the same durability and structural ratings. This design approach allows scalability of products and manufacturing plants, giving the company market flexibility. (See: Page 12, Small Products)

Product

The home is constructed by the assembly of an average of 9 major components, which are shipped to the site. The components are completely finished when shipped, only requiring finishing where the walls join and laying the pre-cut carpet. Wiring and plumbing snap or plug together, simplifying assembly. The HVAC system is installed in the plant and is test fired in the factory to reduce infield problems. After all components are bolted together, color matched sealant is applied





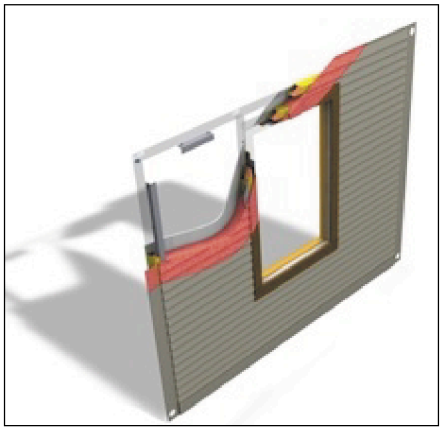


to the home. The exterior look of the home replicates any high-end looking material: stone, wood, stucco, brick. Due to PDG's proprietary molding system, the formation of large panels with exacting architectural detail is possible, providing features that would normally be too expensive for stick-builders to construct. This provides a high-end look and feel to the home without the related custom-built costs, at a mass-produced price.

The structure is built on a super strong skeleton called a cell. The steel cell framework is similar to a skyscraper and the average cell size is 128" x 248" x 108". The cell can be formed in ½ or ¼ cell sizes. The cell can be shaped in many forms, such as: bay window overhangs, dormers, round turrets, Dutch colonial and a Gambrel roof are just a few. The structural cells can be rearranged to create new layouts and floorplans. The cell is built with ASTM500 rated steel structural tubing. The typical cell is stitched welded 4" x 6" x 3/16" x 240" steel tube with plate steel floors supported by 6" x 0.25" plate steel rafters. The attachment method for the steel cells is spray welding, which gives the welds a ductile characteristic, making the structure strong and flexible. When finished, the cells are assembled by stacking with guide pins, and then bolted together in key spots. By using structural steel, PDG Domus provides a framework with improved strength, durability and is extremely fire-resistant.

Steel is a recyclable, renewable resource, which works in the favor of PDG as other homebuilder

cannot claim their products are recyclable. PDG has a recycling program in place, which allows our product to be 100% reused.



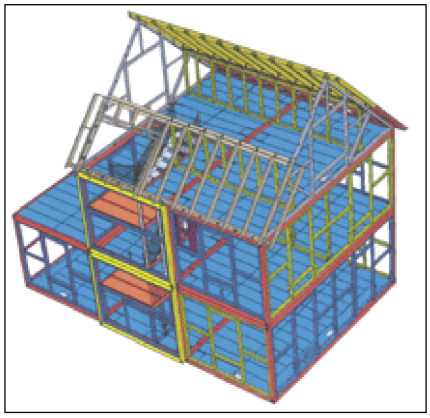
The steel super structure is covered by ceramic fiberglass laminate panels, which are bolted and bonded to each cell. Each panel covers an entire side of a cell. The panels are: rated at 40,000 psi, class 1 fire rated and help the house attain a Category 5 hurricane rating (150 mph winds), State of California earthquake rating and the Minnesota roof snow load rating (240 lbs./sq. ft.). The PDG Domus roof passed at 380 lbs./sq. ft. The panel can be molded in any form with great detail. Once the panels are attached to the steel cell, the interior wall sections are covered in drywall or a molded ceramic fiberglass laminate panel before structural foam is injected into the wall cavity, creating an integrated SIP panel–structural cell assembly. All cavities; floor, ceiling, walls are filled with structural foam. This step bonds all parts together increasing the strength and providing an average 35R insulation factor.

Product Advantages

Many of the competitive advantages of a PDG Domus Home directly benefit a homebuyer, which makes it easier for a developer to sell PDG Domus homes.

Structure and Design Advantages

- The structure is an all welded steel assembly, creating a super strong skeleton with molded ceramic fiberglass exterior panels that replicate any building material; stone, brick, wood







stucco and many more.
- Category 5 hurricane rating (150 mph)
- Meets the California earthquake code level (liquefied soil)
- Snow load is rated carries at 380 lbs. per sq. ft., one of the best roof ratings in the U.S.
- The panels' insulation and structure are class 1 fire rated.
- The homes average insulation rating is 35R.
- *Strength and durability* – Framework is welded structural steel providing a durable, insect resistant structure. The exterior walls are composite panels that are impact resistant and impregnated with a ceramic material, which increases the insulation value and burn resistance factors. The panels are also insect proof.
- *Foundation* – The home may be placed on any type of foundation; pier foundation, pre-cast (bell-foot foundation), poured wall or block. PDG's pre-cast or pier foundation is a desirable alternative since it causes less disruption to the landscape, is quicker to install, and is less expensive.

Code

- *Built to BOCA and International Standards* –The PDG Domus home is built to the national BOCA standards, the highest standards for residential homes–not local standards that vary between cities. This means a PDG Domus home meets the building codes for all 50 states, eliminating delays due to shortages in local building inspectors and eliminating problems due to varying interpretations by different inspectors.
- PDG Domus home requires only limited local building code approval – foundation and hook-ups.

Quality

- *Higher quality at no additional cost* – Developers provide a base home to the homebuyer with the option of adding extra features at additional cost. The extras includes choices of exterior look, detailed exterior trim packages, slate roof, box gutters, deck, second story balcony, flat ceilings, high R factors, sound proofing, useable full volume third floor, among others. These extras offer the developer additional margin, but at added cost to the home construction price. A developer buying a PDG Domus home gets these features automatically without additional cost, since they are built into the manufacturing process. The developer can offer the homebuyer the extras at no additional cost or charge for them, making the extra profit.
- *Quality Control* – The entire structure, with the exception of the foundation, are built in the company's micro-plants with strict quality controls.

Cost Containment

- *Lower developer interest costs* – Because of the speed of construction and quick time frame for installation of the home, the developer has significantly less interest cost per home. Stick or modular builders take 3 to 4 months to assemble a home and cannot provide savings in interest, so it must be included in the home price. PDG Domus, on the other hand, can pass this interest savings on to a purchaser, who can keep it or buy more whistles and bells for their home.
- *Able to build on any lot* – PDG Domus can use low cost, hard to build on lots because of the foundations systems used for the PDG Domus homes. Lots with difficult soil conditions or other problems are cost prohibitive for stick built or modular homes because of the substantial, additional foundation cost that would be incurred. Therefore, these lots are generally less expensive. With the PDG Domus approach, these lots can be purchased at lower cost, passing the savings on lot cost to the purchaser
- *Lower development costs for infill lots* – Infill lots, which are hard to build on due to tight lot configuration and existing electric, phone lines that many times must be moved. PDG's component sizes allow for an easier work around, on site problems, which lowers costs. Further cost reductions are implemented in the areas of crane permits, streets closing, onsite security and theft from the construction site.
- *Greater sales through faster turn-around time* – Since fewer total hours are needed to build a home, there is a shorter time frame between product sale and delivery. The home takes four days to build and can be assembled on-site in three days. This permits the developer to sell and close more homes annually, improving his/her profitability.
- *Transportation* – The individual components can be shipped from the plant on a standard flatbed truck–on any highway, under or over any bridge, eliminating the need for wide load signs and escort vehicles.
- *Build anytime* – Due to its unique design, homes can be assembled and installed year-round, regardless of climate and weather conditions.
- *Design flexibility* – Room size components can be configured to create any style of home: ranch, two story, three story, cottage, townhouse, each with just the right square footage the homebuyer wants. The same design flexibility created by using fewer, larger parts to build a home, also reduces labor, inventory, and carrying costs.
- *Ability to enter markets at lower cost* – Typically it is expensive for a developer to enter a new geographic market, and some markets cannot be entered because they are too small

(rural areas or small cities) to be profitable. The PDG Domus home eliminates the barriers to entry of a market for a developer, due to the ability to ship into a new geographic market without the developer having to buy from another builder, establish on-supply chains or deal with local building staff and advertising. PDG services allow entry into smaller cities and rural markets the developer never could have entered in the past.

- *Price elasticity* – Locating plants in areas with low cost of living, enables PDG Domus to ship homes to geographic markets with high cost of living and take advantage of the price differential between the two markets. A PDG Domus home sold to a local developer for $150,000 (exclusive of land and site costs) sells to a local homebuyer for $220,000, can ship the same home to Leesburg, VA to resell to a homebuyer for $340,000.00 (exclusive of land and site costs).
- *Lowered entry cost to the homebuyer* – With the PDG Domus construction system, the time frame between the buyer signing the purchase contract and moving in, is significantly less due to the speed of manufacturing and on-site assembly. Altogether, the buyer can be in his/her new home in less than two weeks, resulting in lower interest costs and less rental costs prior to move-in.
- *Cable/Internet ready* – Homes are completely wired for cable and internet with 3-5 phone line jacks per room.
- *Lower maintenance costs* – Our 25 year, low maintenance exterior is burn, rot and insect resistant
- *Lower management cost* – A developer using PDG Domus homes can significantly reduce infield management for construction since the home is installed on a turnkey basis by PDG Domus. The developer's sole responsibility is to supply the lot and provide curb cuts, landscaping, and hook-ups. The PDG Domus approach eliminates the need for sub-contractors who are not timeline dependable, thus reducing the developer's need for staff to monitor them. The developer will not need staff for callbacks, since PDG Domus includes this in the turnkey price.
- *Slate-like roof* – with box gutters are made with the same steel and composites materials as rest of the home.

Environmental

- *Designed and built "green"*– Non-organic, low VOC materials are used, less solid waste in







construction, manufacturing processes are environmentally-friendly. PDG homes generate 87.5% less waste than homes built using traditional building techniques. Conserve natural resources – we save trees for better applications, reducing the need for clear cutting of forests and we use the least amount of energy to produce our homes.

- The home meets LEEDS certification
- Energy Star 5 Plus rated
- PATH partner

- *Environmentally-friendly* – steel framework and engineered plastics (composites) are 100% recyclable, at the end of it's useful life PDG Domus will receive the housing components back for recycling. Production methods reduce air pollution and increase each home's life cycle.
- *Better indoor environmental quality* – tight fitting components eliminate drafts, dust and pollen while maintaining ideal humidity. Better air quality and superior insulation enhance the homeowner's comfort and health. PDGs' integrated panels are designed to reduce noise in the home. To further enhance good air quality and energy conservation a 350cfm leak down rate was engineered into the home.
- *Heating/Cooling and operational cost-savings* – Best energy efficiency; structural foam insulation is sandwiched between the steel superstructure and exterior composite panels, providing an average 35R insulation factor (40+R for roof and ground floor, 80+R for ceilings and center floors). The PDG Domus home has received a Energy Star 5 Plus rating from the State of Ohio.
- *Quick assembly* – uses less energy, less on-site construction waste, shorter on-site construction time than conventional stick-built homes and PDG's well built built homes use












Product Advantages

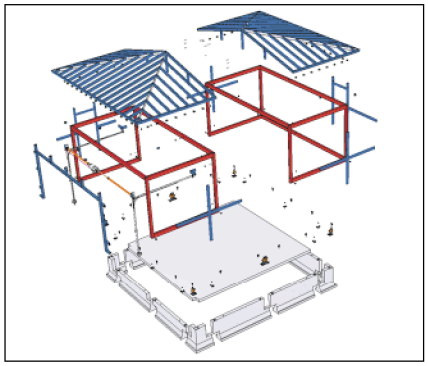
All of PDG's small products share common materials, processing and components making an ideal fit with housing manufacturing. Many of the molds and other components are used to produce the small products with only material matrix, formula changes to create the product.

Small Buildings

Pool buildings, garden houses, sheds, cabins, efficiencies, pavilions, garages, all share similar engineering and design with PDG's home product. The small cabins and garages are manufactured with the same components as PDG homes. They also carry the same ratings as PDG Domus homes, such as; hurricane and class 1 fire, are 100% recyclable and use environmentally friendly manufacturing technologies. The shed and garden homes use the same materials, carry the same ratings, but in a scaled down size. Any of the small buildings can be insulated at the same high level as the PDG Domus home product. The fit and finish is very high quality and it is our intention to be recognized as the best in the small product categories. Interiors can be finished to meet the client's needs, we offer utility finish to solid surface countertops, bathrooms, kitchens and marble floors, these options will be offered on the company's web site. The web site will offer online payment and shipping arrangements. Unlike our homes, PDG Domus crews do not install these small products, they arrive on a truck and are roll-backed off the trailer or lifted off with a crane at the location and







local contractors assemble the finished components. The assembly/installation process is quite simple; electrical and plumbing snap together and the HVAC is fully installed and tested in the plant. Inspection (if required) goes through the same review as our homes with fewer parts to review. Any type of foundation can be used; certain models, which do not require code compliance, can be placed on the ground. Typically units, which have bathrooms and other home amenities, require a foundation that the local contractor can supply.

Key points:

- Fast installation
- Shipped anywhere (certain models come as a two-part kit)
- Units are completely finished
- Stone, brick or wood-like exterior finishes
- Maintenance free
- Optional solar powered or gas power packs available
- Durable
- Hurricane-rated
- 100% recyclable
- Uses environmentally friendly manufacturing technologies

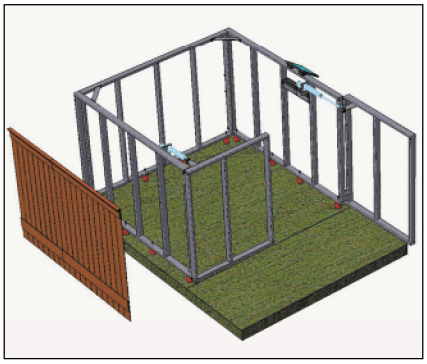
Dumpster Enclosures

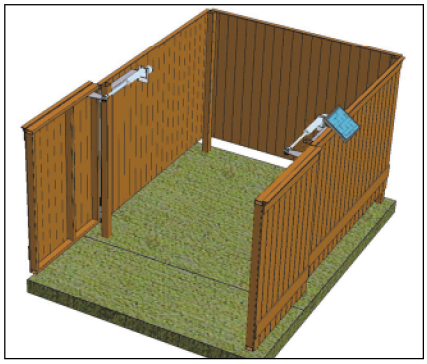
Dumpster enclosures are widely used in commercial applications: strip centers, high-rises, condos, retail areas and office buildings. The codes for these structures require that trash receptacles are enclosed and out-of-site. The cost of building these enclosures have increased, as well as the maintenance costs from everyday wear-and-tear. The standard for aesthetically pleasing enclosures has also changed, as increasing social pressure to make them blend with surrounding high-end architectural finishes, creating a market opportunity for PDG. PDG's building materials are hurricane rated and very durable with the added plus that it can be shaped into any form. This gives PDG an advantage, the parts can be standardized and mass-produced, saving the end buyer money and generating a profit for PDG. A secondary market also exists, the repair of existing enclosures. The gates commonly fall to disrepair and our product line will answer this by offering a gate replacement kit.

The enclosures are made similar to the PDG home, with a steel super structure bonded to a tough fiberglass/ceramic panel that looks like stone, brick, wood and can match any high-end design.

Key points:

- Fast installation
- Can be shipped anywhere in a kit
- Can have any architectural finish: stone, brick or wood
- Optional automatic, solar powered gate
- Durable
- Hurricane rated
- 100% recyclable
- Uses environmentally friendly manufacturing technologies







Highway Sound-wall

City planners are required to reduction the noise pollution in communities surrounding interstate highways; highway sound-wall was developed to dampen the sound from the roads. Our highway sound-wall answers this problem by adsorbing sound waves. The product is by volume, 85% recycled material that will make it popular with states DOT. The absorbent panel is bonded to a pultrusion fiberglass beam, which enables the highway panel to look like stone, but have the strength and lightness of composite materials. This has significant cost advantages over concrete, which is heavy, bulky and requires specialized equipment to install. In addition to materials and product advantages, the PDG product has labor advantages. Concrete requires large crews of heavy equipment operators, where the composite panel does not. A small crew with a crane truck can install the composite sound panel, saving labor costs on installation. Concrete repairs are costly and the product does not wear well, requiring higher levels of upkeep. The application of concrete panels also has drawbacks when crossing a bridge; it adds too much dead weight, requiring the use of another product, which adds to the cost, and complexity of a project. PDG always endeavors to be

a good earth steward and with the highway sound-wall we achieved our goal. The product is 100% recyclable and 85% of the manufacturing materials are recycled. It also has a small energy footprint from processing and no VOC.

Key points:

- Fast installation
- Absorbs sounds
- Uses 85% recycled materials
- 100% recyclable
- No VOCs
- Can be applied on bridges
- Can be shipped anywhere
- Can have any building material finish: stone, brick or wood
- Durable with high impact resistance
- Hurricane rated
- Uses environmentally friendly manufacturing technologies

Panels

PDG manufactures panels for their homes that are strong and durable and the company has discovered many other applications for this product. With small modifications, the panels can be used to create: stonewalls, interior brick walls, decorative ballistic panels, insulated foundation panels and many more. The panels are: rated at 40,000 psi, class 1 fire rated, Category 5 hurricane rated and State of California earthquake rated.

Key Points:

- Fast installation
- Can be shipped anywhere
- Can have any architectural finish: stone, brick or wood
- Durable with high impact resistance
- Hurricane rated
- 100% recyclable
- Uses environmentally friendly manufacturing technologies

less energy, helping the environment.

Marketing: Stage 1 and 2 – Small buildings, Single-family, Multi-family

Market Summary – Define the Overall Market and Our Segment

During Stage 1, small products and small buildings will be the major manufacturing focus. The current market shows over 124,000,000 homes exist in the U.S. Of these households, 1.5 billion dollars were spent on small buildings/sheds in the last 15 months. Also included in the small building market are garden homes or efficiencies. Currently there are 1,270,000 efficiencies in the U.S. market. The average estimated value of the efficiency market is a conservative 25 billion dollars. To capture part of this market, PDG's product blend starts with small construction related products and expands into small house and garages.

PDG's method of contacting potential buyers of the small building product line will be by a combined media approach using magazines featuring garden homes and high-end landscaping and an updated web site to allow buyers to purchase online. In conjunction with our web presence, we will place ads on specialty web sites that are secondary influencers. To support this program our sales team will call on potential companies that would buy multiple units at a time and attend trade shows. Strategic placement of units at landscaping companies and nurseries will be a part of getting the message out, so the market will be aware of what choices they have.

The Housing Market

The housing market is broken down into 5 basic segments: single-family (small, medium, large) multi-family homes, infill urban housing or replacement housing, condominiums and LMI (low-moderate income) housing. These housing segments are the most important asset on the U.S. balance sheet. Housing is a major part of both consumer and private investment in the national economy. As of 2005, total residential fixed assets in the U.S. were over 16 trillion dollars. Even in a down market, the existing market potential is excellent with the right product mix. In 2007, new completed home starts, reached 774,000 single-family units with the median house price at $305,000. The total value of this market is 236 billion dollars yearly. This figure does not include multi-family housing. Total starts for both single-family and multi-family in 2007 were 1,376,000 units, with 973,000 single-family and 403,000 multi-family.

PDG Domus' current target segments are: Multi-family, high-end infill housing and LMI housing. The markets to be captured are a combination of the target segments, the combined market segments on a national basis by PDG with one plant is 0.021%. As PDG meets its three stages of growth, it will have market presence in all sectors of the U.S. housing market. Under the current market conditions, with 30 plants operating, the percentage of the same target market segments would be 0.6% of the total single-family housing.

History and Development of the Market

In the U.S., land brokers and property sales people have existed from the beginning of our country, creating a housing market. Housing and property sales came into its own, when our society started toward standardization in industry. In the early 1900s the first standardization of housing construction started to emerge. As the materials became more standardized, codes changed with them. Each region or state had a number of criteria that integrated small differences into the code and material standards. As standardization became regionalized, so did the architectural design process, reflecting design differences state-to-state. These design and code differences were the beginning of the housing market regionalization and fragmentation.

During the past 95 years architectural and construction concepts have changed little. The building process during this time operated in a linear fashion, only sophisticated architect/ engineering firms and support manufacturers used (CPM) critical path management. As management and materials improved, housing production increased to today's current production rate of 5 to 6.2 months per home. This time span is caused by the basic processes used in construction. The average home has 30,000 pieces in it, assembled by 10 major trades groups.

All these trades groups show up at the construction site at different times, as their schedule allow, to execute their craft. This drives up cost in a number of key areas: design, material handling costs, quality assurance, materials assembly time, cost of inventory, developers' capital costs, labor costs, and bridge capital costs for the consumer. Other areas which contributed to the fragmentation in the marketplace are: banking practices, insurance/underwriters process, social values, commissions and government. Add to this the general reluctance to improve government operations and you have the basis for the fragmentation in the marketplace. Over the last 15 years, government and industry have started to realize how to reduce costs in some areas of the housing market. An example is the manufacturing of modular or factory-built homes. The current model of manufactured homes is a static assembly line approach. Using trades as the labor force, a wood, stick-built home is manufactured in modules or parts that are shipped to the site. Once at the site, the unfinished modules are assembled and finished. This approach has reduced home construction times from 190 days for stick-built to as few as 90 days with modular. With improvements in many areas, homebuilders have been unable to improve areas of weakness, as reported by the Association of Home Builders Report; builders lose about four billion dollars annually to construction theft. This adds about 1.5 percent to the price of an average new dwelling. 30 cubic yards of waste material is contributed to landfills for each home built. 18% of materials in building a new home are wasted; this is created by the flat goods mentality the home industry uses to create home products.

The current sales and marketing of homes has changed, not only in the message, but how the information is delivered. Despite the great advances in information technology, new homes are still built very similar to its ancient cousin. This building process keeps the market fragmented and adds cost that impedes sales. The fragmentation is creating opportunities for manufacturers and real estate brokers throughout the U.S. and the world, even with a downturn in the real estate market.

Total Residential Market

The total United States market for residential housing in 2007 was over 1.3 million starts. The number of building permits issued for completed single-family homes in 2007 was 774,000 units and 176,000 for multi-family. The housing market is divided into: single family (small, medium, large), multi-family, condominiums, urban infill or replacement housing and LMI.

The company's short-term goal is to capture sales from all market segments based on housing starts from 2007 market performance. The amount of sales captured and processed from one plant would be 0.021% based on national housing starts, translating into 300 housing units valued at $35,000,000 to $45,000,000 in sales to developers. This does not include retail sales. The company's long-term goal is to become a national supplier of homes with sales in all market segments. Currently no single homebuilder or home manufacturer produces a home for all market segments at a nationally consistent cost from region to region. The result is homebuyers and developers must make local purchasing decisions to obtain homes, due to the lack of nationally available product. PDG's goal is to capture the local purchasing decisions by having a national company selling and manufacturing at the local level.

PDG Domus Market Segment

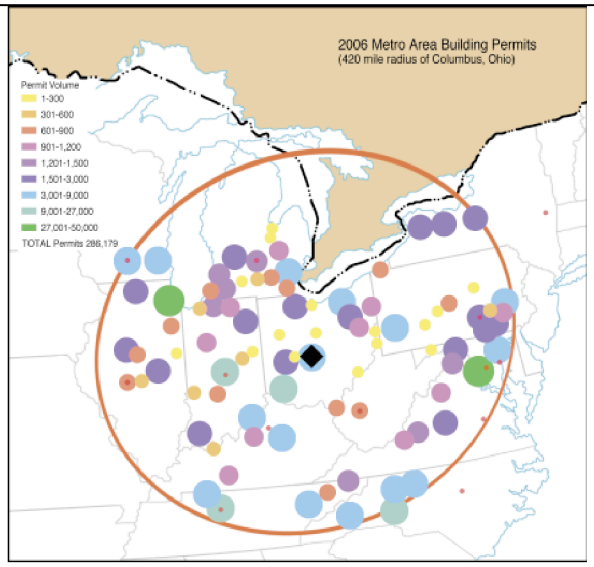
The company has selected three major market segments and two minor. 1– Single-family (small, medium) housing. 2– Homes on in-fill lots and upscale urban areas or replacement housing. 3– Multi-family. The 2 minor segments; condominiums and LMI housing, the company plans to service by minor modifications to the existing product line. To gain greater efficiency, the company is focusing on market segments within a 420 miles geographic radius from the plant. The plant can ship housing as far as 1,000 miles and remain cost effective. The company has optimized shipping distances, during its initial market roll-out.

The radius of 420 miles is the shipping distance in which a home can be shipped within a day (from PDG's plant). The total building permit volume within this 420-mile radius is 286,176 units or 20.79% of national permits based on the 2007 market volume. Within this geographic region, PDG is

looking to initially capture 0.10% of the market, providing a full range of products from single-family to multi-family. This represents 300 houses or a year's worth of production. The following diagrams demonstrate the dynamic potential for each of the manufacturing plants.

2006 Metro Area Building Permits
(Within 420-mile radius of PDG Domus manufacturing plant–
a home can be transported in one-day from plant)

City	State	Total units
Elizabethtown	KY	1146
Lexington-Fayette	KY	3677
Louisville-Jefferson County*	KY	5665
Owensboro	KY	351
Bloomington - Normal	IL	794
Champaign-Urbana	IL	1828
Chicago-Naperville-Joliet*	IL	46722
Danville	IL	35
Decatur	IL	411
Kankakee-Bradley	IL	630
Peoria	IL	1622
Rockford	IL	2163
Springfield	IL	853
Anderson	IN	328
Bloomington	IN	737
Columbus	IN	281
Elkhart-Goshen	IN	923
Evansville*	IN	1536
Fort Wayne	IN	1588
Indianapolis-Carmel*	IN	11341
Lafayette	IN	918
Michigan City-La Porte	IN	382
Muncie	IN	208
South Bend-Mishawaka	IN	1299
Terre Haute	IN	467
Baltimore-Towson	MD	8133
Cumberland*	MD	234
Detroit-Warren-Livonia	MI	8920
Grand Rapids-Wyoming	MI	2913
Kalamazoo-Portage	MI	1439
Syracuse	NY	1674
Akron	OH	2209
Canton-Massillon	OH	1010
Cincinnati-Middletown*	OH	9447
Cleveland-Elyria-Mentor*	OH	5194
Columbus	OH	7876
Dayton	OH	2131
Huntington-Ashland*	OH	633
Lima	OH	193

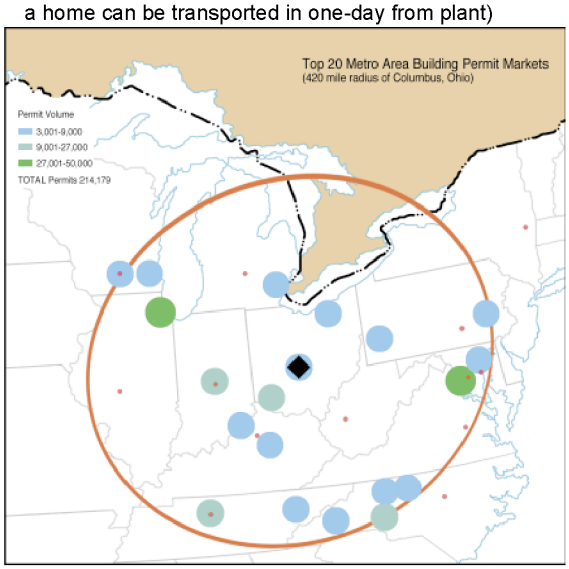


Markets tracked monthly by US Census Bureau
◆ **Columbus, Ohio plant location**

City	State	Total units
Mansfield	OH	231
Marietta-Parkersburg WV	OH	295
Sandusky	OH	196
Springfield	OH	200
Toledo	OH	1840
Youngstown-Warren	OH	956
Clarksville*	TN	3215
Kingsport-Bristol	TN	1407
Knoxville	TN	6453
Morristown	TN	688
Blacksburg-Christiansburg	VA	977
Harrisburg-Carlisle	VA	908
Lynchburg	VA	1980
Roanoke	VA	1228
Winchester*	VA	1428
Washington-Arlington *	VA	27958
Milwaukee-Waukesha	WI	4290
Madison	WI	3724
Hagerstown-Martinsburg*	WV	2787
Charleston	WV	705
Total of All Markets		**286,179**

The top 20 Metro Markets based on Building Permits

(Within 420-mile radius of PDG Domus manufacturing plant–
a home can be transported in one-day from plant)



Markets tracked monthly by US Census Bureau

◆- Columbus, Ohio plant location

City	State	Total units
Chicago-Naperville-Joliet*	IL	46722
Washington-Arlington-Alexandria*	WV	27958
Charlotte	NC	25161
Nashville-Davidson-Murfreesboro	TN	15327
Indianapolis-Carmel*	IN	11341
Cincinnati-Middletown*	OH	9447
Detroit-Warren-Livonia	MI	8920
Baltimore-Towson	MD	8133
Columbus	OH	7876
Knoxville	TN	6453
Greensboro-High Point	NC	6417
Louisville-Jefferson County*	KY	5665
Pittsburgh	PA	5633
Cleveland-Elyria-Mentor*	OH	5194
Ashville	NC	4310
Milwaukee-Waukesha-West Allis	WI	4290
Allentown-Bethlehem-Easton*	PA	4144
Winston-Salem	NC	3787
Madison	WI	3724
Lexington-Fayette	KY	3677
TOTAL		**214,179**

Growth Rates – Historic and Projected

Historic Growth Rates

Since 1970, housing starts have increased 211%, spurred by an increasing population (146% since 1970) growing at an average annual rate of 1 percent.

YEAR	Housing starts	Population	Percent increase
1970	813,000	205,052,000	1.17%
1975	892,000	215,973,000	.99%
1980	852,000	227,726,000	1.19%
1985	1,072,000	238,466,000	.90%
1990	895,000	249,948,000	1.13%
1995	1,076,000	263,044,000	1.18%
2000	1,231,000	282,430,000	1.12%
2005	1,716,000	299,801,000	.96%

Source: U.S. Census Bureau, Statistical Abstract of the US: 2000

The demand for new homes has steadily increased over the past 20 years. This has lead to larger housing inventory in all market segments. The median price on existing and new homes has also made a dramatic increase during the last ten years.

YEAR	New homes	Percent	Median price	Existing homes	Percent	Median price
1970	813,000	10.5	23,400	1,612,000	89.5	23,000
1975	892,000	15.1	39,300	2,476,000	84.9	35,300
1980	852,000	22.4	64,600	2,973,000	77.6	62,200
1985	1,072,000	23.8	84,300	3,134,000	76.2	75,500
1990	895,000	21.2	122,900	3,211,000	78.8	92,000
1995	1,076,000	21.5	133,900	3,802,000	78.5	110,500

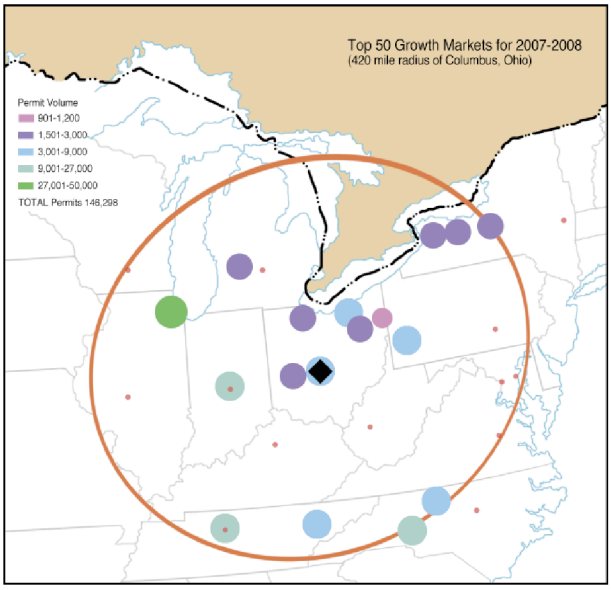
Projected Growth Rates

At present, housing accounts for about 16 percent of Gross Domestic Product (GDP). During the next 18 months the market will move downward. This downward movement must be looked at in context, as the market is fragmented. Some markets of the U.S., (i.e., Kansas City, Kansas) are turning their home inventories in 90 to 120 days. During 2005 to 2007, regions were extreme growth in home value took place (i.e.,Miami, Florida) have 5 times the ratio of inventory to buyers, with 190+ day turnaround time. Most of the resistance in the market is due to several factors. First the tight credit market, which reduces the amount of qualified purchasers and second, the uncertainty of steady home values in the market place.

Production numbers from 2007 and the estimated production numbers for 2008 support this downward trend. The combined housing starts for 2007 were 1.37 million with estimated starts for 2008 at 1.24 million, making a 9.48% decline for 2008. It is estimated that by the year 2009 a modest recovery of 1.5 million starts will take place, a growth rate of 17.33% increase over 2008 projections. It is expected that the market will have a steady upwards movement, but at a much more modest rate of growth. The market direction is well suited for PDG Domus. The company plans to grow its business from the state of Ohio, into a national business. The state of Ohio alone represents a sizeable market. Currently the state of Ohio had 28,500 starts during 2007 with the market value of $4,217,520,295.

The top 50 growth markets for 2007-2008

(Within 420-mile radius of PDG Domus manufacturing plant –
a home can be transported in one-day from plant)



Markets tracked monthly by US Census Bureau

◆ – Columbus, Ohio plant location

City	State	Total units	2007-2008 Projected Growth	Rank in Top 50
Rochester	NY	2288	3.7	4
Buffalo-Niagara Falls	NY	2023	3.7	5
Syracuse	NY	1674	3.2	13
Indianapolis-Carmel*	IN	11341	3.1	14
Youngstown-Warren-Boardman	OH	956	3.1	15
Grand Rapids-Wyoming	MI	2913	2.9	19
Cleveland-Elyria-Mentor*	OH	5194	2.7	21
Pittsburgh	PA	5633	2.7	24
Akron	OH	2209	2.6	26
Toledo	OH	1980	2.4	29
Chicago-Naperville-Joliet*	IL	46722	2.2	31
Dayton	OH	2131	2.1	34
Columbus	OH	7876	2.0	35
Greensboro-High Point	NC	6417	1.8	40
Charlotte	NC	25161	1.8	41
Knoxville	TN	6453	1.7	43
Nashville-Davidson-Murfreesboro	TN	15327	1.7	45
TOTALS		**146,298**		

Customers – Definition and Target

Customer Definition

Land developers

Land developers typically acquire natural or "unimproved" land (often referred to as raw land, real property with no improvements or infrastructure) and "improve" or alter it with utility connections, roads, earth grading, covenants, and entitlements. Infrastructure improvement provides a base for further development of built improvements. Covenants define the context in which future development of built improvements may take place (often in the form of deed restrictions on particular parcels: a sort of "private zoning code" limited only to those properties). Entitlements are secured legal permissions from regulatory bodies (typically in the form of permits, but sometimes in the form of re-zoning or planned units developments). Once these improvements have been made to the raw land, it is typically subdivided and sold piece meal at a profit to individuals or building developers. Developers are 23% of the purchase group that PDG has targeted or 0.0230% of the regional market. The average developer uses stick-builders to assemble their products. The scale of their operation can be 10 to hundreds of homes a year.

Building developers

Building developers acquire raw land, improved land, and/or re-developable property in order to construct building projects. The building projects are then sold entirely or in part, to others or retained as assets to produce cash flow via rents and other means. Some building developers have their own internal departments for designing and constructing buildings (more common among larger developers), while others subcontract the work to third parties (typical of most developers). Builder developer groups represents 22% of the PDG's target market or 0.022% of the regional market. The scale of thier operation can be 10 to hundreds of homes a year.

Real estate brokers

A real estate broker is a term in the United States, which describes a party who acts as an intermediary between sellers and buyers of real estate. Also assist sellers in marketing their property and selling it for the highest possible price under the best terms. When acting as a buyer's agent with a signed agreement (or, in many cases, verbal agreement, although a broker may not be legally entitled to his commission unless the agreement is in writing), they assist buyers by helping them purchase property for the lowest possible price under the best terms. Without a signed agreement, brokers may assist buyers in the acquisition of property but still represent the seller and the seller's interests. In most jurisdictions in the United States, a person is required to have a license in order to receive remuneration for services rendered as a real estate broker. Unlicensed activity is illegal, but buyers and sellers acting, as principals in the sale or purchase of real estate are not required to be licensed. In some states, lawyers are allowed to handle real estate sales for compensation without being licensed as brokers or agents. Real estate brokers are 14.5% user of our products or .014% of the regional market. They are generally blending their business of brokering property with developing property, as a combined business model. This is very effective as they are in the business of selling directly to the end-user. The broker does not have a construction crew and generally use subcontractors. The scale of their operation is between 2 to 20 homes yearly. There are many brokers that fit into this category in each market region.

Real estate investors

A real estate investor is someone who actively or passively invests in real estate. An active investor may buy a property, make repairs and/or improvements to the property, and sell it later for a profit. A passive investor might hire a firm to find and manage an investment property for him. Typically, investors choose real estate for several reasons: cash flow, appreciation, depreciation, tax benefits and leverage. Real estate investors buy housing in all sectors. Real estate investors buy from different housing groups, depending onthe sector of the industry they're interested in. Typically they buy real estates in all phases of development depending on their expertise and market

opportunities. They purchase from 1 to 20 homes per year. Some developers are also real estate investors. The real estate investor represents 15.5% of PDG's sales or 0.0155% of the regional market.

Individuals (single buyers of homes)

Generally these buyers purchase homes to live in and for personal investment. 20% of all homes are bought directly on the internet and this is a growing trend. PDG has set aside 10% of its production for this market. The individual represents 0.01% of the regional market. Typically these sales yield a higher profit. As seen in the developers financial model (See: Page 27) over time PDG will become more involved in direct sales, as they yield better profit.

Government housing authority (federal, state,city)

Government authorities can be very large purchasers. Their buying pattern has a cyclical nature, coming from yearly budgetary constraints. They buy for each of their programs; some programs can support a federal program, a local CDC or other non-profit groups. The combined sales from all city agencies and CDCs in one state would be in the hundreds of homes per year. The CDC market represents 15% of sale yearly or 0.015% of the regional market.

Explanation of Customer Purchase Decision

Each buyer in the real estate industry buys for similar base reasons–making a profit. Along with the base motivation are a host of wants driven by problems that inhibit the real estate developer/ buyer from maximizing profitability. The PDG product and service line helps answer many of the problems confronting the developer.

Motivations

Customers' wants *(first and secondary influencers)*

- Multi-purchase pricing breaks
- More house for the dollar, energy performance, higher quality assembly and materials, better fit and finish
- Home construction management handled outside of operation, reducing cost
- Building to deadline (most construction does not meet deadlines, which increases interest carrying costs and creates problems for the end-buyer
- Employee dependability (the construction industry is well known for its lack of dependability)
- Geographic market (certain geographic markets are harder to build in due to lack of personnel–not enough business to support a full-time construction team)
- Weather (can build year-round)
- Speed of construction (needs to be fast)
- Healthy home (clean building design)
- Green, cleanly manufactured
- Superior product, reviewed line item by line item

In each sale the real estate investor or developer is considering the following fiscal disciplines on a project-by-project review. The disciplines influence the purchase of the house product that the developer will buy. The following is a brief description of disciplines and their effects.

Sale of new home

The developer or real estate broker purchases a property and has a home constructed on it. When completed, the developer/real estate broker sells the home for market rate and makes the difference between property cost, home cost, capital carrying cost and the retail sales price–making a gross profit. The speed and ease of this arrangement creates large margins for the developer/ individual buyers. PDG's product and services enhance the opportunity to maximize profits.

Cash flow

The investor might opt to put 5% or 10% down when acquiring a property. This may allow the

investor to obtain favorable financing terms and a lower mortgage payment. This will often result in positive monthly cash flow, derived by subtracting the monthly debt from the monthly rent. The PDG product line gives the developer/buyer more home for the money from a home that has longer product life, performs more durably, fewer leasee complaints and reduced maintenance, which reduces operational expenses adding to the developer's positive cash flow.

Appreciation is the difference between the purchase price and what the home is sold for. The method for measuring the increase in value is done by review the homes in the surrounding market area called "comparable sales" method which estimates the value of property under the principle of substitution. The method estimates property values by comparing a subject property to similar properties sold in similar locations within a recent period of time. A property may gain value by placing a home that has many of the items, which the surrounding homes, have creating an added value influencing appreciation. PDG's product line allows for maximizing the line items of the home without added cost.

Depreciation is one of the many benefits afforded to real estate investors. The U.S. tax system allows owners to systematically depreciate property over its' projected useful life span. The base for this is the purchase price, written off over a period of years to the point of no value. In addition to depreciation, an investor will usually claim the interest portion of his monthly mortgage payment as a tax deduction. After the full depreciation has taken place the traditional stick-built property will begin a cycle of needed repairs. The amount of repairs reduces profitability. PDG's ease of maintenance and durability increase the long-term profitability.

Leveraging

Leveraging can be a motivation for building homes, both high-end, medium income and LMI. There are several methods of leveraging, the first is a traditional finance method. If an investor used 100% cash to acquire a house worth $100,000, and the house increased in value by $5,000 in one year, then the investor made a return of 5% (assuming no other costs in this case). However, if the investor obtained 95% financing, only $5,000 cash would be required at the closing table, and a bank or other lender would loan the remaining $95,000 to acquire the property. Assuming the same $5,000 increase in value, the investor's cash contribution of $5,000 would yield an increase in equity of $5,000 in one year, a 100% return.

The second method of leveraging has been discussed earlier in our advantage section under "price elasticity". The PDG home quality allows the home to fit multiple markets with similar base price, before property and foundation work. This allows the home to be valued differently based on location. A PDG Domus home sold to a local developer for $150,000 (exclusive of land and site costs) sells to a local homebuyer for $220,000 can ship the same home to Leesburg, VA to resell to a homebuyer for $340,000 (exclusive of land and site costs of $75,000) gaining a larger value. PDG's quality and assembly methods allow price elasticity to take place.

Know How Your Client Makes a Profit

PDG uses a financial model of our clients so we can better serve them. The outline below is a cost breakdown on the sale of a home and levels of mark-up in the distribution chain.

Developer cost model Note: Pricing changes weekly-based commodities pricing.

1600 Combined House and One-car Garage (innercity infill lot)

Curb cut (no curb cut) ($6000.00 $12,000.00)		$0000.00
Gas line installation to home		$600.00
Water line installation to home		$600.00
Sewage line installation		$600.00
Tap main water and sewage lines		$600.00
Building permits		$940.00
Electrical drop		$200.00
Clean up lot		$175.00
	Subtotal	**($3,715.00)**

Lot costs include:
Ground all development costs for the public improvements, streets curbs, gutters and underground utilities, (i.e. sanitary sewer, storm sewer, water, gas, electric, phone and cable etc.)

Lot cost between $5,000.00 to $20,000.00

Area Cost
In a subdivision situation, most builders apply an "area cost" to a particular group of homes within the subdivision. The area cost consists of items not included within the building envelope and not provided by the developer in the cost of the lots. This amount can vary substantially by region and even within the same MSA. Area cost is also influenced by the deed restrictions and zoning regulations of the community. Common items included in this category are street trees, mailboxes, tap fees, sidewalks, driveways, approaches, landscape packages and fencing.
Note: In an urban environment, the area costs are greatly reduced as some items may already be developed; city sidewalks and mailboxes, street trees and curb lighting and taps may exist. Existing urban existing lots are not subject to deed restrictions, so landscaping costs may be reduced.

Sub totals between lot cost and area cost	$500.00 to	$10,000.00
	Subtotal	**$9,215.00**

Developer cost breakdown sheet

Retail pricing to consumer	($168,0000 to	$172,000.00)
Installed home price		($115,200.00)
Lot cost and Area cost		($9,215.00)
Profit		$43,785.00

- Consumer cost per sq. ft. – $105.00
- Installed house cost per sq. ft. – $71.87
- Land and home cost per sq. ft. – $ 77.60

Basic Home Cost

Model 1380, detached one-car garage, 30' wide lot

Adhesive, exterior		$600
Adhesive, interior		$120
Appliances		$1,467
Cabinets		$2,541
Crane		$250
Concrete pre-cast step with railings		$400
Dig foundation ($300.00/day for two days)		$600
Doors		$1,153
Drywall		$880
Electrical system		$2,350
Fasteners		$420
Flooring		$2,282
Foundation/concrete (14c yds. at $100c yds.)		$1,400
Grade lot (before lot is staked)		$200
Gravel/pea gravel		$400
Hardware		$108
HVAC		$2,500
Insulation (foam)		$2,552.66
Labor		$5,000 ($7,000)
Lighting		$643
Paint		$240
Panels (plastic)		$12,060
Panel sealants		$474.18
Plumbing		$1,986
Rust protection		$150
Sculpt lot (after home installed)		$200
Sealants		$200
Shipping/insurance (local)		$600 ($1,000)
Shoot grade (internal labor cost)		$0000
Steel	$10,150 ($9,484)	
Supplier charges (cut charges)		$0
Survey/Stake lot (without garage $375.00)		$450
Trim		$412
Vapor barrier		$100
Windows		$1,568
	Sub-Total	$54,459.84 – $45.38 per sq ft

Sale price	$93,600.00
Gross Profit	$39,140.16
G&A	$5,000.00 ($5,000)($12,654.00)
Profit before tax	$34,140.16
Sold for	$78.00 per sq. ft.

If sold as a package with one car garage

Sub-Total	$60,420.19 – $50.35 per sq ft
Sale price	$93,600.00
Gross Profit	$33,179.81
G&A	$5,000.00 ($5,000) ($12,654.00)
Profit before tax	$28,179.81
Sold for	$78.00 per sq. ft.

One-car garage (pricing if sold alone)

Doors	$390.00
Electrical	$260.00
Electrical garage door opener	$179.00
Foundation Concrete (7cy at $100cy)	$700.00
Garage door	$425.00
Panels	$2,841.35
Steel	$1,165.00
Sub-Total	$5,960.35
Sale price	$16,000.00
Gross Profit	$10,039.65
G&A	$1,309.94 ($2,619.89)
Profit before tax	$8,729.71 54.56%
Sold for	$72.72 per sq. ft.

Developer Cost Model

Model 1380, detached one-car garage, 30' wide lot

Curb cut ($6,000- $12,000)		$000.00
Gas line installation to home		$600.00
Water line installation to home		$600.00
Sewage line installation		$600.00
Tap main water and sewage lines		$600.00
Building permits		$940.00
Electrical drop		$200.00
Clean up lot		$175.00
	Sub-Total	$3,715.00

Lot costs include:

Ground all development costs for the public improvements; streets, curbs, gutters and underground utilities (i.e. sanitary, sewer, storm sewer, water, gas, electric, phone and cable etc.)

Lot cost between $10,000 to $20,000

Area cost

In a subdivision situation most builders apply an "area cost" to a particular group of homes in a given subdivision. The area cost consists of items not included within the building envelope and not provided by the developer in the cost of the lots. This amount can vary substantially by region and even within the same MSA and are also influenced by the deed restrictions and zoning regulation of the community. Common items include in this category are street trees, mailboxes, tap fees, sidewalks, driveways, approaches, landscape packages and fencing

Note: In an urban environment, the area costs are greatly reduced as some items may already be developed; city sidewalks, mailboxes, street trees, curb lighting and taps may exist. Existing urban lots are not subject to deed restrictions, so landscaping costs may be reduced.

Sub totals between lot cost and area cost $500 to $3,885

Note: $16,985 contingency that could be profit.

Developer cost breakdown sheet

Retail pricing to consumer	$156,000.00
Installed home price	$93,600.00
Lot cost and Area cost	$31,200.00
Profit	$31,200.00

- Consumer cost per sq. ft. – $130.00
- Installed house cost per sq. ft. – $78.00
- Land and home cost per sq. ft. – $104.00

Profit (PBT) for PDG Domus Mfg LLC from Sales Mix

Pricing models

For multiple purchase developers (MPD), Single purchase developer (SPD), direct consumer purchase with land (DCPWL), direct consumer purchase without land (DCPWOL)

MPD sale price	**$93,600.00**	
Cost	$60,420.19	
Gross Profit	$33,179.81	
G&A	$5,000.00	($5,000) ($12,654)
Profit before tax	$28,179.81	
Sold for	$78.00 per sq. ft.	

SPD sale price	**$98,280.00**	
Cost	$60,420.19	
Gross Profit	$37,859.81	
G&A	$5,000.00	($5,000) ($12,654)
Profit before tax	$32,859.81	
Sold for	$81.90 per sq. ft.	

DCPWL sale price (on their land)	**$103,550.00**	
Cost	$60,420.19	
Gross Profit	$43,129.81	
G&A	$6,000.00	($5,239.78) ($12,654.00)
Profit before tax	$37,129.81	
Sold for	$86.29 per sq ft	

DCPWOL sale price (we supply land)	**$128,250.00**	
Cost	$91,620.19	
Gross Profit	$36,629.81	
G&A	$6,500.00	($5,239.78) ($12,654.00)
Profit before tax	$30,129.81	
Sold for	$106.87 per sq. ft.	

Operations and Production

Existing Operation:

The current facility, which was originally designed to produce home, needs to be redesigned due to changes in the marketplace. Over the last few years, the steel industry has moved away from offering their clients value added services. Providing additional services come at a very high price and an operation, which is not ordering large quantities at a time, is not warmly received. This downward service trend has spread throughout the industry. This move by steel mills has forced secondary suppliers to pick up the services area, with the results being higher pricing for steel services. This changed the way PDG receives and processes steel. Hence the scaled-up operation for housing and the rearrangement of the existing plant to manufacture small parts and structures. (See: Page 32, Current Plant)

General Description

PDG's key manufacturing processes are: steel cutting, steel welding, systems wiring, plumbing, HVAC, panel production–ceramic fiberglass, insulation–structural foam, assembly and finishing. Each of the areas create an assembly, which goes into the making of a finished product. The plant arrangement (See: Page 33, Zone & Platform Manufacturing) is designed to use existing buildings,



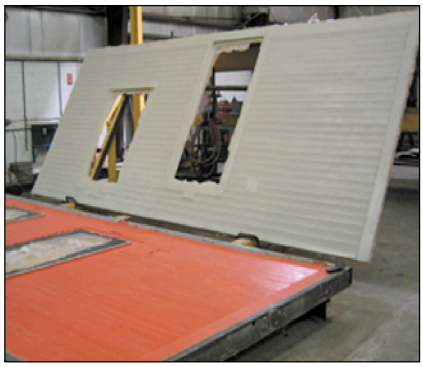


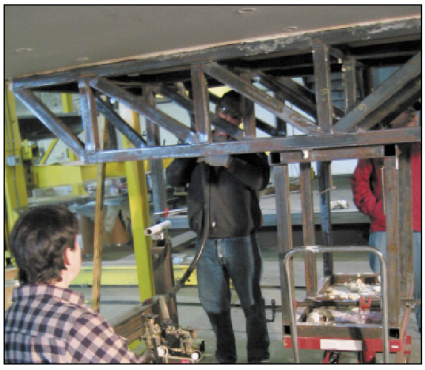



lowering the cost on set-up. The plant is split into two small buildings due to the fact that more small buildings, which meet our requirements, are available. This split plant allows flexibility in arranging the layout and increases the likelihood of meeting our cost model. The plant layout shown is the smallest scaled-up plant currently available, at 106,000 sq. ft.

The production method is a combination of zone and platform manufacturing, the end result being components, which are shipped to a site for assembly. The zone plant method allows each zone and it's team to operate as a small company, constantly improving performance. This method empowers the employee and helps in creating a connection between personnel and the company. Another method that affects performance of the plant and its' employees, is having support management on the floor of the plant working with employees. This arrangement produces better product with higher output. This practice is currently applied in the fiberglass boat industry with the result being a 1 to 4% increase in output in comparison to other like-kind plants with non-floor managers.

Within the steel fabrication and assembly plant area a numbering system is used to map what part (zone) of a plant performs each assembly. The zones are broken down into the following areas (with an explanation of the process): Steel cutting (zone 2), using a combination of vertical ban saw (allowing large bundles of steel tubing to be cut at one time) and plasma cutting table with fixtures (allowing tubing to be turned so all sides can be cut). After cutting, the tubing and plate steel parts are delivered to the section of the plant (zone 3) to be assembled. The assembly process consists of a rotating jig, which holds the large steel parts to be assembled and welded. The rotating jig takes up less floor space and helps in the speed of assembly. The cell assembly represents 1/5 of the total home. With 10 rotating jigs the plant can assemble 10 cells, which represents 2 homes a day. With 240 working days a year, the plant could reach 480 homes a year at peak efficiency. In


the spreadsheets our models used a conservative number of 288 structures per year. As the cell is assembled on the rotating jigs, (zone 3-4) some sub-systems are installed, such as some interior walls, plumbing, electrical, HVAC and structural foam insulation.

After the steel super structure is assembled into cells, each cell is equipped with wheels, which permit the cell to roll as a platform, acting like an assembly line. The cells are rolled to the center isle where some interior pre-assembled wall sections are installed. The wall sections are moved from the pre-assembly area by crane and roller carts. After the wall sections are installed by spot-welding, the cell is moved to a paint booth where coating is applied to required areas. The next step in the process is moving the cell platform to the finishing area. Once the cell enters the finish area (zone 6) it will not move unit it is inspected before delivery. During the cell's stay in the finishing zone, wall parts for the interior are installed, the exterior panels, windows, doors, plumbing and HVAC. After all the systems have been tested, the rough drywall is installed. After the rough drywall has been inspected, the structural foam is injected into the wall cavities. After the foam has been installed, a large canvas tent is installed over the cell. This reduces dust from the surrounding area of the factory and provides a clean environment for finishing the cell. A large ductwork tube is hooked-up to the cell for ventilation. The air is exchanged from the outside, which in effect creates a small clean room. During finishing, sanders with vacuum heads are used to reduce sanding dust; the device acts like a vacuum cleaner while you sand. The next step is finished painting; the tent

enclosure helps in the drying process, speeding production. After painting is complete, cabinets, countertops, sinks and other fixtures are installed. Upon the completion of QA and final inspection of all parts, the state seal is placed on the component. The component is equipped with pre-cut carpet and pre-fitted trim. Kits for installation are also assembled and placed inside the component. The kits contain: bolts, trim, paint, plaster and sealant. The component at this point is ready to be shipped. The tent is removed and a plastic shipping wrap is applied. The component is moved to shipping, where a bill of lading is completed and the product is loaded in the proper sequence to







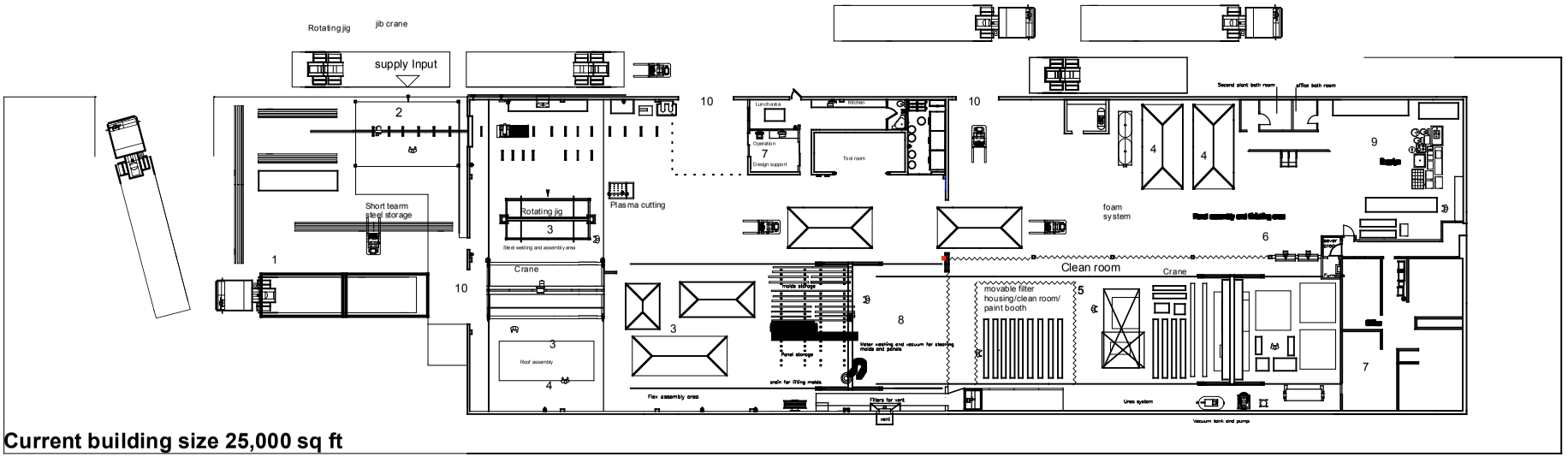

how the home will be assembled. Once the home is on the way, the assembly crew is at the site awaiting the arrival of the components. The on-site assembly method is similar to a manufacturing process, each person knows their function to perform, as the orchestrated assembly takes place. (See: OBBS Infield Assembly Manual CD)

Accounting processes, which are linked to each part manufactured can be seen on the OBBS CD. The acronym and part numbers are already established, which allows the company to sell to the federal government. The U.S. government's accounting practices require cost accounting for every part.

The operation will use centralized purchasing and design. As new molds are required, they will be supplied to each operation from the central operation. This reduces cost and increases quality. The central operation will, at some time in the future, need to add a small facility for production of molds and tools. This will allow the company to expand product lines and sales in each region where a PDG plant operates.

Current plant Layout

Plant Zones



Current building size 25,000 sq ft

Plant Zone Identification

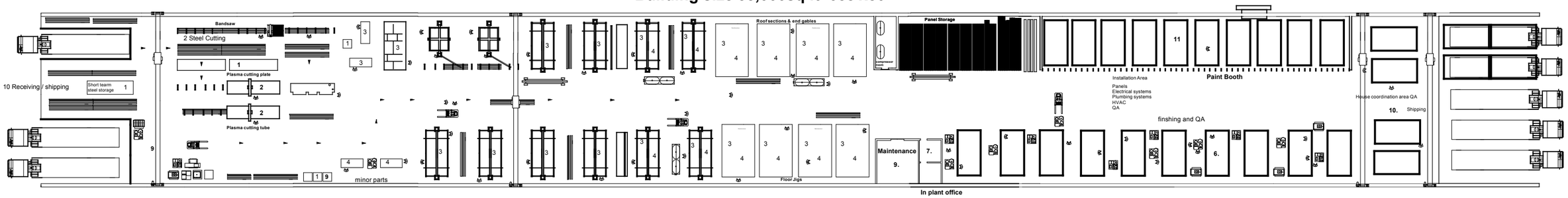
1 Steel storage
2 Steel Cutting
3 Steel welding and assembly area
4 Foam/electrical/plumbing
5 Clean room/panel production
6 Panel assembly and finishing area
7Office/operations/design support
8 Mold storage and preparation
9 Supply
10 Receiving / shipping

Zone & Platform manufacturing

Steel fabricating and finished assembly plant

1 Steel storage
2.Steel Cutting
3.Steel welding & assembly area
4.Foam/electrical/plumbing
5.Clean room/panel production
6. Panel assembly & finishing area
7.Office/operations/design support
8.Mold storage & preparation
9.Supply
10.Receiving/shipping
11. Paint Booth

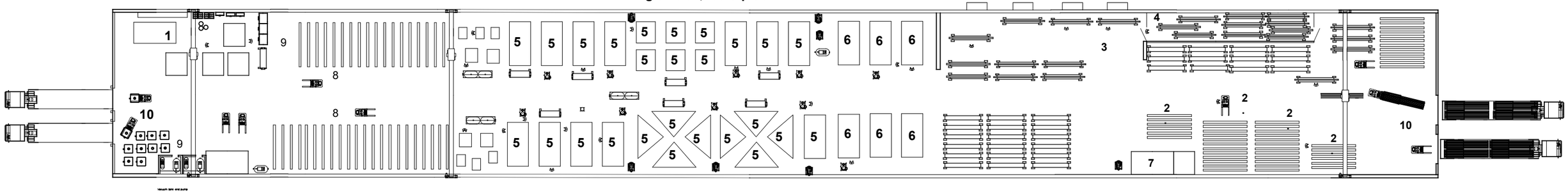
Building size 55,000sq ft 688'x80'



Panel production plant

1.Tooling & mold repair
2. Finshed panel storage
3. Paint booth
4. Paint Oven
5. Clean room/panel production
6. Panel repair
7. Office/Operations/support
8. Mold storage and preparation
9. Supply
10. Receiving/shipping

Building size 51,000 sq ft 627'x80'



Identify and Briefly Qualify the CEO/Management Team

Nathan Wm. Pingel, founder Director and CEO

Thirty-one years of expertise in management, manufacturing, industrial product development, product design, systems engineering, finance and product marketing. Mr. Pingel is the developer of Technical Integration Management system, a process that allows product design and manufacturing processes to control costs and manufacture environmentally-friendly products. This multi-disciplinary method is used in Pingel & Associates, one of Mr Pingel's development projects. Pingel & Associates is successful company currently specializing in machine/process applications and chemical blending. Blending operations currently deal with difficult blending projects and corrosive environments for machines. Current blended products are reactants, which are used in the resin manufacturing process. A partial client list includes; CMC, Ashland Chemical, and Saudi Industrial Resins Ltd.

Management Team

Mr. Pingel assembled his management team in sections to reduce costs during the product/ house development process–from concept through commercialization. He solicited each person as a specialist fulfilling specific management requirements. Each person has a diversified, successful background in each of his or her respective fields. The diversity allows sufficient overlap skills from each of the officers during the company's rapid growth period. Overlapping skills builds in a safety net, much like interchangeable parts.

The first selection to the team was CFO, Robert Hoffman. He was solicited for his background as a securities attorney and experience working with real estate developers in financing areas. Mr. Hoffman also has an operation, which services the industrial packaging industry. This successful operation processes packaging of all shapes and sizes, delivering the end product to industrial clients from the northeast to the southern U.S. The company also specializes in green recycling processes where clients and containers are matched for reuse, which lowers per unit cost to the client and helps the environment.

The second selection to the management team was Vice president, Dan Rosen. He was solicited for his background in the real estate industry. Mr. Rosen assisted the President and Director of Acquisition of the New Albany Company, in the identification and assembly of properties for the award-wining 5,000 acre, master-planned golf course community known as the New Albany County Club. He also was Director of Acquisition, serving as lead coordinator for identification and procurement of property to be develop as single-family housing stock, for the nations 13th largest homebuilder–M/I Schottenstein, Inc. Mr. Rosen also operated a successful land development company, Owners Development.

These key personnel provide PDG Domus with the management expertise in manufacturing, finance and real estate skills, blended into an integrated method of management, which lowers overhead costs.

The History of the Project

The outline below chronicles the project from the beginning through major success milestones and problems, which were overcome. The obstacles show the company's ability to overcome and manage costs during difficult times and situations. All projects have problems; they are a part of what make a company a great success. PDG Domus is no different from any other great company, other than the fact that it's in it's infancy. It has great people, a great product and its opportunities are excellent.

Timeline

History of the project: from concept through research and development, commercialization to proof of operation

1977

A Composite Home

Nate Pingel sees a need to build houses for the masses at a quality level not yet attained in the industry. He realizes homes can be built using materials and technology developed in the auto industry and visualizes the system to manufacture and assemble them.

1978

Laminations Replicate Nature

Initiation of market research to identify materials and manufacturing processes to replicate natural building materials with better long term performance and lower costs. Decides laminate composites will provide flexibility in design with superior value.

1979

Social Responsibility

Pingel embraces the opportunity to use advanced materials and technologies to better serve society in making homes affordable to all and be attentive to preserving the environment. Homes must be recyclable and production must not pollute. Coins the phrase "Luxury Affordable Housing."

1980

Research and Development

Pingel and Associates is created as a R&D/equipment design company. Development begins of designing and manufacturing machinery and processes to handle large scale composite structures. Begins architectural design studies to determine industry and customer needs.

1985

New Product Development

The ability to make the vision of modern manufacturing applicable to traditional industries will require a team approach. Pingel starts building the company to incubate and produce new ideas and products

1993

Collaborative Synergy and Social Philosophy

Pingel Design Group (PDG) is created embracing the Bauhaus School of industrial design by bringing together various craftspeople with the goal of mass production of houses. A core value of social responsibility is taken on focusing to serve society and protect the environment.

1995

Component Systems

Structural steel is used for the super structure with a ceramic polymer composite for the exterior. Highly engineered resins deliver safety, durability and strength. Insulation and fire safety strongly influence the choice of material. An interchangeable component is developed allowing multiple configurations.

1996
PDG Domus
A new company is created with the sole focus of conducting research, product design and development for housing.

1998
Prototype Production
New company is funded and a small production staff is created. Patterns and molds are built. Viability of laminating concept for large-scale production is proven. Production begins of full-scale prototype home.

1999
Michigan Avenue
The industry's first component house is built using a structural steel superstructure and ceramic-polymer composite. Complete home is assembled in two days at 1081 Michigan Avenue, Columbus, Ohio.

2000
Patents And Awards
PDG Domus receives first of many patents on design and process. Michigan Avenue house receives 5-star energy award from State of Ohio for energy efficiency.

2001–2002
PDG Domus Manufacturing LLC
New company is formed to take the home from a research and development project to full commercial production.

2003–2004
Ohio Gives Approval
PDG Domus LLC is given approval by the Ohio Board of Building Standards to begin production of homes.

2005
Built to Last
Development of patent-pending, interlocking concrete structures for foundation. Homes pass Category 5 Hurricane, California Earthquake and Minnesota Snow Load standards.

2006
Building Affordable Homes
Several local Community Development Corporation (CDCs) place orders for homes in their development projects. PDG Domus begins construction of model home for Samaritan Project Development Corporation.

2007
Bringing Green, Affordable Homes to Ohio
Hartford model home for Samaritan Project is placed on-site, PDG Domus is now poised to bring a new level of affordable, green housing to homebuyers in Ohio.

2008
Scaling the Operation
Scaling the operation for the development of small product lines and making changes to the plant.

What are the Greatest Difficulties the Company had to Overcome?

There are three major problems, which the company faced:

1. Government regulation – which is a moving target. Due to the new technology and assembly methods PDG used, the state government required testing of major components of the assembly system. This itself is not bad, but at times became long and drawn out, extending our deadline and costing the company money due to the delays. After government approval and in-plant reviews by government personnel, the company and its' products were given the certification to begin production. PDG Domus has received overwhelming support by governmental agencies, as seen on support CD "Articles on PDG Domus by the OBBS". Receiving the certification from the OBBS set-up the company to be well received by other states.

2. As in all government agencies some lack of coordinated action on policy which effects industry does take place – leaving industry to work out mandates that the government failed to adequately discuss with industry before enacting policy. This case in point is demonstrated by the changes toward certain types of "blowing agents" used in the foam industry; with little notice the EPA changed its policy on a blowing agent that affected PDG's manufacturing process. This was a major problem, since the methods and processes had been designed into the plant. The new foam did not perform the same way, nor did it use the same fixturing as the previous system. It was a very difficult time for the company, as it took a year to work the problem out. The management worked with BASF on developing a new system to take the place of the mandated product and with considerable testing and work between the two companies, the problem was overcome. Problems of this type persist between industry and government. Accordingly, PDG has set-up materials testing procedures to allow for quick replacements, in case the government should make such changes in the future. Our constant review of all materials for replacement, has a side benefit, it keeps our company close to material advances and their relative costs in the construction market.

3. Natural disasters – during the past few years, have impacted the economy and indirectly affected industry. The steel industry is one of the groups, which felt pressure to produce products more cost effectively. In the movement to be more cost effective, the industry contracted its' service base into a more streamlined group–back to the basic product–steel. The other services that were generally part of the product now began to disappear or were marked outside of what was considered mass production processing. The industry support areas took on a view of fabrication or job shop support service, not a mass production operation. This was difficult for PDG, as the operation had been set-up to work with large suppliers of steel product and processes. PDG did not want to be in the steel processing business, its' interests were to assemble homes. But the pressures of the marketplace forced the company take on the processing of large quantities of steel product. This had two effects, one it required a larger facility to handle large steel bundles with cranes that could take the added weight and the second was added lead-time to the existing operation. This was due to the added processing time now required for cutting and plasma-cutting the steel, as well as the requirement to carry large inventory due to the lead times. In answer to these problems, the company had to invest in a large facility with large inventory and equipment, yet maintain the micro-plant concept. The problems were overcome with good side effects, the first being since we were now buying raw steel, we can buy from anybody by truckload quantities making for more competitive pricing. Cutting and processing our own steel also allows greater design flexibility for the market and the knowledge that we control our operation directly without second and third suppliers in the mix, making our operation more competitive with better margins. At this point it became imperative that PDG scale-up operations and create cash flow during the large plant's assembly. The three-stage plan currently being executed, to sell smaller products, which the company can easily manufacture and is within the scale of current operational size, makes a transition that benefits the company and its investors.

Financing Timeline

Financing PDG has been accomplished through the use of both equity offerings and loans obtained from commercial lenders and PDG's principals. Criteria for raising equity versus borrowing has been based on milestones obtained by PDG coupled with conditions in the equity markets. The note to JMAC has been repaid in full. Payments made on all loans, exclusive of those made by PDG Domus Corporation or its management, are currently reducing principal balances.

Description of Financing	Year	Purpose	Original Principal
Loan from JMAC	1997	Toolings and molds; beta home (prototype stage eliminated)	$360,000
Offering of Membership Units	2001	3 dimensional drawings for Ohio Bureau of Building Standards ("OBBS") home design approval	$1,000,000
5/3 Bank line of credit	2003	Testing costs for OBBS design approvals	$150,000
First Community Bank . 1081 Michigan Ave. refi	2003	Working capital:	$180,000
Offering of membership units	2004	Equipment and facility modifications for limited production, manufacturing facility; EPA air permit and related equipment	$900,000
SBA 5/3 Bank Loan	2005	Facility completion; drawings, process descriptions, manuals and Q:& A procedures for OBBS plant approval	$250,000
The Franklin County Affordable housing Trust	2006	Funds to construct first home for sale for by Samaritan Project Development Corporation	$125,000
CCCD Loan	2007	Funds to build equipment to zone manufacturing facility	$50,000
Loans from PDG principals	2007 -2008 to date	Working capital; toolings and molds for highway soundwall panel and exterior brick panel; design and construction of high end beta shed and development of business plan	$693,089
PDG Domus Corporation, manager of PDG Domus Manufacturing LLC	2001 - 2008		$777,981

PDG Domus Manufacturing LLC ("LLC") Offering Notice
Of Membership Units in the LLC
May 1, 2008

The LLC is preparing to raise $1,200,000 for operations for the next 12 months. This represents 12.26% of the LLC's equity on a fully diluted basis that includes 5 membership units purchased by PDG Domus Corporation ('Corporation") but not yet issued: 1.5 membership units for members of an advisory board to be created for the LLC; and, 12 membership units that will be given to a strategic investor in exchange for certain performances. If such performance is not given, the $1,200,000 will represent 13.23% of LLC's equity. The $1,200,000 will be represented by 20 membership units in the LLC. Due to the change in the housing market and the unavailability of credit for home purchasers, the LLC will begin manufacturing small structures and small product groups based on the LLC's Technology to achieve sales and profitability that in the future will lead to venture capital for home building. These small products include:

- Insulated exterior foundation walls for basements
- Foundation skirting and enclosures for the HUD and Mobile home markets
- Garden sheds and outbuildings
- Highway sound walls
- Dumpster enclosures

The LLC will also contract manufacture small products for the Corporation pursuant to a license from the LLC to use the LLC's technology for non-residential in nature with the LLC's technology. These include:

- Ballistic rated exterior panels for the middle east
- Barn stall panels
- Exterior brick panels for restaurant and commercial building applications
- Rock or Brick like fence panels

The LLC has entered into a forbearance agreement with 5/3 Bank on March 25, 2008 regarding $150,000 of debt giving the LLC an additional 120 days before collection of the debt will begin. The $250,000 SBA Guaranteed Loan from 5/3 has been extended by 90 days. The forbearance period will end on September 23, 2008 provided $150,000 in principal is proportionately reduced between the two loans. $100,000 in principal of the two loans has already been paid down, and the remaining $50,000 to reduce principal will be paid by July 20, 2008. It is anticipated that if $150,000 in payments are made during the forbearance periods, the $250,000 SBA guaranteed loan will be extended for a period equal to the extended forbearance period.

The Corporation has obtained a loan for $150,000 that it will loan to PDG to make the forbearance payments

The funds will be used as follows:

Materials	$27,200.00	
Tooling	$26,830.00	
Expensed Equipment	$54,000.00	
Accounting	$ 1,600.00	
Advertising	$36,000.00	
Sales expense	$12,000.00	
Consulting	$20,000.00	
Computer support	$1,000.00	
Insurance	$20,000.00	
Lease	$50,000.00	
Maintenances	$29,000.00	
Office equipment	$2,400.00	
Office staff	$315,859.00	
Subtotal		($595,889.00)
Plant labor	$146,432.00	
Subtotal		($742,321.00)
Stage two fund raising	$101,060.00	
Presentation materials		
Including Accounting.		
Legal and Travel		
Subtotal		($843,381.00)
Contingences	$356,619.00	
Total		**($1,200,000.00)**

LLC Unit Owners Membership & Non-voting Membership Units (1)	***Units***	***Percentage***
Corporation	62.5000	38.3171%
Pingel (2)	2.0000	1.2261%
Rosen (2)	1.1875	0.7280%
Hoffman (2)	1.5000	0.9196%
Financing Rounds One and Two	38.875	23.8332%
Issued Non-Voting Membership Units (3)	18.5500	11.3725%
Non-Voting Membership Units to Protean Investors for obtaining financing for the LLC (4)	6.000	3.6784%

Non-Voting Membership Units to Arshot Investments upon purchase of homes (5)	6.000	3.6784%
Non-Voting Membership Units reserved for members of the LLC Advisory board to be formed (6)	1.500	.9196%
Membership Units being offered (7)	20	12.2614%
Membership Units purchased by the Manager with already paid in funds	5	3.0654%
Total Units if all options and incentive compensation due Protean and Arshot earned	163.1125	100 %



PDG Domus Mfg LLC 1.2 Million Funding
Use of Proceeds

Materials	$27,200.00	
Tooling	$26,830.00	
Expensed Equipment	$54,000.00	
Accounting	$1,600.00	
Advertising	$36,000.00	
Sales expense	$12,000.00	
Consulting	$20,000.00	
Computer support	$1,000.00	
Insurance	$20,000.00	
Lease	$50,000.00	
Maintenance	$29,000.00	
Office equipment	$2,400.00	
Office staff	$315,859.00	
Subtotal		($595,889.00)
Plant labor	$146,432.00	
Subtotal		($742,321.00)
Subtotal		
Stage2 fund-raising	$101,060.00	
Presentation materials		
Accounting		
Legal		
Travel		
Subtotal		($843,381.00)
Contingences	$356,619.00	
Total		($1,200,000.00)

STATEMENT OF OPERATIONS (1)

	Year one	Year two	Year three
Highway Walls, Dumpster Enclosure, Universal Wall And Sheds Per Month	43,340	76,170	83,012
Sales	$1,806,015	$3,970,002	$5,514,976
Total Direct Costs	$1,267,045	$2,605,467	$3,657,372
Gross Profit	$538,970	$1,364,535	$1,857,604
Expenses	$817,461	$775,217	$777,222
Income Before Taxes	$(224,184)	$668,788	$1,219,981
Taxes	$-	$8,892	$24,400
Net Income for Year (2)	$(224,184)	$659,896	$1,195,581
Cumulative YTD Net Income Before Taxes	$(224,184)	$444,604	$1,664,585

CASH FLOW

Cash at Beginning	$-	$1,377,819	$2,080,486
Cash at End	$1,377,819	$2,080,486	$3,598,404
Net Cash Flow	$1,377,819	$702,667	$1,517,918

1. A $1,200,000 equity injection occurs in the first year. It is used to fund small structure and small product group manufacturing, and to pay the costs of raising $9,000,000 to build a full scale plant to manufacture PDG Domus homes.
2. Depreciation in years one through three is $294,498, $298,609 $302,606., respectively. Removing depreciation in year one results in a profit of $70,314. Net income in year two is 16% on sales of $3,907,002, and in year three, net income is 21% on sales of $5,514,976.
3. It is anticipated raising $9,000,000 will be competed by the end of year one, and plant construction will be completed by the end of year three. Projections showing the impact on net income of home sales are attached as an exhibit without regard to small structure and small product

Spreadsheet Model for $1.2 Million Funding for Small Production

(Current Offering)

$1.2 million funding is bridge capital to start small production and raise funds for a scaled-up plant. The small production will create cash flow to operate the existing operation allowing a stable platform for the company to build upon, realize its potential and become profitable.

The spreadsheet reflects that the company is a no-frills operation and shows the use of existing company assets to help achieve goals. Of the $1.2 million in funding, the company will capitalize $54,030 of new equipment and expense $54,000 of used equipment. Those who invest into the current offer will make gains on their investment in two basic methods: First, with small product production coupled with the scaled-up plant coming online. Second, during the setting up of JV plants throughout the U.S. and finally when the company goes public or finds a private equity funds to purchase the company. The following are the key points that the $1.2 million would be used on during Stage 1.

- Small product production
- Building small homes
- Expansion of product line (multi-family design) continued design and documentation on new product lines/updates for use in all plants
- Hiring, training of personal to expand labor core competency
- Research and development for “cost reduction”
- Contingency fund
- Fund raising for Stage 2 scaled-up plants

The company would become cash flow positive at the end of first quarter.

Financial Model Covers:

- Time period 3 years
- Central plant
- 1 shifts
- First year production
    - Production of Sound-wall in 42,845 sq. ft.
    - Small buildings – 105 units
    - Dumpster enclosures – 390 units
- Personnel first year 12
- First year breakeven forth quarter
- Total cash injections $1.2 million

Note:
The spreadsheet is modeled on the three different product groups: Small buildings, Dumpster enclosures and Sound-wall components. Due to daily market fluctuations, pricing should be used as a guideline with the understanding that adjustments for cost and sales price for the end buyer will be adjusted as the market changes.

	Year:	Year One:												Year One Total	
10.0 central operation 1 plant	Month of Year:	1	2	3	4	5	6	7	8	9	10	11	12		
	Month:	1	2	3	4	5	6	7	8	9	10	11	12		
BALANCE SHEET	**Initial**														
Cash	$ 599	$ 1,139,445	$ 1,116,678	$ 1,137,312	$ 1,141,307	$ 1,152,940	$ 1,164,620	$ 1,176,347	$ 1,188,120	$ 1,199,942	$ 1,286,260	$ 1,330,165	$ 1,377,819	$ 1,377,819	
Plant Equipment	$ 809,825	$ 809,825	$ 809,825	$ 809,825	$ 809,825	$ 809,825	$ 809,825	$ 809,825	$ 809,825	$ 809,825	$ 809,825	$ 809,825	$ 809,825	$ 809,825	
Accumulated Depreciation (Plant)		$ (13,497)	$ (26,994)	$ (40,491)	$ (53,988)	$ (67,485)	$ (80,982)	$ (94,479)	$ (107,976)	$ (121,473)	$ (134,970)	$ (148,467)	$ (161,964)	$ (161,964)	
Molds/Tools/Press	$ 1,008,461	$ 1,062,491	$ 1,062,491	$ 1,062,491	$ 1,062,491	$ 1,062,491	$ 1,062,491	$ 1,062,491	$ 1,062,491	$ 1,062,491	$ 1,062,491	$ 1,062,491	$ 1,062,491	$ 1,062,491	
Accumulated Depreciation Molds/Tools/Press		$ (10,786)	$ (21,854)	$ (32,922)	$ (43,990)	$ (55,058)	$ (66,126)	$ (77,194)	$ (88,262)	$ (99,330)	$ (110,398)	$ (121,466)	$ (132,534)	$ (132,534)	
Other Assets	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995	
Total Assets	$ 3,791,880	$ 4,960,473	$ 4,913,141	$ 4,909,210	$ 4,888,640	$ 4,875,708	$ 4,862,823	$ 4,849,985	$ 4,837,193	$ 4,824,450	$ 4,886,203	$ 4,905,543	$ 4,928,632	$ 4,928,632	
Accounts Payable	$ 17,507	$ 103,402	$ 125,404	$ 147,262	$ 139,633	$ 139,629	$ 139,624	$ 139,620	$ 139,615	$ 139,611	$ 189,009	$ 192,070	$ 195,131	$ 195,131	
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	
Note Payable	$ 2,138,898	$ 2,137,543	$ 2,136,181	$ 2,134,813	$ 2,133,438	$ 2,132,057	$ 2,130,670	$ 2,129,276	$ 2,127,876	$ 2,126,469	$ 2,125,056	$ 2,123,636	$ 2,122,210	$ 2,122,210	
Equity Less Distributions	$ 1,635,475	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475	
Earnings/Loss	$ -	$ (115,947)	$ (183,919)	$ (208,340)	$ (219,906)	$ (231,453)	$ (242,946)	$ (254,386)	$ (265,773)	$ (277,105)	$ (263,337)	$ (245,638)	$ (224,184)	$ (224,184)	
Total Liabilities and Members' Equity	$ 3,791,880	$ 4,960,473	$ 4,913,141	$ 4,909,210	$ 4,888,640	$ 4,875,708	$ 4,862,823	$ 4,849,985	$ 4,837,193	$ 4,824,450	$ 4,886,203	$ 4,905,543	$ 4,928,632	$ 4,928,632	
STATEMENT OF OPERATIONS															
Number of Plants Operating		1	1	1	1	1	1	1	1	1	1	1	1		
HIGHWAY WALLS, DUMPSTER ENCL. UNIV WALL AND SHEDS PER MONTH		8	1,690	3,371	3,942	3,942	3,942	3,942	3,942	3,942	4,136	4,873	5,610	43,340	
Sales	$ -	$ 11,736	$ 77,249	$ 142,753	$ 147,892	$ 147,892	$ 147,892	$ 147,892	$ 147,892	$ 147,892	$ 222,342	$ 228,975	$ 235,608	$ 1,806,015	
Total revenue +revenue from JV plant	$ -	$ 11,736	$ 77,249	$ 142,753	$ 147,892	$ 147,892	$ 147,892	$ 147,892	$ 147,892	$ 147,892	$ 222,342	$ 228,975	$ 235,608	$ 1,806,015	
Direct Materials		$ 6,276	$ 45,142	$ 84,005	$ 86,380	$ 86,380	$ 86,380	$ 86,380	$ 86,380	$ 86,380	$ 134,571	$ 137,637	$ 140,703	$ 1,066,613	
Plant Labor		$ 18,188	$ 11,328	$ 11,328	$ 11,328	$ 11,328	$ 11,328	$ 11,328	$ 11,328	$ 11,328	$ 12,539	$ 12,539	$ 12,539	$ 146,432	
Research and Development		$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	
Plant Costs		$ 27,000	$ 27,000	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 54,000	
Total Direct Costs		$ 51,464	$ 83,470	$ 95,333	$ 97,708	$ 97,708	$ 97,708	$ 97,708	$ 97,708	$ 97,708	$ 147,111	$ 150,177	$ 153,242	$ 1,267,045	
Gross Profit		$ (39,728)	$ (6,221)	$ 47,420	$ 50,184	$ 50,184	$ 50,184	$ 50,184	$ 50,184	$ 50,184	$ 75,231	$ 78,798	$ 82,366	$ 538,970	
General and Administrative	$ -	$ 44,977	$ 34,979	$ 44,981	$ 34,983	$ 34,985	$ 34,987	$ 34,989	$ 34,991	$ 34,993	$ 34,995	$ 34,997	$ 34,999	$ 439,859	$ 70,314
Interest expense	$ -	$ 6,961	$ 6,954	$ 6,948	$ 6,942	$ 6,935	$ 6,929	$ 6,922	$ 6,916	$ 6,909	$ 6,903	$ 6,896	$ 6,890	$ 83,104	
Depreciation and Amortization	$ -	$ 24,283	$ 24,565	$ 24,565	$ 24,565	$ 24,565	$ 24,565	$ 24,565	$ 24,565	$ 24,565	$ 24,565	$ 24,565	$ 24,565	$ 294,498	
Total General & Admin Expenses	$ -	$ 76,221	$ 66,498	$ 76,494	$ 66,490	$ 66,485	$ 66,481	$ 66,477	$ 66,472	$ 66,468	$ 66,463	$ 66,458	$ 66,454	$ 817,461	
Interest Income	$ -	$ 2	$ 4,748	$ 4,653	$ 4,739	$ 4,755	$ 4,804	$ 4,853	$ 4,901	$ 4,951	$ 5,000	$ 5,359	$ 5,542	$ 54,307	
Income Before Taxes		$ (115,947)	$ (67,972)	$ (24,421)	$ (11,567)	$ (11,547)	$ (11,493)	$ (11,440)	$ (11,387)	$ (11,333)	$ 13,768	$ 17,699	$ 21,454	$ (224,184)	
Taxes		$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	
Net Income for Month	$ -	$ (115,947)	$ (67,972)	$ (24,421)	$ (11,567)	$ (11,547)	$ (11,493)	$ (11,440)	$ (11,387)	$ (11,333)	$ 13,768	$ 17,699	$ 21,454	$ (224,184)	
YTD Net Income Before Taxes	$ -	$ (115,947)	$ (183,919)	$ (208,340)	$ (219,906)	$ (231,453)	$ (242,946)	$ (254,386)	$ (265,773)	$ (277,105)	$ (263,337)	$ (245,638)	$ (224,184)	$ (224,184)	
YTD Tax Expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	
Distributions	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	
CASH FLOW															
Net Income	$ -	$ (115,947)	$ (67,972)	$ (24,421)	$ (11,567)	$ (11,547)	$ (11,493)	$ (11,440)	$ (11,387)	$ (11,333)	$ 13,768	$ 17,699	$ 21,454	$ (224,184)	
Depreciation and Amortization	$ -	$ 24,283	$ 24,565	$ 24,565	$ 24,565	$ 24,565	$ 24,565	$ 24,565	$ 24,565	$ 24,565	$ 24,565	$ 24,565	$ 24,565	$ 294,498	
Change in:															
Plant Equipment	$ (809,825)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (809,825)	
Molds/Tools/Press	$ (1,008,461)	$ (54,030)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (1,062,491)	
Other Assets	$ (1,972,995)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (1,972,995)	
Accounts Payable	$ 17,507	$ 85,895	$ 22,002	$ 21,858	$ (7,629)	$ (4)	$ (4)	$ (4)	$ (4)	$ (5)	$ 49,398	$ 3,061	$ 3,061	$ 195,131	
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	
Note Payable	$ 2,138,898	$ (1,355)	$ (1,362)	$ (1,368)	$ (1,374)	$ (1,381)	$ (1,387)	$ (1,394)	$ (1,400)	$ (1,407)	$ (1,413)	$ (1,420)	$ (1,426)	$ 2,122,210	
Equity Less Distributions	$ 1,635,475	$ 1,200,000	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 2,835,475	
0															
Net Cash Flow	599	$ 1,138,846	$ (22,767)	$ 20,634	$ 3,995	$ 11,633	$ 11,680	$ 11,727	$ 11,773	$ 11,821	$ 86,318	$ 43,906	$ 47,654	$ 1,377,819	
Cash at Beginning	$ -	$ 599	$ 1,139,445	$ 1,116,678	$ 1,137,312	$ 1,141,307	$ 1,152,940	$ 1,164,620	$ 1,176,347	$ 1,188,120	$ 1,199,942	$ 1,286,260	$ 1,330,165	$ -	
Cash at End	$ 599	$ 1,139,445	$ 1,116,678	$ 1,137,312	$ 1,141,307	$ 1,152,940	$ 1,164,620	$ 1,176,347	$ 1,188,120	$ 1,199,942	$ 1,286,260	$ 1,330,165	$ 1,377,819	$ 1,377,819	
Equity Injections:		$ 1,200,000	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 1,200,000	

10.0 central operation 1 plant	Year Two: 1	2	3	4	5	6	7	8	9	10	11	12	Year Two Total
	13	14	15	16	17	18	19	20	21	22	23	24	
BALANCE SHEET													
Cash	$ 1,224,255	$ 1,298,596	$ 1,374,049	$ 1,450,617	$ 1,528,306	$ 1,606,316	$ 1,685,135	$ 1,763,566	$ 1,842,316	$ 1,921,384	$ 2,000,775	$ 2,080,486	$ 2,080,486
Plant Equipment	$ 809,825	$ 809,825	$ 809,825	$ 809,825	$ 809,825	$ 809,825	$ 809,825	$ 809,825	$ 809,825	$ 809,825	$ 809,825	$ 809,825	$ 809,825
Accumulated Depreciation (Plant)	$ (175,461)	$ (188,958)	$ (202,455)	$ (215,952)	$ (229,449)	$ (242,946)	$ (256,443)	$ (269,940)	$ (283,437)	$ (296,934)	$ (310,431)	$ (323,928)	$ (323,928)
Molds/Tools/Press	$ 1,094,491	$ 1,094,491	$ 1,094,491	$ 1,094,491	$ 1,094,491	$ 1,094,491	$ 1,094,491	$ 1,094,491	$ 1,094,491	$ 1,094,491	$ 1,094,491	$ 1,094,491	$ 1,094,491
Accumulated Depreciation Molds/Tools/Press	$ (143,768)	$ (155,169)	$ (166,570)	$ (177,971)	$ (189,372)	$ (200,773)	$ (212,174)	$ (223,575)	$ (234,976)	$ (246,377)	$ (257,778)	$ (269,179)	$ (269,179)
Other Assets	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995
Total Assets	$ 4,782,337	$ 4,831,780	$ 4,882,335	$ 4,934,005	$ 4,986,796	$ 5,039,908	$ 5,093,829	$ 5,147,362	$ 5,201,214	$ 5,255,384	$ 5,309,877	$ 5,364,690	$ 5,364,690
Accounts Payable	$ 253,977	$ 254,655	$ 255,332	$ 256,010	$ 256,687	$ 257,365	$ 258,042	$ 258,029	$ 258,015	$ 258,002	$ 257,988	$ 257,974	$ 257,974
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ 804	$ 1,121	$ 1,144	$ 1,151	$ 1,158	$ 1,164	$ 1,172	$ 1,178	$ 1,178
Note Payable	$ 1,865,552	$ 1,862,791	$ 1,860,016	$ 1,857,226	$ 1,854,420	$ 1,851,599	$ 1,848,763	$ 1,845,912	$ 1,843,045	$ 1,840,162	$ 1,837,264	$ 1,834,350	$ 1,834,350
Equity Less Distributions	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475
Earnings/Loss	$ (172,667)	$ (121,141)	$ (68,489)	$ (14,705)	$ 39,409	$ 94,347	$ 150,404	$ 206,796	$ 263,521	$ 320,581	$ 377,977	$ 435,712	$ 435,712
Total Liabilities and Members' Equity	$ 4,782,337	$ 4,831,780	$ 4,882,335	$ 4,934,005	$ 4,986,796	$ 5,039,908	$ 5,093,829	$ 5,147,362	$ 5,201,214	$ 5,255,384	$ 5,309,877	$ 5,364,690	$ 5,364,690
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HIGHWAY WALLS, DUMPSTER ENCL. UNIV WALL AND SHEDS PER MONTH	5,642	5,808	5,974	6,140	6,306	6,472	6,638	6,638	6,638	6,638	6,638	6,638	76,170
Sales	$ 324,484	$ 325,978	$ 327,472	$ 328,966	$ 330,460	$ 331,954	$ 333,448	$ 333,448	$ 333,448	$ 333,448	$ 333,448	$ 333,448	$ 3,970,002
Total revenue +revenue from JV plant	$ 324,484	$ 325,978	$ 327,472	$ 328,966	$ 330,460	$ 331,954	$ 333,448	$ 333,448	$ 333,448	$ 333,448	$ 333,448	$ 333,448	$ 3,970,002
Direct Materials	$ 197,259	$ 197,950	$ 198,640	$ 199,331	$ 200,021	$ 200,712	$ 201,403	$ 201,403	$ 201,403	$ 201,403	$ 201,403	$ 201,403	$ 2,402,329
Plant Labor	$ 16,928	$ 16,928	$ 16,928	$ 16,928	$ 16,928	$ 16,928	$ 16,928	$ 16,928	$ 16,928	$ 16,928	$ 16,928	$ 16,928	$ 203,138
Research and Development	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Plant Costs	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Total Direct Costs	$ 214,187	$ 214,878	$ 215,569	$ 216,259	$ 216,950	$ 217,640	$ 218,331	$ 218,331	$ 218,331	$ 218,331	$ 218,331	$ 218,331	$ 2,605,467
Gross Profit	$ 110,297	$ 111,100	$ 111,903	$ 112,707	$ 113,510	$ 114,314	$ 115,117	$ 115,117	$ 115,117	$ 115,117	$ 115,117	$ 115,117	$ 1,364,535
General and Administrative	$ 35,001	$ 35,003	$ 35,005	$ 35,007	$ 35,009	$ 35,011	$ 35,013	$ 35,015	$ 35,017	$ 35,019	$ 35,021	$ 35,023	$ 420,147
Interest expense	$ 4,788	$ 4,774	$ 4,759	$ 4,744	$ 4,728	$ 4,713	$ 4,698	$ 4,683	$ 4,667	$ 4,652	$ 4,636	$ 4,620	$ 56,461
Depreciation and Amortization	$ 24,731	$ 24,898	$ 24,898	$ 24,898	$ 24,898	$ 24,898	$ 24,898	$ 24,898	$ 24,898	$ 24,898	$ 24,898	$ 24,898	$ 298,609
Total General & Admin Expenses	$ 64,521	$ 64,675	$ 64,662	$ 64,649	$ 64,636	$ 64,623	$ 64,609	$ 64,596	$ 64,582	$ 64,569	$ 64,555	$ 64,541	$ 775,217
Interest Income	$ 5,741	$ 5,101	$ 5,411	$ 5,725	$ 6,044	$ 6,368	$ 6,693	$ 7,021	$ 7,348	$ 7,676	$ 8,006	$ 8,337	$ 79,471
Income Before Taxes	$ 51,517	$ 51,526	$ 52,653	$ 53,783	$ 54,919	$ 56,059	$ 57,201	$ 57,542	$ 57,883	$ 58,224	$ 58,568	$ 58,913	$ 668,788
Taxes	$ -	$ -	$ -	$ -	$ 804	$ 1,121	$ 1,144	$ 1,151	$ 1,158	$ 1,164	$ 1,172	$ 1,178	$ 8,892
Net Income for Month	$ 51,517	$ 51,526	$ 52,653	$ 53,783	$ 54,115	$ 54,938	$ 56,057	$ 56,391	$ 56,725	$ 57,060	$ 57,396	$ 57,735	$ 659,896
YTD Net Income Before Taxes	$ (172,667)	$ (121,141)	$ (68,489)	$ (14,705)	$ 40,213	$ 96,272	$ 153,473	$ 211,016	$ 268,899	$ 327,123	$ 385,691	$ 444,604	$ 444,604
YTD Tax Expense	$ -	$ -	$ -	$ -	$ 804	$ 1,925	$ 3,069	$ 4,220	$ 5,378	$ 6,542	$ 7,714	$ 8,892	$ 8,892
Distributions	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
CASH FLOW													
Net Income	$ 51,517	$ 51,526	$ 52,653	$ 53,783	$ 54,115	$ 54,938	$ 56,057	$ 56,391	$ 56,725	$ 57,060	$ 57,396	$ 57,735	$ 659,896
Depreciation and Amortization	$ 24,731	$ 24,898	$ 24,898	$ 24,898	$ 24,898	$ 24,898	$ 24,898	$ 24,898	$ 24,898	$ 24,898	$ 24,898	$ 24,898	$ 298,609
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ (32,000)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (32,000)
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 58,846	$ 678	$ 678	$ 678	$ 677	$ 677	$ 677	$ (13)	$ (13)	$ (14)	$ (14)	$ (14)	$ 62,843
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ 804	$ 317	$ 23	$ 7	$ 7	$ 6	$ 8	$ 6	$ 1,178
Note Payable	$ (256,658)	$ (2,760)	$ (2,775)	$ (2,790)	$ (2,806)	$ (2,821)	$ (2,836)	$ (2,851)	$ (2,867)	$ (2,882)	$ (2,898)	$ (2,914)	$ (287,859)
Equity Less Distributions	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Net Cash Flow	$ (153,564)	$ 74,341	$ 75,453	$ 76,568	$ 77,689	$ 78,010	$ 78,819	$ 78,432	$ 78,749	$ 79,068	$ 79,390	$ 79,711	$ 702,667
Cash at Beginning	$ 1,377,819	$ 1,224,255	$ 1,298,596	$ 1,374,049	$ 1,450,617	$ 1,528,306	$ 1,606,316	$ 1,685,135	$ 1,763,566	$ 1,842,316	$ 1,921,384	$ 2,000,775	$ 1,377,819
Cash at End	$ 1,224,255	$ 1,298,596	$ 1,374,049	$ 1,450,617	$ 1,528,306	$ 1,606,316	$ 1,685,135	$ 1,763,566	$ 1,842,316	$ 1,921,384	$ 2,000,775	$ 2,080,486	$ 2,080,486
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

10.0 central operation 1 plant	Year Three: 1	2	3	4	5	6	7	8	9	10	11	12	Year Three Total
	25	26	27	28	29	30	31	32	33	34	35	36	
BALANCE SHEET													
Cash	$ 2,240,061	$ 2,369,398	$ 2,490,068	$ 2,611,228	$ 2,732,880	$ 2,855,027	$ 2,977,670	$ 3,100,812	$ 3,224,455	$ 3,348,599	$ 3,473,247	$ 3,598,404	$ 3,598,404
Plant Equipment	$ 809,825	$ 809,825	$ 809,825	$ 809,825	$ 809,825	$ 809,825	$ 809,825	$ 809,825	$ 809,825	$ 809,825	$ 809,825	$ 809,825	$ 809,825
Accumulated Depreciation (Plant)	$ (337,425)	$ (350,922)	$ (364,419)	$ (377,916)	$ (391,413)	$ (404,910)	$ (418,407)	$ (431,904)	$ (445,401)	$ (458,898)	$ (472,395)	$ (485,892)	$ (485,892)
Molds/Tools/Press	$ 1,126,491	$ 1,126,491	$ 1,126,491	$ 1,126,491	$ 1,126,491	$ 1,126,491	$ 1,126,491	$ 1,126,491	$ 1,126,491	$ 1,126,491	$ 1,126,491	$ 1,126,491	$ 1,126,491
Accumulated Depreciation Molds/Tools/Press	$ (280,747)	$ (292,481)	$ (304,215)	$ (315,949)	$ (327,683)	$ (339,417)	$ (351,151)	$ (362,885)	$ (374,619)	$ (386,353)	$ (398,087)	$ (409,821)	$ (409,821)
Other Assets	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995	$ 1,972,995
Total Assets	$ 5,531,200	$ 5,635,306	$ 5,730,745	$ 5,826,674	$ 5,923,095	$ 6,020,011	$ 6,117,423	$ 6,215,334	$ 6,313,746	$ 6,412,659	$ 6,512,076	$ 6,612,002	$ 6,612,002
Accounts Payable	$ 336,110	$ 345,151	$ 345,137	$ 345,123	$ 345,109	$ 345,095	$ 345,080	$ 345,066	$ 345,051	$ 345,037	$ 345,022	$ 345,007	$ 345,007
Accrued City Income Taxes	$ 1,850	$ 1,997	$ 2,008	$ 2,019	$ 2,029	$ 2,039	$ 2,050	$ 2,060	$ 2,071	$ 2,082	$ 2,092	$ 2,103	$ 2,103
Note Payable	$ 1,831,421	$ 1,828,475	$ 1,825,514	$ 1,822,536	$ 1,819,542	$ 1,816,532	$ 1,813,505	$ 1,810,462	$ 1,807,403	$ 1,804,326	$ 1,801,233	$ 1,798,124	$ 1,798,124
Equity Less Distributions	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475	$ 2,835,475
Earnings/Loss	$ 526,344	$ 624,207	$ 722,611	$ 821,521	$ 920,940	$ 1,020,870	$ 1,121,313	$ 1,222,271	$ 1,323,746	$ 1,425,739	$ 1,528,254	$ 1,631,293	$ 1,631,293
Total Liabilities and Members' Equity	$ 5,531,200	$ 5,635,306	$ 5,730,745	$ 5,826,674	$ 5,923,095	$ 6,020,011	$ 6,117,423	$ 6,215,334	$ 6,313,746	$ 6,412,659	$ 6,512,076	$ 6,612,002	$ 6,612,002
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HIGHWAY WALLS, DUMPSTER ENCL. UNIV WALL AND SHEDS PER MONTH	6,914	6,918	6,918	6,918	6,918	6,918	6,918	6,918	6,918	6,918	6,918	6,918	83,012
Sales	$ 444,988	$ 460,908	$ 460,908	$ 460,908	$ 460,908	$ 460,908	$ 460,908	$ 460,908	$ 460,908	$ 460,908	$ 460,908	$ 460,908	$ 5,514,976
Total revenue +revenue from JV plant	$ 444,988	$ 460,908	$ 460,908	$ 460,908	$ 460,908	$ 460,908	$ 460,908	$ 460,908	$ 460,908	$ 460,908	$ 460,908	$ 460,908	$ 5,514,976
Direct Materials	$ 273,627	$ 282,683	$ 282,683	$ 282,683	$ 282,683	$ 282,683	$ 282,683	$ 282,683	$ 282,683	$ 282,683	$ 282,683	$ 282,683	$ 3,383,135
Plant Labor	$ 22,853	$ 22,853	$ 22,853	$ 22,853	$ 22,853	$ 22,853	$ 22,853	$ 22,853	$ 22,853	$ 22,853	$ 22,853	$ 22,853	$ 274,237
Research and Development	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Plant Costs	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Total Direct Costs	$ 296,480	$ 305,536	$ 305,536	$ 305,536	$ 305,536	$ 305,536	$ 305,536	$ 305,536	$ 305,536	$ 305,536	$ 305,536	$ 305,536	$ 3,657,372
Gross Profit	$ 148,508	$ 155,372	$ 155,372	$ 155,372	$ 155,372	$ 155,372	$ 155,372	$ 155,372	$ 155,372	$ 155,372	$ 155,372	$ 155,372	$ 1,857,604
General and Administrative	$ 35,025	$ 35,027	$ 35,029	$ 35,031	$ 35,033	$ 35,035	$ 35,037	$ 35,039	$ 35,041	$ 35,043	$ 35,045	$ 35,047	$ 420,435
Interest expense	$ 4,604	$ 4,588	$ 4,572	$ 4,556	$ 4,540	$ 4,524	$ 4,507	$ 4,491	$ 4,474	$ 4,458	$ 4,441	$ 4,424	$ 54,181
Depreciation and Amortization	$ 25,065	$ 25,231	$ 25,231	$ 25,231	$ 25,231	$ 25,231	$ 25,231	$ 25,231	$ 25,231	$ 25,231	$ 25,231	$ 25,231	$ 302,606
Total General & Admin Expenses	$ 64,695	$ 64,847	$ 64,833	$ 64,819	$ 64,804	$ 64,790	$ 64,776	$ 64,761	$ 64,747	$ 64,732	$ 64,717	$ 64,702	$ 777,222
Interest Income	$ 8,669	$ 9,334	$ 9,872	$ 10,375	$ 10,880	$ 11,387	$ 11,896	$ 12,407	$ 12,920	$ 13,435	$ 13,952	$ 14,472	$ 139,599
Income Before Taxes	$ 92,482	$ 99,860	$ 100,412	$ 100,929	$ 101,448	$ 101,969	$ 102,493	$ 103,018	$ 103,546	$ 104,075	$ 104,607	$ 105,142	$ 1,219,981
Taxes	$ 1,850	$ 1,997	$ 2,008	$ 2,019	$ 2,029	$ 2,039	$ 2,050	$ 2,060	$ 2,071	$ 2,082	$ 2,092	$ 2,103	$ 24,400
Net Income for Month	$ 90,632	$ 97,863	$ 98,404	$ 98,910	$ 99,419	$ 99,930	$ 100,443	$ 100,958	$ 101,475	$ 101,993	$ 102,515	$ 103,039	$ 1,195,581
YTD Net Income Before Taxes	$ 537,086	$ 636,946	$ 737,358	$ 838,287	$ 939,735	$ 1,041,704	$ 1,144,197	$ 1,247,215	$ 1,350,761	$ 1,454,836	$ 1,559,443	$ 1,664,585	$ 1,664,585
YTD Tax Expense	$ 10,742	$ 12,739	$ 14,747	$ 16,766	$ 18,795	$ 20,834	$ 22,884	$ 24,944	$ 27,015	$ 29,097	$ 31,189	$ 33,292	$ 33,292
Distributions	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
CASH FLOW													
Net Income	$ 90,632	$ 97,863	$ 98,404	$ 98,910	$ 99,419	$ 99,930	$ 100,443	$ 100,958	$ 101,475	$ 101,993	$ 102,515	$ 103,039	$ 1,195,581
Depreciation and Amortization	$ 25,065	$ 25,231	$ 25,231	$ 25,231	$ 25,231	$ 25,231	$ 25,231	$ 25,231	$ 25,231	$ 25,231	$ 25,231	$ 25,231	$ 302,606
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ (32,000)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (32,000)
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 78,136	$ 9,041	$ (14)	$ (14)	$ (14)	$ (14)	$ (14)	$ (14)	$ (15)	$ (15)	$ (15)	$ (15)	$ 87,033
Accrued City Income Taxes	$ 672	$ 147	$ 11	$ 11	$ 10	$ 10	$ 11	$ 10	$ 11	$ 11	$ 10	$ 11	$ 925
Note Payable	$ (2,930)	$ (2,946)	$ (2,962)	$ (2,978)	$ (2,994)	$ (3,010)	$ (3,027)	$ (3,043)	$ (3,060)	$ (3,076)	$ (3,093)	$ (3,110)	$ (36,227)
Equity Less Distributions	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
0													
Net Cash Flow	$ 159,575	$ 129,337	$ 120,670	$ 121,160	$ 121,652	$ 122,147	$ 122,644	$ 123,142	$ 123,643	$ 124,144	$ 124,648	$ 125,156	$ 1,517,918
Cash at Beginning	$ 2,080,486	$ 2,240,061	$ 2,369,398	$ 2,490,068	$ 2,611,228	$ 2,732,880	$ 2,855,027	$ 2,977,670	$ 3,100,812	$ 3,224,455	$ 3,348,599	$ 3,473,247	$ 2,080,486
Cash at End	$ 2,240,061	$ 2,369,398	$ 2,490,068	$ 2,611,228	$ 2,732,880	$ 2,855,027	$ 2,977,670	$ 3,100,812	$ 3,224,455	$ 3,348,599	$ 3,473,247	$ 3,598,404	$ 3,598,404
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

PDG Domus Manufacturing, LLC
Balance Sheet
As of December 31, 2007

	Dec 31, 07
ASSETS	
Current Assets	
Checking/Savings	
102RC00 · Regular Checking Account	-4,094.59
103PR00 · Payroll Checking Account	2,361.74
104SA00 · Savings Account-Fifth Third	16,532.91
Total Checking/Savings	14,800.06
Other Current Assets	
120RM00 · Raw Materials Inventory	5,732.66
125CA00 · Work in Progress	378,286.40
133CA00 · Escrow-House Mortgage	1,916.35
Total Other Current Assets	385,935.41
Total Current Assets	400,735.47
Fixed Assets	
140FA01 · Attached Equipment	352,400.00
141FA00 · Additions for Mfg.	326,228.00
144FA00 · Furniture and Fixtures	33,000.00
145FA00 · Hand Tools	8,907.00
149FA00 · Molds-002	1,008,461.00
150FA00 · Trucks and other movable equip	40,550.00
151FA00 · Steel Cutting Equipment	14,000.00
152FA00 · Welding Eqipment	34,740.00
157FA00 · Model Home	182,821.00
158FA00 · Smodel	344,818.00
181AD00 · Accum. Depreciation - Mfg	-235,530.00
182AD00 · Accum. Depreciation - S Model	-1,078.00
183AD00 · Accum Depr-Model Home	-23,424.00
Total Fixed Assets	2,085,893.00
Other Assets	
190OA00 · Deposits	1,000.00
192OA00 · CSV-Life Insurance	41,068.60
193OA00 · Deferred Financing-House	4,449.00
194OA00 · Accum Amort-Deferred Fin-House	-630.00
198OA00 · Start Up-2005	608,991.00
198OA01 · Start Up-2006	468,749.00
198OA02 · Deferred Financing-Mfg	5,485.00
198OA03 · Patents-Mfg	275,000.00
199OA01 · Accum Amort-Mfg	-92,478.00
Total Other Assets	1,311,634.60
TOTAL ASSETS	**3,798,263.07**
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
200AP00 · Accounts Payable	6,142.19

PDG Domus Manufacturing, LLC
Balance Sheet
As of December 31, 2007

	Dec 31, 07
Total Accounts Payable	6,142.19
Other Current Liabilities	
205CL00 · Community capital Dev. Loan	47,804.14
212CL00 · PDG Domus Corporation	760,981.35
215CL00 · loan in RH	194,402.60
216CL00 · loan in NP	140,134.75
2177L00 · Loan from ODRC	3,342.15
217CL00 · loan in DR	93,024.38
218CL00 · Deposits from Customers	10,000.00
221CL00 · loan in - P & A	64,343.48
Total Other Current Liabilities	1,314,032.85
Total Current Liabilities	1,320,175.04
Long Term Liabilities	
251LL00 · 5/3 Line of credit	150,000.00
252LL00 · SBA 5/3 loan	244,425.00
254LL00 · Michigan Ave Mortgage	176,829.15
255LL00 · Gibbard Construction loan	99,366.48
Total Long Term Liabilities	670,620.63
Total Liabilities	1,990,795.67
Equity	
310EQ00 · PDG Domus Corp Members' Contr	715,913.38
330EQ00 · PDG Domus Corp Members' E & P	-110,405.06
350EQ00 · Limited Members' Contributions	2,050,000.00
360EQ00 · Limited Members' E & P	-47,489.38
380EQ00 · Non Voting Limited Members Cont	25,000.00
Net Income	-825,551.54
Total Equity	1,807,467.40
TOTAL LIABILITIES & EQUITY	**3,798,263.07**

PDG Domus Manufacturing, LLC
Balance Sheet
As of May 31, 2008

	May 31, 08
ASSETS	
Current Assets	
Checking/Savings	
100PC00 · Petty Cash	37.66
102RC00 · Regular Checking Account	292.18
103PR00 · Payroll Checking Account	150.33
104SA00 · Savings Account-Fifth Third	118.25
Total Checking/Savings	598.42
Other Current Assets	
***Inventory Asset**	1,593.03
120RM00 · Raw Materials Inventory	5,732.66
125CA00 · Work in Progress	378,286.40
133CA00 · Escrow-House Mortgage	1,916.35
Total Other Current Assets	387,528.44
Total Current Assets	388,126.86
Fixed Assets	
140FA01 · Attached Equipment	352,400.00
141FA00 · Additions for Mfg.	326,228.00
144FA00 · Furniture and Fixtures	33,000.00
145FA00 · Hand Tools	8,907.00
149FA00 · Molds-002	1,008,461.00
150FA00 · Trucks and other movable equip	40,550.00
151FA00 · Steel Cutting Equipment	14,000.00
152FA00 · Welding Eqipment	34,740.00
153FA00 · Leasehold Improvements-002	1,013.52
157FA00 · Model Home	182,821.00
158FA00 · Smodel	344,818.00
181AD00 · Accum. Depreciation - Mfg	-235,530.00
182AD00 · Accum. Depreciation - S Model	-1,078.00
183AD00 · Accum Depr-Model Home	-23,424.00
Total Fixed Assets	2,086,906.52
Other Assets	
190OA00 · Deposits	1,000.00
192OA00 · CSV-Life Insurance	46,280.40
193OA00 · Deferred Financing-House	4,449.00
194OA00 · Accum Amort-Deferred Fin-House	-630.00
198OA00 · Start Up-2005	608,991.00
198OA01 · Start Up-2006	468,749.00
198OA02 · Deferred Financing-Mfg	5,485.00
198OA03 · Patents-Mfg	275,000.00
199OA01 · Accum Amort-Mfg	-92,478.00
Total Other Assets	1,316,846.40
TOTAL ASSETS	**3,791,879.78**
LIABILITIES & EQUITY	
Liabilities	

PDG Domus Manufacturing, LLC
Balance Sheet
As of May 31, 2008

	May 31, 08
Current Liabilities	
Accounts Payable	
Cash Basis Accounts Payable*	-993.47
200AP00 · Accounts Payable	18,319.06
Total Accounts Payable	17,325.59
Other Current Liabilities	
Payroll Liabilities	181.18
205CL00 · Community capital Dev. Loan	44,056.87
212CL00 · PDG Domus Corporation	943,481.35
215CL00 · loan in RH	202,769.44
216CL00 · loan in NP	154,134.75
2177L00 · Loan from ODRC	3,742.15
217CL00 · loan in DR	95,070.00
218CL00 · Deposits from Customers	10,000.00
221CL00 · loan in - P & A	70,643.48
222CL00 · Loan from RTMH	2,000.00
Total Other Current Liabilities	1,526,079.22
Total Current Liabilities	1,543,404.81
Long Term Liabilities	
251LL00 · 5/3 Line of credit	134,000.00
252LL00 · SBA 5/3 loan	210,425.00
254LL00 · Michigan Ave Mortgage	174,329.25
255LL00 · Gibbard Construction loan	94,245.51
Total Long Term Liabilities	612,999.76
Total Liabilities	2,156,404.57
Equity	
Retained Earnings	-825,551.54
310EQ00 · PDG Domus Corp Members' Contr	715,913.38
330EQ00 · PDG Domus Corp Members' E & P	-110,405.06
350EQ00 · Limited Members' Contributions	2,050,000.00
360EQ00 · Limited Members' E & P	-47,489.38
380EQ00 · Non Voting Limited Members Cont	25,000.00
Net Income	-171,992.19
Total Equity	1,635,475.21
TOTAL LIABILITIES & EQUITY	**3,791,879.78**

Financial Models for PDG Domus Manufacturing Plants

The following documentation is for the operation of PDG Domus Manufacturing LLC and it's plants. There are three different finance models, each model group was designed to offer different financing possibilities in the near future, achieving the same or near results. It also shows where the company is headed, how we plan to get there, showing the rewards and risks. The models for review are the following:

1. Model 10 through 11.4 – a centrally operated plant financed within PDG Domus Mfg LLC, using a combination of company assets and equity funding to produce a scaled-up plant.

2. Model 11.JV through 11.2JV are joint venture plants, which PDG Domus central would operate. The funding would come from a group or individuals who will invest in a joint venture plant operated by PDG Domus Mfg LLC.

3. Model 11.6a through 11.6f are a combination of a central owned plant and several joint venture plants operated by PDG Domus Mfg LLC.



PDG Domus Mfg LLC 9 Million Funding
Use of Proceeds

Total plant equipment	$2,384,687.00	
Capitalized plant equipment costs	$2,182,687.00	
Expensed plant equipment costs	$ 197,918.00	
Sub total		($2,384,687.00)
Accounting systems	$ 28,000.00	
Housing court	$ 500,000.00	
Office equipment	$ 74,000.00	
Sub total (Total capitalized cost)		($2,784,687.00)
Inventory cost (equivalent to 10 homes)	$1,000,000.00	
Plant setup cost, Management costs for project, Install charges, Contingencies	$1,000,000.00	
Sub total		($4,784,687.00)
Working capital	$4,215,313.00	
Labor, Salaries, Accounting, Legal, Utilities, Insurance, Consulting, Rent, Negative cash flow		
Total cost		($9,000,000.00)

Capitalized Equipment Costs

Monthly Capitalized Equipment Costs

Materials, Molds, Tooling	$370,500
2–Crane (10 tons)	$100,000
Resin, Foam, Gusamer, Pump system	$ 93,000
Testing	$ 5,400
Cutting equipment	$285,000
2–ZoomBoom/Crane	$400,000
Flat-bed trailer (type 1, used)	$120,000
2–Backhoe (used)	$ 40,000
5–Sets Lasermark	$ 4,995
2–Bobcat (used)	$ 30,000
5–Forklift (used)	$ 36,500
Trucks, Tractors, Pick-ups	$ 96,500
3–Generator	$ 5,697
Ventilation system	$ 30,000
Rigging (for shipping)	$ 26,000
In-field equipment/Ram compactor	$ 5,495
Rotating jig	$150,000
Wall jig table (modifications)	$ 4,000
Welding equipment	$184,000
Inventory system, scanners, bar code	$ 90,000
Vacuum pumps, air compressor, drying	$ 96,600
Accounting computer, system, server, copier	$ 28,000
Storage trailer	$ 9,000
House court	$100,000
Office equipment*	$ 74,000
Total monthly capital equipment costs	$2,384,687
Total annual capital equipment costs	**$2,784,687**

	Quantity	Unit Price	Cost
Material Processing:			
(45 to85 molds and press heads) mold amounts depends on market region			
Average price per mold ($ 2,500. Per mold)	45 to 85	2500-4000	212,500
2 Ridge cap & Soffit Pultrusion die/mold	2	30,000	60,000
Trim molds	10	1,000	10,000
44 Shingle molds and press head $2000.00	44	2,000	88,000
6-resin spray guns and pump ($3,000.00 each) used	6	3,000	18,000
Hand tools for laminating	22	250	5,500
3-resin pump system($3,000.00 each)	3	3,000	9,000
Urea/gusamer/ chop gun/ pumps and application equipment	2	30,000	60,000
Foam spraying equipment	3	5,000	15,000
10-VLP spray guns for PVA mold release ($ 50.00 each)	10	50	500
3- large mixing units and stands ($1500.00)	3	1,500	4,500
5-small bench blenders ($300.00)	5	300	1,500
10-portable large scale (grams, ounces, pounds)($500.00)	10	500	5,000
10-portable small scale (grams, ounces, pounds)($350.00)	10	350	3,500
5- vacuum pumps $6000. Each	5	6,000	30,000
10 rotating jigs (with motor drives) ($15,000.00 each)	10	15,000	150,000
1 Dust collection system	1	18,000	18,000
8 welding jig table systems stations	8	6,000	48,000
Ventilation and filtration for painting/coating and plasma tables 5000cfm venting	1	70,000	70,000
Air line (plastic) hose and fittings /values (installations)	1	12,000	12,000
2-Air compressor 1500CFM of free air 50HP $23,300.00 each Or (1 large rotary type) not needed if building has system)	2	23,300	46,600
2-Air Drying system (includes: line, plastic hose, fittings, electric)	2	10,000	20,000
3-HVAC testing equipment	3	1,800	5,400
148 piece tool set $96.62 each	10	97	966
10 PEX fitting sets $60.00 each	10	60	600
10 set plumbing wrench sets $17.00 each	17	17	289
100 pliers sets $2.00 each	100	2	200
100 screwdriver sets $2.00 each	100	2	200
100 electric drill sets and chargers $40.00 each	100	40	4,000
100 electric drill battery sets $10.00 each	100	10	1,000
20-electrical punch down sets for cable/phone $50.00 each	20	50	1,000
100-wire stripers $9.00 each	100	9	900
50-voltage meters $35.00 each	50	35	1,750
30-Electric hand grinders 110V $25.00 each	30	35	1,050
10-Hand laser level $225.00 each	10	225	2,250
30 Welding helmets $80.00 each	30	80	2,400
40 Welding gloves $10.00 each	40	10	400
10 Welding machines $4800.00 each	10	4,800	48,000
15 Welding machines long gun and feed line $400.00 each	15	400	6,000
3 Plasma cutting machine (hand held) $ 3000.00 each	2	3,000	6,000
3 Mag drill (semi automatic) $1800.00 each	3	1,800	5,400
3 Cutting heads for (Mag drill) $2000 per set	3	2,000	6,000
1 Horizontal band saw (large scale/self feed)	1	55,000	55,000
1 Plasma CAM cutting machine (plate cutting)	1	80,000	80,000
1 Plasma cutting machine (tub cutting)	1	150,000	150,000
5 computers, screens, scanner ($1000.00 each)	5	1,000	5,000
4 wall jigs ($1,000.00 each) parts for welding tables	4	1,000	4,000
Subtotal			1,275,405
Maintenance equipment and supplies:			
Maintenance equipment and repair kit (Urea)	1	2,000	2,000
1-support parts for gel-coat gun	1	1,000	1,000
1-support parts for resin spray gun	1	1,500	1,500
1-tool kit and support equipment for pump	1	2,500	2,500
10 Welding tool kits $400.00 each	10	400	4,000

Subtotal			11,000
Material Handling:			
10-Tote roller base $ 100 each	10	100	1,000
10-Drum roller base $60.00 each	10	60	600
10-Drum values $35.00 each	10	35	350
10-Drum racks $ 150.00 each	10	150	1,500
5-Fiberglass roll hanger with cutter Large ($1800.00 each)	5	1,800	9,000
3-Fiberglass roll hanger with cutter Small ($1100.00 each)	3	1,100	3,300
3 forklifts 10,000.00 lbs diesel (used $9500.00 each)	3	9,500	28,500
2 forklifts 7800.00 lbs propane (used $4000.00 each)	2	4,000	8,000
40 Floor rollers (Cell movement in plant, 4 per cell ($100 per set)	40	100	4,000
2 crane 10 tons with Power driveline on tracks/part ($50,000. Each "used") (Not need if	2	50,000	100,000
Subtotal			156,250
Safety equipment;			
30 Fire extinguishers $70.00 each	30	70	2,100
75 Filtration masks $45.00 each	75	45	3,375
75 Face shield $3..00 each	75	3	225
75 Sets of kneepads $ 30.00 each	75	30	2,250
200 Safety glasses $1.50 each	200	2	300
50 Welding blinds and stands $190.00 each	50	190	9,500
1 Welding ventilation system	1	30,000	30,000
20 Welding reflective jacks (burn proof) $180.00each	20	180	3,600
1 Gas cylinder storage cage	3	500	1,500
5 storage cabinets (fire proof) ($250.00each)	5	250	1,250
Subtotal			54,100
Information system:			
8 plant computers $1100.00 each	8	1,100	8,800
8 plant soft ware package (net worked) $800. Each	8	800	6,400
1 plant server $4000.00 each	1	4,000	4,000
1 plant server soft ware $ 1000.00	1	1,000	1,000
1 inventory system and scanners bar code	1	90,000	90,000
20 cell phones (key operating personal) $100.00 each	20	100	2,000
Subtotal			112,200
Office equipment:			
see capitalized equipment cost (line item 34)	-	-	-
	-	-	-
	-	-	-
	-	-	-
Subtotal			
Infield assembly equipment:			
5-ram earth compactors $1099.00 each	5	1,099	5,495
3-8000 watt generator $1899.00 each	3	1,899	5,697
5-Lasermark sets $999.00 each	5	999	4,995
2 large backhoes (24” buckets) (used $20,000.00 diesel)	2	20,000	40,000
2 large Bobcats (diesel front loader with pilaster drilling capability Soil pulverization unit used $15,000.00 each)	2	15,000	30,000
2 large (zoom booms 25 ton diesel (used $200,000.00) or cranes	2	200,000	400,000
Subtotal			486,187
Transport:			
24 flat bed trailers used ($5,000.00 each)	24	5,000	120,000
26 Rigging for cell shipping (20 sets $1000.00 per set)	26	1,000	26,000
2 Plastic wrap for shipping housing parts (system)	2	7,000	14,000
26 Wide load signs (10 sets $50.00 each set)	26	50	13,000
6 Safety lighting (flashing) with mounting system ($150.00 each)	6	150	900
3 Trailer (storage)$3000.00 each	3	3,000	9,000

1 Miscellaneous chain, straps, tie down straps est.	1	6,063	6,063
Subtotal			188,963
trucks equipment:			
4 ½ ton pick up trucks	4	6,000	24,000
12 diesel tractors used	12	6,000	72,500
Subtotal			96,500

Total cost of plant equipment

2,380,605

Note: Related cost information	
Inventory cost equivalent to 10 homes	1,000,000
Plant setup cost /management cost for project / install charges /contingences	1,000,000
Sub Total cost	4,380,605

Handling equipment fixture to the building. Location (capitalized equipment cost) Line item 25

Line Item Description of Costs for Central Operation Location

Spread sheet: 11 Central, 6 years, 3 shifts, $3.7 million, 288 units

Accounting:
Accounting Budget (yearly) *Indicates, “Capitalized equipment cost”

Note: “Line items” may have multiple budgets items under each line item. Salaried/Hourly personnel: All salaried and hourly personnel documentation is displayed with all employer contributions and insurance as a total wage cost.

Accounting personnel:
Location: Office staff
Line item 11: Annual total for employees (AR-AP)

Sub total	**$50,000.00**

Accounting equipment:
Location: Capitalized equipment cost
Line item 31: Computer Systems, Server, Copier

*Software systems	$15,000.00
*Accounting computer	$3,000.00
*Security software and support	$4,000.00
*Copier with PDF converter software and router to server	$6,000.00
Sub total	**$28,000.00**

Accounting computer software and software support services:
Location: G&A
Sub Section: Computer Support
Line Item 49-59
“Line items” that comprise accounting portion of computer support budget.

Computer support and training	$9,000.00
Storage server and detachable drive	$3,000.00
Off-site security storage back-up	$2,500.00
Sub total	**$14,500.00**

Accounting support severs: monthly and year-end service
Location: G&A
Sub Section: Monthly accounting expenses/Accounting year-end
Line Item 8-18

Sub total	**$15,000.00**

Bonus program:

Location: G&A

Sub Section: Bonus Program

Line Item 28-40

Central operation uses 2.9% of gross sales as a method to pay the employees incentive pay. The bonus program does not start until the company is profitable and when management is satisfied that the operation is effective enough to warrant incentive pay. Note: incentive pay may not be used in the joint venture plants. No bonus payments are made year 1 & 2, year 3 – $748,800.00 is paid out.

Computer support:

Location**:** G&A

Sub Section: Computer support

Line item 49 & 57

Budget is comprised of accounting computer support and general computer support.

Line items for accounting computer support budget

Computer support and training	$9,000.00
Storage server and detachable drive	$3,000.00
Off-site security storage back-up	$2,500.00
Sub total	**$14,500.00**
General Computer support (Budget)	$3,500.00
Total	**$18,000.00**

Consulting: (engineers, architecture, design)

Location: G&A

Sub Section: Consulting

Line items, 68 & 78, 69 & 79, 70 & 80 Consulting

Used for home design dealing with aesthetic and layout issues for different regions where the home will be sent. Engineering is used to get approvals in different state and inspections.

Architecture	$30,000.00
Design	$10,000.00
Engineering	$35,000.00
Total	**$70,000.00**

Design:

Location: G&A

Sub Section: Design

Line item 91 & 100 & 103 Design Web

For web database and related application would drive the web site allowing perspective homeowners the ability to design on-the-fly, their homes and educate themselves about our home product. Other

applications would allow the homeowners to find specific information about their homes. This database information would be tied to our co-branding strategies, which currently include: Trane, Panasonic, Sherman-Williams

Sub total **$32,033.00**

Presentations:
Location: G&A
Sub Section: Presentations
Line item 92 & 101 & 103
Materials needed to create corporate presentations **(**PDG Domus has its own in-house commutations director that designs our presentation).

Sub total **$2,000.00**

Total **$34,033.00**

Direct Material and Installation Expenses:
Location: All Expenses
Line item 9 (This is all material costs to produce the home)
Per-home cost $98,670.00
Location: System
Line item 21
Detailed direct material cost Model 1380, detached one-car garage

Expensed equipment cost:
Location: Expensed Equipment Cost:
Line item 12
Covers (Leasehold improvements) Exterior repairs, security lighting and fence repairs. Paid out of cash flow.
Exterior repairs/security lighting $15,000.00
Plant fence $3,000.00
Sub total **$18,000.00**

Insurance:
HVAC
Location: G&A
Sub Section: Per-Home Insurance Expenses
Line item 112 & 134
Insurance covers HVAC system. HVAC Technical Support from Trane starts the first day the home is occupied. A $150.00 fee covers each homes' HVAC system.
Sub total cost (year 1) $150.00 x amount of homes built **$10,350.00**

Product Self Insurance:

Location: G&A

Sub Section: Per-Home Insurance expenses

Line item 113 & 134

PDG Domus Mfg LLC insures each home; the purpose of the self-insurance is to cover any problems that may occur from time to time. Each home insurance cost is $300.00 each

Sub total cost (year 1) $300.00 x amount of home built **$20,700.00**

Total (both home product and HVAC x production) **$31,050.00**

Liability:

Location: G&A

Line item 122 & 132: Liability

Standard product liability insurance, Covers building, content, Insurance Liability

Yearly cost $11,250.00

Key Man Insurance:

Location: G&A, Annual Insurance Expenses

Line items 123 & 133

Insurances covering the CEO's Life- The $2,000,000 policy would be used to cover PDG Domus costs during management replacement.

Sub total, yearly cost **$14,400.00**

Insurance covering the CFO's and VP Life-The $1,000,000 policy would be used to cover PDG Domus costs during management replacement.

Sub total (Per month $2000.00) **$9,600.00**

Total **$35,250.00**

Total insurance budget: **$66,300.00**

Leases:

Plant:

Location: G&A

Sub Section: Monthly Lease Expenses

Line item 145 -155

The plant is the production facility that currently produces the current home product line. As the new plants come on line the current facilities will be converted into a panel, tooling and mold production operation that will support all the plants tooling and mold requirements.

Covers $20,000 sq. ft.

Monthly cost – $4,808.00 Yearly $57,700.00

See (plant layout)

See (Photos of plant operation)

Equipment:

Location: G&A

Sub Section: Monthly Lease Expenses

Line item 146 -156

Lease covers $1,000,000.00 of equipment, used and new. Lease period 7 years at 10% with a $1.00 buyout at the end of the lease. The equipment lease covers the following equipment areas: molds, pressheads, vacuum pumps, tools, jigs, ZoomBoom, backhoe, flatbed trailer and tractor, dump truck, Bobcat (Crane). The lease will start at the second quarter. The four month lead-time is required to assemble the equipment. (Monthly lease cost $16,463.00)

Sub total year cost **$128,000.00**

Building: (Second facility)

Location: G&A

Sub Section: Lease Expenses

Line item 147-157

The building is used to assembly major parts of the home. The existing plant will be converted into a panel, tooling and mold facility. The two plants will converge their production into a finished home product maximizing production. 75,000.00 sq. ft. cost – per sq. ft. $2.50 Monthly $15,625.00 Total lease cost year one $187,500.00

First year cost $187,500.00

Total lease cost for year one **$310,700.00**

Legal:

Location: G&A

Sub Section: Legal

Line item 168-180

Legal services are divided into five major groups. 1.Securities legal services are used for finance purposes in this offering. The other services needed are: 2. Patent work dealing with housing components or process, which could be a source of income for the stockholders. Other areas that may be needed are 3. Opinion letters and 4. Copyright work. 5. General; covers services used for enforcing contracts or defending patents.

1. Securities	$25,000.00
2. Patent	$20,000.00
3. Copyright	$7,000.00
4.Opinion	$4,000.00
5. General	$8,000.00

Total **$64,000.00**

Maintenance:

Location: G&A

Sub Section: Maintenance

Line item 189-199

The maintenance budget is divided into four major categories, which cover both buildings.

Maintenance General	$7,000.00
Covers "unexpected" brakeage or repairs in Mfg physicality	
Building	$5,996.00
Covers building repairs	
Equipment	$21,350.00
Covers equipment repairs on the Mfg operation	
Utilities	$55,000.00
Covers electrical, water, sewage, HVAC	
Total	**$89,346.00**

Offices:

Office budget is broken down into 2 different groups:

Group 1. Capitalized equipment cost (covering computers, copiers, furniture, phone systems)

Group 2. Day-to-day operations cost: design software support, add-on licensed software, internet, internet phone support, plotter printer rented (size 32"x34") Services contract for copiers, in offices software support.

Group 1

Location: Capitalized Equipment cost

Line item 34

*7 Laptops with software (varied in configuration)	$24,000.00
*4 Plant Desktop computers with software and printer	$6,000.00
*High quality copier printer	$6,000.00
*Phone up grades and services	$8,000.00
*Offices furniture (cabinets, desks, chairs)	$30,000.00
Sub total	**$74,000.00**

Group 2

Location: G&A

Sub Section: Offices equipment & supplies

Line items 208-224

Internet, internet phone support	$3,000.00
Design software support	$2,000.00
Add-on licensed software	$2,000.00
In office software support	$6,000.00
Plotter printer, service copier, paper (rented)	$4,500.00
Presentation materials	$2,950.00

Sub total **$20,450.00**

Research and Development:
Location: Research Development
Line item 9-17
Used to test new materials and designs.
Total **$12,000.00**

Plant Labor Expenses:
Location: All Expenses
Line item 24-30
Location: Plant Labor
Line items 11-85
Plant labor covers both salaried and hourly personnel.
Line item explanation is the total cost for the personnel, covering all matching wages, tax, insurances and health care.

Salaries:
Line item explanation is the total cost for the personnel cover all matching wages, tax, insurances and health care.
Location: Office Staff Expenses
Line items 8-9-10-11-12

CEO	$148,600.00
CFO	$148,600.00
VP/HR	$148,600.00
Corporate Communications	$61,600.00
Accounting AR/AP	$50,000.00
Secretary	$38,400.00
Design/engineering	$73,200.00
Design ID	$57,640.00

Location: Plant labor
Line item 25

Plant Manger	$79,100.00

Location: Plant labor
Line item 11

Plant assistant Manger	$50,000.00

Location: Plant labor
Line item 39

Sales & Marketing:

Corporate presentation:

Location: G&A

Sub Section: Design-Presentation

Line item 91-92-100-101-103

Home court:

Location: Capitalized Equipment Cost

Line item 33

The home court budget is broken down into 4 areas:

1. Samples: parts of the exterior, composites wall, insulation of the home, framed or mounted and tagged.	$2,000.00
2. Design: support design, interior, layout, graphic	$10,000.00
3. Sales systems: Retail design, floor samples, paint and trim choices, options on layout, computer home walk-through	$40,000.00
4. Home product line: Land, materials for home models 5 to 7, garages, 3 outbuildings.	$448,000.00
Total budget	**$500,000.00**

Note: It is possible that the larger manufacturing building may have property which would allow the building of a home court on its property, saving property cost and transportation cost.

Printed material:

Location: Sales

Line item 10 & 26

"Sales, marketing brochures" 10,000 units, Postage $24,000.00

CD/ DVD:

Location: Sales

Line item 14 & 30

"Sales / marketing brochures" materials showing how a home is assembled. Programs for purchases/ Technical information/ homeowner support information. Information targeted for specific groups, which influences sales.

3600 units with labels $3,600.00

Web presentation, multi media:

Location: Sales

Line item 13 & 29

Web based presentation material that can be used for TV ads, small and large group presentation. Interactive online presentation material that helps convert a shopper to a buyer. Purchase for radio and TV ad space. $18,000.00

Travel/ hotel

Location: Sales

Line item 8 & 24 $6,000.00

Lodging
Location: Sales
Line item 12 & 28 $16,800.00

Car
Location: Sales
Line item 9 & 25 $5,160.00

Fuel:
Location: Sale
Line item 11 & 27
Fuel for car travel (24,000 miles) $3,600.00

Sub Total **$77,160.00**

Public Relations:
Location: G&A
Sub Section: Public Relations
Line item 239, Public Relations
Articles, Awards and public speaking which the company will promote through technical articles that are recognized by professionals in the related industries. $1,992.00

Central Operation $3.7 Million Expansion of Existing Plant

Financial models
10, 11, 11.1, 11.2, 11.3, 11.4

The financial models 10, 11, 11.1, 11.2, 11.3, 11.4 are of (one central operated plant over a period of 6 years) the following market conditions exist: A shrinking market with segments of the real estate market performing well. The performing segments are multi-family, LMI, and high-end infill specialty housing. The models performances span from excellent to poor. Included in these models are quick start-up and slow start-up production numbers. The models are funding PDG Domus Mfg LLC with 3.7 million dollars. Typically a plant requires 9 million dollars. The company could achieve an operating plant by using some of its existing equipment and leasing a second facility. This model uses approximately $4.5+ million dollars of existing equipment, molds, inventory, handling equipment and jigs. The use of existing equipment, coupled with 3.7 million dollars of equity-injected capital, create the approximated 9 million dollars required to start a scaled-up plant.

The management of the company believes that all finical models options should be presented for the investor to review.

Financial Model Covers:

- Time period 6 years
- One central operation plant
- 3 shifts
- First year production from 96 units to 288 units
- Personnel 75 first year, 99 peak
- 288 peak unit production
- Total cash injections $3.7 million

Note:

The spreadsheets are modeled on the home model 1380. The use of one home model and not a blend of homes were used to simplify spreadsheet modeling. This also allows the reviewer to get a better understanding of how the company turns a profit. The home model cost can be seen on Page 00, which shows the total cost from manufacturing to developers model. The example model uses the high cost model profile.

Due to daily market fluctuations, pricing should be used as a guideline with the understanding that adjustments for cost and sales price for the end buyer will be adjusted as the market changes.

PDG Domus Mfg LLC
Financial Model 10.0

The financial model 10.0 (6 years, one central operation plant) has the following market conditions: A shrinking market and simultaneously having 10% inflation on: materials, shipping/handling, land and area costs. Included in this model are low production numbers for the first year, 69 structures with three shifts.

Financial Model Covers:

- Time period 6 years
- One central operation plant
- 3 shifts
- Slow start-up production
- First year production 69 units, Second year 154 units, Third year 288 units
- Personnel 75 first year, 99 peak
- 288 peak units production
- 45 units breakeven 4th quarter
- $1,000,000.00 Leased equipment
- 10% more home cost (materials, land, area cost, shipping/handling)
- Total cash injections $3.7 million

	Year:	Year One:												Year One Total
10.0 central operation 1 plant	Month of Year:	1	2	3	4	5	6	7	8	9	10	11	12	
	Month:	1	2	3	4	5	6	7	8	9	10	11	12	
BALANCE SHEET	**Initial**													
Cash	$ 100,000	$ (1,886,732)	$ (1,727,089)	$ (1,549,951)	$ (1,058,076)	$ (744,854)	$ (340,920)	$ (117,423)	$ (99,526)	$ 35,446	$ 225,740	$ 484,587	$ 540,786	$ 540,786
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)		$ (15,362)	$ (30,724)	$ (46,086)	$ (61,448)	$ (76,810)	$ (92,172)	$ (107,534)	$ (122,896)	$ (138,258)	$ (153,620)	$ (168,982)	$ (184,344)	$ (184,344)
Molds/Tools/Press	$ 1,017,000	$ 3,401,687	$ 3,601,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press		$ (23,014)	$ (59,490)	$ (98,049)	$ (137,650)	$ (177,251)	$ (216,852)	$ (256,453)	$ (296,054)	$ (335,655)	$ (375,256)	$ (414,857)	$ (454,458)	$ (454,458)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 2,921,900	$ 3,281,479	$ 3,589,284	$ 3,912,501	$ 4,349,413	$ 4,607,672	$ 4,956,643	$ 5,125,177	$ 5,088,111	$ 5,168,120	$ 5,303,451	$ 5,507,335	$ 5,508,571	$ 5,508,571
Accounts Payable	$ 324,100	$ 484,096	$ 467,228	$ 483,190	$ 563,854	$ 604,407	$ 696,488	$ 902,981	$ 895,941	$ 1,101,142	$ 1,293,342	$ 1,491,542	$ 1,490,501	$ 1,490,501
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Note Payable	$ 1,256,731	$ 1,248,369	$ 1,239,969	$ 1,231,531	$ 1,223,054	$ 1,214,538	$ 1,205,984	$ 1,197,390	$ 1,188,757	$ 1,180,084	$ 1,171,372	$ 1,162,620	$ 1,153,828	$ 1,153,828
Equity Less Distributions	$ 1,341,069	$ 1,941,069	$ 2,541,069	$ 3,141,069	$ 3,741,069	$ 4,241,069	$ 4,741,069	$ 4,891,069	$ 5,041,069	$ 5,041,069	$ 5,041,069	$ 5,041,069	$ 5,035,583	$ 5,035,583
Earnings/Loss	$ -	$ (392,055)	$ (658,982)	$ (943,289)	$ (1,178,564)	$ (1,452,343)	$ (1,686,899)	$ (1,866,263)	$ (2,037,656)	$ (2,154,176)	$ (2,202,332)	$ (2,187,896)	$ (2,171,341)	$ (2,171,341)
Total Liabilities and Members' Equity	$ 2,921,900	$ 3,281,479	$ 3,589,284	$ 3,912,501	$ 4,349,413	$ 4,607,672	$ 4,956,643	$ 5,125,177	$ 5,088,111	$ 5,168,120	$ 5,303,451	$ 5,507,335	$ 5,508,571	$ 5,508,571
STATEMENT OF OPERATIONS														
Number of Plants Operating		1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH		1	2	2	3	3	4	6	6	8	10	12	12	69
Sales	$ -	$ 130,000	$ 260,000	$ 260,000	$ 390,000	$ 390,000	$ 520,000	$ 780,000	$ 780,000	$ 1,040,000	$ 1,300,000	$ 1,560,000	$ 1,560,000	$ 8,970,000
Total revenue +revenue from JV plant	$ -	$ 130,000	$ 260,000	$ 260,000	$ 390,000	$ 390,000	$ 520,000	$ 780,000	$ 780,000	$ 1,040,000	$ 1,300,000	$ 1,560,000	$ 1,560,000	$ 8,970,000
Direct Materials		$ 98,670	$ 197,340	$ 197,340	$ 296,010	$ 296,010	$ 394,680	$ 592,020	$ 592,020	$ 789,360	$ 986,700	$ 1,184,040	$ 1,184,040	$ 6,808,230
Plant Labor		$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 2,325,020
Research and Development		$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs		$ 23,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 78,000
Total Direct Costs		$ 316,422	$ 397,092	$ 397,092	$ 495,762	$ 495,762	$ 594,432	$ 791,772	$ 791,772	$ 989,112	$ 1,186,452	$ 1,383,792	$ 1,383,792	$ 9,223,250
Gross Profit		$ (186,422)	$ (137,092)	$ (137,092)	$ (105,762)	$ (105,762)	$ (74,432)	$ (11,772)	$ (11,772)	$ 50,888	$ 113,548	$ 176,208	$ 176,208	$ (253,250)
General and Administrative	$ -	$ 160,958	$ 63,458	$ 79,458	$ 61,491	$ 102,083	$ 95,533	$ 104,724	$ 97,724	$ 105,624	$ 100,524	$ 101,424	$ 100,424	$ 1,173,421
Interest expense	$ -	$ 6,717	$ 6,679	$ 6,640	$ 6,602	$ 6,563	$ 6,524	$ 6,485	$ 6,445	$ 6,406	$ 6,366	$ 6,326	$ 6,286	$ 78,040
Depreciation and Amortization	$ -	$ 38,376	$ 51,838	$ 53,921	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 638,802
Total General & Admin Expenses	$ -	$ 206,050	$ 121,975	$ 140,019	$ 123,055	$ 163,609	$ 157,020	$ 166,172	$ 159,132	$ 166,993	$ 161,853	$ 162,713	$ 161,673	$ 1,890,263
Interest Income	$ -	$ 417	$ (7,861)	$ (7,196)	$ (6,458)	$ (4,409)	$ (3,104)	$ (1,421)	$ (489)	$ (415)	$ 148	$ 941	$ 2,019	$ (27,828)
Income Before Taxes		$ (392,055)	$ (266,927)	$ (284,307)	$ (235,275)	$ (273,779)	$ (234,555)	$ (179,365)	$ (171,393)	$ (116,520)	$ (48,157)	$ 14,436	$ 16,555	$ (2,171,341)
Taxes		$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Net Income for Month	$ -	$ (392,055)	$ (266,927)	$ (284,307)	$ (235,275)	$ (273,779)	$ (234,555)	$ (179,365)	$ (171,393)	$ (116,520)	$ (48,157)	$ 14,436	$ 16,555	$ (2,171,341)
YTD Net Income Before Taxes	$ -	$ (392,055)	$ (658,982)	$ (943,289)	$ (1,178,564)	$ (1,452,343)	$ (1,686,899)	$ (1,866,263)	$ (2,037,656)	$ (2,154,176)	$ (2,202,332)	$ (2,187,896)	$ (2,171,341)	$ (2,171,341)
YTD Tax Expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Distributions	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 5,486	$ 6,291	$ 11,777
CASH FLOW														
Net Income	$ -	$ (392,055)	$ (266,927)	$ (284,307)	$ (235,275)	$ (273,779)	$ (234,555)	$ (179,365)	$ (171,393)	$ (116,520)	$ (48,157)	$ 14,436	$ 16,555	$ (2,171,341)
Depreciation and Amortization	$ -	$ 38,376	$ 51,838	$ 53,921	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 638,802
Change in:														
Plant Equipment	$ (921,700)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (921,700)
Molds/Tools/Press	$ (1,017,000)	$ (2,384,687)	$ (200,000)	$ (200,000)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (3,801,687)
Other Assets	$ (883,200)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (883,200)
Accounts Payable	$ 324,100	$ 159,996	$ (16,868)	$ 15,961	$ 80,664	$ 40,553	$ 92,081	$ 206,492	$ (7,040)	$ 205,201	$ 192,200	$ 198,200	$ (1,040)	$ 1,490,501
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Note Payable	$ 1,256,731	$ (8,362)	$ (8,400)	$ (8,438)	$ (8,477)	$ (8,516)	$ (8,555)	$ (8,594)	$ (8,633)	$ (8,673)	$ (8,712)	$ (8,752)	$ (8,792)	$ 1,153,828
Equity Less Distributions	$ 1,341,069	$ 600,000	$ 600,000	$ 600,000	$ 600,000	$ 500,000	$ 500,000	$ 150,000	$ 150,000	$ -	$ -	$ -	$ (5,486)	$ 5,035,583
0														
Net Cash Flow	100,000	$ (1,986,732)	$ 159,643	$ 177,137	$ 491,875	$ 313,221	$ 403,934	$ 223,497	$ 17,897	$ 134,972	$ 190,294	$ 258,847	$ 56,199	$ 540,786
Cash at Beginning	$ -	$ 100,000	$ (1,886,732)	$ (1,727,089)	$ (1,549,951)	$ (1,058,076)	$ (744,854)	$ (340,920)	$ (117,423)	$ (99,526)	$ 35,446	$ 225,740	$ 484,587	$ -
Cash at End	$ 100,000	$ (1,886,732)	$ (1,727,089)	$ (1,549,951)	$ (1,058,076)	$ (744,854)	$ (340,920)	$ (117,423)	$ (99,526)	$ 35,446	$ 225,740	$ 484,587	$ 540,786	$ 540,786
Equity Injections:		$ 600,000	$ 600,000	$ 600,000	$ 600,000	$ 500,000	$ 500,000	$ 150,000	$ 150,000	$ -	$ -	$ -	$ -	$ 3,700,000

	Year Two:												Year Two Total
10.0 central operation 1 plant	1	2	3	4	5	6	7	8	9	10	11	12	
	13	14	15	16	17	18	19	20	21	22	23	24	
BALANCE SHEET													
Cash	$ 595,021	$ 567,963	$ 556,193	$ 552,372	$ 549,536	$ 544,687	$ 529,818	$ 526,887	$ 521,942	$ 517,977	$ 1,034,995	$ 1,387,210	$ 1,387,210
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (199,706)	$ (215,068)	$ (230,430)	$ (245,792)	$ (261,154)	$ (276,516)	$ (291,878)	$ (307,240)	$ (322,602)	$ (337,964)	$ (353,326)	$ (368,688)	$ (368,688)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (494.059)	$ (533,660)	$ (573,261)	$ (612,862)	$ (652,463)	$ (692,064)	$ (731,665)	$ (771,266)	$ (810,867)	$ (850,468)	$ (890,069)	$ (929,670)	$ (929,670)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 5,507,843	$ 5,425,822	$ 5,359,089	$ 5,300,305	$ 5,242,506	$ 5,182,694	$ 5,112,862	$ 5,054,968	$ 4,995,060	$ 4,936,132	$ 5,398,187	$ 5,695,439	$ 5,695,439
Accounts Payable	$ 1,575,604	$ 1,560,137	$ 1,552,069	$ 1,551,000	$ 1,552,932	$ 1,562,863	$ 1,550,793	$ 1,552,723	$ 1,551,653	$ 1,550,582	$ 1,946,991	$ 2,146,160	$ 2,146,160
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Note Payable	$ 1,142,602	$ 1,128,670	$ 1,114,669	$ 1,100,600	$ 1,086,462	$ 1,072,255	$ 1,057,979	$ 1,043,632	$ 1,029,216	$ 1,014,729	$ 1,000,171	$ 985,542	$ 985,542
Equity Less Distributions	$ 5,029,292	$ 5,029,292	$ 5,029,292	$ 5,029,292	$ 5,029,292	$ 5,029,292	$ 5,029,292	$ 5,029,292	$ 5,029,292	$ 5,029,292	$ 5,029,292	$ 4,998,815	$ 4,998,815
Earnings/Loss	$ (2,239,655)	$ (2,292,276)	$ (2,336,941)	$ (2,380,587)	$ (2,426,180)	$ (2,481,716)	$ (2,525,202)	$ (2,570,680)	$ (2,615,101)	$ (2,658,471)	$ (2,578,267)	$ (2,435,077)	$ (2,435,077)
Total Liabilities and Members' Equity	$ 5,507,843	$ 5,425,822	$ 5,359,089	$ 5,300,305	$ 5,242,506	$ 5,182,694	$ 5,112,862	$ 5,054,968	$ 4,995,060	$ 4,936,132	$ 5,398,187	$ 5,695,439	$ 5,695,439
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	12	12	12	12	12	12	12	12	12	12	16	18	154
Sales	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 2,080,000	$ 2,340,000	$ 20,020,000
Total revenue +revenue from JV plant	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 2,080,000	$ 2,340,000	$ 20,020,000
Direct Materials	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,578,720	$ 1,776,060	$ 15,195,180
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,841,730	$ 2,039,070	$ 18,351,301
Gross Profit	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 238,270	$ 300,930	$ 1,668,699
General and Administrative	$ 122,624	$ 107,224	$ 99,224	$ 98,224	$ 100,224	$ 110,224	$ 98,224	$ 100,224	$ 99,224	$ 98,224	$ 100,024	$ 101,924	$ 1,235,584
Interest expense	$ 5,931	$ 5,863	$ 5,795	$ 5,726	$ 5,658	$ 5,589	$ 5,519	$ 5,449	$ 5,379	$ 5,308	$ 5,238	$ 5,166	$ 66,622
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 183,517	$ 168,050	$ 159,982	$ 158,913	$ 160,845	$ 170,775	$ 158,706	$ 160,636	$ 159,566	$ 158,495	$ 160,224	$ 162,053	$ 1,961,762
Interest Income	$ 2,253	$ 2,479	$ 2,367	$ 2,317	$ 2,302	$ 2,290	$ 2,270	$ 2,208	$ 2,195	$ 2,175	$ 2,158	$ 4,312	$ 29,326
Income Before Taxes	$ (68,314)	$ (52,621)	$ (44,665)	$ (43,646)	$ (45,593)	$ (55,536)	$ (43,486)	$ (45,478)	$ (44,421)	$ (43,370)	$ 80,204	$ 143,189	$ (263,736)
Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Net Income for Month	$ (68,314)	$ (52,621)	$ (44,665)	$ (43,646)	$ (45,593)	$ (55,536)	$ (43,486)	$ (45,478)	$ (44,421)	$ (43,370)	$ 80,204	$ 143,189	$ (263,736)
YTD Net Income Before Taxes	$ (2,239,655)	$ (2,292,276)	$ (2,336,941)	$ (2,380,587)	$ (2,426,180)	$ (2,481,716)	$ (2,525,202)	$ (2,570,680)	$ (2,615,101)	$ (2,658,471)	$ (2,578,267)	$ (2,435,077)	$ (2,435,077)
YTD Tax Expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Distributions	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 30,477	$ 54,412	$ 84,889
CASH FLOW													
Net Income	$ (68,314)	$ (52,621)	$ (44,665)	$ (43,646)	$ (45,593)	$ (55,536)	$ (43,486)	$ (45,478)	$ (44,421)	$ (43,370)	$ 80,204	$ 143,189	$ (263,736)
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 85,103	$ (15,468)	$ (8,068)	$ (1,069)	$ 1,932	$ 9,931	$ (12,070)	$ 1,930	$ (1,070)	$ (1,071)	$ 396,410	$ 199,168	$ 655,658
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Note Payable	$ (11,225)	$ (13,933)	$ (14,001)	$ (14,069)	$ (14,138)	$ (14,207)	$ (14,276)	$ (14,346)	$ (14,416)	$ (14,487)	$ (14,558)	$ (14,629)	$ (168,286)
Equity Less Distributions	$ (6,291)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (30,477)	$ (36,768)
Net Cash Flow	$ 54,235	$ (27,058)	$ (11,770)	$ (3,821)	$ (2,836)	$ (4,849)	$ (14,869)	$ (2,931)	$ (4,945)	$ (3,965)	$ 517,018	$ 352,214	$ 846,424
Cash at Beginning	$ 540,786	$ 595,021	$ 567,963	$ 556,193	$ 552,372	$ 549,536	$ 544,687	$ 529,818	$ 526,887	$ 521,942	$ 517,977	$ 1,034,995	$ 540,786
Cash at End	$ 595,021	$ 567,963	$ 556,193	$ 552,372	$ 549,536	$ 544,687	$ 529,818	$ 526,887	$ 521,942	$ 517,977	$ 1,034,995	$ 1,387,210	$ 1,387,210
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

	Year Three:												Year Three Total
10.0 central operation 1 plant	1	2	3	4	5	6	7	8	9	10	11	12	
	25	26	27	28	29	30	31	32	33	34	35	36	
BALANCE SHEET													
Cash	$ 2,297,717	$ 2,526,033	$ 2,770,756	$ 3,017,040	$ 3,266,724	$ 3,509,590	$ 3,759,555	$ 4,009,218	$ 4,258,887	$ 4,506,489	$ 4,751,342	$ 4,996,173	$ 4,996,173
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (384,050)	$ (399,412)	$ (414,774)	$ (430,136)	$ (445,498)	$ (460,860)	$ (476,222)	$ (491,584)	$ (506,946)	$ (522,308)	$ (537,670)	$ (553,032)	$ (553,032)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (969,271)	$ (1,008,872)	$ (1,048,473)	$ (1,088,074)	$ (1,127,675)	$ (1,167,276)	$ (1,206,877)	$ (1,246,478)	$ (1,286,079)	$ (1,325,680)	$ (1,365,281)	$ (1,404,882)	$ (1,404,882)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 6,550,983	$ 6,724,336	$ 6,914,096	$ 7,105,417	$ 7,300,138	$ 7,488,041	$ 7,683,043	$ 7,877,743	$ 8,072,449	$ 8,265,088	$ 8,454,978	$ 8,644,846	$ 8,644,846
Accounts Payable	$ 2,773,509	$ 2,746,137	$ 2,744,564	$ 2,739,992	$ 2,751,919	$ 2,741,345	$ 2,742,771	$ 2,739,697	$ 2,741,122	$ 2,746,547	$ 2,747,472	$ 2,747,897	$ 2,747,897
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 3,984	$ 6,812	$ 6,725	$ 6,727	$ 6,738	$ 6,738
Note Payable	$ 970,841	$ 956,068	$ 941,223	$ 926,305	$ 911,314	$ 896,250	$ 881,111	$ 865,899	$ 850,612	$ 835,250	$ 819,812	$ 804,299	$ 804,299
Equity Less Distributions	$ 4,944,403	$ 4,831,426	$ 4,706,606	$ 4,580,827	$ 4,452,923	$ 4,329,161	$ 4,200,986	$ 4,072,968	$ 3,944,900	$ 3,818,053	$ 3,692,839	$ 3,567,585	$ 3,567,585
Earnings/Loss	$ (2,137,769)	$ (1,809,295)	$ (1,478,297)	$ (1,141,707)	$ (816,017)	$ (478,714)	$ (141,826)	$ 195,196	$ 529,003	$ 858,513	$ 1,188,128	$ 1,518,328	$ 1,518,328
Total Liabilities and Members' Equity	$ 6,550,983	$ 6,724,336	$ 6,914,096	$ 7,105,417	$ 7,300,138	$ 7,488,041	$ 7,683,043	$ 7,877,743	$ 8,072,449	$ 8,265,088	$ 8,454,978	$ 8,644,846	$ 8,644,846
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Direct Materials	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 28,416,960
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 31,573,081
Gross Profit	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 5,866,919
General and Administrative	$ 137,324	$ 110,024	$ 108,524	$ 104,024	$ 116,024	$ 105,524	$ 107,024	$ 104,024	$ 105,524	$ 111,024	$ 112,024	$ 112,524	$ 1,333,584
Interest expense	$ 5,095	$ 5,023	$ 4,951	$ 4,878	$ 4,805	$ 4,731	$ 4,658	$ 4,583	$ 4,508	$ 4,434	$ 4,358	$ 4,283	$ 56,307
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 197,382	$ 170,010	$ 168,437	$ 163,865	$ 175,792	$ 165,218	$ 166,644	$ 163,570	$ 164,995	$ 170,420	$ 171,345	$ 171,769	$ 2,049,446
Interest Income	$ 5,780	$ 9,574	$ 10,525	$ 11,545	$ 12,571	$ 13,611	$ 14,623	$ 15,665	$ 16,705	$ 17,745	$ 18,777	$ 19,797	$ 166,918
Income Before Taxes	$ 297,308	$ 328,474	$ 330,998	$ 336,590	$ 325,689	$ 337,303	$ 336,889	$ 341,005	$ 340,620	$ 336,235	$ 336,342	$ 336,937	$ 3,984,391
Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 3,984	$ 6,812	$ 6,725	$ 6,727	$ 6,738	$ 30,986
Net Income for Month	$ 297,308	$ 328,474	$ 330,998	$ 336,590	$ 325,689	$ 337,303	$ 336,889	$ 337,021	$ 333,808	$ 329,510	$ 329,615	$ 330,199	$ 3,953,405
YTD Net Income Before Taxes	$ (2,137,769)	$ (1,809,295)	$ (1,478,297)	$ (1,141,707)	$ (816,017)	$ (478,714)	$ (141,826)	$ 199,180	$ 539,799	$ 876,034	$ 1,212,376	$ 1,549,314	$ 1,549,314
YTD Tax Expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 3,984	$ 10,796	$ 17,521	$ 24,248	$ 30,986	$ 30,986
Distributions	$ 112,977	$ 124,820	$ 125,779	$ 127,904	$ 123,762	$ 128,175	$ 128,018	$ 128,068	$ 126,847	$ 125,214	$ 125,254	$ 125,476	$ 1,502,294
CASH FLOW													
Net Income	$ 297,308	$ 328,474	$ 330,998	$ 336,590	$ 325,689	$ 337,303	$ 336,889	$ 337,021	$ 333,808	$ 329,510	$ 329,615	$ 330,199	$ 3,953,405
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 627,349	$ (27,372)	$ (1,572)	$ (4,573)	$ 11,927	$ (10,574)	$ 1,427	$ (3,075)	$ 1,425	$ 5,425	$ 925	$ 425	$ 601,737
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 3,984	$ 2,828	$ (87)	$ 2	$ 11	$ 6,738
Note Payable	$ (14,701)	$ (14,773)	$ (14,845)	$ (14,918)	$ (14,991)	$ (15,064)	$ (15,138)	$ (15,213)	$ (15,287)	$ (15,362)	$ (15,437)	$ (15,513)	$ (181,243)
Equity Less Distributions	$ (54,412)	$ (112,977)	$ (124,820)	$ (125,779)	$ (127,904)	$ (123,762)	$ (128,175)	$ (128,018)	$ (128,068)	$ (126,847)	$ (125,214)	$ (125,254)	$ (1,431,230)
0													
Net Cash Flow	$ 910,508	$ 228,315	$ 244,723	$ 246,284	$ 249,684	$ 242,866	$ 249,965	$ 249,663	$ 249,669	$ 247,602	$ 244,853	$ 244,831	$ 3,608,963
Cash at Beginning	$ 1,387,210	$ 2,297,717	$ 2,526,033	$ 2,770,756	$ 3,017,040	$ 3,266,724	$ 3,509,590	$ 3,759,555	$ 4,009,218	$ 4,258,887	$ 4,506,489	$ 4,751,342	$ 1,387,210
Cash at End	$ 2,297,717	$ 2,526,033	$ 2,770,756	$ 3,017,040	$ 3,266,724	$ 3,509,590	$ 3,759,555	$ 4,009,218	$ 4,258,887	$ 4,506,489	$ 4,751,342	$ 4,996,173	$ 4,996,173
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

	Year Four:												Year Four Total
10.0 central operation 1 plant	1	2	3	4	5	6	7	8	9	10	11	12	
	37	38	39	40	41	42	43	44	45	46	47	48	
BALANCE SHEET													
Cash	$ 5,241,290	$ 5,473,631	$ 5,719,998	$ 5,966,069	$ 6,214,251	$ 6,464,249	$ 6,715,155	$ 6,969,402	$ 7,220,012	$ 7,474,562	$ 7,726,389	$ 7,981,247	$ 7,981,247
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (568,394)	$ (583,756)	$ (599,118)	$ (614,480)	$ (629,842)	$ (645,204)	$ (660,566)	$ (675,928)	$ (691,290)	$ (706,652)	$ (722,014)	$ (737,376)	$ (737,376)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (1,444,483)	$ (1,484,084)	$ (1,523,685)	$ (1,563,286)	$ (1,602,887)	$ (1,642,488)	$ (1,682,089)	$ (1,721,690)	$ (1,761,291)	$ (1,800,892)	$ (1,840,493)	$ (1,880,094)	$ (1,880,094)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 8,835,000	$ 9,012,378	$ 9,203,782	$ 9,394,890	$ 9,588,109	$ 9,783,144	$ 9,979,087	$ 10,178,371	$ 10,374,018	$ 10,573,605	$ 10,770,469	$ 10,970,364	$ 10,970,364
Accounts Payable	$ 2,769,820	$ 2,747,544	$ 2,748,967	$ 2,746,389	$ 2,744,312	$ 2,743,734	$ 2,739,155	$ 2,746,076	$ 2,740,496	$ 2,745,918	$ 2,741,837	$ 2,740,256	$ 2,740,256
Accrued City Income Taxes	$ 6,321	$ 6,787	$ 6,777	$ 6,850	$ 6,911	$ 6,944	$ 7,057	$ 6,939	$ 7,071	$ 6,984	$ 7,087	$ 7,140	$ 7,140
Note Payable	$ 788,710	$ 773,044	$ 757,301	$ 741,481	$ 725,583	$ 709,607	$ 693,553	$ 677,420	$ 661,207	$ 644,915	$ 628,542	$ 612,090	$ 612,090
Equity Less Distributions	$ 3,442,109	$ 3,324,418	$ 3,198,051	$ 3,071,853	$ 2,944,313	$ 2,815,617	$ 2,686,321	$ 2,554,932	$ 2,425,731	$ 2,294,058	$ 2,164,015	$ 2,032,057	$ 2,032,057
Earnings/Loss	$ 1,828,041	$ 2,160,586	$ 2,492,686	$ 2,828,317	$ 3,166,990	$ 3,507,243	$ 3,853,002	$ 4,193,004	$ 4,539,513	$ 4,881,731	$ 5,228,988	$ 5,578,822	$ 5,578,822
Total Liabilities and Members' Equity	$ 8,835,000	$ 9,012,378	$ 9,203,782	$ 9,394,890	$ 9,588,109	$ 9,783,144	$ 9,979,087	$ 10,178,371	$ 10,374,018	$ 10,573,605	$ 10,770,469	$ 10,970,364	$ 10,970,364
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Direct Materials	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 28,416,960
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 31,573,081
Gross Profit	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 5,866,919
General and Administrative	$ 134,524	$ 112,324	$ 113,824	$ 111,324	$ 109,324	$ 108,824	$ 104,324	$ 111,324	$ 105,824	$ 111,324	$ 107,324	$ 105,824	$ 1,336,084
Interest expense	$ 4,206	$ 4,130	$ 4,053	$ 3,976	$ 3,898	$ 3,820	$ 3,741	$ 3,662	$ 3,583	$ 3,504	$ 3,424	$ 3,342	$ 45,339
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 193,693	$ 171,417	$ 172,840	$ 170,262	$ 168,185	$ 167,607	$ 163,027	$ 169,949	$ 164,369	$ 169,790	$ 165,710	$ 164,129	$ 2,040,978
Interest Income	$ 20,817	$ 21,839	$ 22,807	$ 23,833	$ 24,859	$ 25,893	$ 26,934	$ 27,980	$ 29,039	$ 30,083	$ 31,144	$ 32,193	$ 317,421
Income Before Taxes	$ 316,034	$ 339,332	$ 338,877	$ 342,481	$ 345,584	$ 347,196	$ 352,816	$ 346,941	$ 353,580	$ 349,202	$ 354,344	$ 356,974	$ 4,143,362
Taxes	$ 6,321	$ 6,787	$ 6,777	$ 6,850	$ 6,911	$ 6,944	$ 7,057	$ 6,939	$ 7,071	$ 6,984	$ 7,087	$ 7,140	$ 82,868
Net Income for Month	$ 309,713	$ 332,545	$ 332,100	$ 335,631	$ 338,673	$ 340,252	$ 345,759	$ 340,002	$ 346,509	$ 342,218	$ 347,257	$ 349,834	$ 4,060,494
YTD Net Income Before Taxes	$ 1,865,348	$ 2,204,680	$ 2,543,557	$ 2,886,038	$ 3,231,622	$ 3,578,819	$ 3,931,635	$ 4,278,576	$ 4,632,156	$ 4,981,358	$ 5,335,702	$ 5,692,676	$ 5,692,676
YTD Tax Expense	$ 37,307	$ 44,094	$ 50,871	$ 57,721	$ 64,632	$ 71,576	$ 78,633	$ 85,572	$ 92,643	$ 99,627	$ 106,714	$ 113,854	$ 113,854
Distributions	$ 117,691	$ 126,367	$ 126,198	$ 127,540	$ 128,696	$ 129,296	$ 131,389	$ 129,201	$ 131,673	$ 130,043	$ 131,958	$ 132,937	$ 1,542,989
CASH FLOW													
Net Income	$ 309,713	$ 332,545	$ 332,100	$ 335,631	$ 338,673	$ 340,252	$ 345,759	$ 340,002	$ 346,509	$ 342,218	$ 347,257	$ 349,834	$ 4,060,494
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 21,923	$ (22,276)	$ 1,423	$ (2,577)	$ (2,078)	$ (578)	$ (4,579)	$ 6,922	$ (5,580)	$ 5,421	$ (4,080)	$ (1,581)	$ (7,641)
Accrued City Income Taxes	$ (417)	$ 466	$ (10)	$ 73	$ 61	$ 33	$ 113	$ (118)	$ 132	$ (87)	$ 103	$ 53	$ 402
Note Payable	$ (15,589)	$ (15,666)	$ (15,743)	$ (15,820)	$ (15,898)	$ (15,976)	$ (16,054)	$ (16,133)	$ (16,213)	$ (16,292)	$ (16,372)	$ (16,453)	$ (192,209)
Equity Less Distributions	$ (125,476)	$ (117,691)	$ (126,367)	$ (126,198)	$ (127,540)	$ (128,696)	$ (129,296)	$ (131,389)	$ (129,201)	$ (131,673)	$ (130,043)	$ (131,958)	$ (1,535,528)
Net Cash Flow	$ 245,117	$ 232,341	$ 246,366	$ 246,071	$ 248,182	$ 249,999	$ 250,906	$ 254,246	$ 250,610	$ 254,550	$ 251,827	$ 254,858	$ 2,985,074
Cash at Beginning	$ 4,996,173	$ 5,241,290	$ 5,473,631	$ 5,719,998	$ 5,966,069	$ 6,214,251	$ 6,464,249	$ 6,715,155	$ 6,969,402	$ 7,220,012	$ 7,474,562	$ 7,726,389	$ 4,996,173
Cash at End	$ 5,241,290	$ 5,473,631	$ 5,719,998	$ 5,966,069	$ 6,214,251	$ 6,464,249	$ 6,715,155	$ 6,969,402	$ 7,220,012	$ 7,474,562	$ 7,726,389	$ 7,981,247	$ 7,981,247
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

	Year Five:												Year Five Total
10.0 central operation 1 plant	1	2	3	4	5	6	7	8	9	10	11	12	
	49	50	51	52	53	54	55	56	57	58	59	60	
BALANCE SHEET													
Cash	$ 8,237,635	$ 8,432,790	$ 8,643,800	$ 8,856,249	$ 9,077,406	$ 9,292,727	$ 9,514,017	$ 9,736,758	$ 9,960,030	$ 10,182,923	$ 10,405,131	$ 10,625,742	$ 10,625,742
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (752,738)	$ (768,100)	$ (783,462)	$ (798,824)	$ (814,186)	$ (829,548)	$ (844,910)	$ (860,272)	$ (875,634)	$ (890,996)	$ (906,358)	$ (921,700)	$ (921,700)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (1,919,695)	$ (1,959,296)	$ (1,998,897)	$ (2,038,498)	$ (2,078,099)	$ (2,117,700)	$ (2,157,301)	$ (2,196,902)	$ (2,236,503)	$ (2,276,104)	$ (2,315,705)	$ (2,355,306)	$ (2,355,306)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 11,171,789	$ 11,311,981	$ 11,468,028	$ 11,625,514	$ 11,791,708	$ 11,952,066	$ 12,118,393	$ 12,286,171	$ 12,454,480	$ 12,622,410	$ 12,789,655	$ 12,955,323	$ 12,955,323
Accounts Payable	$ 2,841,975	$ 2,816,394	$ 2,814,812	$ 2,801,231	$ 2,811,648	$ 2,802,565	$ 2,800,981	$ 2,800,897	$ 2,802,313	$ 2,804,228	$ 2,807,643	$ 2,802,057	$ 2,802,057
Accrued City Income Taxes	$ 5,126	$ 5,659	$ 5,707	$ 5,997	$ 5,806	$ 6,006	$ 6,055	$ 6,076	$ 6,066	$ 6,046	$ 5,996	$ 6,127	$ 6,127
Note Payable	$ 595,556	$ 578,941	$ 562,244	$ 545,464	$ 528,603	$ 511,658	$ 494,630	$ 477,518	$ 460,321	$ 443,040	$ 425,674	$ 408,222	$ 408,222
Equity Less Distributions	$ 1,899,120	$ 1,803,668	$ 1,698,291	$ 1,592,022	$ 1,480,368	$ 1,372,264	$ 1,260,434	$ 1,147,680	$ 1,034,552	$ 921,605	$ 809,025	$ 697,371	$ 697,371
Earnings/Loss	$ 5,830,012	$ 6,107,319	$ 6,386,974	$ 6,680,799	$ 6,965,284	$ 7,259,573	$ 7,556,294	$ 7,854,000	$ 8,151,228	$ 8,447,491	$ 8,741,318	$ 9,041,545	$ 9,041,545
Total Liabilities and Members' Equity	$ 11,171,789	$ 11,311,981	$ 11,468,028	$ 11,625,514	$ 11,791,708	$ 11,952,066	$ 12,118,393	$ 12,286,171	$ 12,454,480	$ 12,622,410	$ 12,789,655	$ 12,955,323	$ 12,955,323
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1 0	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Direct Materials	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 28,416,960
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 31,573,081
Gross Profit	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 5,866,919
General and Administrative	$ 207,624	$ 182,124	$ 180,624	$ 167,124	$ 177,624	$ 168,624	$ 167,124	$ 167,124	$ 168,624	$ 170,624	$ 174,124	$ 168,624	$ 2,099,984
Interest expense	$ 3,262	$ 3,181	$ 3,098	$ 3,017	$ 2,934	$ 2,851	$ 2,767	$ 2,683	$ 2,600	$ 2,515	$ 2,429	$ 2,344	$ 33,680
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,943	$ 659,536
Total General & Admin Expenses	$ 265,848	$ 240,267	$ 238,685	$ 225,104	$ 235,521	$ 226,438	$ 224,854	$ 224,770	$ 226,186	$ 228,101	$ 231,516	$ 225,910	$ 2,793,200
Interest Income	$ 33,255	$ 34,323	$ 35,137	$ 36,016	$ 36,901	$ 37,823	$ 38,720	$ 39,642	$ 40,570	$ 41,500	$ 42,429	$ 43,355	$ 459,671
Income Before Taxes	$ 256,317	$ 282,966	$ 285,362	$ 299,822	$ 290,290	$ 300,295	$ 302,776	$ 303,782	$ 303,294	$ 302,309	$ 299,823	$ 306,355	$ 3,533,391
Taxes	$ 5,126	$ 5,659	$ 5,707	$ 5,997	$ 5,806	$ 6,006	$ 6,055	$ 6,076	$ 6,066	$ 6,046	$ 5,996	$ 6,127	$ 70,667
Net Income for Month	$ 251,191	$ 277,307	$ 279,655	$ 293,825	$ 284,484	$ 294,289	$ 296,721	$ 297,706	$ 297,228	$ 296,263	$ 293,827	$ 300,228	$ 3,462,724
YTD Net Income Before Taxes	$ 5,948,992	$ 6,231,958	$ 6,517,320	$ 6,817,142	$ 7,107,433	$ 7,407,728	$ 7,710,504	$ 8,014,286	$ 8,317,580	$ 8,619,889	$ 8,919,712	$ 9,226,066	$ 9,226,066
YTD Tax Expense	$ 118,980	$ 124,639	$ 130,346	$ 136,343	$ 142,149	$ 148,155	$ 154,210	$ 160,286	$ 166,352	$ 172,398	$ 178,394	$ 184,521	$ 184,521
Distributions	$ 95,452	$ 105,377	$ 106,269	$ 111,654	$ 108,104	$ 111,830	$ 112,754	$ 113,128	$ 112,947	$ 112,580	$ 111,654	$ 114,087	$ 1,315,836
CASH FLOW													
Net Income	$ 251,191	$ 277,307	$ 279,655	$ 293,825	$ 284,484	$ 294,289	$ 296,721	$ 297,706	$ 297,228	$ 296,263	$ 293,827	$ 300,228	$ 3,462,724
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,943	$ 659,536
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 101,719	$ (25,581)	$ (1,582)	$ (13,581)	$ 10,417	$ (9,083)	$ (1,584)	$ (84)	$ 1,416	$ 1,915	$ 3,415	$ (5,586)	$ 61,801
Accrued City Income Taxes	$ (2,014)	$ 533	$ 48	$ 290	$ (191)	$ 200	$ 49	$ 21	$ (10)	$ (20)	$ (50)	$ 131	$ (1,013)
Note Payable	$ (16,534)	$ (16,615)	$ (16,697)	$ (16,779)	$ (16,862)	$ (16,945)	$ (17,028)	$ (17,112)	$ (17,196)	$ (17,281)	$ (17,366)	$ (17,452)	$ (203,868)
Equity Less Distributions	$ (132,937)	$ (95,452)	$ (105,377)	$ (106,269)	$ (111,654)	$ (108,104)	$ (111,830)	$ (112,754)	$ (113,128)	$ (112,947)	$ (112,580)	$ (111,654)	$ (1,334,686)
Net Cash Flow	$ 256,388	$ 195,155	$ 211,010	$ 212,449	$ 221,158	$ 215,320	$ 221,291	$ 222,740	$ 223,273	$ 222,893	$ 222,208	$ 220,610	$ 2,644,494
Cash at Beginning	$ 7,981,247	$ 8,237,635	$ 8,432,790	$ 8,643,800	$ 8,856,249	$ 9,077,406	$ 9,292,727	$ 9,514,017	$ 9,736,758	$ 9,960,030	$ 10,182,923	$ 10,405,131	$ 7,981,247
Cash at End	$ 8,237,635	$ 8,432,790	$ 8,643,800	$ 8,856,249	$ 9,077,406	$ 9,292,727	$ 9,514,017	$ 9,736,758	$ 9,960,030	$ 10,182,923	$ 10,405,131	$ 10,625,742	$ 10,625,742
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

	Year Six												Year Six Total
10.0 central operation 1 plant	1	2	3	4	5	6	7	8	9	10	11	12	
	61	62	63	64	65	66	67	68	69	70	71	72	
BALANCE SHEET													
Cash	$ 10,859,642	$ 11,088,142	$ 11,317,192	$ 11,546,805	$ 11,776,980	$ 12,007,720	$ 12,239,025	$ 12,470,899	$ 12,703,340	$ 12,936,352	$ 13,169,933	$ 13,404,089	$ 13,404,089
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (2,394,907)	$ (2,434,508)	$ (2,474,109)	$ (2,513,710)	$ (2,553,311)	$ (2,592,912)	$ (2,632,513)	$ (2,672,114)	$ (2,711,715)	$ (2,751,316)	$ (2,790,917)	$ (2,830,518)	$ (2,830,518)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 13,149,622	$ 13,338,521	$ 13,527,970	$ 13,717,982	$ 13,908,556	$ 14,099,695	$ 14,291,399	$ 14,483,672	$ 14,676,512	$ 14,869,923	$ 15,063,903	$ 15,258,458	$ 15,258,458
Accounts Payable	$ 2,801,971	$ 2,801,924	$ 2,801,877	$ 2,801,829	$ 2,801,781	$ 2,801,733	$ 2,801,684	$ 2,801,635	$ 2,801,586	$ 2,801,536	$ 2,801,487	$ 2,801,437	$ 2,801,437
Accrued City Income Taxes	$ 6,454	$ 6,475	$ 6,494	$ 6,515	$ 6,534	$ 6,555	$ 6,575	$ 6,595	$ 6,616	$ 6,636	$ 6,656	$ 6,677	$ 6,677
Note Payable	$ 400,120	$ 391,970	$ 383,773	$ 375,528	$ 367,235	$ 358,894	$ 350,505	$ 342,066	$ 333,578	$ 325,041	$ 316,454	$ 307,817	$ 307,817
Equity Less Distributions	$ 583,284	$ 463,110	$ 342,555	$ 221,628	$ 100,328	$ (21,347)	$ (143,396)	$ (265,821)	$ (388,624)	$ (511,804)	$ (635,364)	$ (759,304)	$ (759,304)
Earnings/Loss	$ 9,357,793	$ 9,675,042	$ 9,993,271	$ 10,312,481	$ 10,632,677	$ 10,953,860	$ 11,276,032	$ 11,599,197	$ 11,923,356	$ 12,248,513	$ 12,574,671	$ 12,901,831	$ 12,901,831
Total Liabilities and Members' Equity	$ 13,149,622	$ 13,338,521	$ 13,527,970	$ 13,717,982	$ 13,908,556	$ 14,099,695	$ 14,291,399	$ 14,483,672	$ 14,676,512	$ 14,869,923	$ 15,063,903	$ 15,258,458	$ 15,258,458
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	37440000
Direct Materials	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Plant Labor	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 28,416,960
Research and Development	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Plant Costs	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Total Direct Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	31573080.56
Gross Profit	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	5866919.44
General and Administrative	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Interest expense	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 2,023,484
Depreciation and Amortization	$ 2,258	$ 2,210	$ 2,163	$ 2,115	$ 2,067	$ 2,019	$ 1,970	$ 1,921	$ 1,872	$ 1,823	$ 1,773	$ 1,723	$ 23,915
Total General & Admin Expenses	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 475,212
	210482.2791	210435.0987	210387.638	210339.8953	210291.8689	210243.5572	210194.9583	210146.0705	210096.8921	210047.4213	209997.6563	209947.5954	2522610.931
Interest Income	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	44274	45249	46201	47155	48112	49071	50032	50996	51962	52931	53901	54875	594759
Income Before Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Taxes	$ 322,702	$ 323,724	$ 324,723	$ 325,725	$ 326,730	$ 327,737	$ 328,747	$ 329,760	$ 330,775	$ 331,794	$ 332,813	$ 333,837	$ 3,939,068
	6454	6475	6494	6515	6534	6555	6575	6595	6616	6636	6656	6677	78782
Net Income for Month	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
YTD Net Income Before Taxes	$ 316,248	$ 317,249	$ 318,229	$ 319,210	$ 320,196	$ 321,182	$ 322,172	$ 323,165	$ 324,159	$ 325,158	$ 326,157	$ 327,160	$ 3,860,286
YTD Tax Expense	$ 9,548,768	$ 9,872,492	$ 10,197,215	$ 10,522,940	$ 10,849,670	$ 11,177,408	$ 11,506,155	$ 11,835,915	$ 12,166,690	$ 12,498,483	$ 12,831,297	$ 13,165,134	$ 13,165,134
Distributions	$ 190,975	$ 197,450	$ 203,944	$ 210,459	$ 216,993	$ 223,548	$ 230,123	$ 236,718	$ 243,334	$ 249,970	$ 256,626	$ 263,303	$ 263,303
CASH FLOW	120174	120555	120927	121300	121675	122049	122425	122803	123180	123560	123940	124321	1466909
Net Income	$ 316,248	$ 317,249	$ 318,229	$ 319,210	$ 320,196	$ 321,182	$ 322,172	$ 323,165	$ 324,159	$ 325,158	$ 326,157	$ 327,160	$ 3,860,286
Depreciation and Amortization	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 475,212
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ (86)	$ (47)	$ (47)	$ (48)	$ (48)	$ (48)	$ (49)	$ (49)	$ (49)	$ (49)	$ (50)	$ (50)	$ (621)
Accrued City Income Taxes	$ 327	$ 21	$ 19	$ 21	$ 19	$ 21	$ 20	$ 20	$ 21	$ 20	$ 20	$ 21	$ 550
Note Payable	$ (8,102)	$ (8,150)	$ (8,197)	$ (8,245)	$ (8,293)	$ (8,341)	$ (8,390)	$ (8,439)	$ (8,488)	$ (8,537)	$ (8,587)	$ (8,637)	$ (100,405)
Equity Less Distributions	$ (114,087)	$ (120,174)	$ (120,555)	$ (120,927)	$ (121,300)	$ (121,675)	$ (122,049)	$ (122,425)	$ (122,803)	$ (123,180)	$ (123,560)	$ (123,940)	$ (1,456,675)
Net Cash Flow	$ 233,900	$ 228,500	$ 229,050	$ 229,613	$ 230,175	$ 230,740	$ 231,306	$ 231,873	$ 232,441	$ 233,012	$ 233,582	$ 234,155	$ 2,778,347
Cash at Beginning	$ 10,625,742	$ 10,859,642	$ 11,088,142	$ 11,317,192	$ 11,546,805	$ 11,776,980	$ 12,007,720	$ 12,239,025	$ 12,470,899	$ 12,703,340	$ 12,936,352	$ 13,169,933	$ 10,625,742
Cash at End	$ 10,859,642	$ 11,088,142	$ 11,317,192	$ 11,546,805	$ 11,776,980	$ 12,007,720	$ 12,239,025	$ 12,470,899	$ 12,703,340	$ 12,936,352	$ 13,169,933	$ 13,404,089	$ 13,404,089
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

PDG Domus Mfg LLC
Financial Model 11.0

The financial model 11.0 (6 years, one central operation plant) has the following market conditions: A shrinking market and simultaneously having 10% inflation on: materials, shipping handling, land and area costs. Included in this model are medium production numbers for the first year, 120 structures with three shifts.

Financial Model Covers:

- Time period 6 years
- One central operation plant
- 3 shifts
- Medium start-up production
- First year production 120 units, Second year 154 units, Third year 288 units
- Personnel 75 first year, 99 peak
- 288 peak units production
- 48 units breakeven second quarter
- $1,000,000.00 Leased equipment
- 10% more home cost (materials, land, area cost, shipping/handling)
- Total cash injections $3.7 million

	Year:	Year One:												Year One Total
11.0 central operation 1 plant	Month of Year:	1	2	3	4	5	6	7	8	9	10	11	12	
	Month:	1	2	3	4	5	6	7	8	9	10	11	12	
BALANCE SHEET	**Initial**													
Cash	$ 100,000	$ (1,496,732)	$ (852,824)	$ (486,763)	$ (35,178)	$ 696,706	$ 1,192,807	$ 1,807,975	$ 1,914,498	$ 1,974,816	$ 2,030,861	$ 2,090,749	$ 2,150,782	$ 2,150,782
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)		$ (15,362)	$ (30,724)	$ (46,086)	$ (61,448)	$ (76,810)	$ (92,172)	$ (107,534)	$ (122,896)	$ (138,258)	$ (153,620)	$ (168,982)	$ (184,344)	$ (184,344)
Molds/Tools/Press	$ 1,017,000	$ 3,401,687	$ 3,601,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press		$ (23,014)	$ (59,490)	$ (98,049)	$ (137,650)	$ (177,251)	$ (216,852)	$ (256,453)	$ (296,054)	$ (335,655)	$ (375,256)	$ (414,857)	$ (454,458)	$ (454,458)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 2,921,900	$ 3,671,479	$ 4,463,549	$ 4,975,689	$ 5,372,311	$ 6,049,232	$ 6,490,370	$ 7,050,575	$ 7,102,135	$ 7,107,490	$ 7,108,572	$ 7,113,497	$ 7,118,567	$ 7,118,567
Accounts Payable	$ 324,100	$ 781,456	$ 1,061,948	$ 1,077,910	$ 1,059,454	$ 1,298,247	$ 1,291,208	$ 1,497,701	$ 1,490,661	$ 1,497,622	$ 1,491,582	$ 1,491,542	$ 1,490,501	$ 1,490,501
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Note Payable	$ 1,256,731	$ 1,248,369	$ 1,239,969	$ 1,231,531	$ 1,223,054	$ 1,214,538	$ 1,205,984	$ 1,197,390	$ 1,188,757	$ 1,180,084	$ 1,171,372	$ 1,162,620	$ 1,153,828	$ 1,153,828
Equity Less Distributions	$ 1,341,069	$ 1,941,069	$ 2,541,069	$ 3,141,069	$ 3,641,069	$ 4,141,069	$ 4,641,069	$ 4,991,069	$ 5,036,393	$ 5,028,067	$ 5,022,218	$ 5,013,978	$ 5,005,634	$ 5,005,634
Earnings/Loss	$ -	$ (299,415)	$ (379,437)	$ (474,821)	$ (551,266)	$ (604,623)	$ (647,892)	$ (635,585)	$ (613,676)	$ (598,284)	$ (576,600)	$ (554,643)	$ (531,396)	$ (531,396)
Total Liabilities and Members' Equity	$ 2,921,900	$ 3,671,479	$ 4,463,549	$ 4,975,689	$ 5,372,311	$ 6,049,232	$ 6,490,370	$ 7,050,575	$ 7,102,135	$ 7,107,490	$ 7,108,572	$ 7,113,497	$ 7,118,567	$ 7,118,567
STATEMENT OF OPERATIONS														
Number of Plants Operating		1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH		4	8	8	8	10	10	12	12	12	12	12	12	120
Sales	$ -	$ 520,000	$ 1,040,000	$ 1,040,000	$ 1,040,000	$ 1,300,000	$ 1,300,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 15,600,000
Total revenue +revenue from JV plant	$ -	$ 520,000	$ 1,040,000	$ 1,040,000	$ 1,040,000	$ 1,300,000	$ 1,300,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 15,600,000
Direct Materials		$ 394,680	$ 789,360	$ 789,360	$ 789,360	$ 986,700	$ 986,700	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 11,840,400
Plant Labor		$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 2,325,020
Research and Development		$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs		$ 23,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 78,000
Total Direct Costs		$ 612,432	$ 989,112	$ 989,112	$ 989,112	$ 1,186,452	$ 1,186,452	$ 1,383,792	$ 1,383,792	$ 1,383,792	$ 1,383,792	$ 1,383,792	$ 1,383,792	$ 14,255,420
Gross Profit		$ (92,432)	$ 50,888	$ 50,888	$ 50,888	$ 113,548	$ 113,548	$ 176,208	$ 176,208	$ 176,208	$ 176,208	$ 176,208	$ 176,208	$ 1,344,580
General and Administrative	$ -	$ 162,308	$ 66,158	$ 82,158	$ 63,741	$ 105,233	$ 98,233	$ 107,424	$ 100,424	$ 107,424	$ 101,424	$ 101,424	$ 100,424	$ 1,196,371
Interest expense	$ -	$ 6,717	$ 6,679	$ 6,640	$ 6,602	$ 6,563	$ 6,524	$ 6,485	$ 6,445	$ 6,406	$ 6,366	$ 6,326	$ 6,286	$ 78,040
Depreciation and Amortization	$ -	$ 38,376	$ 51,838	$ 53,921	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 638,802
Total General & Admin Expenses	$ -	$ 207,400	$ 124,675	$ 142,719	$ 125,305	$ 166,759	$ 159,720	$ 168,872	$ 161,832	$ 168,793	$ 162,753	$ 162,713	$ 161,673	$ 1,913,213
Interest Income	$ -	$ 417	$ (6,236)	$ (3,553)	$ (2,028)	$ (147)	$ 2,903	$ 4,970	$ 7,533	$ 7,977	$ 8,228	$ 8,462	$ 8,711	$ 37,237
Income Before Taxes		$ (299,415)	$ (80,022)	$ (95,384)	$ (76,445)	$ (53,357)	$ (43,268)	$ 12,306	$ 21,909	$ 15,392	$ 21,683	$ 21,957	$ 23,247	$ (531,396)
Taxes		$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Net Income for Month	$ -	$ (299,415)	$ (80,022)	$ (95,384)	$ (76,445)	$ (53,357)	$ (43,268)	$ 12,306	$ 21,909	$ 15,392	$ 21,683	$ 21,957	$ 23,247	$ (531,396)
YTD Net Income Before Taxes	$ -	$ (299,415)	$ (379,437)	$ (474,821)	$ (551,266)	$ (604,623)	$ (647,892)	$ (635,585)	$ (613,676)	$ (598,284)	$ (576,600)	$ (554,643)	$ (531,396)	$ (531,396)
YTD Tax Expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Distributions	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 4,676	$ 8,326	$ 5,849	$ 8,240	$ 8,344	$ 8,834	$ 44,269
CASH FLOW														
Net Income	$ -	$ (299,415)	$ (80,022)	$ (95,384)	$ (76,445)	$ (53,357)	$ (43,268)	$ 12,306	$ 21,909	$ 15,392	$ 21,683	$ 21,957	$ 23,247	$ (531,396)
Depreciation and Amortization	$ -	$ 38,376	$ 51,838	$ 53,921	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 638,802
Change in:														
Plant Equipment	$ (921,700)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (921,700)
Molds/Tools/Press	$ (1,017,000)	$ (2,384,687)	$ (200,000)	$ (200,000)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (3,801,687)
Other Assets	$ (883,200)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (883,200)
Accounts Payable	$ 324,100	$ 457,356	$ 280,492	$ 15,961	$ (18,456)	$ 238,793	$ (7,039)	$ 206,492	$ (7,040)	$ 6,961	$ (6,040)	$ (40)	$ (1,040)	$ 1,490,501
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Note Payable	$ 1,256,731	$ (8,362)	$ (8,400)	$ (8,438)	$ (8,477)	$ (8,516)	$ (8,555)	$ (8,594)	$ (8,633)	$ (8,673)	$ (8,712)	$ (8,752)	$ (8,792)	$ 1,153,828
Equity Less Distributions	$ 1,341,069	$ 600,000	$ 600,000	$ 600,000	$ 500,000	$ 500,000	$ 500,000	$ 350,000	$ 45,324	$ (8,326)	$ (5,849)	$ (8,240)	$ (8,344)	$ 5,005,634
0														
Net Cash Flow	100,000	$ (1,596,732)	$ 643,908	$ 366,060	$ 451,585	$ 731,883	$ 496,101	$ 615,168	$ 106,523	$ 60,318	$ 56,045	$ 59,888	$ 60,033	$ 2,150,782
Cash at Beginning	$ -	$ 100,000	$ (1,496,732)	$ (852,824)	$ (486,763)	$ (35,178)	$ 696,706	$ 1,192,807	$ 1,807,975	$ 1,914,498	$ 1,974,816	$ 2,030,861	$ 2,090,749	$ -
Cash at End	$ 100,000	$ (1,496,732)	$ (852,824)	$ (486,763)	$ (35,178)	$ 696,706	$ 1,192,807	$ 1,807,975	$ 1,914,498	$ 1,974,816	$ 2,030,861	$ 2,090,749	$ 2,150,782	$ 2,150,782
Equity Injections:		$ 600,000	$ 600,000	$ 600,000	$ 500,000	$ 500,000	$ 500,000	$ 350,000	$ 50,000	$ -	$ -	$ -	$ -	$ 3,700,000

	Year Two:												Year Two Total
11.0 central operation 1 plant	1	2	3	4	5	6	7	8	9	10	11	12	
	13	14	15	16	17	18	19	20	21	22	23	24	
BALANCE SHEET													
Cash	$ 2,209,183	$ 2,188,851	$ 2,183,834	$ 2,186,795	$ 2,190,769	$ 2,192,758	$ 2,184,755	$ 2,188,719	$ 2,190,699	$ 2,193,687	$ 2,717,687	$ 3,074,260	$ 3,074,260
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (199,706)	$ (215,068)	$ (230,430)	$ (245,792)	$ (261,154)	$ (276,516)	$ (291,878)	$ (307,240)	$ (322,602)	$ (337,964)	$ (353,326)	$ (368,688)	$ (368,688)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (494,059)	$ (533,660)	$ (573,261)	$ (612,862)	$ (652,463)	$ (692,064)	$ (731,665)	$ (771,266)	$ (810,867)	$ (850,468)	$ (890,069)	$ (929,670)	$ (929,670)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 7,122,005	$ 7,046,710	$ 6,986,730	$ 6,934,728	$ 6,883,739	$ 6,830,765	$ 6,767,799	$ 6,716,800	$ 6,663,817	$ 6,611,842	$ 7,080,879	$ 7,382,489	$ 7,382,489
Accounts Payable	$ 1,575,604	$ 1,560,137	$ 1,552,069	$ 1,551,000	$ 1,552,932	$ 1,562,863	$ 1,550,793	$ 1,552,723	$ 1,551,653	$ 1,550,582	$ 1,946,991	$ 2,146,160	$ 2,146,160
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Note Payable	$ 1,142,602	$ 1,128,670	$ 1,114,669	$ 1,100,600	$ 1,086,462	$ 1,072,255	$ 1,057,979	$ 1,043,632	$ 1,029,216	$ 1,014,729	$ 1,000,171	$ 985,542	$ 985,542
Equity Less Distributions	$ 4,996,800	$ 4,996,800	$ 4,996,800	$ 4,996,800	$ 4,996,800	$ 4,996,800	$ 4,996,800	$ 4,996,800	$ 4,996,800	$ 4,996,800	$ 4,996,800	$ 4,963,669	$ 4,963,669
Earnings/Loss	$ (593,001)	$ (638,896)	$ (676,808)	$ (713,672)	$ (752,455)	$ (801,153)	$ (837,773)	$ (876,356)	$ (913,852)	$ (950,269)	$ (863,083)	$ (712,881)	$ (712,881)
Total Liabilities and Members' Equity	$ 7,122,005	$ 7,046,710	$ 6,986,730	$ 6,934,728	$ 6,883,739	$ 6,830,765	$ 6,767,799	$ 6,716,800	$ 6,663,817	$ 6,611,842	$ 7,080,879	$ 7,382,489	$ 7,382,489
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	12	12	12	12	12	12	12	12	12	12	16	18	154
Sales	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 2,080,000	$ 2,340,000	$ 20,020,000
Total revenue +revenue from JV plant	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 2,080,000	$ 2,340,000	$ 20,020,000
Direct Materials	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,578,720	$ 1,776,060	$ 15,195,180
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,841,730	$ 2,039,070	$ 18,351,301
Gross Profit	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 238,270	$ 300,930	$ 1,668,699
General and Administrative	$ 122,624	$ 107,224	$ 99,224	$ 98,224	$ 100,224	$ 110,224	$ 98,224	$ 100,224	$ 99,224	$ 98,224	$ 100,024	$ 101,924	$ 1,235,584
Interest expense	$ 5,931	$ 5,863	$ 5,795	$ 5,726	$ 5,658	$ 5,589	$ 5,519	$ 5,449	$ 5,379	$ 5,308	$ 5,238	$ 5,166	$ 66,622
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 183,517	$ 168,050	$ 159,982	$ 158,913	$ 160,845	$ 170,775	$ 158,706	$ 160,636	$ 159,566	$ 158,495	$ 160,224	$ 162,053	$ 1,961,762
Interest Income	$ 8,962	$ 9,205	$ 9,120	$ 9,099	$ 9,112	$ 9,128	$ 9,136	$ 9,103	$ 9,120	$ 9,128	$ 9,140	$ 11,324	$ 111,577
Income Before Taxes	$ (61,605)	$ (45,895)	$ (37,912)	$ (36,864)	$ (38,783)	$ (48,698)	$ (36,620)	$ (38,583)	$ (37,496)	$ (36,417)	$ 87,186	$ 150,201	$ (181,485)
Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Net Income for Month	$ (61,605)	$ (45,895)	$ (37,912)	$ (36,864)	$ (38,783)	$ (48,698)	$ (36,620)	$ (38,583)	$ (37,496)	$ (36,417)	$ 87,186	$ 150,201	$ (181,485)
YTD Net Income Before Taxes	$ (593,001)	$ (638,896)	$ (676,808)	$ (713,672)	$ (752,455)	$ (801,153)	$ (837,773)	$ (876,356)	$ (913,852)	$ (950,269)	$ (863,083)	$ (712,881)	$ (712,881)
YTD Tax Expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Distributions	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 33,131	$ 57,077	$ 90,208
CASH FLOW													
Net Income	$ (61,605)	$ (45,895)	$ (37,912)	$ (36,864)	$ (38,783)	$ (48,698)	$ (36,620)	$ (38,583)	$ (37,496)	$ (36,417)	$ 87,186	$ 150,201	$ (181,485)
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 85,103	$ (15,468)	$ (8,068)	$ (1,069)	$ 1,932	$ 9,931	$ (12,070)	$ 1,930	$ (1,070)	$ (1,071)	$ 396,410	$ 199,168	$ 655,658
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Note Payable	$ (11,225)	$ (13,933)	$ (14,001)	$ (14,069)	$ (14,138)	$ (14,207)	$ (14,276)	$ (14,346)	$ (14,416)	$ (14,487)	$ (14,558)	$ (14,629)	$ (168,286)
Equity Less Distributions	$ (8,834)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (33,131)	$ (41,965)
Net Cash Flow	$ 58,401	$ (20,332)	$ (5,017)	$ 2,961	$ 3,974	$ 1,989	$ (8,003)	$ 3,964	$ 1,980	$ 2,988	$ 524,000	$ 356,572	$ 923,478
Cash at Beginning	$ 2,150,782	$ 2,209,183	$ 2,188,851	$ 2,183,834	$ 2,186,795	$ 2,190,769	$ 2,192,758	$ 2,184,755	$ 2,188,719	$ 2,190,699	$ 2,193,687	$ 2,717,687	$ 2,150,782
Cash at End	$ 2,209,183	$ 2,188,851	$ 2,183,834	$ 2,186,795	$ 2,190,769	$ 2,192,758	$ 2,184,755	$ 2,188,719	$ 2,190,699	$ 2,193,687	$ 2,717,687	$ 3,074,260	$ 3,074,260
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

	Year Three:												Year Three Total
11.0 central operation 1 plant	1	2	3	4	5	6	7	8	9	10	11	12	
	25	26	27	28	29	30	31	32	33	34	35	36	
BALANCE SHEET													
Cash	$ 3,989,131	$ 4,221,823	$ 4,470,934	$ 4,718,330	$ 4,968,149	$ 5,211,285	$ 5,461,376	$ 5,711,171	$ 5,963,391	$ 6,215,312	$ 6,464,498	$ 6,713,674	$ 6,713,674
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (384,050)	$ (399,412)	$ (414,774)	$ (430,136)	$ (445,498)	$ (460,860)	$ (476,222)	$ (491,584)	$ (506,946)	$ (522,308)	$ (537,670)	$ (553,032)	$ (553,032)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (969,271)	$ (1,008,872)	$ (1,048,473)	$ (1,088,074)	$ (1,127,675)	$ (1,167,276)	$ (1,206,877)	$ (1,246,478)	$ (1,286,079)	$ (1,325,680)	$ (1,365,281)	$ (1,404,882)	$ (1,404,882)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 8,242,397	$ 8,420,126	$ 8,614,274	$ 8,806,707	$ 9,001,563	$ 9,189,736	$ 9,384,864	$ 9,579,696	$ 9,776,953	$ 9,973,911	$ 10,168,134	$ 10,362,347	$ 10,362,347
Accounts Payable	$ 2,773,509	$ 2,746,137	$ 2,744,564	$ 2,739,992	$ 2,751,919	$ 2,741,345	$ 2,742,771	$ 2,739,697	$ 2,741,122	$ 2,746,547	$ 2,747,472	$ 2,747,897	$ 2,747,897
Accrued City Income Taxes	$ -	$ -	$ 5,301	$ 6,873	$ 6,656	$ 6,888	$ 6,879	$ 6,962	$ 6,954	$ 6,867	$ 6,869	$ 6,882	$ 6,882
Note Payable	$ 970,841	$ 956,068	$ 941,223	$ 926,305	$ 911,314	$ 896,250	$ 881,111	$ 865,899	$ 850,612	$ 835,250	$ 819,812	$ 804,299	$ 804,299
Equity Less Distributions	$ 4,906,592	$ 4,790,944	$ 4,663,446	$ 4,536,996	$ 4,409,011	$ 4,285,085	$ 4,156,833	$ 4,028,735	$ 3,899,104	$ 3,769,616	$ 3,641,757	$ 3,513,852	$ 3,513,852
Earnings/Loss	$ (408,544)	$ (73,023)	$ 259,740	$ 596,541	$ 922,664	$ 1,260,169	$ 1,597,269	$ 1,938,404	$ 2,279,161	$ 2,615,631	$ 2,952,224	$ 3,289,418	$ 3,289,418
Total Liabilities and Members' Equity	$ 8,242,397	$ 8,420,126	$ 8,614,274	$ 8,806,707	$ 9,001,563	$ 9,189,736	$ 9,384,864	$ 9,579,696	$ 9,776,953	$ 9,973,911	$ 10,168,134	$ 10,362,347	$ 10,362,347
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Direct Materials	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 28,416,960
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 31,573,081
Gross Profit	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 5,866,919
General and Administrative	$ 137,324	$ 110,024	$ 108,524	$ 104,024	$ 116,024	$ 105,524	$ 107,024	$ 104,024	$ 105,524	$ 111,024	$ 112,024	$ 112,524	$ 1,333,584
Interest expense	$ 5,095	$ 5,023	$ 4,951	$ 4,878	$ 4,805	$ 4,731	$ 4,658	$ 4,583	$ 4,508	$ 4,434	$ 4,358	$ 4,283	$ 56,307
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 197,382	$ 170,010	$ 168,437	$ 163,865	$ 175,792	$ 165,218	$ 166,644	$ 163,570	$ 164,995	$ 170,420	$ 171,345	$ 171,769	$ 2,049,446
Interest Income	$ 12,809	$ 16,621	$ 17,591	$ 18,629	$ 19,660	$ 20,701	$ 21,714	$ 22,756	$ 23,797	$ 24,847	$ 25,897	$ 26,935	$ 251,957
Income Before Taxes	$ 304,337	$ 335,521	$ 338,064	$ 343,674	$ 332,778	$ 344,393	$ 343,980	$ 348,096	$ 347,712	$ 343,337	$ 343,462	$ 344,075	$ 4,069,430
Taxes	$ -	$ -	$ 5,301	$ 6,873	$ 6,656	$ 6,888	$ 6,879	$ 6,962	$ 6,954	$ 6,867	$ 6,869	$ 6,882	$ 67,131
Net Income for Month	$ 304,337	$ 335,521	$ 332,763	$ 336,801	$ 326,122	$ 337,505	$ 337,101	$ 341,134	$ 340,758	$ 336,470	$ 336,593	$ 337,193	$ 4,002,299
YTD Net Income Before Taxes	$ (408,544)	$ (73,023)	$ 265,041	$ 608,715	$ 941,494	$ 1,285,887	$ 1,629,866	$ 1,977,963	$ 2,325,674	$ 2,669,011	$ 3,012,473	$ 3,356,549	$ 3,356,549
YTD Tax Expense	$ -	$ -	$ 5,301	$ 12,174	$ 18,830	$ 25,718	$ 32,597	$ 39,559	$ 46,513	$ 53,380	$ 60,249	$ 67,131	$ 67,131
Distributions	$ 115,648	$ 127,498	$ 126,450	$ 127,985	$ 123,926	$ 128,252	$ 128,098	$ 129,631	$ 129,488	$ 127,859	$ 127,905	$ 128,134	$ 1,520,874
CASH FLOW													
Net Income	$ 304,337	$ 335,521	$ 332,763	$ 336,801	$ 326,122	$ 337,505	$ 337,101	$ 341,134	$ 340,758	$ 336,470	$ 336,593	$ 337,193	$ 4,002,299
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 627,349	$ (27,372)	$ (1,572)	$ (4,573)	$ 11,927	$ (10,574)	$ 1,427	$ (3,075)	$ 1,425	$ 5,425	$ 925	$ 425	$ 601,737
Accrued City Income Taxes	$ -	$ -	$ 5,301	$ 1,572	$ (217)	$ 232	$ (9)	$ 83	$ (8)	$ (87)	$ 2	$ 13	$ 6,882
Note Payable	$ (14,701)	$ (14,773)	$ (14,845)	$ (14,918)	$ (14,991)	$ (15,064)	$ (15,138)	$ (15,213)	$ (15,287)	$ (15,362)	$ (15,437)	$ (15,513)	$ (181,243)
Equity Less Distributions	$ (57,077)	$ (115,648)	$ (127,498)	$ (126,450)	$ (127,985)	$ (123,926)	$ (128,252)	$ (128,098)	$ (129,631)	$ (129,488)	$ (127,859)	$ (127,905)	$ (1,449,817)
0													
Net Cash Flow	$ 914,872	$ 232,691	$ 249,111	$ 247,396	$ 249,819	$ 243,136	$ 250,091	$ 249,795	$ 252,220	$ 251,921	$ 249,186	$ 249,176	$ 3,639,414
Cash at Beginning	$ 3,074,260	$ 3,989,131	$ 4,221,823	$ 4,470,934	$ 4,718,330	$ 4,968,149	$ 5,211,285	$ 5,461,376	$ 5,711,171	$ 5,963,391	$ 6,215,312	$ 6,464,498	$ 3,074,260
Cash at End	$ 3,989,131	$ 4,221,823	$ 4,470,934	$ 4,718,330	$ 4,968,149	$ 5,211,285	$ 5,461,376	$ 5,711,171	$ 5,963,391	$ 6,215,312	$ 6,464,498	$ 6,713,674	$ 6,713,674
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

	Year Four:												Year Four Total
11.0 central operation 1 plant	1	2	3	4	5	6	7	8	9	10	11	12	
	37	38	39	40	41	42	43	44	45	46	47	48	
BALANCE SHEET													
Cash	$ 6,963,146	$ 7,199,853	$ 7,450,597	$ 7,701,057	$ 7,953,639	$ 8,208,047	$ 8,463,375	$ 8,722,055	$ 8,977,110	$ 9,236,115	$ 9,492,408	$ 9,751,746	$ 9,751,746
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (568,394)	$ (583,756)	$ (599,118)	$ (614,480)	$ (629,842)	$ (645,204)	$ (660,566)	$ (675,928)	$ (691,290)	$ (706,652)	$ (722,014)	$ (737,376)	$ (737,376)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (1,444,483)	$ (1,484,084)	$ (1,523,685)	$ (1,563,286)	$ (1,602,887)	$ (1,642,488)	$ (1,682,089)	$ (1,721,690)	$ (1,761,291)	$ (1,800,892)	$ (1,840,493)	$ (1,880,094)	$ (1,880,094)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 10,556,856	$ 10,738,600	$ 10,934,381	$ 11,129,878	$ 11,327,497	$ 11,526,942	$ 11,727,307	$ 11,931,024	$ 12,131,116	$ 12,335,158	$ 12,536,488	$ 12,740,863	$ 12,740,863
Accounts Payable	$ 2,769,820	$ 2,747,544	$ 2,748,967	$ 2,746,389	$ 2,744,312	$ 2,743,734	$ 2,739,155	$ 2,746,076	$ 2,740,496	$ 2,745,918	$ 2,741,837	$ 2,740,256	$ 2,740,256
Accrued City Income Taxes	$ 6,464	$ 6,930	$ 6,921	$ 6,994	$ 7,056	$ 7,089	$ 7,202	$ 7,084	$ 7,218	$ 7,131	$ 7,233	$ 7,287	$ 7,287
Note Payable	$ 788,710	$ 773,044	$ 757,301	$ 741,481	$ 725,583	$ 709,607	$ 693,553	$ 677,420	$ 661,207	$ 644,915	$ 628,542	$ 612,090	$ 612,090
Equity Less Distributions	$ 3,385,718	$ 3,265,362	$ 3,136,323	$ 3,007,447	$ 2,877,222	$ 2,745,834	$ 2,613,839	$ 2,479,744	$ 2,347,830	$ 2,213,437	$ 2,080,667	$ 1,945,976	$ 1,945,976
Earnings/Loss	$ 3,606,145	$ 3,945,721	$ 4,284,869	$ 4,627,567	$ 4,973,324	$ 5,320,679	$ 5,673,559	$ 6,020,700	$ 6,374,365	$ 6,723,758	$ 7,078,209	$ 7,435,255	$ 7,435,255
Total Liabilities and Members' Equity	$ 10,556,856	$ 10,738,600	$ 10,934,381	$ 11,129,878	$ 11,327,497	$ 11,526,942	$ 11,727,307	$ 11,931,024	$ 12,131,116	$ 12,335,158	$ 12,536,488	$ 12,740,863	$ 12,740,863
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Direct Materials	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 28,416,960
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 31,573,081
Gross Profit	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 5,866,919
General and Administrative	$ 134,524	$ 112,324	$ 113,824	$ 111,324	$ 109,324	$ 108,824	$ 104,324	$ 111,324	$ 105,824	$ 111,324	$ 107,324	$ 105,824	$ 1,336,084
Interest expense	$ 4,206	$ 4,130	$ 4,053	$ 3,976	$ 3,898	$ 3,820	$ 3,741	$ 3,662	$ 3,583	$ 3,504	$ 3,424	$ 3,342	$ 45,339
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 193,693	$ 171,417	$ 172,840	$ 170,262	$ 168,185	$ 167,607	$ 163,027	$ 169,949	$ 164,369	$ 169,790	$ 165,710	$ 164,129	$ 2,040,978
Interest Income	$ 27,974	$ 29,013	$ 29,999	$ 31,044	$ 32,088	$ 33,140	$ 34,200	$ 35,264	$ 36,342	$ 37,405	$ 38,484	$ 39,552	$ 404,505
Income Before Taxes	$ 323,191	$ 346,506	$ 346,069	$ 349,692	$ 352,813	$ 354,443	$ 360,082	$ 354,225	$ 360,883	$ 356,524	$ 361,684	$ 364,333	$ 4,230,446
Taxes	$ 6,464	$ 6,930	$ 6,921	$ 6,994	$ 7,056	$ 7,089	$ 7,202	$ 7,084	$ 7,218	$ 7,131	$ 7,233	$ 7,287	$ 84,609
Net Income for Month	$ 316,727	$ 339,576	$ 339,148	$ 342,698	$ 345,757	$ 347,354	$ 352,880	$ 347,141	$ 353,665	$ 349,393	$ 354,451	$ 357,046	$ 4,145,837
YTD Net Income Before Taxes	$ 3,679,740	$ 4,026,246	$ 4,372,315	$ 4,722,007	$ 5,074,820	$ 5,429,264	$ 5,789,346	$ 6,143,571	$ 6,504,454	$ 6,860,978	$ 7,222,662	$ 7,586,995	$ 7,586,995
YTD Tax Expense	$ 73,595	$ 80,525	$ 87,446	$ 94,440	$ 101,496	$ 108,585	$ 115,787	$ 122,871	$ 130,089	$ 137,220	$ 144,453	$ 151,740	$ 151,740
Distributions	$ 120,356	$ 129,039	$ 128,876	$ 130,225	$ 131,388	$ 131,995	$ 134,095	$ 131,914	$ 134,393	$ 132,770	$ 134,691	$ 135,678	$ 1,575,420
CASH FLOW													
Net Income	$ 316,727	$ 339,576	$ 339,148	$ 342,698	$ 345,757	$ 347,354	$ 352,880	$ 347,141	$ 353,665	$ 349,393	$ 354,451	$ 357,046	$ 4,145,837
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 21,923	$ (22,276)	$ 1,423	$ (2,577)	$ (2,078)	$ (578)	$ (4,579)	$ 6,922	$ (5,580)	$ 5,421	$ (4,080)	$ (1,581)	$ (7,641)
Accrued City Income Taxes	$ (418)	$ 466	$ (9)	$ 73	$ 62	$ 33	$ 113	$ (118)	$ 134	$ (87)	$ 102	$ 54	$ 405
Note Payable	$ (15,589)	$ (15,666)	$ (15,743)	$ (15,820)	$ (15,898)	$ (15,976)	$ (16,054)	$ (16,133)	$ (16,213)	$ (16,292)	$ (16,372)	$ (16,453)	$ (192,209)
Equity Less Distributions	$ (128,134)	$ (120,356)	$ (129,039)	$ (128,876)	$ (130,225)	$ (131,388)	$ (131,995)	$ (134,095)	$ (131,914)	$ (134,393)	$ (132,770)	$ (134,691)	$ (1,567,876)
Net Cash Flow	$ 249,472	$ 236,707	$ 250,743	$ 250,460	$ 252,582	$ 254,409	$ 255,328	$ 258,679	$ 255,055	$ 259,005	$ 256,293	$ 259,338	$ 3,038,072
Cash at Beginning	$ 6,713,674	$ 6,963,146	$ 7,199,853	$ 7,450,597	$ 7,701,057	$ 7,953,639	$ 8,208,047	$ 8,463,375	$ 8,722,055	$ 8,977,110	$ 9,236,115	$ 9,492,408	$ 6,713,674
Cash at End	$ 6,963,146	$ 7,199,853	$ 7,450,597	$ 7,701,057	$ 7,953,639	$ 8,208,047	$ 8,463,375	$ 8,722,055	$ 8,977,110	$ 9,236,115	$ 9,492,408	$ 9,751,746	$ 9,751,746
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

	Year Five:												Year Five Total
11.0 central operation 1 plant	1	2	3	4	5	6	7	8	9	10	11	12	
	49	50	51	52	53	54	55	56	57	58	59	60	
BALANCE SHEET													
Cash	$ 10,012,623	$ 10,212,278	$ 10,427,800	$ 10,644,772	$ 10,870,465	$ 11,090,334	$ 11,316,182	$ 11,543,493	$ 11,771,346	$ 11,998,833	$ 12,225,646	$ 12,450,872	$ 12,450,872
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (752,738)	$ (768,100)	$ (783,462)	$ (798,824)	$ (814,186)	$ (829,548)	$ (844,910)	$ (860,272)	$ (875,634)	$ (890,996)	$ (906,358)	$ (921,700)	$ (921,700)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (1,919,695)	$ (1,959,296)	$ (1,998,897)	$ (2,038,498)	$ (2,078,099)	$ (2,117,700)	$ (2,157,301)	$ (2,196,902)	$ (2,236,503)	$ (2,276,104)	$ (2,315,705)	$ (2,355,306)	$ (2,355,306)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 12,946,777	$ 13,091,469	$ 13,252,028	$ 13,414,037	$ 13,584,767	$ 13,749,673	$ 13,920,558	$ 14,092,906	$ 14,265,796	$ 14,438,320	$ 14,610,170	$ 14,780,453	$ 14,780,453
Accounts Payable	$ 2,841,975	$ 2,816,394	$ 2,814,812	$ 2,801,231	$ 2,811,648	$ 2,802,565	$ 2,800,981	$ 2,800,897	$ 2,802,313	$ 2,804,228	$ 2,807,643	$ 2,802,057	$ 2,802,057
Accrued City Income Taxes	$ 5,274	$ 5,807	$ 5,856	$ 6,145	$ 5,954	$ 6,156	$ 6,205	$ 6,226	$ 6,216	$ 6,197	$ 6,148	$ 6,279	$ 6,279
Note Payable	$ 595,556	$ 578,941	$ 562,244	$ 545,464	$ 528,603	$ 511,658	$ 494,630	$ 477,518	$ 460,321	$ 443,040	$ 425,674	$ 408,222	$ 408,222
Equity Less Distributions	$ 1,810,298	$ 1,712,098	$ 1,603,967	$ 1,494,937	$ 1,380,515	$ 1,269,636	$ 1,155,024	$ 1,039,481	$ 923,556	$ 807,806	$ 692,416	$ 577,944	$ 577,944
Earnings/Loss	$ 7,693,674	$ 7,978,229	$ 8,265,149	$ 8,566,259	$ 8,858,048	$ 9,159,658	$ 9,463,719	$ 9,768,784	$ 10,073,390	$ 10,377,049	$ 10,678,290	$ 10,985,950	$ 10,985,950
Total Liabilities and Members' Equity	$ 12,946,777	$ 13,091,469	$ 13,252,028	$ 13,414,037	$ 13,584,767	$ 13,749,673	$ 13,920,558	$ 14,092,906	$ 14,265,796	$ 14,438,320	$ 14,610,170	$ 14,780,453	$ 14,780,453
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
		0											
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Direct Materials	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 28,416,960
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 31,573,081
Gross Profit	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 5,866,919
General and Administrative	$ 207,624	$ 182,124	$ 180,624	$ 167,124	$ 177,624	$ 168,624	$ 167,124	$ 167,124	$ 168,624	$ 170,624	$ 174,124	$ 168,624	$ 2,099,984
Interest expense	$ 3,262	$ 3,181	$ 3,098	$ 3,017	$ 2,934	$ 2,851	$ 2,767	$ 2,683	$ 2,600	$ 2,515	$ 2,429	$ 2,344	$ 33,680
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,943	$ 659,536
Total General & Admin Expenses	$ 265,848	$ 240,267	$ 238,685	$ 225,104	$ 235,521	$ 226,438	$ 224,854	$ 224,770	$ 226,186	$ 228,101	$ 231,516	$ 225,910	$ 2,793,200
Interest Income	$ 40,632	$ 41,719	$ 42,551	$ 43,449	$ 44,353	$ 45,294	$ 46,210	$ 47,151	$ 48,098	$ 49,047	$ 49,995	$ 50,940	$ 549,439
Income Before Taxes	$ 263,694	$ 290,362	$ 292,776	$ 307,255	$ 297,742	$ 307,766	$ 310,266	$ 311,291	$ 310,822	$ 309,856	$ 307,389	$ 313,940	$ 3,623,159
Taxes	$ 5,274	$ 5,807	$ 5,856	$ 6,145	$ 5,954	$ 6,156	$ 6,205	$ 6,226	$ 6,216	$ 6,197	$ 6,148	$ 6,279	$ 72,463
Net Income for Month	$ 258,420	$ 284,555	$ 286,920	$ 301,110	$ 291,788	$ 301,610	$ 304,061	$ 305,065	$ 304,606	$ 303,659	$ 301,241	$ 307,661	$ 3,550,696
YTD Net Income Before Taxes	$ 7,850,688	$ 8,141,050	$ 8,433,826	$ 8,741,081	$ 9,038,824	$ 9,346,590	$ 9,656,856	$ 9,968,147	$ 10,278,969	$ 10,588,825	$ 10,896,214	$ 11,210,153	$ 11,210,153
YTD Tax Expense	$ 157,014	$ 162,821	$ 168,677	$ 174,822	$ 180,776	$ 186,932	$ 193,137	$ 199,363	$ 205,579	$ 211,776	$ 217,924	$ 224,203	$ 224,203
Distributions	$ 98,200	$ 108,131	$ 109,030	$ 114,422	$ 110,879	$ 114,612	$ 115,543	$ 115,925	$ 115,750	$ 115,390	$ 114,472	$ 116,911	$ 1,349,265
CASH FLOW													
Net Income	$ 258,420	$ 284,555	$ 286,920	$ 301,110	$ 291,788	$ 301,610	$ 304,061	$ 305,065	$ 304,606	$ 303,659	$ 301,241	$ 307,661	$ 3,550,696
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,943	$ 659,536
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 101,719	$ (25,581)	$ (1,582)	$ (13,581)	$ 10,417	$ (9,083)	$ (1,584)	$ (84)	$ 1,416	$ 1,915	$ 3,415	$ (5,586)	$ 61,801
Accrued City Income Taxes	$ (2,013)	$ 533	$ 49	$ 289	$ (191)	$ 202	$ 49	$ 21	$ (10)	$ (19)	$ (49)	$ 131	$ (1,008)
Note Payable	$ (16,534)	$ (16,615)	$ (16,697)	$ (16,779)	$ (16,862)	$ (16,945)	$ (17,028)	$ (17,112)	$ (17,196)	$ (17,281)	$ (17,366)	$ (17,452)	$ (203,868)
Equity Less Distributions	$ (135,678)	$ (98,200)	$ (108,131)	$ (109,030)	$ (114,422)	$ (110,879)	$ (114,612)	$ (115,543)	$ (115,925)	$ (115,750)	$ (115,390)	$ (114,472)	$ (1,368,032)
Net Cash Flow	$ 260,877	$ 199,655	$ 215,522	$ 216,972	$ 225,694	$ 219,868	$ 225,849	$ 227,310	$ 227,854	$ 227,487	$ 226,813	$ 225,225	$ 2,699,125
Cash at Beginning	$ 9,751,746	$ 10,012,623	$ 10,212,278	$ 10,427,800	$ 10,644,772	$ 10,870,465	$ 11,090,334	$ 11,316,182	$ 11,543,493	$ 11,771,346	$ 11,998,833	$ 12,225,646	$ 9,751,746
Cash at End	$ 10,012,623	$ 10,212,278	$ 10,427,800	$ 10,644,772	$ 10,870,465	$ 11,090,334	$ 11,316,182	$ 11,543,493	$ 11,771,346	$ 11,998,833	$ 12,225,646	$ 12,450,872	$ 12,450,872
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

11.0 central operation 1 plant	Year Six 1	2	3	4	5	6	7	8	9	10	11	12	Year Six Total
	61	62	63	64	65	66	67	68	69	70	71	72	
BALANCE SHEET													
Cash	$ 12,689,401	$ 12,922,541	$ 13,156,243	$ 13,390,520	$ 13,625,370	$ 13,860,797	$ 14,096,801	$ 14,333,386	$ 14,570,550	$ 14,808,297	$ 15,046,625	$ 15,285,540	$ 15,285,540
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (2,394,907)	$ (2,434,508)	$ (2,474,109)	$ (2,513,710)	$ (2,553,311)	$ (2,592,912)	$ (2,632,513)	$ (2,672,114)	$ (2,711,715)	$ (2,751,316)	$ (2,790,917)	$ (2,830,518)	$ (2,830,518)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 14,979,381	$ 15,172,920	$ 15,367,021	$ 15,561,697	$ 15,756,946	$ 15,952,772	$ 16,149,175	$ 16,346,159	$ 16,543,722	$ 16,741,868	$ 16,940,595	$ 17,139,909	$ 17,139,909
Accounts Payable	$ 2,801,971	$ 2,801,924	$ 2,801,877	$ 2,801,829	$ 2,801,781	$ 2,801,733	$ 2,801,684	$ 2,801,635	$ 2,801,586	$ 2,801,536	$ 2,801,487	$ 2,801,437	$ 2,801,437
Accrued City Income Taxes	$ 6,606	$ 6,627	$ 6,647	$ 6,668	$ 6,688	$ 6,709	$ 6,730	$ 6,750	$ 6,770	$ 6,792	$ 6,812	$ 6,833	$ 6,833
Note Payable	$ 400,120	$ 391,970	$ 383,773	$ 375,528	$ 367,235	$ 358,894	$ 350,505	$ 342,066	$ 333,578	$ 325,041	$ 316,454	$ 307,817	$ 307,817
Equity Less Distributions	$ 461,033	$ 338,027	$ 214,633	$ 90,860	$ (33,294)	$ (157,829)	$ (282,746)	$ (408,046)	$ (533,731)	$ (659,802)	$ (786,259)	$ (913,103)	$ (913,103)
Earnings/Loss	$ 11,309,651	$ 11,634,372	$ 11,960,091	$ 12,286,811	$ 12,614,535	$ 12,943,265	$ 13,273,003	$ 13,603,754	$ 13,935,519	$ 14,268,300	$ 14,602,102	$ 14,936,925	$ 14,936,925
Total Liabilities and Members' Equity	$ 14,979,381	$ 15,172,920	$ 15,367,021	$ 15,561,697	$ 15,756,946	$ 15,952,772	$ 16,149,175	$ 16,346,159	$ 16,543,722	$ 16,741,868	$ 16,940,595	$ 17,139,909	$ 17,139,909
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	37440000
Direct Materials	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Plant Labor	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 28,416,960
Research and Development	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Plant Costs	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Total Direct Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	31573080.56
Gross Profit	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	5866919.44
General and Administrative	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Interest expense	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 2,023,484
Depreciation and Amortization	$ 2,258	$ 2,210	$ 2,163	$ 2,115	$ 2,067	$ 2,019	$ 1,970	$ 1,921	$ 1,872	$ 1,823	$ 1,773	$ 1,723	$ 23,915
Total General & Admin Expenses	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 475,212
	210482.2791	210435.0987	210387.638	210339.8953	210291.8689	210243.5572	210194.9583	210146.0705	210096.8921	210047.4213	209997.6563	209947.5954	2522610.931
Interest Income	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	51879	52873	53844	54818	55794	56772	57753	58737	59722	60711	61701	62694	687298
Income Before Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Taxes	$ 330,307	$ 331,348	$ 332,366	$ 333,388	$ 334,412	$ 335,438	$ 336,468	$ 337,501	$ 338,535	$ 339,574	$ 340,613	$ 341,656	$ 4,031,607
	6606	6627	6647	6668	6688	6709	6730	6750	6770	6792	6812	6833	80632
Net Income for Month	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
YTD Net Income Before Taxes	$ 323,701	$ 324,721	$ 325,719	$ 326,720	$ 327,724	$ 328,729	$ 329,738	$ 330,751	$ 331,765	$ 332,782	$ 333,801	$ 334,823	$ 3,950,975
YTD Tax Expense	$ 11,540,460	$ 11,871,808	$ 12,204,174	$ 12,537,562	$ 12,871,974	$ 13,207,413	$ 13,543,881	$ 13,881,382	$ 14,219,917	$ 14,559,490	$ 14,900,104	$ 15,241,760	$ 15,241,760
Distributions	$ 230,809	$ 237,436	$ 244,083	$ 250,751	$ 257,439	$ 264,148	$ 270,878	$ 277,628	$ 284,398	$ 291,190	$ 298,002	$ 304,835	$ 304,835
CASH FLOW	123006	123394	123773	124154	124535	124917	125300	125685	126071	126457	126844	127233	1501369
Net Income	$ 323,701	$ 324,721	$ 325,719	$ 326,720	$ 327,724	$ 328,729	$ 329,738	$ 330,751	$ 331,765	$ 332,782	$ 333,801	$ 334,823	$ 3,950,975
Depreciation and Amortization	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 475,212
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ (86)	$ (47)	$ (47)	$ (48)	$ (48)	$ (48)	$ (49)	$ (49)	$ (49)	$ (49)	$ (50)	$ (50)	$ (621)
Accrued City Income Taxes	$ 327	$ 21	$ 20	$ 21	$ 20	$ 21	$ 21	$ 20	$ 20	$ 22	$ 20	$ 21	$ 554
Note Payable	$ (8,102)	$ (8,150)	$ (8,197)	$ (8,245)	$ (8,293)	$ (8,341)	$ (8,390)	$ (8,439)	$ (8,488)	$ (8,537)	$ (8,587)	$ (8,637)	$ (100,405)
Equity Less Distributions	$ (116,911)	$ (123,006)	$ (123,394)	$ (123,773)	$ (124,154)	$ (124,535)	$ (124,917)	$ (125,300)	$ (125,685)	$ (126,071)	$ (126,457)	$ (126,844)	$ (1,491,047)
Net Cash Flow	$ 238,529	$ 233,140	$ 233,702	$ 234,277	$ 234,850	$ 235,427	$ 236,005	$ 236,584	$ 237,164	$ 237,747	$ 238,329	$ 238,914	$ 2,834,668
Cash at Beginning	$ 12,450,872	$ 12,689,401	$ 12,922,541	$ 13,156,243	$ 13,390,520	$ 13,625,370	$ 13,860,797	$ 14,096,801	$ 14,333,386	$ 14,570,550	$ 14,808,297	$ 15,046,625	$ 12,450,872
Cash at End	$ 12,689,401	$ 12,922,541	$ 13,156,243	$ 13,390,520	$ 13,625,370	$ 13,860,797	$ 14,096,801	$ 14,333,386	$ 14,570,550	$ 14,808,297	$ 15,046,625	$ 15,285,540	$ 15,285,540
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

PDG Domus Mfg LLC
Financial Model 11.1

The financial model 11.1 (6 years, one central operation plant) has the following market conditions: A shrinking market and simultaneously having 5% inflation on: materials, shipping/handling, land and area costs. Included in this model are low production numbers for the first year, 69 structures with three shifts.

Financial Model Covers:

- Time period 6 years
- One central operation plant
- 3 shifts
- Slow start-up production
- First year production 69 units, Second year 154 units, Third year 288 units
- Personnel 75 first year, 99 peak
- 288 peak units production
- 35 units breakeven fourth quarter
- $1,000,000.00 Leased equipment
- 5% more home cost (materials, land, area cost, shipping/handling)
- Total cash injections $3.7 million

	Year:	Year One:												Year One Total
11.1 central operation 1 plant	Month of Year:	1	2	3	4	5	6	7	8	9	10	11	12	
	Month:	1	2	3	4	5	6	7	8	9	10	11	12	
BALANCE SHEET	**Initial**													
Cash	$ 100,000	$ (1,886,732)	$ (1,722,155)	$ (1,535,131)	$ (1,133,326)	$ (805,617)	$ (387,136)	$ 55,903	$ 4,123	$ 169,128	$ 399,447	$ 707,693	$ 801,253	$ 801,253
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)		$ (15,362)	$ (30,724)	$ (46,086)	$ (61,448)	$ (76,810)	$ (92,172)	$ (107,534)	$ (122,896)	$ (138,258)	$ (153,620)	$ (168,982)	$ (184,344)	$ (184,344)
Molds/Tools/Press	$ 1,017,000	$ 3,401,687	$ 3,601,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press		$ (23,014)	$ (59,490)	$ (98,049)	$ (137,650)	$ (177,251)	$ (216,852)	$ (256,453)	$ (296,054)	$ (335,655)	$ (375,256)	$ (414,857)	$ (454,458)	$ (454,458)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 2,921,900	$ 3,281,479	$ 3,594,218	$ 3,927,321	$ 4,274,163	$ 4,546,909	$ 4,910,427	$ 5,298,503	$ 5,191,760	$ 5,301,802	$ 5,477,158	$ 5,730,441	$ 5,769,038	$ 5,769,038
Accounts Payable	$ 324,100	$ 479,162	$ 457,361	$ 473,323	$ 549,053	$ 589,607	$ 676,754	$ 873,380	$ 866,340	$ 1,061,674	$ 1,244,007	$ 1,432,340	$ 1,431,299	$ 1,431,299
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Note Payable	$ 1,256,731	$ 1,248,369	$ 1,239,969	$ 1,231,531	$ 1,223,054	$ 1,214,538	$ 1,205,984	$ 1,197,390	$ 1,188,757	$ 1,180,084	$ 1,171,372	$ 1,162,620	$ 1,153,828	$ 1,153,828
Equity Less Distributions	$ 1,341,069	$ 1,941,069	$ 2,541,069	$ 3,141,069	$ 3,641,069	$ 4,141,069	$ 4,641,069	$ 4,991,069	$ 5,041,069	$ 5,041,069	$ 5,041,069	$ 5,040,410	$ 5,012,153	$ 5,012,153
Earnings/Loss	$ -	$ (387,121)	$ (644,182)	$ (918,601)	$ (1,139,014)	$ (1,398,306)	$ (1,613,380)	$ (1,763,336)	$ (1,904,405)	$ (1,981,025)	$ (1,979,290)	$ (1,904,928)	$ (1,828,242)	$ (1,828,242)
Total Liabilities and Members' Equity	$ 2,921,900	$ 3,281,479	$ 3,594,218	$ 3,927,321	$ 4,274,163	$ 4,546,909	$ 4,910,427	$ 5,298,503	$ 5,191,760	$ 5,301,802	$ 5,477,158	$ 5,730,441	$ 5,769,038	$ 5,769,038
STATEMENT OF OPERATIONS														
Number of Plants Operating		1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH		1	2	2	3	3	4	6	6	8	10	12	12	69
Sales	$ -	$ 130,000	$ 260,000	$ 260,000	$ 390,000	$ 390,000	$ 520,000	$ 780,000	$ 780,000	$ 1,040,000	$ 1,300,000	$ 1,560,000	$ 1,560,000	$ 8,970,000
Total revenue +revenue from JV plant	$ -	$ 130,000	$ 260,000	$ 260,000	$ 390,000	$ 390,000	$ 520,000	$ 780,000	$ 780,000	$ 1,040,000	$ 1,300,000	$ 1,560,000	$ 1,560,000	$ 8,970,000
Direct Materials		$ 93,737	$ 187,473	$ 187,473	$ 281,210	$ 281,210	$ 374,946	$ 562,419	$ 562,419	$ 749,892	$ 937,365	$ 1,124,838	$ 1,124,838	$ 6,467,819
Plant Labor		$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 2,325,020
Research and Development		$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs		$ 23,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 78,000
Total Direct Costs		$ 311,488	$ 387,225	$ 387,225	$ 480,961	$ 480,961	$ 574,698	$ 762,171	$ 762,171	$ 949,644	$ 1,137,117	$ 1,324,590	$ 1,324,590	$ 8,882,839
Gross Profit		$ (181,488)	$ (127,225)	$ (127,225)	$ (90,961)	$ (90,961)	$ (54,698)	$ 17,829	$ 17,829	$ 90,356	$ 162,883	$ 235,410	$ 235,410	$ 87,161
General and Administrative	$ -	$ 160,958	$ 63,458	$ 79,458	$ 61,491	$ 102,083	$ 95,533	$ 104,724	$ 97,724	$ 105,624	$ 100,524	$ 101,424	$ 100,424	$ 1,173,421
Interest expense	$ -	$ 6,717	$ 6,679	$ 6,640	$ 6,602	$ 6,563	$ 6,524	$ 6,485	$ 6,445	$ 6,406	$ 6,366	$ 6,326	$ 6,286	$ 78,040
Depreciation and Amortization	$ -	$ 38,376	$ 51,838	$ 53,921	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 638,802
Total General & Admin Expenses	$ -	$ 206,050	$ 121,975	$ 140,019	$ 123,055	$ 163,609	$ 157,020	$ 166,172	$ 159,132	$ 166,993	$ 161,853	$ 162,713	$ 161,673	$ 1,890,263
Interest Income	$ -	$ 417	$ (7,861)	$ (7,176)	$ (6,396)	$ (4,722)	$ (3,357)	$ (1,613)	$ 233	$ 17	$ 705	$ 1,664	$ 2,949	$ (25,140)
Income Before Taxes		$ (387,121)	$ (257,060)	$ (274,420)	$ (220,412)	$ (259,292)	$ (215,074)	$ (149,956)	$ (141,070)	$ (76,620)	$ 1,735	$ 74,361	$ 76,687	$ (1,828,242)
Taxes		$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Net Income for Month	$ -	$ (387,121)	$ (257,060)	$ (274,420)	$ (220,412)	$ (259,292)	$ (215,074)	$ (149,956)	$ (141,070)	$ (76,620)	$ 1,735	$ 74,361	$ 76,687	$ (1,828,242)
YTD Net Income Before Taxes	$ -	$ (387,121)	$ (644,182)	$ (918,601)	$ (1,139,014)	$ (1,398,306)	$ (1,613,380)	$ (1,763,336)	$ (1,904,405)	$ (1,981,025)	$ (1,979,290)	$ (1,904,928)	$ (1,828,242)	$ (1,828,242)
YTD Tax Expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Distributions	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 659	$ 28,257	$ 29,141	$ 58,057
CASH FLOW														
Net Income	$ -	$ (387,121)	$ (257,060)	$ (274,420)	$ (220,412)	$ (259,292)	$ (215,074)	$ (149,956)	$ (141,070)	$ (76,620)	$ 1,735	$ 74,361	$ 76,687	$ (1,828,242)
Depreciation and Amortization	$ -	$ 38,376	$ 51,838	$ 53,921	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 638,802
Change in:														
Plant Equipment	$ (921,700)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (921,700)
Molds/Tools/Press	$ (1,017,000)	$ (2,384,687)	$ (200,000)	$ (200,000)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (3,801,687)
Other Assets	$ (883,200)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (883,200)
Accounts Payable	$ 324,100	$ 155,062	$ (21,801)	$ 15,961	$ 75,731	$ 40,553	$ 87,148	$ 196,625	$ (7,040)	$ 195,334	$ 182,333	$ 188,333	$ (1,040)	$ 1,431,299
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Note Payable	$ 1,256,731	$ (8,362)	$ (8,400)	$ (8,438)	$ (8,477)	$ (8,516)	$ (8,555)	$ (8,594)	$ (8,633)	$ (8,673)	$ (8,712)	$ (8,752)	$ (8,792)	$ 1,153,828
Equity Less Distributions	$ 1,341,069	$ 600,000	$ 600,000	$ 600,000	$ 500,000	$ 500,000	$ 500,000	$ 350,000	$ 50,000	$ -	$ -	$ (659)	$ (28,257)	$ 5,012,153
0														
Net Cash Flow	100,000	$ (1,986,732)	$ 164,577	$ 187,024	$ 401,804	$ 327,709	$ 418,482	$ 443,039	$ (51,780)	$ 165,005	$ 230,319	$ 308,246	$ 93,560	$ 801,253
Cash at Beginning	$ -	$ 100,000	$ (1,886,732)	$ (1,722,155)	$ (1,535,131)	$ (1,133,326)	$ (805,617)	$ (387,136)	$ 55,903	$ 4,123	$ 169,128	$ 399,447	$ 707,693	$ -
Cash at End	$ 100,000	$ (1,886,732)	$ (1,722,155)	$ (1,535,131)	$ (1,133,326)	$ (805,617)	$ (387,136)	$ 55,903	$ 4,123	$ 169,128	$ 399,447	$ 707,693	$ 801,253	$ 801,253
Equity Injections:		$ 600,000	$ 600,000	$ 600,000	$ 500,000	$ 500,000	$ 500,000	$ 350,000	$ 50,000	$ -	$ -	$ -	$ -	$ 3,700,000

	Year Two:												Year Two Total
11.1 central operation 1 plant	1	2	3	4	5	6	7	8	9	10	11	12	
	13	14	15	16	17	18	19	20	21	22	23	24	
BALANCE SHEET													
Cash	$ 892,927	$ 926,313	$ 972,264	$ 1,023,288	$ 1,075,046	$ 1,125,671	$ 1,170,200	$ 1,222,246	$ 1,273,173	$ 1,324,822	$ 1,897,198	$ 2,300,667	$ 2,300,667
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (199,706)	$ (215,068)	$ (230,430)	$ (245,792)	$ (261,154)	$ (276,516)	$ (291,878)	$ (307,240)	$ (322,602)	$ (337,964)	$ (353,326)	$ (368,688)	$ (368,688)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (494.059)	$ (533,660)	$ (573,261)	$ (612,862)	$ (652,463)	$ (692,064)	$ (731,665)	$ (771,266)	$ (810,867)	$ (850,468)	$ (890,069)	$ (929,670)	$ (929,670)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 5,805,749	$ 5,784,172	$ 5,775,160	$ 5,771,221	$ 5,768,016	$ 5,763,678	$ 5,753,244	$ 5,750,327	$ 5,746,291	$ 5,742,977	$ 6,260,390	$ 6,608,896	$ 6,608,896
Accounts Payable	$ 1,516,402	$ 1,500,935	$ 1,492,867	$ 1,491,798	$ 1,493,730	$ 1,503,661	$ 1,491,591	$ 1,493,521	$ 1,492,451	$ 1,491,380	$ 1,868,055	$ 2,057,357	$ 2,057,357
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Note Payable	$ 1,142,602	$ 1,128,670	$ 1,114,669	$ 1,100,600	$ 1,086,462	$ 1,072,255	$ 1,057,979	$ 1,043,632	$ 1,029,216	$ 1,014,729	$ 1,000,171	$ 985,542	$ 985,542
Equity Less Distributions	$ 4,983,012	$ 4,983,012	$ 4,980,039	$ 4,973,948	$ 4,967,378	$ 4,961,461	$ 4,959,236	$ 4,952,344	$ 4,946,115	$ 4,939,397	$ 4,932,191	$ 4,870,440	$ 4,870,440
Earnings/Loss	$ (1,836,268)	$ (1,828,445)	$ (1,812,415)	$ (1,795,125)	$ (1,779,554)	$ (1,773,698)	$ (1,755,562)	$ (1,739,170)	$ (1,721,491)	$ (1,702,529)	$ (1,540,027)	$ (1,304,442)	$ (1,304,442)
Total Liabilities and Members' Equity	$ 5,805,749	$ 5,784,172	$ 5,775,160	$ 5,771,221	$ 5,768,016	$ 5,763,678	$ 5,753,244	$ 5,750,327	$ 5,746,291	$ 5,742,977	$ 6,260,390	$ 6,608,896	$ 6,608,896
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	12	12	12	12	12	12	12	12	12	12	16	18	154
Sales	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 2,080,000	$ 2,340,000	$ 20,020,000
Total revenue +revenue from JV plant	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 2,080,000	$ 2,340,000	$ 20,020,000
Direct Materials	$ 1,124,838	$ 1,124,838	$ 1,124,838	$ 1,124,838	$ 1,124,838	$ 1,124,838	$ 1,124,838	$ 1,124,838	$ 1,124,838	$ 1,124,838	$ 1,499,784	$ 1,687,257	$ 14,435,421
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 1,387,848	$ 1,387,848	$ 1,387,848	$ 1,387,848	$ 1,387,848	$ 1,387,848	$ 1,387,848	$ 1,387,848	$ 1,387,848	$ 1,387,848	$ 1,762,794	$ 1,950,267	$ 17,591,542
Gross Profit	$ 172,152	$ 172,152	$ 172,152	$ 172,152	$ 172,152	$ 172,152	$ 172,152	$ 172,152	$ 172,152	$ 172,152	$ 317,206	$ 389,733	$ 2,428,458
General and Administrative	$ 122,624	$ 107,224	$ 99,224	$ 98,224	$ 100,224	$ 110,224	$ 98,224	$ 100,224	$ 99,224	$ 98,224	$ 100,024	$ 101,924	$ 1,235,584
Interest expense	$ 5,931	$ 5,863	$ 5,795	$ 5,726	$ 5,658	$ 5,589	$ 5,519	$ 5,449	$ 5,379	$ 5,308	$ 5,238	$ 5,166	$ 66,622
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 183,517	$ 168,050	$ 159,982	$ 158,913	$ 160,845	$ 170,775	$ 158,706	$ 160,636	$ 159,566	$ 158,495	$ 160,224	$ 162,053	$ 1,961,762
Interest Income	$ 3,339	$ 3,721	$ 3,860	$ 4,051	$ 4,264	$ 4,479	$ 4,690	$ 4,876	$ 5,093	$ 5,305	$ 5,520	$ 7,905	$ 57,103
Income Before Taxes	$ (8,026)	$ 7,823	$ 16,030	$ 17,290	$ 15,571	$ 5,855	$ 18,136	$ 16,392	$ 17,679	$ 18,962	$ 162,502	$ 235,585	$ 523,800
Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Net Income for Month	$ (8,026)	$ 7,823	$ 16,030	$ 17,290	$ 15,571	$ 5,855	$ 18,136	$ 16,392	$ 17,679	$ 18,962	$ 162,502	$ 235,585	$ 523,800
YTD Net Income Before Taxes	$ (1,836,268)	$ (1,828,445)	$ (1,812,415)	$ (1,795,125)	$ (1,779,554)	$ (1,773,698)	$ (1,755,562)	$ (1,739,170)	$ (1,721,491)	$ (1,702,529)	$ (1,540,027)	$ (1,304,442)	$ (1,304,442)
YTD Tax Expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Distributions	$ -	$ 2,973	$ 6,091	$ 6,570	$ 5,917	$ 2,225	$ 6,892	$ 6,229	$ 6,718	$ 7,206	$ 61,751	$ 89,522	$ 202,094
CASH FLOW													
Net Income	$ (8,026)	$ 7,823	$ 16,030	$ 17,290	$ 15,571	$ 5,855	$ 18,136	$ 16,392	$ 17,679	$ 18,962	$ 162,502	$ 235,585	$ 523,800
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 85,103	$ (15,468)	$ (8,068)	$ (1,069)	$ 1,932	$ 9,931	$ (12,070)	$ 1,930	$ (1,070)	$ (1,071)	$ 376,676	$ 189,301	$ 626,057
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Note Payable	$ (11,225)	$ (13,933)	$ (14,001)	$ (14,069)	$ (14,138)	$ (14,207)	$ (14,276)	$ (14,346)	$ (14,416)	$ (14,487)	$ (14,558)	$ (14,629)	$ (168,286)
Equity Less Distributions	$ (29,141)	$ -	$ (2,973)	$ (6,091)	$ (6,570)	$ (5,917)	$ (2,225)	$ (6,892)	$ (6,229)	$ (6,718)	$ (7,206)	$ (61,751)	$ (141,713)
Net Cash Flow	$ 91,673	$ 33,386	$ 45,952	$ 51,024	$ 51,758	$ 50,625	$ 44,528	$ 52,047	$ 50,926	$ 51,649	$ 572,376	$ 403,469	$ 1,499,414
Cash at Beginning	$ 801,253	$ 892,927	$ 926,313	$ 972,264	$ 1,023,288	$ 1,075,046	$ 1,125,671	$ 1,170,200	$ 1,222,246	$ 1,273,173	$ 1,324,822	$ 1,897,198	$ 801,253
Cash at End	$ 892,927	$ 926,313	$ 972,264	$ 1,023,288	$ 1,075,046	$ 1,125,671	$ 1,170,200	$ 1,222,246	$ 1,273,173	$ 1,324,822	$ 1,897,198	$ 2,300,667	$ 2,300,667
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

	Year Three:												Year Three Total
11.1 central operation 1 plant	1	2	3	4	5	6	7	8	9	10	11	12	
	25	26	27	28	29	30	31	32	33	34	35	36	
BALANCE SHEET													
Cash	$ 3,268,674	$ 3,572,998	$ 3,893,957	$ 4,216,429	$ 4,537,041	$ 4,851,143	$ 5,172,380	$ 5,493,502	$ 5,817,230	$ 6,140,839	$ 6,461,898	$ 6,783,126	$ 6,783,126
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (384,050)	$ (399,412)	$ (414,774)	$ (430,136)	$ (445,498)	$ (460,860)	$ (476,222)	$ (491,584)	$ (506,946)	$ (522,308)	$ (537,670)	$ (553,032)	$ (553,032)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (969,271)	$ (1,008,872)	$ (1,048,473)	$ (1,088,074)	$ (1,127,675)	$ (1,167,276)	$ (1,206,877)	$ (1,246,478)	$ (1,286,079)	$ (1,325,680)	$ (1,365,281)	$ (1,404,882)	$ (1,404,882)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 7,521,940	$ 7,771,301	$ 8,037,297	$ 8,304,806	$ 8,570,455	$ 8,829,594	$ 9,095,868	$ 9,362,027	$ 9,630,792	$ 9,899,438	$ 10,165,534	$ 10,431,799	$ 10,431,799
Accounts Payable	$ 2,655,105	$ 2,627,733	$ 2,626,160	$ 2,621,588	$ 2,633,515	$ 2,622,941	$ 2,624,367	$ 2,621,293	$ 2,622,718	$ 2,628,143	$ 2,629,068	$ 2,629,493	$ 2,629,493
Accrued City Income Taxes	$ -	$ -	$ 395	$ 9,194	$ 8,982	$ 9,220	$ 9,217	$ 9,306	$ 9,304	$ 9,223	$ 9,231	$ 9,249	$ 9,249
Note Payable	$ 970,841	$ 956,068	$ 941,223	$ 926,305	$ 911,314	$ 896,250	$ 881,111	$ 865,899	$ 850,612	$ 835,250	$ 819,812	$ 804,299	$ 804,299
Equity Less Distributions	$ 4,780,918	$ 4,621,501	$ 4,450,150	$ 4,277,870	$ 4,106,687	$ 3,939,446	$ 3,767,769	$ 3,596,136	$ 3,422,860	$ 3,249,616	$ 3,077,891	$ 2,906,007	$ 2,906,007
Earnings/Loss	$ (884,924)	$ (434,000)	$ 19,369	$ 469,849	$ 909,957	$ 1,361,737	$ 1,813,403	$ 2,269,393	$ 2,725,298	$ 3,177,207	$ 3,629,532	$ 4,082,752	$ 4,082,752
Total Liabilities and Members' Equity	$ 7,521,940	$ 7,771,301	$ 8,037,297	$ 8,304,806	$ 8,570,455	$ 8,829,594	$ 9,095,868	$ 9,362,027	$ 9,630,792	$ 9,899,438	$ 10,165,534	$ 10,431,799	$ 10,431,799
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Direct Materials	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 26,996,112
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 30,152,233
Gross Profit	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 7,287,767
General and Administrative	$ 137,324	$ 110,024	$ 108,524	$ 104,024	$ 116,024	$ 105,524	$ 107,024	$ 104,024	$ 105,524	$ 111,024	$ 112,024	$ 112,524	$ 1,333,584
Interest expense	$ 5,095	$ 5,023	$ 4,951	$ 4,878	$ 4,805	$ 4,731	$ 4,658	$ 4,583	$ 4,508	$ 4,434	$ 4,358	$ 4,283	$ 56,307
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 197,382	$ 170,010	$ 168,437	$ 163,865	$ 175,792	$ 165,218	$ 166,644	$ 163,570	$ 164,995	$ 170,420	$ 171,345	$ 171,769	$ 2,049,446
Interest Income	$ 9,586	$ 13,619	$ 14,887	$ 16,225	$ 17,568	$ 18,904	$ 20,213	$ 21,552	$ 22,890	$ 24,238	$ 25,587	$ 26,925	$ 232,194
Income Before Taxes	$ 419,518	$ 450,923	$ 453,764	$ 459,674	$ 449,090	$ 461,000	$ 460,883	$ 465,296	$ 465,209	$ 461,132	$ 461,556	$ 462,469	$ 5,470,515
Taxes	$ -	$ -	$ 395	$ 9,194	$ 8,982	$ 9,220	$ 9,217	$ 9,306	$ 9,304	$ 9,223	$ 9,231	$ 9,249	$ 83,321
Net Income for Month	$ 419,518	$ 450,923	$ 453,369	$ 450,480	$ 440,108	$ 451,780	$ 451,666	$ 455,990	$ 455,905	$ 451,909	$ 452,325	$ 453,220	$ 5,387,194
YTD Net Income Before Taxes	$ (884,924)	$ (434,000)	$ 19,764	$ 479,438	$ 928,528	$ 1,389,528	$ 1,850,411	$ 2,315,707	$ 2,780,916	$ 3,242,048	$ 3,703,604	$ 4,166,073	$ 4,166,073
YTD Tax Expense	$ -	$ -	$ 395	$ 9,589	$ 18,571	$ 27,791	$ 37,008	$ 46,314	$ 55,618	$ 64,841	$ 74,072	$ 83,321	$ 83,321
Distributions	$ 159,417	$ 171,351	$ 172,280	$ 171,183	$ 167,241	$ 171,677	$ 171,633	$ 173,276	$ 173,244	$ 171,725	$ 171,884	$ 172,224	$ 2,047,135
CASH FLOW													
Net Income	$ 419,518	$ 450,923	$ 453,369	$ 450,480	$ 440,108	$ 451,780	$ 451,666	$ 455,990	$ 455,905	$ 451,909	$ 452,325	$ 453,220	$ 5,387,194
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 597,748	$ (27,372)	$ (1,572)	$ (4,573)	$ 11,927	$ (10,574)	$ 1,427	$ (3,075)	$ 1,425	$ 5,425	$ 925	$ 425	$ 572,136
Accrued City Income Taxes	$ -	$ -	$ 395	$ 8,799	$ (212)	$ 238	$ (3)	$ 89	$ (2)	$ (81)	$ 8	$ 18	$ 9,249
Note Payable	$ (14,701)	$ (14,773)	$ (14,845)	$ (14,918)	$ (14,991)	$ (15,064)	$ (15,138)	$ (15,213)	$ (15,287)	$ (15,362)	$ (15,437)	$ (15,513)	$ (181,243)
Equity Less Distributions	$ (89,522)	$ (159,417)	$ (171,351)	$ (172,280)	$ (171,183)	$ (167,241)	$ (171,677)	$ (171,633)	$ (173,276)	$ (173,244)	$ (171,725)	$ (171,884)	$ (1,964,433)
0													
Net Cash Flow	$ 968,007	$ 304,324	$ 320,958	$ 322,472	$ 320,612	$ 314,102	$ 321,237	$ 321,122	$ 323,728	$ 323,610	$ 321,058	$ 321,229	$ 4,482,459
Cash at Beginning	$ 2,300,667	$ 3,268,674	$ 3,572,998	$ 3,893,957	$ 4,216,429	$ 4,537,041	$ 4,851,143	$ 5,172,380	$ 5,493,502	$ 5,817,230	$ 6,140,839	$ 6,461,898	$ 2,300,667
Cash at End	$ 3,268,674	$ 3,572,998	$ 3,893,957	$ 4,216,429	$ 4,537,041	$ 4,851,143	$ 5,172,380	$ 5,493,502	$ 5,817,230	$ 6,140,839	$ 6,461,898	$ 6,783,126	$ 6,783,126
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

	Year Four:												Year Four Total
11.1 central operation 1 plant	1	2	3	4	5	6	7	8	9	10	11	12	
	37	38	39	40	41	42	43	44	45	46	47	48	
BALANCE SHEET													
Cash	$ 7,104,835	$ 7,413,960	$ 7,737,306	$ 8,060,554	$ 8,386,106	$ 8,713,671	$ 9,042,342	$ 9,374,550	$ 9,703,320	$ 10,036,228	$ 10,366,611	$ 10,700,224	$ 10,700,224
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (568,394)	$ (583,756)	$ (599,118)	$ (614,480)	$ (629,842)	$ (645,204)	$ (660,566)	$ (675,928)	$ (691,290)	$ (706,652)	$ (722,014)	$ (737,376)	$ (737,376)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (1,444,483)	$ (1,484,084)	$ (1,523,685)	$ (1,563,286)	$ (1,602,887)	$ (1,642,488)	$ (1,682,089)	$ (1,721,690)	$ (1,761,291)	$ (1,800,892)	$ (1,840,493)	$ (1,880,094)	$ (1,880,094)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 10,698,545	$ 10,952,707	$ 11,221,090	$ 11,489,375	$ 11,759,964	$ 12,032,566	$ 12,306,274	$ 12,583,519	$ 12,857,326	$ 13,135,271	$ 13,410,691	$ 13,689,341	$ 13,689,341
Accounts Payable	$ 2,651,416	$ 2,629,140	$ 2,630,563	$ 2,627,985	$ 2,625,908	$ 2,625,330	$ 2,620,751	$ 2,627,672	$ 2,622,092	$ 2,627,514	$ 2,623,433	$ 2,621,852	$ 2,621,852
Accrued City Income Taxes	$ 8,838	$ 9,310	$ 9,307	$ 9,386	$ 9,455	$ 9,493	$ 9,611	$ 9,501	$ 9,640	$ 9,559	$ 9,669	$ 9,727	$ 9,727
Note Payable	$ 788,710	$ 773,044	$ 757,301	$ 741,481	$ 725,583	$ 709,607	$ 693,553	$ 677,420	$ 661,207	$ 644,915	$ 628,542	$ 612,090	$ 612,090
Equity Less Distributions	$ 2,733,783	$ 2,569,225	$ 2,395,873	$ 2,222,571	$ 2,047,807	$ 1,871,768	$ 1,695,009	$ 1,516,036	$ 1,339,131	$ 1,159,632	$ 981,642	$ 801,616	$ 801,616
Earnings/Loss	$ 4,515,798	$ 4,971,988	$ 5,428,047	$ 5,887,951	$ 6,351,212	$ 6,816,368	$ 7,287,351	$ 7,752,890	$ 8,225,256	$ 8,693,651	$ 9,167,404	$ 9,644,056	$ 9,644,056
Total Liabilities and Members' Equity	$ 10,698,545	$ 10,952,707	$ 11,221,090	$ 11,489,375	$ 11,759,964	$ 12,032,566	$ 12,306,274	$ 12,583,519	$ 12,857,326	$ 13,135,271	$ 13,410,691	$ 13,689,341	$ 13,689,341
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Direct Materials	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 26,996,112
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 30,152,233
Gross Profit	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 7,287,767
General and Administrative	$ 134,524	$ 112,324	$ 113,824	$ 111,324	$ 109,324	$ 108,824	$ 104,324	$ 111,324	$ 105,824	$ 111,324	$ 107,324	$ 105,824	$ 1,336,084
Interest expense	$ 4,206	$ 4,130	$ 4,053	$ 3,976	$ 3,898	$ 3,820	$ 3,741	$ 3,662	$ 3,583	$ 3,504	$ 3,424	$ 3,342	$ 45,339
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 193,693	$ 171,417	$ 172,840	$ 170,262	$ 168,185	$ 167,607	$ 163,027	$ 169,949	$ 164,369	$ 169,790	$ 165,710	$ 164,129	$ 2,040,978
Interest Income	$ 28,263	$ 29,603	$ 30,891	$ 32,239	$ 33,586	$ 34,942	$ 36,307	$ 37,676	$ 39,061	$ 40,431	$ 41,818	$ 43,194	$ 428,011
Income Before Taxes	$ 441,884	$ 465,500	$ 465,365	$ 469,291	$ 472,715	$ 474,649	$ 480,593	$ 475,041	$ 482,006	$ 477,954	$ 483,422	$ 486,379	$ 5,674,800
Taxes	$ 8,838	$ 9,310	$ 9,307	$ 9,386	$ 9,455	$ 9,493	$ 9,611	$ 9,501	$ 9,640	$ 9,559	$ 9,669	$ 9,727	$ 113,496
Net Income for Month	$ 433,046	$ 456,190	$ 456,058	$ 459,905	$ 463,260	$ 465,156	$ 470,982	$ 465,540	$ 472,366	$ 468,395	$ 473,753	$ 476,652	$ 5,561,304
YTD Net Income Before Taxes	$ 4,607,957	$ 5,073,457	$ 5,538,823	$ 6,008,113	$ 6,480,829	$ 6,955,478	$ 7,436,072	$ 7,911,112	$ 8,393,118	$ 8,871,072	$ 9,354,494	$ 9,840,873	$ 9,840,873
YTD Tax Expense	$ 92,159	$ 101,469	$ 110,776	$ 120,162	$ 129,617	$ 139,110	$ 148,721	$ 158,222	$ 167,862	$ 177,421	$ 187,090	$ 196,817	$ 196,817
Distributions	$ 164,558	$ 173,352	$ 173,302	$ 174,764	$ 176,039	$ 176,759	$ 178,973	$ 176,905	$ 179,499	$ 177,990	$ 180,026	$ 181,128	$ 2,113,295
CASH FLOW													
Net Income	$ 433,046	$ 456,190	$ 456,058	$ 459,905	$ 463,260	$ 465,156	$ 470,982	$ 465,540	$ 472,366	$ 468,395	$ 473,753	$ 476,652	$ 5,561,304
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 21,923	$ (22,276)	$ 1,423	$ (2,577)	$ (2,078)	$ (578)	$ (4,579)	$ 6,922	$ (5,580)	$ 5,421	$ (4,080)	$ (1,581)	$ (7,641)
Accrued City Income Taxes	$ (411)	$ 472	$ (3)	$ 79	$ 69	$ 38	$ 118	$ (110)	$ 139	$ (81)	$ 110	$ 58	$ 478
Note Payable	$ (15,589)	$ (15,666)	$ (15,743)	$ (15,820)	$ (15,898)	$ (15,976)	$ (16,054)	$ (16,133)	$ (16,213)	$ (16,292)	$ (16,372)	$ (16,453)	$ (192,209)
Equity Less Distributions	$ (172,224)	$ (164,558)	$ (173,352)	$ (173,302)	$ (174,764)	$ (176,039)	$ (176,759)	$ (178,973)	$ (176,905)	$ (179,499)	$ (177,990)	$ (180,026)	$ (2,104,391)
Net Cash Flow	$ 321,708	$ 309,125	$ 323,346	$ 323,247	$ 325,553	$ 327,565	$ 328,671	$ 332,208	$ 328,770	$ 332,907	$ 330,383	$ 333,613	$ 3,917,097
Cash at Beginning	$ 6,783,126	$ 7,104,835	$ 7,413,960	$ 7,737,306	$ 8,060,554	$ 8,386,106	$ 8,713,671	$ 9,042,342	$ 9,374,550	$ 9,703,320	$ 10,036,228	$ 10,366,611	$ 6,783,126
Cash at End	$ 7,104,835	$ 7,413,960	$ 7,737,306	$ 8,060,554	$ 8,386,106	$ 8,713,671	$ 9,042,342	$ 9,374,550	$ 9,703,320	$ 10,036,228	$ 10,366,611	$ 10,700,224	$ 10,700,224
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

	Year Five:												Year Five Total
11.1 central operation 1 plant	1	2	3	4	5	6	7	8	9	10	11	12	
	49	50	51	52	53	54	55	56	57	58	59	60	
BALANCE SHEET													
Cash	$ 11,035,567	$ 11,309,876	$ 11,600,240	$ 11,892,246	$ 12,193,163	$ 12,488,443	$ 12,789,898	$ 13,093,004	$ 13,396,847	$ 13,700,514	$ 14,003,703	$ 14,305,497	$ 14,305,497
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (752,738)	$ (768,100)	$ (783,462)	$ (798,824)	$ (814,186)	$ (829,548)	$ (844,910)	$ (860,272)	$ (875,634)	$ (890,996)	$ (906,358)	$ (921,700)	$ (921,700)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (1,919,695)	$ (1,959,296)	$ (1,998,897)	$ (2,038,498)	$ (2,078,099)	$ (2,117,700)	$ (2,157,301)	$ (2,196,902)	$ (2,236,503)	$ (2,276,104)	$ (2,315,705)	$ (2,355,306)	$ (2,355,306)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 13,969,721	$ 14,189,067	$ 14,424,468	$ 14,661,511	$ 14,907,465	$ 15,147,782	$ 15,394,274	$ 15,642,417	$ 15,891,297	$ 16,140,001	$ 16,388,227	$ 16,635,078	$ 16,635,078
Accounts Payable	$ 2,723,571	$ 2,697,990	$ 2,696,408	$ 2,682,827	$ 2,693,244	$ 2,684,161	$ 2,682,577	$ 2,682,493	$ 2,683,909	$ 2,685,824	$ 2,689,239	$ 2,683,653	$ 2,683,653
Accrued City Income Taxes	$ 7,721	$ 8,261	$ 8,315	$ 8,611	$ 8,427	$ 8,633	$ 8,690	$ 8,717	$ 8,714	$ 8,700	$ 8,658	$ 8,795	$ 8,795
Note Payable	$ 595,556	$ 578,941	$ 562,244	$ 545,464	$ 528,603	$ 511,658	$ 494,630	$ 477,518	$ 460,321	$ 443,040	$ 425,674	$ 408,222	$ 408,222
Equity Less Distributions	$ 620,488	$ 476,723	$ 322,911	$ 168,085	$ 7,750	$ (149,159)	$ (309,917)	$ (471,723)	$ (634,028)	$ (796,276)	$ (958,282)	$ (1,119,488)	$ (1,119,488)
Earnings/Loss	$ 10,022,385	$ 10,427,153	$ 10,834,591	$ 11,256,524	$ 11,669,441	$ 12,092,489	$ 12,518,295	$ 12,945,413	$ 13,372,380	$ 13,798,713	$ 14,222,938	$ 14,653,896	$ 14,653,896
Total Liabilities and Members' Equity	$ 13,969,721	$ 14,189,067	$ 14,424,468	$ 14,661,511	$ 14,907,465	$ 15,147,782	$ 15,394,274	$ 15,642,417	$ 15,891,297	$ 16,140,001	$ 16,388,227	$ 16,635,078	$ 16,635,078
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
		0											
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Direct Materials	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 26,996,112
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 30,152,233
Gross Profit	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 7,287,767
General and Administrative	$ 207,624	$ 182,124	$ 180,624	$ 167,124	$ 177,624	$ 168,624	$ 167,124	$ 167,124	$ 168,624	$ 170,624	$ 174,124	$ 168,624	$ 2,099,984
Interest expense	$ 3,262	$ 3,181	$ 3,098	$ 3,017	$ 2,934	$ 2,851	$ 2,767	$ 2,683	$ 2,600	$ 2,515	$ 2,429	$ 2,344	$ 33,680
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,943	$ 659,536
Total General & Admin Expenses	$ 265,848	$ 240,267	$ 238,685	$ 225,104	$ 235,521	$ 226,438	$ 224,854	$ 224,770	$ 226,186	$ 228,101	$ 231,516	$ 225,910	$ 2,793,200
Interest Income	$ 44,584	$ 45,982	$ 47,124	$ 48,334	$ 49,551	$ 50,805	$ 52,035	$ 53,291	$ 54,554	$ 55,820	$ 57,085	$ 58,349	$ 617,514
Income Before Taxes	$ 386,050	$ 413,029	$ 415,753	$ 430,544	$ 421,344	$ 431,681	$ 434,495	$ 435,835	$ 435,682	$ 435,033	$ 432,883	$ 439,753	$ 5,112,082
Taxes	$ 7,721	$ 8,261	$ 8,315	$ 8,611	$ 8,427	$ 8,633	$ 8,690	$ 8,717	$ 8,714	$ 8,700	$ 8,658	$ 8,795	$ 102,242
Net Income for Month	$ 378,329	$ 404,768	$ 407,438	$ 421,933	$ 412,917	$ 423,048	$ 425,805	$ 427,118	$ 426,968	$ 426,333	$ 424,225	$ 430,958	$ 5,009,840
YTD Net Income Before Taxes	$ 10,226,923	$ 10,639,952	$ 11,055,705	$ 11,486,249	$ 11,907,593	$ 12,339,274	$ 12,773,770	$ 13,209,605	$ 13,645,286	$ 14,080,319	$ 14,513,202	$ 14,952,955	$ 14,952,955
YTD Tax Expense	$ 204,538	$ 212,799	$ 221,114	$ 229,725	$ 238,152	$ 246,785	$ 255,475	$ 264,192	$ 272,906	$ 281,606	$ 290,264	$ 299,059	$ 299,059
Distributions	$ 143,765	$ 153,812	$ 154,826	$ 160,335	$ 156,909	$ 160,758	$ 161,806	$ 162,305	$ 162,248	$ 162,006	$ 161,206	$ 163,764	$ 1,903,740
CASH FLOW													
Net Income	$ 378,329	$ 404,768	$ 407,438	$ 421,933	$ 412,917	$ 423,048	$ 425,805	$ 427,118	$ 426,968	$ 426,333	$ 424,225	$ 430,958	$ 5,009,840
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,943	$ 659,536
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 101,719	$ (25,581)	$ (1,582)	$ (13,581)	$ 10,417	$ (9,083)	$ (1,584)	$ (84)	$ 1,416	$ 1,915	$ 3,415	$ (5,586)	$ 61,801
Accrued City Income Taxes	$ (2,006)	$ 540	$ 54	$ 296	$ (184)	$ 206	$ 57	$ 27	$ (3)	$ (14)	$ (42)	$ 137	$ (932)
Note Payable	$ (16,534)	$ (16,615)	$ (16,697)	$ (16,779)	$ (16,862)	$ (16,945)	$ (17,028)	$ (17,112)	$ (17,196)	$ (17,281)	$ (17,366)	$ (17,452)	$ (203,868)
Equity Less Distributions	$ (181,128)	$ (143,765)	$ (153,812)	$ (154,826)	$ (160,335)	$ (156,909)	$ (160,758)	$ (161,806)	$ (162,305)	$ (162,248)	$ (162,006)	$ (161,206)	$ (1,921,104)
Net Cash Flow	$ 335,343	$ 274,310	$ 290,364	$ 292,006	$ 300,917	$ 295,280	$ 301,455	$ 303,106	$ 303,843	$ 303,668	$ 303,188	$ 301,794	$ 3,605,273
Cash at Beginning	$ 10,700,224	$ 11,035,567	$ 11,309,876	$ 11,600,240	$ 11,892,246	$ 12,193,163	$ 12,488,443	$ 12,789,898	$ 13,093,004	$ 13,396,847	$ 13,700,514	$ 14,003,703	$ 10,700,224
Cash at End	$ 11,035,567	$ 11,309,876	$ 11,600,240	$ 11,892,246	$ 12,193,163	$ 12,488,443	$ 12,789,898	$ 13,093,004	$ 13,396,847	$ 13,700,514	$ 14,003,703	$ 14,305,497	$ 14,305,497
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

11.1 central operation 1 plant	Year Six 1	2	3	4	5	6	7	8	9	10	11	12	Year Six Total
	61	62	63	64	65	66	67	68	69	70	71	72	
BALANCE SHEET													
Cash	$ 14,620,788	$ 14,930,886	$ 15,241,740	$ 15,553,364	$ 15,865,760	$ 16,178,927	$ 16,492,871	$ 16,807,590	$ 17,123,089	$ 17,439,366	$ 17,756,428	$ 18,074,272	$ 18,074,272
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (2,394,907)	$ (2,434,508)	$ (2,474,109)	$ (2,513,710)	$ (2,553,311)	$ (2,592,912)	$ (2,632,513)	$ (2,672,114)	$ (2,711,715)	$ (2,751,316)	$ (2,790,917)	$ (2,830,518)	$ (2,830,518)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 16,910,768	$ 17,181,265	$ 17,452,518	$ 17,724,541	$ 17,997,336	$ 18,270,902	$ 18,545,245	$ 18,820,363	$ 19,096,261	$ 19,372,937	$ 19,650,398	$ 19,928,641	$ 19,928,641
Accounts Payable	$ 2,683,567	$ 2,683,520	$ 2,683,473	$ 2,683,425	$ 2,683,377	$ 2,683,329	$ 2,683,280	$ 2,683,231	$ 2,683,182	$ 2,683,132	$ 2,683,083	$ 2,683,033	$ 2,683,033
Accrued City Income Taxes	$ 9,129	$ 9,156	$ 9,183	$ 9,209	$ 9,237	$ 9,263	$ 9,291	$ 9,318	$ 9,345	$ 9,372	$ 9,400	$ 9,427	$ 9,427
Note Payable	$ 400,120	$ 391,970	$ 383,773	$ 375,528	$ 367,235	$ 358,894	$ 350,505	$ 342,066	$ 333,578	$ 325,041	$ 316,454	$ 307,817	$ 307,817
Equity Less Distributions	$ (1,283,252)	$ (1,453,229)	$ (1,623,713)	$ (1,794,696)	$ (1,966,179)	$ (2,138,164)	$ (2,310,651)	$ (2,483,642)	$ (2,657,139)	$ (2,831,143)	$ (3,005,654)	$ (3,180,675)	$ (3,180,675)
Earnings/Loss	$ 15,101,205	$ 15,549,847	$ 15,999,803	$ 16,451,075	$ 16,903,666	$ 17,357,580	$ 17,812,820	$ 18,269,390	$ 18,727,294	$ 19,186,535	$ 19,647,115	$ 20,109,039	$ 20,109,039
Total Liabilities and Members' Equity	$ 16,910,768	$ 17,181,265	$ 17,452,518	$ 17,724,541	$ 17,997,336	$ 18,270,902	$ 18,545,245	$ 18,820,363	$ 19,096,261	$ 19,372,937	$ 19,650,398	$ 19,928,641	$ 19,928,641
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	37440000
Direct Materials	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Plant Labor	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 26,996,112
Research and Development	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Plant Costs	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Total Direct Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
	2512686.047	2512686.047	2512686.047	2512686.047	2512686.047	2512686.047	2512686.047	2512686.047	2512686.047	2512686.047	2512686.047	2512686.047	30152232.56
Gross Profit	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	607313.9533	607313.9533	607313.9533	607313.9533	607313.9533	607313.9533	607313.9533	607313.9533	607313.9533	607313.9533	607313.9533	607313.9533	7287767.44
General and Administrative	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Interest expense	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 2,023,484
Depreciation and Amortization	$ 2,258	$ 2,210	$ 2,163	$ 2,115	$ 2,067	$ 2,019	$ 1,970	$ 1,921	$ 1,872	$ 1,823	$ 1,773	$ 1,723	$ 23,915
Total General & Admin Expenses	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 475,212
	210482.2791	210435.0987	210387.638	210339.8953	210291.8689	210243.5572	210194.9583	210146.0705	210096.8921	210047.4213	209997.6563	209947.5954	2522610.931
Interest Income	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	59606	60920	62212	63507	64806	66107	67412	68720	70032	71346	72664	73985	801317
Income Before Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Taxes	$ 456,438	$ 457,799	$ 459,138	$ 460,481	$ 461,828	$ 463,177	$ 464,531	$ 465,888	$ 467,249	$ 468,613	$ 469,980	$ 471,351	$ 5,566,474
	9129	9156	9183	9209	9237	9263	9291	9318	9345	9372	9400	9427	111330
Net Income for Month	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
YTD Net Income Before Taxes	$ 447,309	$ 448,643	$ 449,955	$ 451,272	$ 452,591	$ 453,914	$ 455,240	$ 456,570	$ 457,904	$ 459,241	$ 460,580	$ 461,924	$ 5,455,144
YTD Tax Expense	$ 15,409,393	$ 15,867,191	$ 16,326,330	$ 16,786,811	$ 17,248,639	$ 17,711,816	$ 18,176,347	$ 18,642,235	$ 19,109,484	$ 19,578,097	$ 20,048,077	$ 20,519,428	$ 20,519,428
Distributions	$ 308,188	$ 317,344	$ 326,527	$ 335,736	$ 344,973	$ 354,236	$ 363,527	$ 372,845	$ 382,190	$ 391,562	$ 400,962	$ 410,389	$ 410,389
CASH FLOW	169977	170484	170983	171483	171985	172487	172991	173497	174004	174511	175021	175531	2072954
Net Income	$ 447,309	$ 448,643	$ 449,955	$ 451,272	$ 452,591	$ 453,914	$ 455,240	$ 456,570	$ 457,904	$ 459,241	$ 460,580	$ 461,924	$ 5,455,144
Depreciation and Amortization	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 475,212
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ (86)	$ (47)	$ (47)	$ (48)	$ (48)	$ (48)	$ (49)	$ (49)	$ (49)	$ (49)	$ (50)	$ (50)	$ (621)
Accrued City Income Taxes	$ 334	$ 27	$ 27	$ 26	$ 28	$ 26	$ 28	$ 27	$ 27	$ 27	$ 28	$ 27	$ 632
Note Payable	$ (8,102)	$ (8,150)	$ (8,197)	$ (8,245)	$ (8,293)	$ (8,341)	$ (8,390)	$ (8,439)	$ (8,488)	$ (8,537)	$ (8,587)	$ (8,637)	$ (100,405)
Equity Less Distributions	$ (163,764)	$ (169,977)	$ (170,484)	$ (170,983)	$ (171,483)	$ (171,985)	$ (172,487)	$ (172,991)	$ (173,497)	$ (174,004)	$ (174,511)	$ (175,021)	$ (2,061,187)
Net Cash Flow	$ 315,291	$ 310,097	$ 310,855	$ 311,624	$ 312,396	$ 313,167	$ 313,944	$ 314,719	$ 315,498	$ 316,278	$ 317,062	$ 317,844	$ 3,768,775
Cash at Beginning	$ 14,305,497	$ 14,620,788	$ 14,930,886	$ 15,241,740	$ 15,553,364	$ 15,865,760	$ 16,178,927	$ 16,492,871	$ 16,807,590	$ 17,123,089	$ 17,439,366	$ 17,756,428	$ 14,305,497
Cash at End	$ 14,620,788	$ 14,930,886	$ 15,241,740	$ 15,553,364	$ 15,865,760	$ 16,178,927	$ 16,492,871	$ 16,807,590	$ 17,123,089	$ 17,439,366	$ 17,756,428	$ 18,074,272	$ 18,074,272
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

PDG Domus Mfg LLC
Financial Model 11.2

The financial model 11.2 (6 years, one central operation plant) has the following market conditions: A shrinking market and simultaneously having 5% inflation on: materials, shipping/handling, land and area costs. Included in this model are medium production numbers for the first year, 114 structures with three shifts.

Financial Model Covers:

- Time period 6 years
- One central operation plant
- 3 shifts
- Medium production
- First year production 114 units, Second year 154 units, Third year 288 units
- Personnel 75 first year, 99 peak
- 288 peak unit production
- 48 units breakeven second quarter
- $1,000,000.00 Leased equipment
- 5% more home cost (materials, land, area cost, shipping/handling)
- Total cash injections $3.7 million

	Year:	Year One:											Year One Total
11.2 central operation 1 plant	Month of Year:	1	2	3	4	5	6	7	8	9	10	11	12	
	Month:	1	2	3	4	5	6	7	8	9	10	11	12	
BALANCE SHEET	**Initial**													
Cash	$ 100,000	$ (976,732)	$ (687,670)	$ (281,453)	$ 210,455	$ 722,831	$ 1,196,749	$ 1,789,641	$ 1,888,339	$ 1,940,874	$ 2,249,116	$ 2,346,672	$ 2,444,132	$ 2,444,132
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)		$ (15,362)	$ (30,724)	$ (46,086)	$ (61,448)	$ (76,810)	$ (92,172)	$ (107,534)	$ (122,896)	$ (138,258)	$ (153,620)	$ (168,982)	$ (184,344)	$ (184,344)
Molds/Tools/Press	$ 1,017,000	$ 3,401,687	$ 3,601,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press		$ (23,014)	$ (59,490)	$ (98,049)	$ (137,650)	$ (177,251)	$ (216,852)	$ (256,453)	$ (296,054)	$ (335,655)	$ (375,256)	$ (414,857)	$ (454,458)	$ (454,458)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 2,921,900	$ 4,191,479	$ 4,628,703	$ 5,180,999	$ 5,617,944	$ 6,075,357	$ 6,494,312	$ 7,032,241	$ 7,075,976	$ 7,073,548	$ 7,326,827	$ 7,369,420	$ 7,411,917	$ 7,411,917
Accounts Payable	$ 324,100	$ 1,138,468	$ 1,022,480	$ 1,038,442	$ 1,019,986	$ 1,060,539	$ 1,053,500	$ 1,250,126	$ 1,243,086	$ 1,250,047	$ 1,432,380	$ 1,432,340	$ 1,431,299	$ 1,431,299
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Note Payable	$ 1,256,731	$ 1,248,369	$ 1,239,969	$ 1,231,531	$ 1,223,054	$ 1,214,538	$ 1,205,984	$ 1,197,390	$ 1,188,757	$ 1,180,084	$ 1,171,372	$ 1,162,620	$ 1,153,828	$ 1,153,828
Equity Less Distributions	$ 1,341,069	$ 1,941,069	$ 2,541,069	$ 3,141,069	$ 3,641,069	$ 4,141,069	$ 4,641,069	$ 4,991,069	$ 5,041,069	$ 5,037,494	$ 5,036,408	$ 5,005,725	$ 4,974,539	$ 4,974,539
Earnings/Loss	$ -	$ (136,427)	$ (174,815)	$ (230,043)	$ (266,165)	$ (340,790)	$ (406,242)	$ (406,344)	$ (396,936)	$ (394,078)	$ (313,333)	$ (231,265)	$ (147,749)	$ (147,749)
Total Liabilities and Members' Equity	$ 2,921,900	$ 4,191,479	$ 4,628,703	$ 5,180,999	$ 5,617,944	$ 6,075,357	$ 6,494,312	$ 7,032,241	$ 7,075,976	$ 7,073,548	$ 7,326,827	$ 7,369,420	$ 7,411,917	$ 7,411,917
STATEMENT OF OPERATIONS														
Number of Plants Operating		1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH		8	8	8	8	8	8	10	10	10	12	12	12	114
Sales	$ -	$ 1,040,000	$ 1,040,000	$ 1,040,000	$ 1,040,000	$ 1,040,000	$ 1,040,000	$ 1,300,000	$ 1,300,000	$ 1,300,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 14,820,000
Total revenue +revenue from JV plant	$ -	$ 1,040,000	$ 1,040,000	$ 1,040,000	$ 1,040,000	$ 1,040,000	$ 1,040,000	$ 1,300,000	$ 1,300,000	$ 1,300,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 14,820,000
Direct Materials		$ 749,892	$ 749,892	$ 749,892	$ 749,892	$ 749,892	$ 749,892	$ 937,365	$ 937,365	$ 937,365	$ 1,124,838	$ 1,124,838	$ 1,124,838	$ 10,685,961
Plant Labor		$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 2,325,020
Research and Development		$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs		$ 23,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 78,000
Total Direct Costs		$ 967,644	$ 949,644	$ 949,644	$ 949,644	$ 949,644	$ 949,644	$ 1,137,117	$ 1,137,117	$ 1,137,117	$ 1,324,590	$ 1,324,590	$ 1,324,590	$ 13,100,981
Gross Profit		$ 72,356	$ 90,356	$ 90,356	$ 90,356	$ 90,356	$ 90,356	$ 162,883	$ 162,883	$ 162,883	$ 235,410	$ 235,410	$ 235,410	$ 1,719,019
General and Administrative	$ -	$ 164,108	$ 66,158	$ 82,158	$ 63,741	$ 104,333	$ 97,333	$ 106,524	$ 99,524	$ 106,524	$ 101,424	$ 101,424	$ 100,424	$ 1,193,671
Interest expense	$ -	$ 6,717	$ 6,679	$ 6,640	$ 6,602	$ 6,563	$ 6,524	$ 6,485	$ 6,445	$ 6,406	$ 6,366	$ 6,326	$ 6,286	$ 78,040
Depreciation and Amortization	$ -	$ 38,376	$ 51,838	$ 53,921	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 638,802
Total General & Admin Expenses	$ -	$ 209,200	$ 124,675	$ 142,719	$ 125,305	$ 165,859	$ 158,820	$ 167,972	$ 160,932	$ 167,893	$ 162,753	$ 162,713	$ 161,673	$ 1,910,513
Interest Income	$ -	$ 417	$ (4,070)	$ (2,865)	$ (1,173)	$ 877	$ 3,012	$ 4,986	$ 7,457	$ 7,868	$ 8,087	$ 9,371	$ 9,778	$ 43,745
Income Before Taxes		$ (136,427)	$ (38,388)	$ (55,228)	$ (36,122)	$ (74,625)	$ (65,451)	$ (103)	$ 9,408	$ 2,858	$ 80,744	$ 82,068	$ 83,516	$ (147,749)
Taxes		$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Net Income for Month	$ -	$ (136,427)	$ (38,388)	$ (55,228)	$ (36,122)	$ (74,625)	$ (65,451)	$ (103)	$ 9,408	$ 2,858	$ 80,744	$ 82,068	$ 83,516	$ (147,749)
YTD Net Income Before Taxes	$ -	$ (136,427)	$ (174,815)	$ (230,043)	$ (266,165)	$ (340,790)	$ (406,242)	$ (406,344)	$ (396,936)	$ (394,078)	$ (313,333)	$ (231,265)	$ (147,749)	$ (147,749)
YTD Tax Expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Distributions	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 3,575	$ 1,086	$ 30,683	$ 31,186	$ 31,736	$ 98,266
CASH FLOW														
Net Income	$ -	$ (136,427)	$ (38,388)	$ (55,228)	$ (36,122)	$ (74,625)	$ (65,451)	$ (103)	$ 9,408	$ 2,858	$ 80,744	$ 82,068	$ 83,516	$ (147,749)
Depreciation and Amortization	$ -	$ 38,376	$ 51,838	$ 53,921	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 638,802
Change in:														
Plant Equipment	$ (921,700)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (921,700)
Molds/Tools/Press	$ (1,017,000)	$ (2,384,687)	$ (200,000)	$ (200,000)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (3,801,687)
Other Assets	$ (883,200)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (883,200)
Accounts Payable	$ 324,100	$ 814,368	$ (115,988)	$ 15,961	$ (18,456)	$ 40,553	$ (7,039)	$ 196,625	$ (7,040)	$ 6,961	$ 182,333	$ (40)	$ (1,040)	$ 1,431,299
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Note Payable	$ 1,256,731	$ (8,362)	$ (8,400)	$ (8,438)	$ (8,477)	$ (8,516)	$ (8,555)	$ (8,594)	$ (8,633)	$ (8,673)	$ (8,712)	$ (8,752)	$ (8,792)	$ 1,153,828
Equity Less Distributions	$ 1,341,069	$ 600,000	$ 600,000	$ 600,000	$ 500,000	$ 500,000	$ 500,000	$ 350,000	$ 50,000	$ (3,575)	$ (1,086)	$ (30,683)	$ (31,186)	$ 4,974,539
0														
Net Cash Flow	100,000	$ (1,076,732)	$ 289,062	$ 406,216	$ 491,908	$ 512,375	$ 473,918	$ 592,892	$ 98,698	$ 52,535	$ 308,242	$ 97,556	$ 97,460	$ 2,444,132
Cash at Beginning	$ -	$ 100,000	$ (976,732)	$ (687,670)	$ (281,453)	$ 210,455	$ 722,831	$ 1,196,749	$ 1,789,641	$ 1,888,339	$ 1,940,874	$ 2,249,116	$ 2,346,672	$ -
Cash at End	$ 100,000	$ (976,732)	$ (687,670)	$ (281,453)	$ 210,455	$ 722,831	$ 1,196,749	$ 1,789,641	$ 1,888,339	$ 1,940,874	$ 2,249,116	$ 2,346,672	$ 2,444,132	$ 2,444,132
Equity Injections:		$ 600,000	$ 600,000	$ 600,000	$ 500,000	$ 500,000	$ 500,000	$ 350,000	$ 50,000	$ -	$ -	$ -	$ -	$ 3,700,000

	Year Two:												Year Two Total
11.2 central operation 1 plant	1	2	3	4	5	6	7	8	9	10	11	12	
	13	14	15	16	17	18	19	20	21	22	23	24	
BALANCE SHEET													
Cash	$ 2,540,055	$ 2,580,304	$ 2,630,539	$ 2,685,854	$ 2,741,913	$ 2,796,852	$ 2,845,704	$ 2,902,086	$ 2,957,358	$ 3,013,100	$ 3,589,523	$ 3,995,269	$ 3,995,269
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (199,706)	$ (215,068)	$ (230,430)	$ (245,792)	$ (261,154)	$ (276,516)	$ (291,878)	$ (307,240)	$ (322,602)	$ (337,964)	$ (353,326)	$ (368,688)	$ (368,688)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (494.059)	$ (533,660)	$ (573,261)	$ (612,862)	$ (652,463)	$ (692,064)	$ (731,665)	$ (771,266)	$ (810,867)	$ (850,468)	$ (890,069)	$ (929,670)	$ (929,670)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 7,452,877	$ 7,438,163	$ 7,433,435	$ 7,433,787	$ 7,434,883	$ 7,434,859	$ 7,428,748	$ 7,430,167	$ 7,430,476	$ 7,431,255	$ 7,952,715	$ 8,303,498	$ 8,303,498
Accounts Payable	$ 1,516,402	$ 1,500,935	$ 1,492,867	$ 1,491,798	$ 1,493,730	$ 1,503,661	$ 1,491,591	$ 1,493,521	$ 1,492,451	$ 1,491,380	$ 1,868,055	$ 2,057,357	$ 2,057,357
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 427	$ 519	$ 3,391	$ 4,853	$ 4,853
Note Payable	$ 1,142,602	$ 1,128,670	$ 1,114,669	$ 1,100,600	$ 1,086,462	$ 1,072,255	$ 1,057,979	$ 1,043,632	$ 1,029,216	$ 1,014,729	$ 1,000,171	$ 985,542	$ 985,542
Equity Less Distributions	$ 4,942,803	$ 4,942,803	$ 4,937,222	$ 4,928,512	$ 4,919,316	$ 4,910,767	$ 4,905,902	$ 4,896,364	$ 4,887,482	$ 4,878,267	$ 4,868,592	$ 4,805,457	$ 4,805,457
Earnings/Loss	$ (148,930)	$ (134,244)	$ (111,323)	$ (87,123)	$ (64,625)	$ (51,824)	$ (26,724)	$ (3,351)	$ 20,900	$ 46,360	$ 212,506	$ 450,290	$ 450,290
Total Liabilities and Members' Equity	$ 7,452,877	$ 7,438,163	$ 7,433,435	$ 7,433,787	$ 7,434,883	$ 7,434,859	$ 7,428,748	$ 7,430,167	$ 7,430,476	$ 7,431,255	$ 7,952,715	$ 8,303,498	$ 8,303,498
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	12	12	12	12	12	12	12	12	12	12	16	18	154
Sales	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 2,080,000	$ 2,340,000	$ 20,020,000
Total revenue +revenue from JV plant	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 2,080,000	$ 2,340,000	$ 20,020,000
Direct Materials	$ 1,124,838	$ 1,124,838	$ 1,124,838	$ 1,124,838	$ 1,124,838	$ 1,124,838	$ 1,124,838	$ 1,124,838	$ 1,124,838	$ 1,124,838	$ 1,499,784	$ 1,687,257	$ 14,435,421
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 1,387,848	$ 1,387,848	$ 1,387,848	$ 1,387,848	$ 1,387,848	$ 1,387,848	$ 1,387,848	$ 1,387,848	$ 1,387,848	$ 1,387,848	$ 1,762,794	$ 1,950,267	$ 17,591,542
Gross Profit	$ 172,152	$ 172,152	$ 172,152	$ 172,152	$ 172,152	$ 172,152	$ 172,152	$ 172,152	$ 172,152	$ 172,152	$ 317,206	$ 389,733	$ 2,428,458
General and Administrative	$ 122,624	$ 107,224	$ 99,224	$ 98,224	$ 100,224	$ 110,224	$ 98,224	$ 100,224	$ 99,224	$ 98,224	$ 100,024	$ 101,924	$ 1,235,584
Interest expense	$ 5,931	$ 5,863	$ 5,795	$ 5,726	$ 5,658	$ 5,589	$ 5,519	$ 5,449	$ 5,379	$ 5,308	$ 5,238	$ 5,166	$ 66,622
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 183,517	$ 168,050	$ 159,982	$ 158,913	$ 160,845	$ 170,775	$ 158,706	$ 160,636	$ 159,566	$ 158,495	$ 160,224	$ 162,053	$ 1,961,762
Interest Income	$ 10,184	$ 10,584	$ 10,751	$ 10,961	$ 11,191	$ 11,425	$ 11,654	$ 11,857	$ 12,092	$ 12,322	$ 12,555	$ 14,956	$ 140,532
Income Before Taxes	$ (1,181)	$ 14,686	$ 22,921	$ 24,200	$ 22,498	$ 12,801	$ 25,100	$ 23,373	$ 24,678	$ 25,979	$ 169,537	$ 242,636	$ 607,229
Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 427	$ 519	$ 3,391	$ 4,853	$ 9,190
Net Income for Month	$ (1,181)	$ 14,686	$ 22,921	$ 24,200	$ 22,498	$ 12,801	$ 25,100	$ 23,373	$ 24,251	$ 25,460	$ 166,146	$ 237,783	$ 598,039
YTD Net Income Before Taxes	$ (148,930)	$ (134,244)	$ (111,323)	$ (87,123)	$ (64,625)	$ (51,824)	$ (26,724)	$ (3,351)	$ 21,327	$ 47,306	$ 216,843	$ 459,480	$ 459,480
YTD Tax Expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 427	$ 946	$ 4,337	$ 9,190	$ 9,190
Distributions	$ -	$ 5,581	$ 8,710	$ 9,196	$ 8,549	$ 4,865	$ 9,538	$ 8,882	$ 9,215	$ 9,675	$ 63,135	$ 90,358	$ 227,704
CASH FLOW													
Net Income	$ (1,181)	$ 14,686	$ 22,921	$ 24,200	$ 22,498	$ 12,801	$ 25,100	$ 23,373	$ 24,251	$ 25,460	$ 166,146	$ 237,783	$ 598,039
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 85,103	$ (15,468)	$ (8,068)	$ (1,069)	$ 1,932	$ 9,931	$ (12,070)	$ 1,930	$ (1,070)	$ (1,071)	$ 376,676	$ 189,301	$ 626,057
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 427	$ 92	$ 2,872	$ 1,462	$ 4,853
Note Payable	$ (11,225)	$ (13,933)	$ (14,001)	$ (14,069)	$ (14,138)	$ (14,207)	$ (14,276)	$ (14,346)	$ (14,416)	$ (14,487)	$ (14,558)	$ (14,629)	$ (168,286)
Equity Less Distributions	$ (31,736)	$ -	$ (5,581)	$ (8,710)	$ (9,196)	$ (8,549)	$ (4,865)	$ (9,538)	$ (8,882)	$ (9,215)	$ (9,675)	$ (63,135)	$ (169,082)
Net Cash Flow	$ 95,923	$ 40,249	$ 50,235	$ 55,315	$ 56,059	$ 54,939	$ 48,852	$ 56,382	$ 55,272	$ 55,742	$ 576,423	$ 405,745	$ 1,551,137
Cash at Beginning	$ 2,444,132	$ 2,540,055	$ 2,580,304	$ 2,630,539	$ 2,685,854	$ 2,741,913	$ 2,796,852	$ 2,845,704	$ 2,902,086	$ 2,957,358	$ 3,013,100	$ 3,589,523	$ 2,444,132
Cash at End	$ 2,540,055	$ 2,580,304	$ 2,630,539	$ 2,685,854	$ 2,741,913	$ 2,796,852	$ 2,845,704	$ 2,902,086	$ 2,957,358	$ 3,013,100	$ 3,589,523	$ 3,995,269	$ 3,995,269
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

	Year Three:												Year Three Total
11.2 central operation 1 plant	1	2	3	4	5	6	7	8	9	10	11	12	
	25	26	27	28	29	30	31	32	33	34	35	36	
BALANCE SHEET													
Cash	$ 4,964,647	$ 5,268,067	$ 5,587,723	$ 5,909,098	$ 6,233,995	$ 6,552,400	$ 6,877,952	$ 7,203,398	$ 7,531,461	$ 7,859,418	$ 8,184,834	$ 8,510,432	$ 8,510,432
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (384,050)	$ (399,412)	$ (414,774)	$ (430,136)	$ (445,498)	$ (460,860)	$ (476,222)	$ (491,584)	$ (506,946)	$ (522,308)	$ (537,670)	$ (553,032)	$ (553,032)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (969,271)	$ (1,008,872)	$ (1,048,473)	$ (1,088,074)	$ (1,127,675)	$ (1,167,276)	$ (1,206,877)	$ (1,246,478)	$ (1,286,079)	$ (1,325,680)	$ (1,365,281)	$ (1,404,882)	$ (1,404,882)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 9,217,913	$ 9,466,370	$ 9,731,063	$ 9,997,475	$ 10,267,409	$ 10,530,851	$ 10,801,440	$ 11,071,923	$ 11,345,023	$ 11,618,017	$ 11,888,470	$ 12,159,105	$ 12,159,105
Accounts Payable	$ 2,655,105	$ 2,627,733	$ 2,626,160	$ 2,621,588	$ 2,633,515	$ 2,622,941	$ 2,624,367	$ 2,621,293	$ 2,622,718	$ 2,628,143	$ 2,629,068	$ 2,629,493	$ 2,629,493
Accrued City Income Taxes	$ 8,531	$ 9,160	$ 9,217	$ 9,334	$ 9,123	$ 9,361	$ 9,360	$ 9,448	$ 9,447	$ 9,365	$ 9,374	$ 9,393	$ 9,393
Note Payable	$ 970,841	$ 956,068	$ 941,223	$ 926,305	$ 911,314	$ 896,250	$ 881,111	$ 865,899	$ 850,612	$ 835,250	$ 819,812	$ 804,299	$ 804,299
Equity Less Distributions	$ 4,715,099	$ 4,556,241	$ 4,385,685	$ 4,214,073	$ 4,040,262	$ 3,870,394	$ 3,696,084	$ 3,521,812	$ 3,345,889	$ 3,169,992	$ 2,995,606	$ 2,821,056	$ 2,821,056
Earnings/Loss	$ 868,338	$ 1,317,168	$ 1,768,778	$ 2,226,175	$ 2,673,196	$ 3,131,906	$ 3,590,517	$ 4,053,472	$ 4,516,357	$ 4,975,267	$ 5,434,610	$ 5,894,865	$ 5,894,865
Total Liabilities and Members' Equity	$ 9,217,913	$ 9,466,370	$ 9,731,063	$ 9,997,475	$ 10,267,409	$ 10,530,851	$ 10,801,440	$ 11,071,923	$ 11,345,023	$ 11,618,017	$ 11,888,470	$ 12,159,105	$ 12,159,105
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Direct Materials	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 26,996,112
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 30,152,233
Gross Profit	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 7,287,767
General and Administrative	$ 137,324	$ 110,024	$ 108,524	$ 104,024	$ 116,024	$ 105,524	$ 107,024	$ 104,024	$ 105,524	$ 111,024	$ 112,024	$ 112,524	$ 1,333,584
Interest expense	$ 5,095	$ 5,023	$ 4,951	$ 4,878	$ 4,805	$ 4,731	$ 4,658	$ 4,583	$ 4,508	$ 4,434	$ 4,358	$ 4,283	$ 56,307
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 197,382	$ 170,010	$ 168,437	$ 163,865	$ 175,792	$ 165,218	$ 166,644	$ 163,570	$ 164,995	$ 170,420	$ 171,345	$ 171,769	$ 2,049,446
Interest Income	$ 16,647	$ 20,686	$ 21,950	$ 23,282	$ 24,621	$ 25,975	$ 27,302	$ 28,658	$ 30,014	$ 31,381	$ 32,748	$ 34,103	$ 317,367
Income Before Taxes	$ 426,579	$ 457,990	$ 460,827	$ 466,731	$ 456,143	$ 468,071	$ 467,972	$ 472,402	$ 472,333	$ 468,275	$ 468,717	$ 469,647	$ 5,555,688
Taxes	$ 8,531	$ 9,160	$ 9,217	$ 9,334	$ 9,123	$ 9,361	$ 9,360	$ 9,448	$ 9,447	$ 9,365	$ 9,374	$ 9,393	$ 111,113
Net Income for Month	$ 418,048	$ 448,830	$ 451,610	$ 457,397	$ 447,020	$ 458,710	$ 458,612	$ 462,954	$ 462,886	$ 458,910	$ 459,343	$ 460,254	$ 5,444,575
YTD Net Income Before Taxes	$ 886,059	$ 1,344,049	$ 1,804,876	$ 2,271,607	$ 2,727,751	$ 3,195,822	$ 3,663,793	$ 4,136,196	$ 4,608,528	$ 5,076,803	$ 5,545,520	$ 6,015,168	$ 6,015,168
YTD Tax Expense	$ 17,721	$ 26,881	$ 36,098	$ 45,432	$ 54,555	$ 63,916	$ 73,276	$ 82,724	$ 92,171	$ 101,536	$ 110,910	$ 120,303	$ 120,303
Distributions	$ 158,858	$ 170,556	$ 171,612	$ 173,811	$ 169,868	$ 174,310	$ 174,272	$ 175,923	$ 175,897	$ 174,386	$ 174,550	$ 174,897	$ 2,068,940
CASH FLOW													
Net Income	$ 418,048	$ 448,830	$ 451,610	$ 457,397	$ 447,020	$ 458,710	$ 458,612	$ 462,954	$ 462,886	$ 458,910	$ 459,343	$ 460,254	$ 5,444,575
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 597,748	$ (27,372)	$ (1,572)	$ (4,573)	$ 11,927	$ (10,574)	$ 1,427	$ (3,075)	$ 1,425	$ 5,425	$ 925	$ 425	$ 572,136
Accrued City Income Taxes	$ 3,678	$ 629	$ 57	$ 117	$ (211)	$ 238	$ (1)	$ 88	$ (1)	$ (82)	$ 9	$ 19	$ 4,540
Note Payable	$ (14,701)	$ (14,773)	$ (14,845)	$ (14,918)	$ (14,991)	$ (15,064)	$ (15,138)	$ (15,213)	$ (15,287)	$ (15,362)	$ (15,437)	$ (15,513)	$ (181,243)
Equity Less Distributions	$ (90,358)	$ (158,858)	$ (170,556)	$ (171,612)	$ (173,811)	$ (169,868)	$ (174,310)	$ (174,272)	$ (175,923)	$ (175,897)	$ (174,386)	$ (174,550)	$ (1,984,401)
0													
Net Cash Flow	$ 969,379	$ 303,419	$ 319,656	$ 321,375	$ 324,897	$ 318,405	$ 325,552	$ 325,446	$ 328,063	$ 327,957	$ 325,416	$ 325,598	$ 4,515,163
Cash at Beginning	$ 3,995,269	$ 4,964,647	$ 5,268,067	$ 5,587,723	$ 5,909,098	$ 6,233,995	$ 6,552,400	$ 6,877,952	$ 7,203,398	$ 7,531,461	$ 7,859,418	$ 8,184,834	$ 3,995,269
Cash at End	$ 4,964,647	$ 5,268,067	$ 5,587,723	$ 5,909,098	$ 6,233,995	$ 6,552,400	$ 6,877,952	$ 7,203,398	$ 7,531,461	$ 7,859,418	$ 8,184,834	$ 8,510,432	$ 8,510,432
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

	Year Four:												Year Four Total
11.2 central operation 1 plant	1	2	3	4	5	6	7	8	9	10	11	12	
	37	38	39	40	41	42	43	44	45	46	47	48	
BALANCE SHEET													
Cash	$ 8,836,520	$ 9,150,037	$ 9,477,786	$ 9,805,446	$ 10,135,424	$ 10,467,425	$ 10,800,542	$ 11,137,209	$ 11,470,448	$ 11,807,836	$ 12,142,711	$ 12,480,829	$ 12,480,829
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (568,394)	$ (583,756)	$ (599,118)	$ (614,480)	$ (629,842)	$ (645,204)	$ (660,566)	$ (675,928)	$ (691,290)	$ (706,652)	$ (722,014)	$ (737,376)	$ (737,376)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (1,444,483)	$ (1,484,084)	$ (1,523,685)	$ (1,563,286)	$ (1,602,887)	$ (1,642,488)	$ (1,682,089)	$ (1,721,690)	$ (1,761,291)	$ (1,800,892)	$ (1,840,493)	$ (1,880,094)	$ (1,880,094)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 12,430,230	$ 12,688,784	$ 12,961,570	$ 13,234,267	$ 13,509,282	$ 13,786,320	$ 14,064,474	$ 14,346,178	$ 14,624,454	$ 14,906,879	$ 15,186,791	$ 15,469,946	$ 15,469,946
Accounts Payable	$ 2,651,416	$ 2,629,140	$ 2,630,563	$ 2,627,985	$ 2,625,908	$ 2,625,330	$ 2,620,751	$ 2,627,672	$ 2,622,092	$ 2,627,514	$ 2,623,433	$ 2,621,852	$ 2,621,852
Accrued City Income Taxes	$ 8,982	$ 9,454	$ 9,452	$ 9,531	$ 9,600	$ 9,639	$ 9,758	$ 9,647	$ 9,787	$ 9,706	$ 9,816	$ 9,876	$ 9,876
Note Payable	$ 788,710	$ 773,044	$ 757,301	$ 741,481	$ 725,583	$ 709,607	$ 693,553	$ 677,420	$ 661,207	$ 644,915	$ 628,542	$ 612,090	$ 612,090
Equity Less Distributions	$ 2,646,159	$ 2,478,921	$ 2,302,881	$ 2,126,885	$ 1,949,421	$ 1,770,675	$ 1,591,201	$ 1,409,507	$ 1,229,873	$ 1,047,639	$ 866,907	$ 684,132	$ 684,132
Earnings/Loss	$ 6,334,964	$ 6,798,226	$ 7,261,373	$ 7,728,385	$ 8,198,770	$ 8,671,070	$ 9,149,212	$ 9,621,932	$ 10,101,495	$ 10,577,106	$ 11,058,093	$ 11,541,997	$ 11,541,997
Total Liabilities and Members' Equity	$ 12,430,230	$ 12,688,784	$ 12,961,570	$ 13,234,267	$ 13,509,282	$ 13,786,320	$ 14,064,474	$ 14,346,178	$ 14,624,454	$ 14,906,879	$ 15,186,791	$ 15,469,946	$ 15,469,946
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Direct Materials	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 26,996,112
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 30,152,233
Gross Profit	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 7,287,767
General and Administrative	$ 134,524	$ 112,324	$ 113,824	$ 111,324	$ 109,324	$ 108,824	$ 104,324	$ 111,324	$ 105,824	$ 111,324	$ 107,324	$ 105,824	$ 1,336,084
Interest expense	$ 4,206	$ 4,130	$ 4,053	$ 3,976	$ 3,898	$ 3,820	$ 3,741	$ 3,662	$ 3,583	$ 3,504	$ 3,424	$ 3,342	$ 45,339
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 193,693	$ 171,417	$ 172,840	$ 170,262	$ 168,185	$ 167,607	$ 163,027	$ 169,949	$ 164,369	$ 169,790	$ 165,710	$ 164,129	$ 2,040,978
Interest Income	$ 35,460	$ 36,819	$ 38,125	$ 39,491	$ 40,856	$ 42,231	$ 43,614	$ 45,002	$ 46,405	$ 47,794	$ 49,199	$ 50,595	$ 515,591
Income Before Taxes	$ 449,081	$ 472,716	$ 472,599	$ 476,543	$ 479,985	$ 481,938	$ 487,900	$ 482,367	$ 489,350	$ 485,317	$ 490,803	$ 493,780	$ 5,762,380
Taxes	$ 8,982	$ 9,454	$ 9,452	$ 9,531	$ 9,600	$ 9,639	$ 9,758	$ 9,647	$ 9,787	$ 9,706	$ 9,816	$ 9,876	$ 115,248
Net Income for Month	$ 440,099	$ 463,262	$ 463,147	$ 467,012	$ 470,385	$ 472,299	$ 478,142	$ 472,720	$ 479,563	$ 475,611	$ 480,987	$ 483,904	$ 5,647,132
YTD Net Income Before Taxes	$ 6,464,249	$ 6,936,965	$ 7,409,564	$ 7,886,107	$ 8,366,092	$ 8,848,031	$ 9,335,931	$ 9,818,298	$ 10,307,648	$ 10,792,965	$ 11,283,768	$ 11,777,548	$ 11,777,548
YTD Tax Expense	$ 129,285	$ 138,739	$ 148,191	$ 157,722	$ 167,322	$ 176,961	$ 186,719	$ 196,366	$ 206,153	$ 215,859	$ 225,675	$ 235,551	$ 235,551
Distributions	$ 167,238	$ 176,040	$ 175,996	$ 177,464	$ 178,746	$ 179,474	$ 181,694	$ 179,634	$ 182,234	$ 180,732	$ 182,775	$ 183,884	$ 2,145,911
CASH FLOW													
Net Income	$ 440,099	$ 463,262	$ 463,147	$ 467,012	$ 470,385	$ 472,299	$ 478,142	$ 472,720	$ 479,563	$ 475,611	$ 480,987	$ 483,904	$ 5,647,132
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 21,923	$ (22,276)	$ 1,423	$ (2,577)	$ (2,078)	$ (578)	$ (4,579)	$ 6,922	$ (5,580)	$ 5,421	$ (4,080)	$ (1,581)	$ (7,641)
Accrued City Income Taxes	$ (411)	$ 472	$ (2)	$ 79	$ 69	$ 39	$ 119	$ (111)	$ 140	$ (81)	$ 110	$ 60	$ 483
Note Payable	$ (15,589)	$ (15,666)	$ (15,743)	$ (15,820)	$ (15,898)	$ (15,976)	$ (16,054)	$ (16,133)	$ (16,213)	$ (16,292)	$ (16,372)	$ (16,453)	$ (192,209)
Equity Less Distributions	$ (174,897)	$ (167,238)	$ (176,040)	$ (175,996)	$ (177,464)	$ (178,746)	$ (179,474)	$ (181,694)	$ (179,634)	$ (182,234)	$ (180,732)	$ (182,775)	$ (2,136,924)
Net Cash Flow	$ 326,088	$ 313,517	$ 327,748	$ 327,660	$ 329,978	$ 332,002	$ 333,117	$ 336,666	$ 333,239	$ 337,388	$ 334,875	$ 338,118	$ 3,970,397
Cash at Beginning	$ 8,510,432	$ 8,836,520	$ 9,150,037	$ 9,477,786	$ 9,805,446	$ 10,135,424	$ 10,467,425	$ 10,800,542	$ 11,137,209	$ 11,470,448	$ 11,807,836	$ 12,142,711	$ 8,510,432
Cash at End	$ 8,836,520	$ 9,150,037	$ 9,477,786	$ 9,805,446	$ 10,135,424	$ 10,467,425	$ 10,800,542	$ 11,137,209	$ 11,470,448	$ 11,807,836	$ 12,142,711	$ 12,480,829	$ 12,480,829
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

11.2 central operation 1 plant	Year Five: 1	2	3	4	5	6	7	8	9	10	11	12	Year Five Total	
	49	50	51	52	53	54	55	56	57	58	59	60		
BALANCE SHEET														
Cash	$ 12,820,686	$ 13,099,523	$ 13,394,425	$ 13,690,981	$ 13,996,459	$ 14,296,313	$ 14,602,351	$ 14,910,054	$ 15,218,504	$ 15,526,792	$ 15,834,610	$ 16,141,048	$ 16,141,048	
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	
Accumulated Depreciation (Plant)	$ (752,738)	$ (768,100)	$ (783,462)	$ (798,824)	$ (814,186)	$ (829,548)	$ (844,910)	$ (860,272)	$ (875,634)	$ (890,996)	$ (906,358)	$ (921,700)	$ (921,700)	
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	
Accumulated Depreciation Molds/Tools/Press	$ (1,919,695)	$ (1,959,296)	$ (1,998,897)	$ (2,038,498)	$ (2,078,099)	$ (2,117,700)	$ (2,157,301)	$ (2,196,902)	$ (2,236,503)	$ (2,276,104)	$ (2,315,705)	$ (2,355,306)	$ (2,355,306)	
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	
Total Assets	$ 15,754,840	$ 15,978,714	$ 16,218,653	$ 16,460,246	$ 16,710,761	$ 16,955,652	$ 17,206,727	$ 17,459,467	$ 17,712,954	$ 17,966,279	$ 18,219,134	$ 18,470,629	$ 18,470,629	
Accounts Payable	$ 2,723,571	$ 2,697,990	$ 2,696,408	$ 2,682,827	$ 2,693,244	$ 2,684,161	$ 2,682,577	$ 2,682,493	$ 2,683,909	$ 2,685,824	$ 2,689,239	$ 2,683,653	$ 2,683,653	
Accrued City Income Taxes	$ 7,869	$ 8,410	$ 8,464	$ 8,760	$ 8,577	$ 8,784	$ 8,841	$ 8,867	$ 8,865	$ 8,853	$ 8,810	$ 8,947	$ 8,947	
Note Payable	$ 595,556	$ 578,941	$ 562,244	$ 545,464	$ 528,603	$ 511,658	$ 494,630	$ 477,518	$ 460,321	$ 443,040	$ 425,674	$ 408,222	$ 408,222	
Equity Less Distributions	$ 500,248	$ 353,720	$ 197,138	$ 39,535	$ (123,584)	$ (283,284)	$ (446,840)	$ (611,451)	$ (776,569)	$ (941,636)	$ (1,106,469)	$ (1,270,509)	$ (1,270,509)	
Earnings/Loss	$ 11,927,596	$ 12,339,653	$ 12,754,399	$ 13,183,659	$ 13,603,922	$ 14,034,333	$ 14,467,520	$ 14,902,040	$ 15,336,428	$ 15,770,198	$ 16,201,881	$ 16,640,315	$ 16,640,315	
Total Liabilities and Members' Equity	$ 15,754,840	$ 15,978,714	$ 16,218,653	$ 16,460,246	$ 16,710,761	$ 16,955,652	$ 17,206,727	$ 17,459,467	$ 17,712,954	$ 17,966,279	$ 18,219,134	$ 18,470,629	$ 18,470,629	
STATEMENT OF OPERATIONS														
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1		
		0												
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288	
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000	100%
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000	
Direct Materials	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 26,996,112	72.10%
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121	8.23%
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000	0.03%
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000	0.16%
Total Direct Costs	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 2,512,686	$ 30,152,233	80.53%
Gross Profit	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 607,314	$ 7,287,767	19.46%
General and Administrative	$ 207,624	$ 182,124	$ 180,624	$ 167,124	$ 177,624	$ 168,624	$ 167,124	$ 167,124	$ 168,624	$ 170,624	$ 174,124	$ 168,624	$ 2,099,984	5.60%
Interest expense	$ 3,262	$ 3,181	$ 3,098	$ 3,017	$ 2,934	$ 2,851	$ 2,767	$ 2,683	$ 2,600	$ 2,515	$ 2,429	$ 2,344	$ 33,680	0.09%
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,943	$ 659,536	1.03%
Total General & Admin Expenses	$ 265,848	$ 240,267	$ 238,685	$ 225,104	$ 235,521	$ 226,438	$ 224,854	$ 224,770	$ 226,186	$ 228,101	$ 231,516	$ 225,910	$ 2,793,200	6.73%
Interest Income	$ 52,003	$ 53,420	$ 54,581	$ 55,810	$ 57,046	$ 58,319	$ 59,568	$ 60,843	$ 62,125	$ 63,410	$ 64,695	$ 65,978	$ 707,798	2.16%
Income Before Taxes	$ 393,469	$ 420,467	$ 423,210	$ 438,020	$ 428,839	$ 439,195	$ 442,028	$ 443,387	$ 443,253	$ 442,623	$ 440,493	$ 447,382	$ 5,202,366	14.90%
Taxes	$ 7,869	$ 8,410	$ 8,464	$ 8,760	$ 8,577	$ 8,784	$ 8,841	$ 8,867	$ 8,865	$ 8,853	$ 8,810	$ 8,947	$ 104,047	0.30%
Net Income for Month	$ 385,600	$ 412,057	$ 414,746	$ 429,260	$ 420,262	$ 430,411	$ 433,187	$ 434,520	$ 434,388	$ 433,770	$ 431,683	$ 438,435	$ 5,098,319	14.60%
YTD Net Income Before Taxes	$ 12,171,016	$ 12,591,483	$ 13,014,693	$ 13,452,713	$ 13,881,553	$ 14,320,748	$ 14,762,776	$ 15,206,163	$ 15,649,416	$ 16,092,039	$ 16,532,532	$ 16,979,913	$ 16,979,913	
YTD Tax Expense	$ 243,420	$ 251,830	$ 260,294	$ 269,054	$ 277,631	$ 286,415	$ 295,256	$ 304,123	$ 312,988	$ 321,841	$ 330,651	$ 339,598	$ 339,598	
Distributions	$ 146,528	$ 156,582	$ 157,603	$ 163,119	$ 159,700	$ 163,556	$ 164,611	$ 165,118	$ 165,067	$ 164,833	$ 164,040	$ 166,605	$ 1,937,362	
CASH FLOW														
Net Income	$ 385,600	$ 412,057	$ 414,746	$ 429,260	$ 420,262	$ 430,411	$ 433,187	$ 434,520	$ 434,388	$ 433,770	$ 431,683	$ 438,435	$ 5,098,319	
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,943	$ 659,536	
Change in:														
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	
Accounts Payable	$ 101,719	$ (25,581)	$ (1,582)	$ (13,581)	$ 10,417	$ (9,083)	$ (1,584)	$ (84)	$ 1,416	$ 1,915	$ 3,415	$ (5,586)	$ 61,801	
Accrued City Income Taxes	$ (2,007)	$ 541	$ 54	$ 296	$ (183)	$ 207	$ 57	$ 26	$ (2)	$ (12)	$ (43)	$ 137	$ (929)	
Note Payable	$ (16,534)	$ (16,615)	$ (16,697)	$ (16,779)	$ (16,862)	$ (16,945)	$ (17,028)	$ (17,112)	$ (17,196)	$ (17,281)	$ (17,366)	$ (17,452)	$ (203,868)	
Equity Less Distributions	$ (183,884)	$ (146,528)	$ (156,582)	$ (157,603)	$ (163,119)	$ (159,700)	$ (163,556)	$ (164,611)	$ (165,118)	$ (165,067)	$ (164,833)	$ (164,040)	$ (1,954,641)	
Net Cash Flow	$ 339,857	$ 278,837	$ 294,902	$ 296,556	$ 305,479	$ 299,853	$ 306,039	$ 307,702	$ 308,451	$ 308,288	$ 307,818	$ 306,437	$ 3,660,218	
Cash at Beginning	$ 12,480,829	$ 12,820,686	$ 13,099,523	$ 13,394,425	$ 13,690,981	$ 13,996,459	$ 14,296,313	$ 14,602,351	$ 14,910,054	$ 15,218,504	$ 15,526,792	$ 15,834,610	$ 12,480,829	
Cash at End	$ 12,820,686	$ 13,099,523	$ 13,394,425	$ 13,690,981	$ 13,996,459	$ 14,296,313	$ 14,602,351	$ 14,910,054	$ 15,218,504	$ 15,526,792	$ 15,834,610	$ 16,141,048	$ 16,141,048	
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	

	Year Six												Year Six Total
11.2 central operation 1 plant	1	2	3	4	5	6	7	8	9	10	11	12	
	61	62	63	64	65	66	67	68	69	70	71	72	
BALANCE SHEET													
Cash	$ 16,460,994	$ 16,775,757	$ 17,091,290	$ 17,407,604	$ 17,724,701	$ 18,042,583	$ 18,361,251	$ 18,680,709	$ 19,000,957	$ 19,321,998	$ 19,643,832	$ 19,966,463	$ 19,966,463
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (2,394,907)	$ (2,434,508)	$ (2,474,109)	$ (2,513,710)	$ (2,553,311)	$ (2,592,912)	$ (2,632,513)	$ (2,672,114)	$ (2,711,715)	$ (2,751,316)	$ (2,790,917)	$ (2,830,518)	$ (2,830,518)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 18,750,974	$ 19,026,136	$ 19,302,068	$ 19,578,781	$ 19,856,277	$ 20,134,558	$ 20,413,625	$ 20,693,482	$ 20,974,129	$ 21,255,569	$ 21,537,802	$ 21,820,832	$ 21,820,832
Accounts Payable	$ 2,683,567	$ 2,683,520	$ 2,683,473	$ 2,683,425	$ 2,683,377	$ 2,683,329	$ 2,683,280	$ 2,683,231	$ 2,683,182	$ 2,683,132	$ 2,683,083	$ 2,683,033	$ 2,683,033
Accrued City Income Taxes	$ 9,282	$ 9,309	$ 9,337	$ 9,364	$ 9,391	$ 9,418	$ 9,446	$ 9,473	$ 9,502	$ 9,528	$ 9,557	$ 9,584	$ 9,584
Note Payable	$ 400,120	$ 391,970	$ 383,773	$ 375,528	$ 367,235	$ 358,894	$ 350,505	$ 342,066	$ 333,578	$ 325,041	$ 316,454	$ 307,817	$ 307,817
Equity Less Distributions	$ (1,437,114)	$ (1,609,939)	$ (1,783,279)	$ (1,957,125)	$ (2,131,478)	$ (2,306,340)	$ (2,481,712)	$ (2,657,595)	$ (2,833,991)	$ (3,010,900)	$ (3,188,326)	$ (3,366,268)	$ (3,366,268)
Earnings/Loss	$ 17,095,119	$ 17,551,276	$ 18,008,764	$ 18,467,588	$ 18,927,751	$ 19,389,257	$ 19,852,107	$ 20,316,307	$ 20,781,858	$ 21,248,767	$ 21,717,035	$ 22,186,666	$ 22,186,666
Total Liabilities and Members' Equity	$ 18,750,974	$ 19,026,136	$ 19,302,068	$ 19,578,781	$ 19,856,277	$ 20,134,558	$ 20,413,625	$ 20,693,482	$ 20,974,129	$ 21,255,569	$ 21,537,802	$ 21,820,832	$ 21,820,832
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	37440000
Direct Materials	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Plant Labor	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 26,996,112
Research and Development	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Plant Costs	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Total Direct Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
	2512686.047	2512686.047	2512686.047	2512686.047	2512686.047	2512686.047	2512686.047	2512686.047	2512686.047	2512686.047	2512686.047	2512686.047	30152232.56
Gross Profit	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	607313.9533	607313.9533	607313.9533	607313.9533	607313.9533	607313.9533	607313.9533	607313.9533	607313.9533	607313.9533	607313.9533	607313.9533	7287767.44
General and Administrative	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Interest expense	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 2,023,484
Depreciation and Amortization	$ 2,258	$ 2,210	$ 2,163	$ 2,115	$ 2,067	$ 2,019	$ 1,970	$ 1,921	$ 1,872	$ 1,823	$ 1,773	$ 1,723	$ 23,915
Total General & Admin Expenses	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 475,212
	210482.2791	210435.0987	210387.638	210339.8953	210291.8689	210243.5572	210194.9583	210146.0705	210096.8921	210047.4213	209997.6563	209947.5954	2522610.931
Interest Income	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	67254	68587	69899	71214	72532	73853	75177	76505	77836	79171	80508	81849	894385
Income Before Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Taxes	$ 464,086	$ 465,466	$ 466,825	$ 468,188	$ 469,554	$ 470,923	$ 472,296	$ 473,673	$ 475,053	$ 476,438	$ 477,824	$ 479,215	$ 5,659,542
	9282	9309	9337	9364	9391	9418	9446	9473	9502	9528	9557	9584	113191
Net Income for Month	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
YTD Net Income Before Taxes	$ 454,804	$ 456,157	$ 457,488	$ 458,824	$ 460,163	$ 461,505	$ 462,850	$ 464,200	$ 465,551	$ 466,910	$ 468,267	$ 469,631	$ 5,546,351
YTD Tax Expense	$ 17,443,999	$ 17,909,465	$ 18,376,290	$ 18,844,478	$ 19,314,032	$ 19,784,956	$ 20,257,252	$ 20,730,925	$ 21,205,978	$ 21,682,415	$ 22,160,240	$ 22,639,455	$ 22,639,455
Distributions	$ 348,880	$ 358,189	$ 367,526	$ 376,890	$ 386,281	$ 395,699	$ 405,145	$ 414,618	$ 424,120	$ 433,648	$ 443,205	$ 452,789	$ 452,789
CASH FLOW	172825	173340	173846	174353	174862	175372	175883	176396	176909	177426	177942	178460	2107614
Net Income	$ 454,804	$ 456,157	$ 457,488	$ 458,824	$ 460,163	$ 461,505	$ 462,850	$ 464,200	$ 465,551	$ 466,910	$ 468,267	$ 469,631	$ 5,546,351
Depreciation and Amortization	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 475,212
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ (86)	$ (47)	$ (47)	$ (48)	$ (48)	$ (48)	$ (49)	$ (49)	$ (49)	$ (49)	$ (50)	$ (50)	$ (621)
Accrued City Income Taxes	$ 335	$ 27	$ 28	$ 27	$ 27	$ 27	$ 28	$ 27	$ 29	$ 26	$ 29	$ 27	$ 637
Note Payable	$ (8,102)	$ (8,150)	$ (8,197)	$ (8,245)	$ (8,293)	$ (8,341)	$ (8,390)	$ (8,439)	$ (8,488)	$ (8,537)	$ (8,587)	$ (8,637)	$ (100,405)
Equity Less Distributions	$ (166,605)	$ (172,825)	$ (173,340)	$ (173,846)	$ (174,353)	$ (174,862)	$ (175,372)	$ (175,883)	$ (176,396)	$ (176,909)	$ (177,426)	$ (177,942)	$ (2,095,759)
Net Cash Flow	$ 319,946	$ 314,763	$ 315,533	$ 316,314	$ 317,097	$ 317,882	$ 318,669	$ 319,457	$ 320,248	$ 321,041	$ 321,835	$ 322,630	$ 3,825,415
Cash at Beginning	$ 16,141,048	$ 16,460,994	$ 16,775,757	$ 17,091,290	$ 17,407,604	$ 17,724,701	$ 18,042,583	$ 18,361,251	$ 18,680,709	$ 19,000,957	$ 19,321,998	$ 19,643,832	$ 16,141,048
Cash at End	$ 16,460,994	$ 16,775,757	$ 17,091,290	$ 17,407,604	$ 17,724,701	$ 18,042,583	$ 18,361,251	$ 18,680,709	$ 19,000,957	$ 19,321,998	$ 19,643,832	$ 19,966,463	$ 19,966,463
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

PDG Domus Mfg LLC
Financial Model 11.3

The financial model 11.3 (6 years, one central operation plant) has the following market conditions: A shrinking market and simultaneously having best cost control: materials, shipping/handling, land and area costs. Included in this model are slow start-up production numbers for the first year, 69 structures with three shifts.

Financial Model Covers:

- Time period 6 years
- One central operation plant
- 3 shifts
- Slow start-up
- First year production 69 units, Second year 154 units, Third year 288 units
- Personnel 75 first year, 99 peak
- 288 peak unit production
- 35 units breakeven third quarter–first month
- $1,000,000.00 Leased equipment
- Best performance on cost (materials, land, area cost, shipping/handling)
- Total cash injections $3.7 million

	Year:	Year One:												Year One Total
11.3 central operation 1 plant	Month of Year:	1	2	3	4	5	6	7	8	9	10	11	12	
	Month:	1	2	3	4	5	6	7	8	9	10	11	12	
BALANCE SHEET	**Initial**													
Cash	$ 100,000	$ (1,886,732)	$ (1,717,222)	$ (1,520,309)	$ (1,108,577)	$ (765,964)	$ (332,517)	$ 130,484	$ 108,616	$ 303,658	$ 574,005	$ 913,353	$ 1,044,198	$ 1,044,198
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)		$ (15,362)	$ (30,724)	$ (46,086)	$ (61,448)	$ (76,810)	$ (92,172)	$ (107,534)	$ (122,896)	$ (138,258)	$ (153,620)	$ (168,982)	$ (184,344)	$ (184,344)
Molds/Tools/Press	$ 1,017,000	$ 3,401,687	$ 3,601,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press		$ (23,014)	$ (59,490)	$ (98,049)	$ (137,650)	$ (177,251)	$ (216,852)	$ (256,453)	$ (296,054)	$ (335,655)	$ (375,256)	$ (414,857)	$ (454,458)	$ (454,458)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 2,921,900	$ 3,281,479	$ 3,599,151	$ 3,942,143	$ 4,298,912	$ 4,586,562	$ 4,965,046	$ 5,373,084	$ 5,296,253	$ 5,436,332	$ 5,651,716	$ 5,936,101	$ 6,011,983	$ 6,011,983
Accounts Payable	$ 324,100	$ 474,229	$ 447,494	$ 463,456	$ 534,253	$ 574,806	$ 657,020	$ 843,779	$ 836,739	$ 1,022,206	$ 1,194,672	$ 1,373,138	$ 1,372,097	$ 1,372,097
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Note Payable	$ 1,256,731	$ 1,248,369	$ 1,239,969	$ 1,231,531	$ 1,223,054	$ 1,214,538	$ 1,205,984	$ 1,197,390	$ 1,188,757	$ 1,180,084	$ 1,171,372	$ 1,162,620	$ 1,153,828	$ 1,153,828
Equity Less Distributions	$ 1,341,069	$ 1,941,069	$ 2,541,069	$ 3,141,069	$ 3,641,069	$ 4,141,069	$ 4,641,069	$ 4,991,069	$ 5,041,069	$ 5,041,069	$ 5,041,069	$ 5,021,449	$ 4,970,418	$ 4,970,418
Earnings/Loss	$ -	$ (382,188)	$ (629,381)	$ (893,913)	$ (1,099,464)	$ (1,343,852)	$ (1,539,028)	$ (1,659,154)	$ (1,770,312)	$ (1,807,028)	$ (1,755,397)	$ (1,621,106)	$ (1,484,360)	$ (1,484,360)
Total Liabilities and Members' Equity	$ 2,921,900	$ 3,281,479	$ 3,599,151	$ 3,942,143	$ 4,298,912	$ 4,586,562	$ 4,965,046	$ 5,373,084	$ 5,296,253	$ 5,436,332	$ 5,651,716	$ 5,936,101	$ 6,011,983	$ 6,011,983
STATEMENT OF OPERATIONS														
Number of Plants Operating		1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH		1	2	2	3	3	4	6	6	8	10	12	12	69
Sales	$ -	$ 130,000	$ 260,000	$ 260,000	$ 390,000	$ 390,000	$ 520,000	$ 780,000	$ 780,000	$ 1,040,000	$ 1,300,000	$ 1,560,000	$ 1,560,000	$ 8,970,000
Total revenue +revenue from JV plant	$ -	$ 130,000	$ 260,000	$ 260,000	$ 390,000	$ 390,000	$ 520,000	$ 780,000	$ 780,000	$ 1,040,000	$ 1,300,000	$ 1,560,000	$ 1,560,000	$ 8,970,000
Direct Materials		$ 88,803	$ 177,606	$ 177,606	$ 266,409	$ 266,409	$ 355,212	$ 532,818	$ 532,818	$ 710,424	$ 888,030	$ 1,065,636	$ 1,065,636	$ 6,127,407
Plant Labor		$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 2,325,020
Research and Development		$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs		$ 23,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 78,000
Total Direct Costs		$ 306,555	$ 377,358	$ 377,358	$ 466,161	$ 466,161	$ 554,964	$ 732,570	$ 732,570	$ 910,176	$ 1,087,782	$ 1,265,388	$ 1,265,388	$ 8,542,427
Gross Profit		$ (176,555)	$ (117,358)	$ (117,358)	$ (76,161)	$ (76,161)	$ (34,964)	$ 47,430	$ 47,430	$ 129,824	$ 212,218	$ 294,612	$ 294,612	$ 427,573
General and Administrative	$ -	$ 160,958	$ 63,458	$ 79,458	$ 61,491	$ 102,083	$ 95,533	$ 104,724	$ 97,724	$ 105,624	$ 100,524	$ 101,424	$ 100,424	$ 1,173,421
Interest expense	$ -	$ 6,717	$ 6,679	$ 6,640	$ 6,602	$ 6,563	$ 6,524	$ 6,485	$ 6,445	$ 6,406	$ 6,366	$ 6,326	$ 6,286	$ 78,040
Depreciation and Amortization	$ -	$ 38,376	$ 51,838	$ 53,921	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 638,802
Total General & Admin Expenses	$ -	$ 206,050	$ 121,975	$ 140,019	$ 123,055	$ 163,609	$ 157,020	$ 166,172	$ 159,132	$ 166,993	$ 161,853	$ 162,713	$ 161,673	$ 1,890,263
Interest Income	$ -	$ 417	$ (7,861)	$ (7,155)	$ (6,335)	$ (4,619)	$ (3,192)	$ (1,385)	$ 544	$ 453	$ 1,265	$ 2,392	$ 3,806	$ (21,670)
Income Before Taxes		$ (382,188)	$ (247,193)	$ (264,532)	$ (205,551)	$ (244,388)	$ (195,175)	$ (120,127)	$ (111,158)	$ (36,716)	$ 51,630	$ 134,291	$ 136,746	$ (1,484,360)
Taxes		$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Net Income for Month	$ -	$ (382,188)	$ (247,193)	$ (264,532)	$ (205,551)	$ (244,388)	$ (195,175)	$ (120,127)	$ (111,158)	$ (36,716)	$ 51,630	$ 134,291	$ 136,746	$ (1,484,360)
YTD Net Income Before Taxes	$ -	$ (382,188)	$ (629,381)	$ (893,913)	$ (1,099,464)	$ (1,343,852)	$ (1,539,028)	$ (1,659,154)	$ (1,770,312)	$ (1,807,028)	$ (1,755,397)	$ (1,621,106)	$ (1,484,360)	$ (1,484,360)
YTD Tax Expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Distributions	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 19,620	$ 51,031	$ 51,963	$ 122,614
CASH FLOW														
Net Income	$ -	$ (382,188)	$ (247,193)	$ (264,532)	$ (205,551)	$ (244,388)	$ (195,175)	$ (120,127)	$ (111,158)	$ (36,716)	$ 51,630	$ 134,291	$ 136,746	$ (1,484,360)
Depreciation and Amortization	$ -	$ 38,376	$ 51,838	$ 53,921	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 638,802
Change in:														
Plant Equipment	$ (921,700)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (921,700)
Molds/Tools/Press	$ (1,017,000)	$ (2,384,687)	$ (200,000)	$ (200,000)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (3,801,687)
Other Assets	$ (883,200)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (883,200)
Accounts Payable	$ 324,100	$ 150,129	$ (26,735)	$ 15,961	$ 70,797	$ 40,553	$ 82,214	$ 186,758	$ (7,040)	$ 185,467	$ 172,466	$ 178,466	$ (1,040)	$ 1,372,097
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Note Payable	$ 1,256,731	$ (8,362)	$ (8,400)	$ (8,438)	$ (8,477)	$ (8,516)	$ (8,555)	$ (8,594)	$ (8,633)	$ (8,673)	$ (8,712)	$ (8,752)	$ (8,792)	$ 1,153,828
Equity Less Distributions	$ 1,341,069	$ 600,000	$ 600,000	$ 600,000	$ 500,000	$ 500,000	$ 500,000	$ 350,000	$ 50,000	$ -	$ -	$ (19,620)	$ (51,031)	$ 4,970,418
0														
Net Cash Flow	100,000	$ (1,986,732)	$ 169,510	$ 196,912	$ 411,732	$ 342,612	$ 433,447	$ 463,001	$ (21,868)	$ 195,042	$ 270,347	$ 339,348	$ 130,845	$ 1,044,198
Cash at Beginning	$ -	$ 100,000	$ (1,886,732)	$ (1,717,222)	$ (1,520,309)	$ (1,108,577)	$ (765,964)	$ (332,517)	$ 130,484	$ 108,616	$ 303,658	$ 574,005	$ 913,353	$ -
Cash at End	$ 100,000	$ (1,886,732)	$ (1,717,222)	$ (1,520,309)	$ (1,108,577)	$ (765,964)	$ (332,517)	$ 130,484	$ 108,616	$ 303,658	$ 574,005	$ 913,353	$ 1,044,198	$ 1,044,198
Equity Injections:		$ 600,000	$ 600,000	$ 600,000	$ 500,000	$ 500,000	$ 500,000	$ 350,000	$ 50,000	$ -	$ -	$ -	$ -	$ 3,700,000

11.3 central operation 1 plant	Year Two: 1	2	3	4	5	6	7	8	9	10	11	12	Year Two Total
	13	14	15	16	17	18	19	20	21	22	23	24	
BALANCE SHEET													
Cash	$ 1,173,263	$ 1,247,188	$ 1,330,739	$ 1,419,454	$ 1,508,999	$ 1,597,510	$ 1,680,022	$ 1,770,151	$ 1,859,258	$ 1,949,187	$ 2,559,943	$ 3,014,126	$ 3,014,126
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (199,706)	$ (215,068)	$ (230,430)	$ (245,792)	$ (261,154)	$ (276,516)	$ (291,878)	$ (307,240)	$ (322,602)	$ (337,964)	$ (353,326)	$ (368,688)	$ (368,688)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (494.059)	$ (533,660)	$ (573,261)	$ (612,862)	$ (652,463)	$ (692,064)	$ (731,665)	$ (771,266)	$ (810,867)	$ (850,468)	$ (890,069)	$ (929,670)	$ (929,670)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 6,086,085	$ 6,105,047	$ 6,133,635	$ 6,167,387	$ 6,201,969	$ 6,235,517	$ 6,263,066	$ 6,298,232	$ 6,332,376	$ 6,367,342	$ 6,923,135	$ 7,322,355	$ 7,322,355
Accounts Payable	$ 1,457,200	$ 1,441,733	$ 1,433,665	$ 1,432,596	$ 1,434,528	$ 1,444,459	$ 1,432,389	$ 1,434,319	$ 1,433,249	$ 1,432,178	$ 1,789,119	$ 1,968,554	$ 1,968,554
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Note Payable	$ 1,142,602	$ 1,128,670	$ 1,114,669	$ 1,100,600	$ 1,086,462	$ 1,072,255	$ 1,057,979	$ 1,043,632	$ 1,029,216	$ 1,014,729	$ 1,000,171	$ 985,542	$ 985,542
Equity Less Distributions	$ 4,918,455	$ 4,898,624	$ 4,872,711	$ 4,843,615	$ 4,813,980	$ 4,784,939	$ 4,759,530	$ 4,729,394	$ 4,699,861	$ 4,669,779	$ 4,639,149	$ 4,546,414	$ 4,546,414
Earnings/Loss	$ (1,432,172)	$ (1,363,979)	$ (1,287,410)	$ (1,209,424)	$ (1,133,001)	$ (1,066,136)	$ (986,832)	$ (909,114)	$ (829,950)	$ (749,344)	$ (505,304)	$ (178,154)	$ (178,154)
Total Liabilities and Members' Equity	$ 6,086,085	$ 6,105,047	$ 6,133,635	$ 6,167,387	$ 6,201,969	$ 6,235,517	$ 6,263,066	$ 6,298,232	$ 6,332,376	$ 6,367,342	$ 6,923,135	$ 7,322,355	$ 7,322,355
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	12	12	12	12	12	12	12	12	12	12	16	18	154
Sales	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 2,080,000	$ 2,340,000	$ 20,020,000
Total revenue +revenue from JV plant	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 2,080,000	$ 2,340,000	$ 20,020,000
Direct Materials	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,420,848	$ 1,598,454	$ 13,675,662
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,683,858	$ 1,861,464	$ 16,831,783
Gross Profit	$ 231,354	$ 231,354	$ 231,354	$ 231,354	$ 231,354	$ 231,354	$ 231,354	$ 231,354	$ 231,354	$ 231,354	$ 396,142	$ 478,536	$ 3,188,217
General and Administrative	$ 122,624	$ 107,224	$ 99,224	$ 98,224	$ 100,224	$ 110,224	$ 98,224	$ 100,224	$ 99,224	$ 98,224	$ 100,024	$ 101,924	$ 1,235,584
Interest expense	$ 5,931	$ 5,863	$ 5,795	$ 5,726	$ 5,658	$ 5,589	$ 5,519	$ 5,449	$ 5,379	$ 5,308	$ 5,238	$ 5,166	$ 66,622
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 183,517	$ 168,050	$ 159,982	$ 158,913	$ 160,845	$ 170,775	$ 158,706	$ 160,636	$ 159,566	$ 158,495	$ 160,224	$ 162,053	$ 1,961,762
Interest Income	$ 4,351	$ 4,889	$ 5,197	$ 5,545	$ 5,914	$ 6,287	$ 6,656	$ 7,000	$ 7,376	$ 7,747	$ 8,122	$ 10,666	$ 79,750
Income Before Taxes	$ 52,188	$ 68,193	$ 76,569	$ 77,986	$ 76,423	$ 66,865	$ 79,304	$ 77,718	$ 79,164	$ 80,606	$ 244,040	$ 327,149	$ 1,306,206
Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Net Income for Month	$ 52,188	$ 68,193	$ 76,569	$ 77,986	$ 76,423	$ 66,865	$ 79,304	$ 77,718	$ 79,164	$ 80,606	$ 244,040	$ 327,149	$ 1,306,206
YTD Net Income Before Taxes	$ (1,432,172)	$ (1,363,979)	$ (1,287,410)	$ (1,209,424)	$ (1,133,001)	$ (1,066,136)	$ (986,832)	$ (909,114)	$ (829,950)	$ (749,344)	$ (505,304)	$ (178,154)	$ (178,154)
YTD Tax Expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Distributions	$ 19,831	$ 25,913	$ 29,096	$ 29,635	$ 29,041	$ 25,409	$ 30,136	$ 29,533	$ 30,082	$ 30,630	$ 92,735	$ 124,317	$ 496,358
CASH FLOW													
Net Income	$ 52,188	$ 68,193	$ 76,569	$ 77,986	$ 76,423	$ 66,865	$ 79,304	$ 77,718	$ 79,164	$ 80,606	$ 244,040	$ 327,149	$ 1,306,206
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 85,103	$ (15,468)	$ (8,068)	$ (1,069)	$ 1,932	$ 9,931	$ (12,070)	$ 1,930	$ (1,070)	$ (1,071)	$ 356,942	$ 179,434	$ 596,456
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Note Payable	$ (11,225)	$ (13,933)	$ (14,001)	$ (14,069)	$ (14,138)	$ (14,207)	$ (14,276)	$ (14,346)	$ (14,416)	$ (14,487)	$ (14,558)	$ (14,629)	$ (168,286)
Equity Less Distributions	$ (51,963)	$ (19,831)	$ (25,913)	$ (29,096)	$ (29,635)	$ (29,041)	$ (25,409)	$ (30,136)	$ (29,533)	$ (30,082)	$ (30,630)	$ (92,735)	$ (424,004)
Net Cash Flow	$ 129,065	$ 73,925	$ 83,551	$ 88,715	$ 89,545	$ 88,511	$ 82,512	$ 90,129	$ 89,107	$ 89,929	$ 610,756	$ 454,182	$ 1,969,928
Cash at Beginning	$ 1,044,198	$ 1,173,263	$ 1,247,188	$ 1,330,739	$ 1,419,454	$ 1,508,999	$ 1,597,510	$ 1,680,022	$ 1,770,151	$ 1,859,258	$ 1,949,187	$ 2,559,943	$ 1,044,198
Cash at End	$ 1,173,263	$ 1,247,188	$ 1,330,739	$ 1,419,454	$ 1,508,999	$ 1,597,510	$ 1,680,022	$ 1,770,151	$ 1,859,258	$ 1,949,187	$ 2,559,943	$ 3,014,126	$ 3,014,126
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

	Year Three:												Year Three Total
11.3 central operation 1 plant	1	2	3	4	5	6	7	8	9	10	11	12	
	25	26	27	28	29	30	31	32	33	34	35	36	
BALANCE SHEET													
Cash	$ 4,039,113	$ 4,414,432	$ 4,803,987	$ 5,195,436	$ 5,590,583	$ 5,979,416	$ 6,375,574	$ 6,771,806	$ 7,170,835	$ 7,569,937	$ 7,966,678	$ 8,363,783	$ 8,363,783
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (384,050)	$ (399,412)	$ (414,774)	$ (430,136)	$ (445,498)	$ (460,860)	$ (476,222)	$ (491,584)	$ (506,946)	$ (522,308)	$ (537,670)	$ (553,032)	$ (553,032)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (969,271)	$ (1,008,872)	$ (1,048,473)	$ (1,088,074)	$ (1,127,675)	$ (1,167,276)	$ (1,206,877)	$ (1,246,478)	$ (1,286,079)	$ (1,325,680)	$ (1,365,281)	$ (1,404,882)	$ (1,404,882)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 8,292,379	$ 8,612,735	$ 8,947,327	$ 9,283,813	$ 9,623,997	$ 9,957,867	$ 10,299,062	$ 10,640,331	$ 10,984,397	$ 11,328,536	$ 11,670,314	$ 12,012,456	$ 12,012,456
Accounts Payable	$ 2,536,701	$ 2,509,329	$ 2,507,756	$ 2,503,184	$ 2,515,111	$ 2,504,537	$ 2,505,963	$ 2,502,889	$ 2,504,314	$ 2,509,739	$ 2,510,664	$ 2,511,089	$ 2,511,089
Accrued City Income Taxes	$ 7,255	$ 11,451	$ 11,513	$ 11,637	$ 11,432	$ 11,676	$ 11,680	$ 11,774	$ 11,779	$ 11,703	$ 11,718	$ 11,743	$ 11,743
Note Payable	$ 970,841	$ 956,068	$ 941,223	$ 926,305	$ 911,314	$ 896,250	$ 881,111	$ 865,899	$ 850,612	$ 835,250	$ 819,812	$ 804,299	$ 804,299
Equity Less Distributions	$ 4,422,097	$ 4,219,314	$ 4,006,101	$ 3,791,720	$ 3,575,031	$ 3,362,177	$ 3,144,772	$ 2,927,295	$ 2,708,058	$ 2,488,737	$ 2,270,817	$ 2,052,623	$ 2,052,623
Earnings/Loss	$ 355,486	$ 916,573	$ 1,480,734	$ 2,050,967	$ 2,611,110	$ 3,183,228	$ 3,755,535	$ 4,332,475	$ 4,909,634	$ 5,483,107	$ 6,057,303	$ 6,632,703	$ 6,632,703
Total Liabilities and Members' Equity	$ 8,292,379	$ 8,612,735	$ 8,947,327	$ 9,283,813	$ 9,623,997	$ 9,957,867	$ 10,299,062	$ 10,640,331	$ 10,984,397	$ 11,328,536	$ 11,670,314	$ 12,012,456	$ 12,012,456
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Direct Materials	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 25,575,264
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 28,731,385
Gross Profit	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 8,708,615
General and Administrative	$ 137,324	$ 110,024	$ 108,524	$ 104,024	$ 116,024	$ 105,524	$ 107,024	$ 104,024	$ 105,524	$ 111,024	$ 112,024	$ 112,524	$ 1,333,584
Interest expense	$ 5,095	$ 5,023	$ 4,951	$ 4,878	$ 4,805	$ 4,731	$ 4,658	$ 4,583	$ 4,508	$ 4,434	$ 4,358	$ 4,283	$ 56,307
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 197,382	$ 170,010	$ 168,437	$ 163,865	$ 175,792	$ 165,218	$ 166,644	$ 163,570	$ 164,995	$ 170,420	$ 171,345	$ 171,769	$ 2,049,446
Interest Income	$ 12,559	$ 16,830	$ 18,393	$ 20,017	$ 21,648	$ 23,294	$ 24,914	$ 26,565	$ 28,216	$ 29,878	$ 31,541	$ 33,194	$ 287,049
Income Before Taxes	$ 540,895	$ 572,538	$ 575,674	$ 581,870	$ 571,574	$ 583,794	$ 583,988	$ 588,713	$ 588,939	$ 585,176	$ 585,914	$ 587,142	$ 6,946,218
Taxes	$ 7,255	$ 11,451	$ 11,513	$ 11,637	$ 11,432	$ 11,676	$ 11,680	$ 11,774	$ 11,779	$ 11,703	$ 11,718	$ 11,743	$ 135,361
Net Income for Month	$ 533,640	$ 561,087	$ 564,161	$ 570,233	$ 560,142	$ 572,118	$ 572,308	$ 576,939	$ 577,160	$ 573,473	$ 574,196	$ 575,399	$ 6,810,857
YTD Net Income Before Taxes	$ 362,741	$ 935,279	$ 1,510,953	$ 2,092,823	$ 2,664,398	$ 3,248,192	$ 3,832,179	$ 4,420,893	$ 5,009,831	$ 5,595,007	$ 6,180,921	$ 6,768,064	$ 6,768,064
YTD Tax Expense	$ 7,255	$ 18,706	$ 30,219	$ 41,856	$ 53,288	$ 64,964	$ 76,644	$ 88,418	$ 100,197	$ 111,900	$ 123,618	$ 135,361	$ 135,361
Distributions	$ 202,783	$ 213,213	$ 214,381	$ 216,689	$ 212,854	$ 217,405	$ 217,477	$ 219,237	$ 219,321	$ 217,920	$ 218,194	$ 218,652	$ 2,588,126
CASH FLOW													
Net Income	$ 533,640	$ 561,087	$ 564,161	$ 570,233	$ 560,142	$ 572,118	$ 572,308	$ 576,939	$ 577,160	$ 573,473	$ 574,196	$ 575,399	$ 6,810,857
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 568,147	$ (27,372)	$ (1,572)	$ (4,573)	$ 11,927	$ (10,574)	$ 1,427	$ (3,075)	$ 1,425	$ 5,425	$ 925	$ 425	$ 542,535
Accrued City Income Taxes	$ 7,255	$ 4,196	$ 62	$ 124	$ (205)	$ 244	$ 4	$ 94	$ 5	$ (76)	$ 15	$ 25	$ 11,743
Note Payable	$ (14,701)	$ (14,773)	$ (14,845)	$ (14,918)	$ (14,991)	$ (15,064)	$ (15,138)	$ (15,213)	$ (15,287)	$ (15,362)	$ (15,437)	$ (15,513)	$ (181,243)
Equity Less Distributions	$ (124,317)	$ (202,783)	$ (213,213)	$ (214,381)	$ (216,689)	$ (212,854)	$ (217,405)	$ (217,477)	$ (219,237)	$ (219,321)	$ (217,920)	$ (218,194)	$ (2,493,791)
0													
Net Cash Flow	$ 1,024,988	$ 375,318	$ 389,555	$ 391,449	$ 395,147	$ 388,833	$ 396,158	$ 396,232	$ 399,029	$ 399,102	$ 396,741	$ 397,105	$ 5,349,657
Cash at Beginning	$ 3,014,126	$ 4,039,113	$ 4,414,432	$ 4,803,987	$ 5,195,436	$ 5,590,583	$ 5,979,416	$ 6,375,574	$ 6,771,806	$ 7,170,835	$ 7,569,937	$ 7,966,678	$ 3,014,126
Cash at End	$ 4,039,113	$ 4,414,432	$ 4,803,987	$ 5,195,436	$ 5,590,583	$ 5,979,416	$ 6,375,574	$ 6,771,806	$ 7,170,835	$ 7,569,937	$ 7,966,678	$ 8,363,783	$ 8,363,783
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

	Year Four:												Year Four Total
11.3 central operation 1 plant	1	2	3	4	5	6	7	8	9	10	11	12	
	37	38	39	40	41	42	43	44	45	46	47	48	
BALANCE SHEET													
Cash	$ 8,761,559	$ 9,146,945	$ 9,546,746	$ 9,946,640	$ 10,349,036	$ 10,753,638	$ 11,159,541	$ 11,569,178	$ 11,975,573	$ 12,386,301	$ 12,794,703	$ 13,206,533	$ 13,206,533
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (568,394)	$ (583,756)	$ (599,118)	$ (614,480)	$ (629,842)	$ (645,204)	$ (660,566)	$ (675,928)	$ (691,290)	$ (706,652)	$ (722,014)	$ (737,376)	$ (737,376)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (1,444,483)	$ (1,484,084)	$ (1,523,685)	$ (1,563,286)	$ (1,602,887)	$ (1,642,488)	$ (1,682,089)	$ (1,721,690)	$ (1,761,291)	$ (1,800,892)	$ (1,840,493)	$ (1,880,094)	$ (1,880,094)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 12,355,269	$ 12,685,692	$ 13,030,530	$ 13,375,461	$ 13,722,894	$ 14,072,533	$ 14,423,473	$ 14,778,147	$ 15,129,579	$ 15,485,344	$ 15,838,783	$ 16,195,650	$ 16,195,650
Accounts Payable	$ 2,533,012	$ 2,510,736	$ 2,512,159	$ 2,509,581	$ 2,507,504	$ 2,506,926	$ 2,502,347	$ 2,509,268	$ 2,503,688	$ 2,509,110	$ 2,505,029	$ 2,503,448	$ 2,503,448
Accrued City Income Taxes	$ 11,338	$ 11,816	$ 11,820	$ 11,904	$ 11,980	$ 12,025	$ 12,150	$ 12,045	$ 12,191	$ 12,116	$ 12,233	$ 12,298	$ 12,298
Note Payable	$ 788,710	$ 773,044	$ 757,301	$ 741,481	$ 725,583	$ 709,607	$ 693,553	$ 677,420	$ 661,207	$ 644,915	$ 628,542	$ 612,090	$ 612,090
Equity Less Distributions	$ 1,833,971	$ 1,622,867	$ 1,402,850	$ 1,182,765	$ 961,100	$ 738,041	$ 514,142	$ 287,910	$ 63,626	$ (163,372)	$ (388,982)	$ (616,748)	$ (616,748)
Earnings/Loss	$ 7,188,239	$ 7,767,230	$ 8,346,400	$ 8,929,730	$ 9,516,727	$ 10,105,935	$ 10,701,282	$ 11,291,504	$ 11,888,867	$ 12,482,576	$ 13,081,961	$ 13,684,563	$ 13,684,563
Total Liabilities and Members' Equity	$ 12,355,269	$ 12,685,692	$ 13,030,530	$ 13,375,461	$ 13,722,894	$ 14,072,533	$ 14,423,473	$ 14,778,147	$ 15,129,579	$ 15,485,344	$ 15,838,783	$ 16,195,650	$ 16,195,650
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Direct Materials	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 25,575,264
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 28,731,385
Gross Profit	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 8,708,615
General and Administrative	$ 134,524	$ 112,324	$ 113,824	$ 111,324	$ 109,324	$ 108,824	$ 104,324	$ 111,324	$ 105,824	$ 111,324	$ 107,324	$ 105,824	$ 1,336,084
Interest expense	$ 4,206	$ 4,130	$ 4,053	$ 3,976	$ 3,898	$ 3,820	$ 3,741	$ 3,662	$ 3,583	$ 3,504	$ 3,424	$ 3,342	$ 45,339
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 193,693	$ 171,417	$ 172,840	$ 170,262	$ 168,185	$ 167,607	$ 163,027	$ 169,949	$ 164,369	$ 169,790	$ 165,710	$ 164,129	$ 2,040,978
Interest Income	$ 34,849	$ 36,506	$ 38,112	$ 39,778	$ 41,444	$ 43,121	$ 44,807	$ 46,498	$ 48,205	$ 49,898	$ 51,610	$ 53,311	$ 528,139
Income Before Taxes	$ 566,874	$ 590,807	$ 590,990	$ 595,234	$ 598,977	$ 601,232	$ 607,497	$ 602,267	$ 609,554	$ 605,825	$ 611,618	$ 614,900	$ 7,195,776
Taxes	$ 11,338	$ 11,816	$ 11,820	$ 11,904	$ 11,980	$ 12,025	$ 12,150	$ 12,045	$ 12,191	$ 12,116	$ 12,233	$ 12,298	$ 143,916
Net Income for Month	$ 555,536	$ 578,991	$ 579,170	$ 583,330	$ 586,997	$ 589,207	$ 595,347	$ 590,222	$ 597,363	$ 593,709	$ 599,385	$ 602,602	$ 7,051,860
YTD Net Income Before Taxes	$ 7,334,938	$ 7,925,745	$ 8,516,735	$ 9,111,969	$ 9,710,946	$ 10,312,179	$ 10,919,676	$ 11,521,943	$ 12,131,497	$ 12,737,322	$ 13,348,940	$ 13,963,840	$ 13,963,840
YTD Tax Expense	$ 146,699	$ 158,515	$ 170,335	$ 182,239	$ 194,219	$ 206,244	$ 218,394	$ 230,439	$ 242,630	$ 254,746	$ 266,979	$ 279,277	$ 279,277
Distributions	$ 211,104	$ 220,017	$ 220,085	$ 221,665	$ 223,059	$ 223,899	$ 226,232	$ 224,284	$ 226,998	$ 225,610	$ 227,766	$ 228,989	$ 2,679,708
CASH FLOW													
Net Income	$ 555,536	$ 578,991	$ 579,170	$ 583,330	$ 586,997	$ 589,207	$ 595,347	$ 590,222	$ 597,363	$ 593,709	$ 599,385	$ 602,602	$ 7,051,860
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 21,923	$ (22,276)	$ 1,423	$ (2,577)	$ (2,078)	$ (578)	$ (4,579)	$ 6,922	$ (5,580)	$ 5,421	$ (4,080)	$ (1,581)	$ (7,641)
Accrued City Income Taxes	$ (405)	$ 478	$ 4	$ 84	$ 76	$ 45	$ 125	$ (105)	$ 146	$ (75)	$ 117	$ 65	$ 555
Note Payable	$ (15,589)	$ (15,666)	$ (15,743)	$ (15,820)	$ (15,898)	$ (15,976)	$ (16,054)	$ (16,133)	$ (16,213)	$ (16,292)	$ (16,372)	$ (16,453)	$ (192,209)
Equity Less Distributions	$ (218,652)	$ (211,104)	$ (220,017)	$ (220,085)	$ (221,665)	$ (223,059)	$ (223,899)	$ (226,232)	$ (224,284)	$ (226,998)	$ (225,610)	$ (227,766)	$ (2,669,371)
Net Cash Flow	$ 397,776	$ 385,386	$ 399,800	$ 399,894	$ 402,396	$ 404,603	$ 405,903	$ 409,636	$ 406,395	$ 410,728	$ 408,402	$ 411,830	$ 4,842,750
Cash at Beginning	$ 8,363,783	$ 8,761,559	$ 9,146,945	$ 9,546,746	$ 9,946,640	$ 10,349,036	$ 10,753,638	$ 11,159,541	$ 11,569,178	$ 11,975,573	$ 12,386,301	$ 12,794,703	$ 8,363,783
Cash at End	$ 8,761,559	$ 9,146,945	$ 9,546,746	$ 9,946,640	$ 10,349,036	$ 10,753,638	$ 11,159,541	$ 11,569,178	$ 11,975,573	$ 12,386,301	$ 12,794,703	$ 13,206,533	$ 13,206,533
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

	Year Five:												Year Five Total
11.3 central operation 1 plant	1	2	3	4	5	6	7	8	9	10	11	12	
	49	50	51	52	53	54	55	56	57	58	59	60	
BALANCE SHEET													
Cash	$ 13,620,291	$ 13,973,214	$ 14,342,393	$ 14,713,412	$ 15,093,542	$ 15,468,238	$ 15,849,307	$ 16,232,232	$ 16,616,094	$ 16,999,986	$ 17,383,600	$ 17,766,026	$ 17,766,026
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (752,738)	$ (768,100)	$ (783,462)	$ (798,824)	$ (814,186)	$ (829,548)	$ (844,910)	$ (860,272)	$ (875,634)	$ (890,996)	$ (906,358)	$ (921,700)	$ (921,700)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (1,919,695)	$ (1,959,296)	$ (1,998,897)	$ (2,038,498)	$ (2,078,099)	$ (2,117,700)	$ (2,157,301)	$ (2,196,902)	$ (2,236,503)	$ (2,276,104)	$ (2,315,705)	$ (2,355,306)	$ (2,355,306)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 16,554,445	$ 16,852,405	$ 17,166,621	$ 17,482,677	$ 17,807,844	$ 18,127,577	$ 18,453,683	$ 18,781,645	$ 19,110,544	$ 19,439,473	$ 19,768,124	$ 20,095,607	$ 20,095,607
Accounts Payable	$ 2,605,167	$ 2,579,586	$ 2,578,004	$ 2,564,423	$ 2,574,840	$ 2,565,757	$ 2,564,173	$ 2,564,089	$ 2,565,505	$ 2,567,420	$ 2,570,835	$ 2,565,249	$ 2,565,249
Accrued City Income Taxes	$ 10,298	$ 10,844	$ 10,905	$ 11,207	$ 11,030	$ 11,244	$ 11,306	$ 11,340	$ 11,343	$ 11,337	$ 11,301	$ 11,445	$ 11,445
Note Payable	$ 595,556	$ 578,941	$ 562,244	$ 545,464	$ 528,603	$ 511,658	$ 494,630	$ 477,518	$ 460,321	$ 443,040	$ 425,674	$ 408,222	$ 408,222
Equity Less Distributions	$ (845,737)	$ (1,037,485)	$ (1,239,401)	$ (1,442,454)	$ (1,651,138)	$ (1,856,518)	$ (2,065,870)	$ (2,276,394)	$ (2,487,540)	$ (2,698,753)	$ (2,909,848)	$ (3,120,267)	$ (3,120,267)
Earnings/Loss	$ 14,189,161	$ 14,720,519	$ 15,254,869	$ 15,804,036	$ 16,344,510	$ 16,895,436	$ 17,449,445	$ 18,005,092	$ 18,560,915	$ 19,116,429	$ 19,670,163	$ 20,230,957	$ 20,230,957
Total Liabilities and Members' Equity	$ 16,554,445	$ 16,852,405	$ 17,166,621	$ 17,482,677	$ 17,807,844	$ 18,127,577	$ 18,453,683	$ 18,781,645	$ 19,110,544	$ 19,439,473	$ 19,768,124	$ 20,095,607	$ 20,095,607
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
		0											
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Direct Materials	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 25,575,264
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 28,731,385
Gross Profit	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 8,708,615
General and Administrative	$ 207,624	$ 182,124	$ 180,624	$ 167,124	$ 177,624	$ 168,624	$ 167,124	$ 167,124	$ 168,624	$ 170,624	$ 174,124	$ 168,624	$ 2,099,984
Interest expense	$ 3,262	$ 3,181	$ 3,098	$ 3,017	$ 2,934	$ 2,851	$ 2,767	$ 2,683	$ 2,600	$ 2,515	$ 2,429	$ 2,344	$ 33,680
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,943	$ 659,536
Total General & Admin Expenses	$ 265,848	$ 240,267	$ 238,685	$ 225,104	$ 235,521	$ 226,438	$ 224,854	$ 224,770	$ 226,186	$ 228,101	$ 231,516	$ 225,910	$ 2,793,200
Interest Income	$ 55,027	$ 56,751	$ 58,222	$ 59,760	$ 61,306	$ 62,890	$ 64,451	$ 66,039	$ 67,634	$ 69,234	$ 70,833	$ 72,432	$ 764,579
Income Before Taxes	$ 514,897	$ 542,202	$ 545,255	$ 560,374	$ 551,503	$ 562,170	$ 565,315	$ 566,987	$ 567,166	$ 566,851	$ 565,035	$ 572,240	$ 6,679,995
Taxes	$ 10,298	$ 10,844	$ 10,905	$ 11,207	$ 11,030	$ 11,244	$ 11,306	$ 11,340	$ 11,343	$ 11,337	$ 11,301	$ 11,445	$ 133,600
Net Income for Month	$ 504,599	$ 531,358	$ 534,350	$ 549,167	$ 540,473	$ 550,926	$ 554,009	$ 555,647	$ 555,823	$ 555,514	$ 553,734	$ 560,795	$ 6,546,395
YTD Net Income Before Taxes	$ 14,478,736	$ 15,020,938	$ 15,566,193	$ 16,126,567	$ 16,678,071	$ 17,240,241	$ 17,805,556	$ 18,372,543	$ 18,939,709	$ 19,506,560	$ 20,071,595	$ 20,643,834	$ 20,643,834
YTD Tax Expense	$ 289,575	$ 300,419	$ 311,324	$ 322,531	$ 333,561	$ 344,805	$ 356,111	$ 367,451	$ 378,794	$ 390,131	$ 401,432	$ 412,877	$ 412,877
Distributions	$ 191,748	$ 201,916	$ 203,053	$ 208,684	$ 205,380	$ 209,352	$ 210,524	$ 211,146	$ 211,213	$ 211,095	$ 210,419	$ 213,102	$ 2,487,632
CASH FLOW													
Net Income	$ 504,599	$ 531,358	$ 534,350	$ 549,167	$ 540,473	$ 550,926	$ 554,009	$ 555,647	$ 555,823	$ 555,514	$ 553,734	$ 560,795	$ 6,546,395
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,943	$ 659,536
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 101,719	$ (25,581)	$ (1,582)	$ (13,581)	$ 10,417	$ (9,083)	$ (1,584)	$ (84)	$ 1,416	$ 1,915	$ 3,415	$ (5,586)	$ 61,801
Accrued City Income Taxes	$ (2,000)	$ 546	$ 61	$ 302	$ (177)	$ 214	$ 62	$ 34	$ 3	$ (6)	$ (36)	$ 144	$ (853)
Note Payable	$ (16,534)	$ (16,615)	$ (16,697)	$ (16,779)	$ (16,862)	$ (16,945)	$ (17,028)	$ (17,112)	$ (17,196)	$ (17,281)	$ (17,366)	$ (17,452)	$ (203,868)
Equity Less Distributions	$ (228,989)	$ (191,748)	$ (201,916)	$ (203,053)	$ (208,684)	$ (205,380)	$ (209,352)	$ (210,524)	$ (211,146)	$ (211,213)	$ (211,095)	$ (210,419)	$ (2,503,519)
Net Cash Flow	$ 413,758	$ 352,923	$ 369,179	$ 371,019	$ 380,131	$ 374,695	$ 381,070	$ 382,924	$ 383,863	$ 383,892	$ 383,614	$ 382,425	$ 4,559,492
Cash at Beginning	$ 13,206,533	$ 13,620,291	$ 13,973,214	$ 14,342,393	$ 14,713,412	$ 15,093,542	$ 15,468,238	$ 15,849,307	$ 16,232,232	$ 16,616,094	$ 16,999,986	$ 17,383,600	$ 13,206,533
Cash at End	$ 13,620,291	$ 13,973,214	$ 14,342,393	$ 14,713,412	$ 15,093,542	$ 15,468,238	$ 15,849,307	$ 16,232,232	$ 16,616,094	$ 16,999,986	$ 17,383,600	$ 17,766,026	$ 17,766,026
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

	Year Six												Year Six Total
11.3 central operation 1 plant	1	2	3	4	5	6	7	8	9	10	11	12	
	61	62	63	64	65	66	67	68	69	70	71	72	
BALANCE SHEET													
Cash	$ 18,162,152	$ 18,553,289	$ 18,945,389	$ 19,338,465	$ 19,732,518	$ 20,127,551	$ 20,523,566	$ 20,920,567	$ 21,318,554	$ 21,717,532	$ 22,117,501	$ 22,518,465	$ 22,518,465
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (2,394,907)	$ (2,434,508)	$ (2,474,109)	$ (2,513,710)	$ (2,553,311)	$ (2,592,912)	$ (2,632,513)	$ (2,672,114)	$ (2,711,715)	$ (2,751,316)	$ (2,790,917)	$ (2,830,518)	$ (2,830,518)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 20,452,132	$ 20,803,668	$ 21,156,167	$ 21,509,642	$ 21,864,094	$ 22,219,526	$ 22,575,940	$ 22,933,340	$ 23,291,726	$ 23,651,103	$ 24,011,471	$ 24,372,834	$ 24,372,834
Accounts Payable	$ 2,565,163	$ 2,565,116	$ 2,565,069	$ 2,565,021	$ 2,564,973	$ 2,564,925	$ 2,564,876	$ 2,564,827	$ 2,564,778	$ 2,564,728	$ 2,564,679	$ 2,564,629	$ 2,564,629
Accrued City Income Taxes	$ 11,785	$ 11,819	$ 11,853	$ 11,886	$ 11,920	$ 11,954	$ 11,988	$ 12,022	$ 12,055	$ 12,090	$ 12,125	$ 12,158	$ 12,158
Note Payable	$ 400,120	$ 391,970	$ 383,773	$ 375,528	$ 367,235	$ 358,894	$ 350,505	$ 342,066	$ 333,578	$ 325,041	$ 316,454	$ 307,817	$ 307,817
Equity Less Distributions	$ (3,333,369)	$ (3,552,810)	$ (3,772,883)	$ (3,993,580)	$ (4,214,904)	$ (4,436,856)	$ (4,659,437)	$ (4,882,649)	$ (5,106,494)	$ (5,330,973)	$ (5,556,088)	$ (5,781,840)	$ (5,781,840)
Earnings/Loss	$ 20,808,433	$ 21,387,573	$ 21,968,355	$ 22,550,786	$ 23,134,869	$ 23,720,609	$ 24,308,009	$ 24,897,074	$ 25,487,809	$ 26,080,216	$ 26,674,302	$ 27,270,070	$ 27,270,070
Total Liabilities and Members' Equity	$ 20,452,132	$ 20,803,668	$ 21,156,167	$ 21,509,642	$ 21,864,094	$ 22,219,526	$ 22,575,940	$ 22,933,340	$ 23,291,726	$ 23,651,103	$ 24,011,471	$ 24,372,834	$ 24,372,834
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	37440000
Direct Materials	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Plant Labor	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 25,575,264
Research and Development	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Plant Costs	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Total Direct Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	28731384.56
Gross Profit	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	8708615.44
General and Administrative	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Interest expense	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 2,023,484
Depreciation and Amortization	$ 2,258	$ 2,210	$ 2,163	$ 2,115	$ 2,067	$ 2,019	$ 1,970	$ 1,921	$ 1,872	$ 1,823	$ 1,773	$ 1,723	$ 23,915
Total General & Admin Expenses	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 475,212
	210482.2791	210435.0987	210387.638	210339.8953	210291.8689	210243.5572	210194.9583	210146.0705	210096.8921	210047.4213	209997.6563	209947.5954	2522610.931
Interest Income	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	74025	75676	77305	78939	80577	82219	83865	85515	87169	88827	90490	92156	996763
Income Before Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Taxes	$ 589,261	$ 590,959	$ 592,635	$ 594,317	$ 596,003	$ 597,693	$ 599,388	$ 601,087	$ 602,790	$ 604,498	$ 606,210	$ 607,926	$ 7,182,768
	11785	11819	11853	11886	11920	11954	11988	12022	12055	12090	12125	12158	143655
Net Income for Month	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
YTD Net Income Before Taxes	$ 577,476	$ 579,140	$ 580,782	$ 582,431	$ 584,083	$ 585,739	$ 587,400	$ 589,065	$ 590,735	$ 592,408	$ 594,085	$ 595,768	$ 7,039,113
YTD Tax Expense	$ 21,233,095	$ 21,824,054	$ 22,416,689	$ 23,011,006	$ 23,607,009	$ 24,204,703	$ 24,804,091	$ 25,405,178	$ 26,007,968	$ 26,612,465	$ 27,218,676	$ 27,826,602	$ 27,826,602
Distributions	$ 424,662	$ 436,481	$ 448,334	$ 460,220	$ 472,140	$ 484,094	$ 496,082	$ 508,104	$ 520,159	$ 532,249	$ 544,374	$ 556,532	$ 556,532
CASH FLOW	219441	220073	220697	221324	221952	222581	223212	223845	224479	225115	225752	226392	2674863
Net Income	$ 577,476	$ 579,140	$ 580,782	$ 582,431	$ 584,083	$ 585,739	$ 587,400	$ 589,065	$ 590,735	$ 592,408	$ 594,085	$ 595,768	$ 7,039,113
Depreciation and Amortization	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 475,212
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ (86)	$ (47)	$ (47)	$ (48)	$ (48)	$ (48)	$ (49)	$ (49)	$ (49)	$ (49)	$ (50)	$ (50)	$ (621)
Accrued City Income Taxes	$ 340	$ 34	$ 34	$ 33	$ 34	$ 34	$ 34	$ 34	$ 33	$ 35	$ 35	$ 33	$ 713
Note Payable	$ (8,102)	$ (8,150)	$ (8,197)	$ (8,245)	$ (8,293)	$ (8,341)	$ (8,390)	$ (8,439)	$ (8,488)	$ (8,537)	$ (8,587)	$ (8,637)	$ (100,405)
Equity Less Distributions	$ (213,102)	$ (219,441)	$ (220,073)	$ (220,697)	$ (221,324)	$ (221,952)	$ (222,581)	$ (223,212)	$ (223,845)	$ (224,479)	$ (225,115)	$ (225,752)	$ (2,661,573)
Net Cash Flow	$ 396,126	$ 391,137	$ 392,100	$ 393,076	$ 394,053	$ 395,033	$ 396,016	$ 397,000	$ 397,987	$ 398,978	$ 399,970	$ 400,963	$ 4,752,439
Cash at Beginning	$ 17,766,026	$ 18,162,152	$ 18,553,289	$ 18,945,389	$ 19,338,465	$ 19,732,518	$ 20,127,551	$ 20,523,566	$ 20,920,567	$ 21,318,554	$ 21,717,532	$ 22,117,501	$ 17,766,026
Cash at End	$ 18,162,152	$ 18,553,289	$ 18,945,389	$ 19,338,465	$ 19,732,518	$ 20,127,551	$ 20,523,566	$ 20,920,567	$ 21,318,554	$ 21,717,532	$ 22,117,501	$ 22,518,465	$ 22,518,465
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

PDG Domus Mfg LLC
Financial Model 11.4

The financial model 11.4 (6 years, one central operation plant) has the following market conditions: A shrinking market and simultaneously having best cost control: materials, shipping/handling, land and area costs. Included in this model are quick start-up production numbers for the first year, 154 structures with three shifts.

Financial Model Covers:

- Time period 6 years
- One central operation plant
- 3 shifts
- Quick start-up
- First year production 154 units, Second year 154 units, Third year 288 units
- Personnel 75 first year, 99 peak
- 288 peak unit production
- 12 units breakeven first quarter–first month
- $1,000,000.00 Leased equipment
- Best performance on cost (materials, land, area cost, shipping/handling)
- Total cash injections $3.7 million

	Year:	Year One:												Year One Total
11.4 central operation 1 plant	Month of Year:	1	2	3	4	5	6	7	8	9	10	11	12	
	Month:	1	2	3	4	5	6	7	8	9	10	11	12	
BALANCE SHEET	**Initial**													
Cash	$ 100,000	$ (456,732)	$ 11,043	$ 687,397	$ 1,351,641	$ 2,029,133	$ 2,683,681	$ 3,194,086	$ 3,400,495	$ 3,561,167	$ 3,717,901	$ 3,878,656	$ 4,039,809	$ 4,039,809
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)		$ (15,362)	$ (30,724)	$ (46,086)	$ (61,448)	$ (76,810)	$ (92,172)	$ (107,534)	$ (122,896)	$ (138,258)	$ (153,620)	$ (168,982)	$ (184,344)	$ (184,344)
Molds/Tools/Press	$ 1,017,000	$ 3,401,687	$ 3,601,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press		$ (23,014)	$ (59,490)	$ (98,049)	$ (137,650)	$ (177,251)	$ (216,852)	$ (256,453)	$ (296,054)	$ (335,655)	$ (375,256)	$ (414,857)	$ (454,458)	$ (454,458)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 2,921,900	$ 4,711,479	$ 5,327,416	$ 6,149,849	$ 6,759,130	$ 7,381,659	$ 7,981,244	$ 8,436,686	$ 8,588,132	$ 8,693,841	$ 8,795,612	$ 8,901,404	$ 9,007,594	$ 9,007,594
Accounts Payable	$ 324,100	$ 1,456,012	$ 1,340,024	$ 1,445,239	$ 1,426,783	$ 1,467,336	$ 1,460,297	$ 1,468,550	$ 1,461,510	$ 1,468,471	$ 1,462,431	$ 1,462,391	$ 1,461,350	$ 1,461,350
Accrued City Income Taxes	$ -	$ 1,321	$ 3,324	$ 3,818	$ 4,222	$ 3,467	$ 3,664	$ 3,553	$ 3,737	$ 3,615	$ 3,749	$ 3,762	$ 3,797	$ 3,797
Note Payable	$ 1,256,731	$ 1,248,369	$ 1,239,969	$ 1,231,531	$ 1,223,054	$ 1,214,538	$ 1,205,984	$ 1,197,390	$ 1,188,757	$ 1,180,084	$ 1,171,372	$ 1,162,620	$ 1,153,828	$ 1,153,828
Equity Less Distributions	$ 1,341,069	$ 1,941,069	$ 2,516,480	$ 3,054,574	$ 3,483,488	$ 3,904,868	$ 4,340,319	$ 4,622,097	$ 4,605,933	$ 4,536,355	$ 4,469,049	$ 4,399,245	$ 4,329,182	$ 4,329,182
Earnings/Loss	$ -	$ 64,708	$ 227,619	$ 414,687	$ 621,583	$ 791,449	$ 970,979	$ 1,145,096	$ 1,328,195	$ 1,505,315	$ 1,689,011	$ 1,873,386	$ 2,059,437	$ 2,059,437
Total Liabilities and Members' Equity	$ 2,921,900	$ 4,711,479	$ 5,327,416	$ 6,149,849	$ 6,759,130	$ 7,381,659	$ 7,981,244	$ 8,436,686	$ 8,588,132	$ 8,693,841	$ 8,795,612	$ 8,901,404	$ 9,007,594	$ 9,007,594
STATEMENT OF OPERATIONS														
Number of Plants Operating		1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH		12	12	13	13	13	13	13	13	13	13	13	13	154
Sales	$ -	$ 1,560,000	$ 1,560,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 20,020,000
Total revenue +revenue from JV plant	$ -	$ 1,560,000	$ 1,560,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 20,020,000
Direct Materials		$ 1,065,636	$ 1,065,636	$ 1,154,439	$ 1,154,439	$ 1,154,439	$ 1,154,439	$ 1,154,439	$ 1,154,439	$ 1,154,439	$ 1,154,439	$ 1,154,439	$ 1,154,439	$ 13,675,662
Plant Labor		$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 2,325,020
Research and Development		$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs		$ 23,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 78,000
Total Direct Costs		$ 1,283,388	$ 1,265,388	$ 1,354,191	$ 1,354,191	$ 1,354,191	$ 1,354,191	$ 1,354,191	$ 1,354,191	$ 1,354,191	$ 1,354,191	$ 1,354,191	$ 1,354,191	$ 16,090,682
Gross Profit		$ 276,612	$ 294,612	$ 335,809	$ 335,809	$ 335,809	$ 335,809	$ 335,809	$ 335,809	$ 335,809	$ 335,809	$ 335,809	$ 335,809	$ 3,929,318
General and Administrative	$ -	$ 165,908	$ 67,958	$ 84,408	$ 65,991	$ 106,583	$ 99,583	$ 107,874	$ 100,874	$ 107,874	$ 101,874	$ 101,874	$ 100,874	$ 1,211,671
Interest expense	$ -	$ 6,717	$ 6,679	$ 6,640	$ 6,602	$ 6,563	$ 6,524	$ 6,485	$ 6,445	$ 6,406	$ 6,366	$ 6,326	$ 6,286	$ 78,040
Depreciation and Amortization	$ -	$ 38,376	$ 51,838	$ 53,921	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 638,802
Total General & Admin Expenses	$ -	$ 211,000	$ 126,475	$ 144,969	$ 127,555	$ 168,109	$ 161,070	$ 169,322	$ 162,282	$ 169,243	$ 163,203	$ 163,163	$ 162,123	$ 1,928,513
Interest Income	$ -	$ 417	$ (1,903)	$ 46	$ 2,864	$ 5,632	$ 8,455	$ 11,182	$ 13,309	$ 14,169	$ 14,838	$ 15,491	$ 16,161	$ 100,661
Income Before Taxes		$ 66,029	$ 166,235	$ 190,886	$ 211,118	$ 173,333	$ 183,195	$ 177,669	$ 186,836	$ 180,735	$ 187,444	$ 188,137	$ 189,848	$ 2,101,466
Taxes		$ 1,321	$ 3,324	$ 3,818	$ 4,222	$ 3,467	$ 3,664	$ 3,553	$ 3,737	$ 3,615	$ 3,749	$ 3,762	$ 3,797	$ 42,029
Net Income for Month	$ -	$ 64,708	$ 162,911	$ 187,068	$ 206,896	$ 169,866	$ 179,531	$ 174,116	$ 183,099	$ 177,120	$ 183,695	$ 184,375	$ 186,051	$ 2,059,437
YTD Net Income Before Taxes	$ -	$ 66,029	$ 232,264	$ 423,150	$ 634,268	$ 807,601	$ 990,795	$ 1,168,465	$ 1,355,301	$ 1,536,036	$ 1,723,481	$ 1,911,618	$ 2,101,466	$ 2,101,466
YTD Tax Expense	$ -	$ 1,321	$ 4,645	$ 8,463	$ 12,685	$ 16,152	$ 19,816	$ 23,369	$ 27,106	$ 30,721	$ 34,470	$ 38,232	$ 42,029	$ 42,029
Distributions	$ -	$ 24,589	$ 61,906	$ 71,086	$ 78,620	$ 64,549	$ 68,222	$ 66,164	$ 69,578	$ 67,306	$ 69,804	$ 70,063	$ 70,699	$ 782,586
CASH FLOW														
Net Income	$ -	$ 64,708	$ 162,911	$ 187,068	$ 206,896	$ 169,866	$ 179,531	$ 174,116	$ 183,099	$ 177,120	$ 183,695	$ 184,375	$ 186,051	$ 2,059,437
Depreciation and Amortization	$ -	$ 38,376	$ 51,838	$ 53,921	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 638,802
Change in:														
Plant Equipment	$ (921,700)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (921,700)
Molds/Tools/Press	$ (1,017,000)	$ (2,384,687)	$ (200,000)	$ (200,000)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (3,801,687)
Other Assets	$ (883,200)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (883,200)
Accounts Payable	$ 324,100	$ 1,131,912	$ (115,988)	$ 105,214	$ (18,456)	$ 40,553	$ (7,039)	$ 8,252	$ (7,040)	$ 6,961	$ (6,040)	$ (40)	$ (1,040)	$ 1,461,350
Accrued City Income Taxes	$ -	$ 1,321	$ 2,003	$ 494	$ 404	$ (755)	$ 197	$ (111)	$ 184	$ (122)	$ 134	$ 13	$ 35	$ 3,797
Note Payable	$ 1,256,731	$ (8,362)	$ (8,400)	$ (8,438)	$ (8,477)	$ (8,516)	$ (8,555)	$ (8,594)	$ (8,633)	$ (8,673)	$ (8,712)	$ (8,752)	$ (8,792)	$ 1,153,828
Equity Less Distributions	$ 1,341,069	$ 600,000	$ 575,411	$ 538,094	$ 428,914	$ 421,380	$ 435,451	$ 281,778	$ (16,164)	$ (69,578)	$ (67,306)	$ (69,804)	$ (70,063)	$ 4,329,182
0														
Net Cash Flow	100,000	$ (556,732)	$ 467,775	$ 676,353	$ 664,244	$ 677,491	$ 654,548	$ 510,405	$ 206,409	$ 160,672	$ 156,734	$ 160,755	$ 161,153	$ 4,039,809
Cash at Beginning	$ -	$ 100,000	$ (456,732)	$ 11,043	$ 687,397	$ 1,351,641	$ 2,029,133	$ 2,683,681	$ 3,194,086	$ 3,400,495	$ 3,561,167	$ 3,717,901	$ 3,878,656	$ -
Cash at End	$ 100,000	$ (456,732)	$ 11,043	$ 687,397	$ 1,351,641	$ 2,029,133	$ 2,683,681	$ 3,194,086	$ 3,400,495	$ 3,561,167	$ 3,717,901	$ 3,878,656	$ 4,039,809	$ 4,039,809
Equity Injections:		$ 600,000	$ 600,000	$ 600,000	$ 500,000	$ 500,000	$ 500,000	$ 350,000	$ 50,000	$ -	$ -	$ -	$ -	$ 3,700,000

	Year Two:												Year Two Total
11.4 central operation 1 plant	1	2	3	4	5	6	7	8	9	10	11	12	
	13	14	15	16	17	18	19	20	21	22	23	24	
BALANCE SHEET													
Cash	$ 4,069,570	$ 4,150,017	$ 4,240,082	$ 4,335,223	$ 4,431,194	$ 4,526,166	$ 4,615,274	$ 4,711,862	$ 4,807,463	$ 4,903,885	$ 5,521,132	$ 5,979,797	$ 5,979,797
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (199,706)	$ (215,068)	$ (230,430)	$ (245,792)	$ (261,154)	$ (276,516)	$ (291,878)	$ (307,240)	$ (322,602)	$ (337,964)	$ (353,326)	$ (368,688)	$ (368,688)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (494.059)	$ (533,660)	$ (573,261)	$ (612,862)	$ (652,463)	$ (692,064)	$ (731,665)	$ (771,266)	$ (810,867)	$ (850,468)	$ (890,069)	$ (929,670)	$ (929,670)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 8,982,392	$ 9,007,876	$ 9,042,978	$ 9,083,156	$ 9,124,164	$ 9,164,173	$ 9,198,318	$ 9,239,943	$ 9,280,581	$ 9,322,040	$ 9,884,324	$ 10,288,026	$ 10,288,026
Accounts Payable	$ 1,457,200	$ 1,441,733	$ 1,433,665	$ 1,432,596	$ 1,434,528	$ 1,444,459	$ 1,432,389	$ 1,434,319	$ 1,433,249	$ 1,432,178	$ 1,789,119	$ 1,968,554	$ 1,968,554
Accrued City Income Taxes	$ 1,294	$ 1,605	$ 1,773	$ 1,802	$ 1,772	$ 1,581	$ 1,830	$ 1,799	$ 1,828	$ 1,858	$ 5,127	$ 6,790	$ 6,790
Note Payable	$ 1,142,602	$ 1,128,670	$ 1,114,669	$ 1,100,600	$ 1,086,462	$ 1,072,255	$ 1,057,979	$ 1,043,632	$ 1,029,216	$ 1,014,729	$ 1,000,171	$ 985,542	$ 985,542
Equity Less Distributions	$ 4,258,483	$ 4,234,400	$ 4,204,511	$ 4,171,492	$ 4,137,936	$ 4,104,952	$ 4,075,517	$ 4,041,440	$ 4,007,943	$ 3,973,898	$ 3,939,306	$ 3,843,841	$ 3,843,841
Earnings/Loss	$ 2,122,813	$ 2,201,469	$ 2,288,360	$ 2,376,666	$ 2,463,466	$ 2,540,926	$ 2,630,603	$ 2,718,752	$ 2,808,345	$ 2,899,377	$ 3,150,601	$ 3,483,300	$ 3,483,300
Total Liabilities and Members' Equity	$ 8,982,392	$ 9,007,876	$ 9,042,978	$ 9,083,156	$ 9,124,164	$ 9,164,173	$ 9,198,318	$ 9,239,943	$ 9,280,581	$ 9,322,040	$ 9,884,324	$ 10,288,026	$ 10,288,026
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	12	12	12	12	12	12	12	12	12	12	16	18	154
Sales	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 2,080,000	$ 2,340,000	$ 20,020,000
Total revenue +revenue from JV plant	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 2,080,000	$ 2,340,000	$ 20,020,000
Direct Materials	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,420,848	$ 1,598,454	$ 13,675,662
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,683,858	$ 1,861,464	$ 16,831,783
Gross Profit	$ 231,354	$ 231,354	$ 231,354	$ 231,354	$ 231,354	$ 231,354	$ 231,354	$ 231,354	$ 231,354	$ 231,354	$ 396,142	$ 478,536	$ 3,188,217
General and Administrative	$ 122,624	$ 107,224	$ 99,224	$ 98,224	$ 100,224	$ 110,224	$ 98,224	$ 100,224	$ 99,224	$ 98,224	$ 100,024	$ 101,924	$ 1,235,584
Interest expense	$ 5,931	$ 5,863	$ 5,795	$ 5,726	$ 5,658	$ 5,589	$ 5,519	$ 5,449	$ 5,379	$ 5,308	$ 5,238	$ 5,166	$ 66,622
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 183,517	$ 168,050	$ 159,982	$ 158,913	$ 160,845	$ 170,775	$ 158,706	$ 160,636	$ 159,566	$ 158,495	$ 160,224	$ 162,053	$ 1,961,762
Interest Income	$ 16,833	$ 16,957	$ 17,292	$ 17,667	$ 18,063	$ 18,463	$ 18,859	$ 19,230	$ 19,633	$ 20,031	$ 20,433	$ 23,005	$ 226,466
Income Before Taxes	$ 64,670	$ 80,261	$ 88,664	$ 90,108	$ 88,572	$ 79,041	$ 91,507	$ 89,948	$ 91,421	$ 92,890	$ 256,351	$ 339,488	$ 1,452,922
Taxes	$ 1,294	$ 1,605	$ 1,773	$ 1,802	$ 1,772	$ 1,581	$ 1,830	$ 1,799	$ 1,828	$ 1,858	$ 5,127	$ 6,790	$ 29,059
Net Income for Month	$ 63,376	$ 78,656	$ 86,891	$ 88,306	$ 86,800	$ 77,460	$ 89,677	$ 88,149	$ 89,593	$ 91,032	$ 251,224	$ 332,698	$ 1,423,863
YTD Net Income Before Taxes	$ 2,166,136	$ 2,246,397	$ 2,335,061	$ 2,425,169	$ 2,513,741	$ 2,592,782	$ 2,684,289	$ 2,774,237	$ 2,865,658	$ 2,958,548	$ 3,214,899	$ 3,554,388	$ 3,554,388
YTD Tax Expense	$ 43,323	$ 44,928	$ 46,701	$ 48,503	$ 50,275	$ 51,856	$ 53,686	$ 55,485	$ 57,313	$ 59,171	$ 64,298	$ 71,088	$ 71,088
Distributions	$ 24,083	$ 29,889	$ 33,019	$ 33,556	$ 32,984	$ 29,435	$ 34,077	$ 33,497	$ 34,045	$ 34,592	$ 95,465	$ 126,425	$ 541,067
CASH FLOW													
Net Income	$ 63,376	$ 78,656	$ 86,891	$ 88,306	$ 86,800	$ 77,460	$ 89,677	$ 88,149	$ 89,593	$ 91,032	$ 251,224	$ 332,698	$ 1,423,863
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ (4,150)	$ (15,468)	$ (8,068)	$ (1,069)	$ 1,932	$ 9,931	$ (12,070)	$ 1,930	$ (1,070)	$ (1,071)	$ 356,942	$ 179,434	$ 507,203
Accrued City Income Taxes	$ (2,503)	$ 311	$ 168	$ 29	$ (30)	$ (191)	$ 249	$ (31)	$ 29	$ 30	$ 3,269	$ 1,663	$ 2,993
Note Payable	$ (11,225)	$ (13,933)	$ (14,001)	$ (14,069)	$ (14,138)	$ (14,207)	$ (14,276)	$ (14,346)	$ (14,416)	$ (14,487)	$ (14,558)	$ (14,629)	$ (168,286)
Equity Less Distributions	$ (70,699)	$ (24,083)	$ (29,889)	$ (33,019)	$ (33,556)	$ (32,984)	$ (29,435)	$ (34,077)	$ (33,497)	$ (34,045)	$ (34,592)	$ (95,465)	$ (485,341)
Net Cash Flow	$ 29,761	$ 80,447	$ 90,065	$ 95,141	$ 95,971	$ 94,972	$ 89,108	$ 96,588	$ 95,601	$ 96,422	$ 617,247	$ 458,664	$ 1,939,988
Cash at Beginning	$ 4,039,809	$ 4,069,570	$ 4,150,017	$ 4,240,082	$ 4,335,223	$ 4,431,194	$ 4,526,166	$ 4,615,274	$ 4,711,862	$ 4,807,463	$ 4,903,885	$ 5,521,132	$ 4,039,809
Cash at End	$ 4,069,570	$ 4,150,017	$ 4,240,082	$ 4,335,223	$ 4,431,194	$ 4,526,166	$ 4,615,274	$ 4,711,862	$ 4,807,463	$ 4,903,885	$ 5,521,132	$ 5,979,797	$ 5,979,797
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

	Year Three:												Year Three Total
11.4 central operation 1 plant	1	2	3	4	5	6	7	8	9	10	11	12	
	25	26	27	28	29	30	31	32	33	34	35	36	
BALANCE SHEET													
Cash	$ 7,008,243	$ 7,388,875	$ 7,785,970	$ 8,184,980	$ 8,587,707	$ 8,984,140	$ 9,387,918	$ 9,791,788	$ 10,198,475	$ 10,605,256	$ 11,009,694	$ 11,414,515	$ 11,414,515
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (384,050)	$ (399,412)	$ (414,774)	$ (430,136)	$ (445,498)	$ (460,860)	$ (476,222)	$ (491,584)	$ (506,946)	$ (522,308)	$ (537,670)	$ (553,032)	$ (553,032)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (969,271)	$ (1,008,872)	$ (1,048,473)	$ (1,088,074)	$ (1,127,675)	$ (1,167,276)	$ (1,206,877)	$ (1,246,478)	$ (1,286,079)	$ (1,325,680)	$ (1,365,281)	$ (1,404,882)	$ (1,404,882)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 11,261,509	$ 11,587,178	$ 11,929,310	$ 12,273,357	$ 12,621,121	$ 12,962,591	$ 13,311,406	$ 13,660,313	$ 14,012,037	$ 14,363,855	$ 14,713,330	$ 15,063,188	$ 15,063,188
Accounts Payable	$ 2,536,701	$ 2,509,329	$ 2,507,756	$ 2,503,184	$ 2,515,111	$ 2,504,537	$ 2,505,963	$ 2,502,889	$ 2,504,314	$ 2,509,739	$ 2,510,664	$ 2,511,089	$ 2,511,089
Accrued City Income Taxes	$ 11,065	$ 11,698	$ 11,761	$ 11,886	$ 11,681	$ 11,925	$ 11,931	$ 12,025	$ 12,030	$ 11,956	$ 11,971	$ 11,997	$ 11,997
Note Payable	$ 970,841	$ 956,068	$ 941,223	$ 926,305	$ 911,314	$ 896,250	$ 881,111	$ 865,899	$ 850,612	$ 835,250	$ 819,812	$ 804,299	$ 804,299
Equity Less Distributions	$ 3,717,416	$ 3,511,385	$ 3,293,565	$ 3,074,568	$ 2,853,252	$ 2,635,759	$ 2,413,703	$ 2,191,564	$ 1,967,653	$ 1,743,646	$ 1,521,028	$ 1,298,123	$ 1,298,123
Earnings/Loss	$ 4,025,487	$ 4,598,698	$ 5,175,005	$ 5,757,414	$ 6,329,764	$ 6,914,121	$ 7,498,697	$ 8,087,937	$ 8,677,428	$ 9,263,264	$ 9,849,855	$ 10,437,681	$ 10,437,681
Total Liabilities and Members' Equity	$ 11,261,509	$ 11,587,178	$ 11,929,310	$ 12,273,357	$ 12,621,121	$ 12,962,591	$ 13,311,406	$ 13,660,313	$ 14,012,037	$ 14,363,855	$ 14,713,330	$ 15,063,188	$ 15,063,188
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Direct Materials	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 25,575,264
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 28,731,385
Gross Profit	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 8,708,615
General and Administrative	$ 137,324	$ 110,024	$ 108,524	$ 104,024	$ 116,024	$ 105,524	$ 107,024	$ 104,024	$ 105,524	$ 111,024	$ 112,024	$ 112,524	$ 1,333,584
Interest expense	$ 5,095	$ 5,023	$ 4,951	$ 4,878	$ 4,805	$ 4,731	$ 4,658	$ 4,583	$ 4,508	$ 4,434	$ 4,358	$ 4,283	$ 56,307
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 197,382	$ 170,010	$ 168,437	$ 163,865	$ 175,792	$ 165,218	$ 166,644	$ 163,570	$ 164,995	$ 170,420	$ 171,345	$ 171,769	$ 2,049,446
Interest Income	$ 24,916	$ 29,201	$ 30,787	$ 32,442	$ 34,104	$ 35,782	$ 37,434	$ 39,116	$ 40,799	$ 42,494	$ 44,189	$ 45,874	$ 437,138
Income Before Taxes	$ 553,252	$ 584,909	$ 588,068	$ 594,295	$ 584,030	$ 596,282	$ 596,508	$ 601,264	$ 601,522	$ 597,792	$ 598,562	$ 599,822	$ 7,096,307
Taxes	$ 11,065	$ 11,698	$ 11,761	$ 11,886	$ 11,681	$ 11,925	$ 11,931	$ 12,025	$ 12,030	$ 11,956	$ 11,971	$ 11,997	$ 141,926
Net Income for Month	$ 542,187	$ 573,211	$ 576,307	$ 582,409	$ 572,349	$ 584,357	$ 584,577	$ 589,239	$ 589,492	$ 585,836	$ 586,591	$ 587,825	$ 6,954,381
YTD Net Income Before Taxes	$ 4,107,640	$ 4,692,549	$ 5,280,617	$ 5,874,912	$ 6,458,943	$ 7,055,225	$ 7,651,732	$ 8,252,997	$ 8,854,518	$ 9,452,310	$ 10,050,872	$ 10,650,695	$ 10,650,695
YTD Tax Expense	$ 82,153	$ 93,851	$ 105,612	$ 117,498	$ 129,179	$ 141,104	$ 153,035	$ 165,060	$ 177,090	$ 189,046	$ 201,017	$ 213,014	$ 213,014
Distributions	$ 206,031	$ 217,820	$ 218,997	$ 221,316	$ 217,493	$ 222,056	$ 222,139	$ 223,911	$ 224,007	$ 222,618	$ 222,905	$ 223,374	$ 2,642,667
CASH FLOW													
Net Income	$ 542,187	$ 573,211	$ 576,307	$ 582,409	$ 572,349	$ 584,357	$ 584,577	$ 589,239	$ 589,492	$ 585,836	$ 586,591	$ 587,825	$ 6,954,381
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 568,147	$ (27,372)	$ (1,572)	$ (4,573)	$ 11,927	$ (10,574)	$ 1,427	$ (3,075)	$ 1,425	$ 5,425	$ 925	$ 425	$ 542,535
Accrued City Income Taxes	$ 4,275	$ 633	$ 63	$ 125	$ (205)	$ 244	$ 6	$ 94	$ 5	$ (74)	$ 15	$ 26	$ 5,207
Note Payable	$ (14,701)	$ (14,773)	$ (14,845)	$ (14,918)	$ (14,991)	$ (15,064)	$ (15,138)	$ (15,213)	$ (15,287)	$ (15,362)	$ (15,437)	$ (15,513)	$ (181,243)
Equity Less Distributions	$ (126,425)	$ (206,031)	$ (217,820)	$ (218,997)	$ (221,316)	$ (217,493)	$ (222,056)	$ (222,139)	$ (223,911)	$ (224,007)	$ (222,618)	$ (222,905)	$ (2,545,718)
0													
Net Cash Flow	$ 1,028,447	$ 380,631	$ 397,095	$ 399,010	$ 402,727	$ 396,433	$ 403,778	$ 403,870	$ 406,687	$ 406,781	$ 404,438	$ 404,821	$ 5,434,718
Cash at Beginning	$ 5,979,797	$ 7,008,243	$ 7,388,875	$ 7,785,970	$ 8,184,980	$ 8,587,707	$ 8,984,140	$ 9,387,918	$ 9,791,788	$ 10,198,475	$ 10,605,256	$ 11,009,694	$ 5,979,797
Cash at End	$ 7,008,243	$ 7,388,875	$ 7,785,970	$ 8,184,980	$ 8,587,707	$ 8,984,140	$ 9,387,918	$ 9,791,788	$ 10,198,475	$ 10,605,256	$ 11,009,694	$ 11,414,515	$ 11,414,515
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

	Year Four:												Year Four Total
11.4 central operation 1 plant	1	2	3	4	5	6	7	8	9	10	11	12	
	37	38	39	40	41	42	43	44	45	46	47	48	
BALANCE SHEET													
Cash	$ 11,820,026	$ 12,213,169	$ 12,620,746	$ 13,028,435	$ 13,438,645	$ 13,851,082	$ 14,264,840	$ 14,682,352	$ 15,096,640	$ 15,515,283	$ 15,931,619	$ 16,351,405	$ 16,351,405
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (568,394)	$ (583,756)	$ (599,118)	$ (614,480)	$ (629,842)	$ (645,204)	$ (660,566)	$ (675,928)	$ (691,290)	$ (706,652)	$ (722,014)	$ (737,376)	$ (737,376)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (1,444,483)	$ (1,484,084)	$ (1,523,685)	$ (1,563,286)	$ (1,602,887)	$ (1,642,488)	$ (1,682,089)	$ (1,721,690)	$ (1,761,291)	$ (1,800,892)	$ (1,840,493)	$ (1,880,094)	$ (1,880,094)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 15,413,736	$ 15,751,916	$ 16,104,530	$ 16,457,256	$ 16,812,503	$ 17,169,977	$ 17,528,772	$ 17,891,321	$ 18,250,646	$ 18,614,326	$ 18,975,699	$ 19,340,522	$ 19,340,522
Accounts Payable	$ 2,533,012	$ 2,510,736	$ 2,512,159	$ 2,509,581	$ 2,507,504	$ 2,506,926	$ 2,502,347	$ 2,509,268	$ 2,503,688	$ 2,509,110	$ 2,505,029	$ 2,503,448	$ 2,503,448
Accrued City Income Taxes	$ 11,592	$ 12,071	$ 12,075	$ 12,161	$ 12,236	$ 12,282	$ 12,408	$ 12,304	$ 12,451	$ 12,377	$ 12,493	$ 12,559	$ 12,559
Note Payable	$ 788,710	$ 773,044	$ 757,301	$ 741,481	$ 725,583	$ 709,607	$ 693,553	$ 677,420	$ 661,207	$ 644,915	$ 628,542	$ 612,090	$ 612,090
Equity Less Distributions	$ 1,074,749	$ 858,912	$ 634,150	$ 409,307	$ 182,872	$ (44,969)	$ (273,662)	$ (504,700)	$ (733,803)	$ (965,631)	$ (1,196,083)	$ (1,428,704)	$ (1,428,704)
Earnings/Loss	$ 11,005,674	$ 11,597,154	$ 12,188,845	$ 12,784,726	$ 13,384,308	$ 13,986,132	$ 14,594,127	$ 15,197,029	$ 15,807,103	$ 16,413,556	$ 17,025,718	$ 17,641,130	$ 17,641,130
Total Liabilities and Members' Equity	$ 15,413,736	$ 15,751,916	$ 16,104,530	$ 16,457,256	$ 16,812,503	$ 17,169,977	$ 17,528,772	$ 17,891,321	$ 18,250,646	$ 18,614,326	$ 18,975,699	$ 19,340,522	$ 19,340,522
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Direct Materials	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 25,575,264
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 28,731,385
Gross Profit	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 8,708,615
General and Administrative	$ 134,524	$ 112,324	$ 113,824	$ 111,324	$ 109,324	$ 108,824	$ 104,324	$ 111,324	$ 105,824	$ 111,324	$ 107,324	$ 105,824	$ 1,336,084
Interest expense	$ 4,206	$ 4,130	$ 4,053	$ 3,976	$ 3,898	$ 3,820	$ 3,741	$ 3,662	$ 3,583	$ 3,504	$ 3,424	$ 3,342	$ 45,339
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 193,693	$ 171,417	$ 172,840	$ 170,262	$ 168,185	$ 167,607	$ 163,027	$ 169,949	$ 164,369	$ 169,790	$ 165,710	$ 164,129	$ 2,040,978
Interest Income	$ 47,560	$ 49,250	$ 50,888	$ 52,586	$ 54,285	$ 55,994	$ 57,713	$ 59,437	$ 61,176	$ 62,903	$ 64,647	$ 66,382	$ 682,821
Income Before Taxes	$ 579,585	$ 603,551	$ 603,766	$ 608,042	$ 611,818	$ 614,105	$ 620,403	$ 615,206	$ 622,525	$ 618,830	$ 624,655	$ 627,971	$ 7,350,458
Taxes	$ 11,592	$ 12,071	$ 12,075	$ 12,161	$ 12,236	$ 12,282	$ 12,408	$ 12,304	$ 12,451	$ 12,377	$ 12,493	$ 12,559	$ 147,009
Net Income for Month	$ 567,993	$ 591,480	$ 591,691	$ 595,881	$ 599,582	$ 601,823	$ 607,995	$ 602,902	$ 610,074	$ 606,453	$ 612,162	$ 615,412	$ 7,203,449
YTD Net Income Before Taxes	$ 11,230,280	$ 11,833,831	$ 12,437,597	$ 13,045,639	$ 13,657,457	$ 14,271,563	$ 14,891,966	$ 15,507,172	$ 16,129,697	$ 16,748,527	$ 17,373,182	$ 18,001,153	$ 18,001,153
YTD Tax Expense	$ 224,606	$ 236,677	$ 248,752	$ 260,913	$ 273,149	$ 285,431	$ 297,839	$ 310,143	$ 322,594	$ 334,971	$ 347,464	$ 360,023	$ 360,023
Distributions	$ 215,837	$ 224,762	$ 224,843	$ 226,435	$ 227,841	$ 228,693	$ 231,038	$ 229,103	$ 231,828	$ 230,452	$ 232,621	$ 233,857	$ 2,737,310
CASH FLOW													
Net Income	$ 567,993	$ 591,480	$ 591,691	$ 595,881	$ 599,582	$ 601,823	$ 607,995	$ 602,902	$ 610,074	$ 606,453	$ 612,162	$ 615,412	$ 7,203,449
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 21,923	$ (22,276)	$ 1,423	$ (2,577)	$ (2,078)	$ (578)	$ (4,579)	$ 6,922	$ (5,580)	$ 5,421	$ (4,080)	$ (1,581)	$ (7,641)
Accrued City Income Taxes	$ (405)	$ 479	$ 4	$ 86	$ 75	$ 46	$ 126	$ (104)	$ 147	$ (74)	$ 116	$ 66	$ 562
Note Payable	$ (15,589)	$ (15,666)	$ (15,743)	$ (15,820)	$ (15,898)	$ (15,976)	$ (16,054)	$ (16,133)	$ (16,213)	$ (16,292)	$ (16,372)	$ (16,453)	$ (192,209)
Equity Less Distributions	$ (223,374)	$ (215,837)	$ (224,762)	$ (224,843)	$ (226,435)	$ (227,841)	$ (228,693)	$ (231,038)	$ (229,103)	$ (231,828)	$ (230,452)	$ (232,621)	$ (2,726,827)
Net Cash Flow	$ 405,511	$ 393,143	$ 407,576	$ 407,689	$ 410,210	$ 412,438	$ 413,758	$ 417,511	$ 414,288	$ 418,643	$ 416,336	$ 419,786	$ 4,936,890
Cash at Beginning	$ 11,414,515	$ 11,820,026	$ 12,213,169	$ 12,620,746	$ 13,028,435	$ 13,438,645	$ 13,851,082	$ 14,264,840	$ 14,682,352	$ 15,096,640	$ 15,515,283	$ 15,931,619	$ 11,414,515
Cash at End	$ 11,820,026	$ 12,213,169	$ 12,620,746	$ 13,028,435	$ 13,438,645	$ 13,851,082	$ 14,264,840	$ 14,682,352	$ 15,096,640	$ 15,515,283	$ 15,931,619	$ 16,351,405	$ 16,351,405
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

	Year Five:												Year Five Total
11.4 central operation 1 plant	1	2	3	4	5	6	7	8	9	10	11	12	
	49	50	51	52	53	54	55	56	57	58	59	60	
BALANCE SHEET													
Cash	$ 16,773,138	$ 17,134,057	$ 17,511,251	$ 17,890,306	$ 18,278,492	$ 18,661,264	$ 19,050,430	$ 19,441,473	$ 19,833,474	$ 20,225,524	$ 20,617,318	$ 21,007,943	$ 21,007,943
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (752,738)	$ (768,100)	$ (783,462)	$ (798,824)	$ (814,186)	$ (829,548)	$ (844,910)	$ (860,272)	$ (875,634)	$ (890,996)	$ (906,358)	$ (921,700)	$ (921,700)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (1,919,695)	$ (1,959,296)	$ (1,998,897)	$ (2,038,498)	$ (2,078,099)	$ (2,117,700)	$ (2,157,301)	$ (2,196,902)	$ (2,236,503)	$ (2,276,104)	$ (2,315,705)	$ (2,355,306)	$ (2,355,306)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 19,707,292	$ 20,013,248	$ 20,335,479	$ 20,659,571	$ 20,992,794	$ 21,320,603	$ 21,654,806	$ 21,990,886	$ 22,327,924	$ 22,665,011	$ 23,001,842	$ 23,337,524	$ 23,337,524
Accounts Payable	$ 2,605,167	$ 2,579,586	$ 2,578,004	$ 2,564,423	$ 2,574,840	$ 2,565,757	$ 2,564,173	$ 2,564,089	$ 2,565,505	$ 2,567,420	$ 2,570,835	$ 2,565,249	$ 2,565,249
Accrued City Income Taxes	$ 10,560	$ 11,107	$ 11,168	$ 11,472	$ 11,295	$ 11,509	$ 11,572	$ 11,606	$ 11,611	$ 11,605	$ 11,570	$ 11,714	$ 11,714
Note Payable	$ 595,556	$ 578,941	$ 562,244	$ 545,464	$ 528,603	$ 511,658	$ 494,630	$ 477,518	$ 460,321	$ 443,040	$ 425,674	$ 408,222	$ 408,222
Equity Less Distributions	$ (1,662,561)	$ (1,859,188)	$ (2,065,996)	$ (2,273,954)	$ (2,487,554)	$ (2,697,863)	$ (2,912,157)	$ (3,127,635)	$ (3,343,748)	$ (3,559,940)	$ (3,776,027)	$ (3,991,451)	$ (3,991,451)
Earnings/Loss	$ 18,158,570	$ 18,702,802	$ 19,250,059	$ 19,812,165	$ 20,365,611	$ 20,929,542	$ 21,496,589	$ 22,065,308	$ 22,634,235	$ 23,202,886	$ 23,769,791	$ 24,343,789	$ 24,343,789
Total Liabilities and Members' Equity	$ 19,707,292	$ 20,013,248	$ 20,335,479	$ 20,659,571	$ 20,992,794	$ 21,320,603	$ 21,654,806	$ 21,990,886	$ 22,327,924	$ 22,665,011	$ 23,001,842	$ 23,337,524	$ 23,337,524
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
		0											
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Direct Materials	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 25,575,264
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 28,731,385
Gross Profit	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 8,708,615
General and Administrative	$ 207,624	$ 182,124	$ 180,624	$ 167,124	$ 177,624	$ 168,624	$ 167,124	$ 167,124	$ 168,624	$ 170,624	$ 174,124	$ 168,624	$ 2,099,984
Interest expense	$ 3,262	$ 3,181	$ 3,098	$ 3,017	$ 2,934	$ 2,851	$ 2,767	$ 2,683	$ 2,600	$ 2,515	$ 2,429	$ 2,344	$ 33,680
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,943	$ 659,536
Total General & Admin Expenses	$ 265,848	$ 240,267	$ 238,685	$ 225,104	$ 235,521	$ 226,438	$ 224,854	$ 224,770	$ 226,186	$ 228,101	$ 231,516	$ 225,910	$ 2,793,200
Interest Income	$ 68,131	$ 69,888	$ 71,392	$ 72,964	$ 74,543	$ 76,160	$ 77,755	$ 79,377	$ 81,006	$ 82,639	$ 84,273	$ 85,905	$ 924,033
Income Before Taxes	$ 528,001	$ 555,339	$ 558,425	$ 573,578	$ 564,740	$ 575,440	$ 578,619	$ 580,325	$ 580,538	$ 580,256	$ 578,475	$ 585,713	$ 6,839,449
Taxes	$ 10,560	$ 11,107	$ 11,168	$ 11,472	$ 11,295	$ 11,509	$ 11,572	$ 11,606	$ 11,611	$ 11,605	$ 11,570	$ 11,714	$ 136,789
Net Income for Month	$ 517,441	$ 544,232	$ 547,257	$ 562,106	$ 553,445	$ 563,931	$ 567,047	$ 568,719	$ 568,927	$ 568,651	$ 566,905	$ 573,999	$ 6,702,660
YTD Net Income Before Taxes	$ 18,529,153	$ 19,084,492	$ 19,642,917	$ 20,216,495	$ 20,781,236	$ 21,356,676	$ 21,935,295	$ 22,515,620	$ 23,096,158	$ 23,676,414	$ 24,254,889	$ 24,840,601	$ 24,840,601
YTD Tax Expense	$ 370,583	$ 381,690	$ 392,858	$ 404,330	$ 415,625	$ 427,134	$ 438,706	$ 450,312	$ 461,923	$ 473,528	$ 485,098	$ 496,812	$ 496,812
Distributions	$ 196,627	$ 206,808	$ 207,958	$ 213,600	$ 210,309	$ 214,294	$ 215,478	$ 216,113	$ 216,192	$ 216,087	$ 215,424	$ 218,120	$ 2,547,010
CASH FLOW													
Net Income	$ 517,441	$ 544,232	$ 547,257	$ 562,106	$ 553,445	$ 563,931	$ 567,047	$ 568,719	$ 568,927	$ 568,651	$ 566,905	$ 573,999	$ 6,702,660
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,943	$ 659,536
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 101,719	$ (25,581)	$ (1,582)	$ (13,581)	$ 10,417	$ (9,083)	$ (1,584)	$ (84)	$ 1,416	$ 1,915	$ 3,415	$ (5,586)	$ 61,801
Accrued City Income Taxes	$ (1,999)	$ 547	$ 61	$ 304	$ (177)	$ 214	$ 63	$ 34	$ 5	$ (6)	$ (35)	$ 144	$ (845)
Note Payable	$ (16,534)	$ (16,615)	$ (16,697)	$ (16,779)	$ (16,862)	$ (16,945)	$ (17,028)	$ (17,112)	$ (17,196)	$ (17,281)	$ (17,366)	$ (17,452)	$ (203,868)
Equity Less Distributions	$ (233,857)	$ (196,627)	$ (206,808)	$ (207,958)	$ (213,600)	$ (210,309)	$ (214,294)	$ (215,478)	$ (216,113)	$ (216,192)	$ (216,087)	$ (215,424)	$ (2,562,747)
Net Cash Flow	$ 421,733	$ 360,919	$ 377,194	$ 379,055	$ 388,187	$ 382,771	$ 389,167	$ 391,042	$ 392,002	$ 392,050	$ 391,794	$ 390,624	$ 4,656,537
Cash at Beginning	$ 16,351,405	$ 16,773,138	$ 17,134,057	$ 17,511,251	$ 17,890,306	$ 18,278,492	$ 18,661,264	$ 19,050,430	$ 19,441,473	$ 19,833,474	$ 20,225,524	$ 20,617,318	$ 16,351,405
Cash at End	$ 16,773,138	$ 17,134,057	$ 17,511,251	$ 17,890,306	$ 18,278,492	$ 18,661,264	$ 19,050,430	$ 19,441,473	$ 19,833,474	$ 20,225,524	$ 20,617,318	$ 21,007,943	$ 21,007,943
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

11.4 central operation 1 plant	Year Six 1	2	3	4	5	6	7	8	9	10	11	12	Year Six Total
	61	62	63	64	65	66	67	68	69	70	71	72	
BALANCE SHEET													
Cash	$ 21,412,290	$ 21,811,669	$ 22,212,032	$ 22,613,391	$ 23,015,748	$ 23,419,107	$ 23,823,469	$ 24,228,837	$ 24,635,214	$ 25,042,602	$ 25,451,002	$ 25,860,419	$ 25,860,419
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (2,394,907)	$ (2,434,508)	$ (2,474,109)	$ (2,513,710)	$ (2,553,311)	$ (2,592,912)	$ (2,632,513)	$ (2,672,114)	$ (2,711,715)	$ (2,751,316)	$ (2,790,917)	$ (2,830,518)	$ (2,830,518)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 23,702,270	$ 24,062,048	$ 24,422,810	$ 24,784,568	$ 25,147,324	$ 25,511,082	$ 25,875,843	$ 26,241,610	$ 26,608,386	$ 26,976,173	$ 27,344,972	$ 27,714,788	$ 27,714,788
Accounts Payable	$ 2,565,163	$ 2,565,116	$ 2,565,069	$ 2,565,021	$ 2,564,973	$ 2,564,925	$ 2,564,876	$ 2,564,827	$ 2,564,778	$ 2,564,728	$ 2,564,679	$ 2,564,629	$ 2,564,629
Accrued City Income Taxes	$ 12,055	$ 12,090	$ 12,125	$ 12,158	$ 12,193	$ 12,228	$ 12,262	$ 12,296	$ 12,332	$ 12,366	$ 12,402	$ 12,436	$ 12,436
Note Payable	$ 400,120	$ 391,970	$ 383,773	$ 375,528	$ 367,235	$ 358,894	$ 350,505	$ 342,066	$ 333,578	$ 325,041	$ 316,454	$ 307,817	$ 307,817
Equity Less Distributions	$ (4,209,571)	$ (4,434,042)	$ (4,659,158)	$ (4,884,911)	$ (5,111,304)	$ (5,338,337)	$ (5,566,012)	$ (5,794,332)	$ (6,023,297)	$ (6,252,909)	$ (6,483,171)	$ (6,714,083)	$ (6,714,083)
Earnings/Loss	$ 24,934,503	$ 25,526,914	$ 26,121,001	$ 26,716,771	$ 27,314,226	$ 27,913,372	$ 28,514,213	$ 29,116,753	$ 29,720,995	$ 30,326,946	$ 30,934,609	$ 31,543,989	$ 31,543,989
Total Liabilities and Members' Equity	$ 23,702,270	$ 24,062,048	$ 24,422,810	$ 24,784,568	$ 25,147,324	$ 25,511,082	$ 25,875,843	$ 26,241,610	$ 26,608,386	$ 26,976,173	$ 27,344,972	$ 27,714,788	$ 27,714,788
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	37440000
Direct Materials	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Plant Labor	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 25,575,264
Research and Development	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Plant Costs	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Total Direct Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	28731384.56
Gross Profit	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	8708615.44
General and Administrative	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Interest expense	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 168,624	$ 2,023,484
Depreciation and Amortization	$ 2,258	$ 2,210	$ 2,163	$ 2,115	$ 2,067	$ 2,019	$ 1,970	$ 1,921	$ 1,872	$ 1,823	$ 1,773	$ 1,723	$ 23,915
Total General & Admin Expenses	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 475,212
	210482.2791	210435.0987	210387.638	210339.8953	210291.8689	210243.5572	210194.9583	210146.0705	210096.8921	210047.4213	209997.6563	209947.5954	2522610.931
Interest Income	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	87533	89218	90882	92550	94222	95899	97580	99264	100953	102647	104344	106046	1161138
Income Before Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Taxes	$ 602,769	$ 604,501	$ 606,212	$ 607,928	$ 609,648	$ 611,373	$ 613,103	$ 614,836	$ 616,574	$ 618,318	$ 620,064	$ 621,816	$ 7,347,143
	12055	12090	12125	12158	12193	12228	12262	12296	12332	12366	12402	12436	146943
Net Income for Month	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
YTD Net Income Before Taxes	$ 590,714	$ 592,411	$ 594,087	$ 595,770	$ 597,455	$ 599,145	$ 600,841	$ 602,540	$ 604,242	$ 605,952	$ 607,662	$ 609,380	$ 7,200,200
YTD Tax Expense	$ 25,443,370	$ 26,047,871	$ 26,654,083	$ 27,262,011	$ 27,871,659	$ 28,483,033	$ 29,096,136	$ 29,710,972	$ 30,327,546	$ 30,945,863	$ 31,565,928	$ 32,187,744	$ 32,187,744
Distributions	$ 508,867	$ 520,957	$ 533,082	$ 545,240	$ 557,433	$ 569,661	$ 581,923	$ 594,219	$ 606,551	$ 618,917	$ 631,319	$ 643,755	$ 643,755
CASH FLOW	224471	225116	225753	226393	227033	227675	228320	228965	229612	230262	230912	231565	2736077
Net Income	$ 590,714	$ 592,411	$ 594,087	$ 595,770	$ 597,455	$ 599,145	$ 600,841	$ 602,540	$ 604,242	$ 605,952	$ 607,662	$ 609,380	$ 7,200,200
Depreciation and Amortization	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 475,212
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ (86)	$ (47)	$ (47)	$ (48)	$ (48)	$ (48)	$ (49)	$ (49)	$ (49)	$ (49)	$ (50)	$ (50)	$ (621)
Accrued City Income Taxes	$ 341	$ 35	$ 35	$ 33	$ 35	$ 35	$ 34	$ 34	$ 36	$ 34	$ 36	$ 34	$ 722
Note Payable	$ (8,102)	$ (8,150)	$ (8,197)	$ (8,245)	$ (8,293)	$ (8,341)	$ (8,390)	$ (8,439)	$ (8,488)	$ (8,537)	$ (8,587)	$ (8,637)	$ (100,405)
Equity Less Distributions	$ (218,120)	$ (224,471)	$ (225,116)	$ (225,753)	$ (226,393)	$ (227,033)	$ (227,675)	$ (228,320)	$ (228,965)	$ (229,612)	$ (230,262)	$ (230,912)	$ (2,722,632)
Net Cash Flow	$ 404,347	$ 399,379	$ 400,363	$ 401,359	$ 402,357	$ 403,359	$ 404,363	$ 405,367	$ 406,377	$ 407,388	$ 408,401	$ 409,416	$ 4,852,476
Cash at Beginning	$ 21,007,943	$ 21,412,290	$ 21,811,669	$ 22,212,032	$ 22,613,391	$ 23,015,748	$ 23,419,107	$ 23,823,469	$ 24,228,837	$ 24,635,214	$ 25,042,602	$ 25,451,002	$ 21,007,943
Cash at End	$ 21,412,290	$ 21,811,669	$ 22,212,032	$ 22,613,391	$ 23,015,748	$ 23,419,107	$ 23,823,469	$ 24,228,837	$ 24,635,214	$ 25,042,602	$ 25,451,002	$ 25,860,419	$ 25,860,419
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

JV Joint Venture Plant Operation

Financial models
11.JV, 11.1JV, 11.2JV

The financial models 11.JV, 11.1JV, 11.2JV (one JV-joint venture operated plant over a period of 5 years) the following market conditions exist: A shrinking markets with segments of the real estate market performing well. The performing segments are multi-family, LMI, and high-end infill specialty housing. The models cover from fast and medium start-up to slow start-up. Included are increases in cost of goods sold at 5% and 10%. The models are funded by an investment of 9 million dollars into a joint venture plant with PDG Domus. PDG operates the plant and is a 50% owner of the plant. The investor in the plant will be paid at a preferred rate of 75% of distribution, while PDG receives 25%. This arrangement stays in place until the investor receives their initial investment back, at this point the distribution of profit would change to 50% – 50%. There is also an arrangement to buy back the plant. Cash or stock trade could achieve the plant purchase before the company goes public.

Attached are return summaries for the investors and PDG.

- Time period 5 years
- One joint venture operated plant
- 3 shifts
- Total cash injected $9 million

Note:

The spreadsheets are modeled on the home model 1380. The use of one home model and not a blend of homes were used to simplified spreadsheet modeling. This also allows the reviewer to get a better understanding of how the company makes it profit. The home model cost can be seen on Page 00, which shows the total cost from manufacturing to developers' model. The example model uses the high cost model profile.

Due to daily market fluctuations, pricing should be used as a guideline with the understanding that adjustments for cost and sales price for the end buyer will be adjusted as the market changes.

PDG Domus Mfg LLC
Financial Model 11.JV

The financial model 11.JV (5 years joint venture plant) has the following market conditions: A shrinking market and simultaneously having 10% inflation on: materials, shipping/handling, land and area costs. Included in this model are medium production numbers for the first year, 144 structures with three shifts.

Financial Model Covers:

- Time period 5 years
- One joint venture plant
- 3 shifts
- Medium start-up production
- First year production 144 units, Second year 154 units, Third year 288 units
- Personnel first year 96
- 288 peak units production
- 40 units breakeven third quarter
- $500,000.00 Leased equipment
- 10% more home cost (materials, land, area cost, shipping/handling)
- Total cash injections $9 million

11.JV Plant 10% Higher Costs	Year:		Year One:											Year One Total
	Month of Year:		1	2	3	4	5	6	7	8	9	10	11	12	
	Month:		1	2	3	4	5	6	7	8	9	10	11	12	
BALANCE SHEET	**Initial**														
Cash	$	-	$ 6,745,313	$ 6,227,404	$ 6,031,337	$ 6,094,214	$ 6,350,080	$ 6,569,684	$ 6,851,964	$ 7,457,179	$ 7,929,437	$ 8,714,422	$ 9,366,197	$ 9,419,046	$ 9,419,046
Plant Equipment	$	-	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accumulated Depreciation (Plant)			$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$	-	$ 2,384,687	$ 2,584,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687
Accumulated Depreciation Molds/Tools/Press			$ (12,420)	$ (38,302)	$ (66,267)	$ (95,274)	$ (124,281)	$ (153,288)	$ (182,295)	$ (211,302)	$ (240,309)	$ (269,316)	$ (298,323)	$ (327,330)	$ (327,330)
Other Assets	$	-	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Total Assets	$	-	$ 9,117,580	$ 8,773,789	$ 8,749,757	$ 8,783,627	$ 9,010,486	$ 9,201,083	$ 9,454,356	$ 10,030,564	$ 10,473,815	$ 11,229,793	$ 11,852,561	$ 11,876,403	$ 11,876,403
Accounts Payable	$	-	$ 476,014	$ 412,014	$ 612,254	$ 809,527	$ 1,106,854	$ 1,305,094	$ 1,503,334	$ 1,898,814	$ 2,108,054	$ 2,504,534	$ 2,701,774	$ 2,702,774	$ 2,702,774
Accrued City Income Taxes	$	-	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 3,016	$ 8,545	$ 8,545
Note Payable	$	-	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Equity Less Distributions	$	-	$ 9,000,000	$ 9,000,000	$ 9,000,000	$ 9,000,000	$ 9,000,000	$ 9,000,000	$ 9,000,000	$ 9,000,000	$ 9,000,000	$ 9,000,000	$ 9,000,000	$ 8,598,613	$ 8,598,613
Earnings/Loss	$	-	$ (358,434)	$ (638,226)	$ (862,497)	$ (1,025,900)	$ (1,096,369)	$ (1,104,011)	$ (1,048,979)	$ (868,250)	$ (634,239)	$ (274,742)	$ 147,771	$ 566,471	$ 566,471
Total Liabilities and Members' Equity	$	-	$ 9,117,580	$ 8,773,789	$ 8,749,757	$ 8,783,627	$ 9,010,486	$ 9,201,083	$ 9,454,356	$ 10,030,564	$ 10,473,815	$ 11,229,793	$ 11,852,561	$ 11,876,403	$ 11,876,403
STATEMENT OF OPERATIONS															
Number of Plants Operating			1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH			1	1	3	5	8	10	12	16	18	22	24	24	144
Sales	$	-	$ 130,000	$ 130,000	$ 390,000	$ 650,000	$ 1,040,000	$ 1,300,000	$ 1,560,000	$ 2,080,000	$ 2,340,000	$ 2,860,000	$ 3,120,000	$ 3,120,000	$ 18,720,000
Total Revenue	$	-	$ 130,000	$ 130,000	$ 390,000	$ 650,000	$ 1,040,000	$ 1,300,000	$ 1,560,000	$ 2,080,000	$ 2,340,000	$ 2,860,000	$ 3,120,000	$ 3,120,000	$ 18,720,000
Direct Materials			$ 98,670	$ 98,670	$ 296,010	$ 493,350	$ 789,360	$ 986,700	$ 1,184,040	$ 1,578,720	$ 1,776,060	$ 2,170,740	$ 2,368,080	$ 2,368,080	$ 14,208,480
Plant Labor			$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 2,942,240
Research and Development			$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Plant Costs			$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs			$ 348,857	$ 348,857	$ 546,197	$ 743,537	$ 1,039,547	$ 1,236,887	$ 1,434,227	$ 1,828,907	$ 2,026,247	$ 2,420,927	$ 2,618,267	$ 2,618,267	$ 17,210,720
Gross Profit			$ (218,857)	$ (218,857)	$ (156,197)	$ (93,537)	$ 453	$ 63,113	$ 125,773	$ 251,093	$ 313,753	$ 439,073	$ 501,733	$ 501,733	$ 1,509,280
General and Administrative	$	-	$ 127,158	$ 63,158	$ 66,058	$ 65,991	$ 67,308	$ 68,208	$ 69,108	$ 69,908	$ 81,808	$ 83,608	$ 83,508	$ 84,508	$ 930,325
Interest expense	$	-	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Depreciation and Amortization	$	-	$ 12,420	$ 25,882	$ 27,965	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 327,330
Total General & Admin Expenses	$	-	$ 139,578	$ 89,040	$ 94,023	$ 94,998	$ 96,315	$ 97,215	$ 98,115	$ 98,915	$ 110,815	$ 112,615	$ 112,515	$ 113,515	$ 1,257,655
Interest Income	$	-	$ -	$ 28,105	$ 25,948	$ 25,131	$ 25,393	$ 26,459	$ 27,374	$ 28,550	$ 31,072	$ 33,039	$ 36,310	$ 39,026	$ 326,407
Income Before Taxes			$ (358,434)	$ (279,791)	$ (224,271)	$ (163,403)	$ (70,468)	$ (7,642)	$ 55,033	$ 180,729	$ 234,011	$ 359,498	$ 425,529	$ 427,245	$ 578,032
Taxes			$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 3,016	$ 8,545	$ 11,561
Net Income for Month	$	-	$ (358,434)	$ (279,791)	$ (224,271)	$ (163,403)	$ (70,468)	$ (7,642)	$ 55,033	$ 180,729	$ 234,011	$ 359,498	$ 422,513	$ 418,700	$ 566,471
YTD Net Income Before Taxes	$	-	$ (358,434)	$ (638,226)	$ (862,497)	$ (1,025,900)	$ (1,096,369)	$ (1,104,011)	$ (1,048,979)	$ (868,250)	$ (634,239)	$ (274,742)	$ 150,787	$ 578,032	$ 578,032
YTD Tax Expense	$	-	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 3,016	$ 11,561	$ 11,561
Distributions	$	-	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 401,387	$ 397,765	$ 799,152
CASH FLOW															
Net Income	$	-	$ (358,434)	$ (279,791)	$ (224,271)	$ (163,403)	$ (70,468)	$ (7,642)	$ 55,033	$ 180,729	$ 234,011	$ 359,498	$ 422,513	$ 418,700	$ 566,471
Depreciation and Amortization	$	-	$ 12,420	$ 25,882	$ 27,965	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 327,330
Change in:															
Plant Equipment	$	-	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$	-	$ (2,384,687)	$ (200,000)	$ (200,000)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (2,784,687)
Other Assets	$	-	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$	-	$ 476,014	$ (64,000)	$ 200,240	$ 197,273	$ 297,327	$ 198,240	$ 198,240	$ 395,480	$ 209,240	$ 396,480	$ 197,240	$ 1,000	$ 2,702,774
Accrued City Income Taxes	$	-	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 3,016	$ 5,529	$ 8,545
Note Payable	$	-	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Equity Less Distributions	$	-	$ 9,000,000	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (401,387)	$ 8,598,613
0															
Net Cash Flow		0	$ 6,745,313	$ (517,909)	$ (196,066)	$ 62,877	$ 255,866	$ 219,605	$ 282,280	$ 605,216	$ 472,258	$ 784,985	$ 651,776	$ 52,849	$ 9,419,046
Cash at Beginning	$	-	$ -	$ 6,745,313	$ 6,227,404	$ 6,031,337	$ 6,094,214	$ 6,350,080	$ 6,569,684	$ 6,851,964	$ 7,457,179	$ 7,929,437	$ 8,714,422	$ 9,366,197	$ -
Cash at End	$	-	$ 6,745,313	$ 6,227,404	$ 6,031,337	$ 6,094,214	$ 6,350,080	$ 6,569,684	$ 6,851,964	$ 7,457,179	$ 7,929,437	$ 8,714,422	$ 9,366,197	$ 9,419,046	$ 9,419,046
Equity Injections:			$ 9,000,000	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 9,000,000

11.JV Plant 10% Higher Costs	Year Two: 1 / 13	2 / 14	3 / 15	4 / 16	5 / 17	6 / 18	7 / 19	8 / 20	9 / 21	10 / 22	11 / 23	12 / 24	Year Two Total
BALANCE SHEET													
Cash	$ 9,469,208	$ 9,518,551	$ 9,568,833	$ 9,618,784	$ 9,669,186	$ 9,719,111	$ 9,769,288	$ 9,819,722	$ 9,870,070	$ 9,920,083	$ 9,970,548	$ 10,021,023	$ 10,021,023
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accumulated Depreciation (Plant)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687
Accumulated Depreciation Molds/Tools/Press	$ (356,337)	$ (385,344)	$ (414,351)	$ (443,358)	$ (472,365)	$ (501,372)	$ (530,379)	$ (559,386)	$ (588,393)	$ (617,400)	$ (646,407)	$ (675,414)	$ (675,414)
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Total Assets	$ 11,897,558	$ 11,917,894	$ 11,939,169	$ 11,960,113	$ 11,981,508	$ 12,002,426	$ 12,023,596	$ 12,045,023	$ 12,066,364	$ 12,087,370	$ 12,108,828	$ 12,130,296	$ 12,130,296
Accounts Payable	$ 2,719,474	$ 2,700,474	$ 2,707,474	$ 2,698,474	$ 2,708,474	$ 2,703,474	$ 2,698,474	$ 2,700,474	$ 2,707,474	$ 2,698,474	$ 2,698,474	$ 2,699,474	$ 2,699,474
Accrued City Income Taxes	$ 8,215	$ 8,599	$ 8,464	$ 8,648	$ 8,452	$ 8,556	$ 8,660	$ 8,625	$ 8,488	$ 8,673	$ 8,677	$ 8,661	$ 8,661
Note Payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Equity Less Distributions	$ 8,200,848	$ 7,818,426	$ 7,418,120	$ 7,024,140	$ 6,621,586	$ 6,228,149	$ 5,829,861	$ 5,426,724	$ 5,025,255	$ 4,630,106	$ 4,226,384	$ 3,822,467	$ 3,822,467
Earnings/Loss	$ 969,020	$ 1,390,395	$ 1,805,110	$ 2,228,851	$ 2,642,996	$ 3,062,246	$ 3,486,601	$ 3,909,200	$ 4,325,146	$ 4,750,117	$ 5,175,292	$ 5,599,694	$ 5,599,694
Total Liabilities and Members' Equity	$ 11,897,558	$ 11,917,894	$ 11,939,169	$ 11,960,113	$ 11,981,508	$ 12,002,426	$ 12,023,596	$ 12,045,023	$ 12,066,364	$ 12,087,370	$ 12,108,828	$ 12,130,296	$ 12,130,296
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total Revenue	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Direct Materials	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 28,416,960
Plant Labor	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 2,942,240
Research and Development	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 31,419,200
Gross Profit	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 6,020,800
General and Administrative	$ 101,208	$ 82,208	$ 89,208	$ 80,208	$ 90,208	$ 85,208	$ 80,208	$ 82,208	$ 89,208	$ 80,208	$ 80,208	$ 81,208	$ 1,021,492
Interest expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Depreciation and Amortization	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 348,084
Total General & Admin Expenses	$ 130,215	$ 111,215	$ 118,215	$ 109,215	$ 119,215	$ 114,215	$ 109,215	$ 111,215	$ 118,215	$ 109,215	$ 109,215	$ 110,215	$ 1,369,576
Interest Income	$ 39,246	$ 39,455	$ 39,661	$ 39,870	$ 40,078	$ 40,288	$ 40,496	$ 40,705	$ 40,916	$ 41,125	$ 41,334	$ 41,544	$ 484,718
Income Before Taxes	$ 410,765	$ 429,974	$ 423,180	$ 432,389	$ 422,597	$ 427,807	$ 433,015	$ 431,224	$ 424,435	$ 433,644	$ 433,853	$ 433,063	$ 5,135,942
Taxes	$ 8,215	$ 8,599	$ 8,464	$ 8,648	$ 8,452	$ 8,556	$ 8,660	$ 8,625	$ 8,488	$ 8,673	$ 8,677	$ 8,661	$ 102,718
Net Income for Month	$ 402,550	$ 421,375	$ 414,716	$ 423,741	$ 414,145	$ 419,251	$ 424,355	$ 422,599	$ 415,947	$ 424,971	$ 425,176	$ 424,402	$ 5,033,224
YTD Net Income Before Taxes	$ 988,796	$ 1,418,770	$ 1,841,949	$ 2,274,338	$ 2,696,935	$ 3,124,741	$ 3,557,756	$ 3,988,980	$ 4,413,414	$ 4,847,058	$ 5,280,910	$ 5,713,973	$ 5,713,973
YTD Tax Expense	$ 19,776	$ 28,375	$ 36,839	$ 45,487	$ 53,939	$ 62,495	$ 71,155	$ 79,780	$ 88,268	$ 96,941	$ 105,618	$ 114,279	$ 114,279
Distributions	$ 382,422	$ 400,306	$ 393,980	$ 402,554	$ 393,437	$ 398,288	$ 403,137	$ 401,469	$ 395,149	$ 403,722	$ 403,917	$ 403,182	$ 4,781,563
CASH FLOW													
Net Income	$ 402,550	$ 421,375	$ 414,716	$ 423,741	$ 414,145	$ 419,251	$ 424,355	$ 422,599	$ 415,947	$ 424,971	$ 425,176	$ 424,402	$ 5,033,224
Depreciation and Amortization	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 348,084
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 16,700	$ (19,000)	$ 7,000	$ (9,000)	$ 10,000	$ (5,000)	$ (5,000)	$ 2,000	$ 7,000	$ (9,000)	$ -	$ 1,000	$ (3,300)
Accrued City Income Taxes	$ (330)	$ 384	$ (135)	$ 184	$ (196)	$ 104	$ 104	$ (35)	$ (137)	$ 185	$ 4	$ (16)	$ 116
Note Payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Equity Less Distributions	$ (397,765)	$ (382,422)	$ (400,306)	$ (393,980)	$ (402,554)	$ (393,437)	$ (398,288)	$ (403,137)	$ (401,469)	$ (395,149)	$ (403,722)	$ (403,917)	$ (4,776,146)
Net Cash Flow	$ 50,162	$ 49,344	$ 50,282	$ 49,952	$ 50,402	$ 49,925	$ 50,178	$ 50,434	$ 50,348	$ 50,014	$ 50,465	$ 50,476	$ 601,978
Cash at Beginning	$ 9,419,046	$ 9,469,208	$ 9,518,551	$ 9,568,833	$ 9,618,784	$ 9,669,186	$ 9,719,111	$ 9,769,288	$ 9,819,722	$ 9,870,070	$ 9,920,083	$ 9,970,548	$ 9,419,046
Cash at End	$ 9,469,208	$ 9,518,551	$ 9,568,833	$ 9,618,784	$ 9,669,186	$ 9,719,111	$ 9,769,288	$ 9,819,722	$ 9,870,070	$ 9,920,083	$ 9,970,548	$ 10,021,023	$ 10,021,023
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

11.JV Plant 10% Higher Costs	Year Three: 1 (25)	2 (26)	3 (27)	4 (28)	5 (29)	6 (30)	7 (31)	8 (32)	9 (33)	10 (34)	11 (35)	12 (36)	Year Three Total
BALANCE SHEET													
Cash	$ 10,071,460	$ 10,121,134	$ 10,171,255	$ 10,221,463	$ 10,271,901	$ 10,322,105	$ 10,372,490	$ 10,422,812	$ 10,473,291	$ 10,523,709	$ 10,573,866	$ 10,623,984	$ 10,623,984
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accumulated Depreciation (Plant)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687
Accumulated Depreciation Molds/Tools/Press	$ (704,421)	$ (733,428)	$ (762,435)	$ (791,442)	$ (820,449)	$ (849,456)	$ (878,463)	$ (907,470)	$ (936,477)	$ (965,484)	$ (994,491)	$ (1,023,498)	$ (1,023,498)
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Total Assets	$ 12,151,726	$ 12,172,393	$ 12,193,507	$ 12,214,708	$ 12,236,139	$ 12,257,336	$ 12,278,714	$ 12,300,029	$ 12,321,501	$ 12,342,912	$ 12,364,062	$ 12,385,173	$ 12,385,173
Accounts Payable	$ 2,715,274	$ 2,706,274	$ 2,704,774	$ 2,700,274	$ 2,705,274	$ 2,701,774	$ 2,703,274	$ 2,700,274	$ 2,701,774	$ 2,707,274	$ 2,708,274	$ 2,708,774	$ 2,708,774
Accrued City Income Taxes	$ 8,350	$ 8,534	$ 8,567	$ 8,662	$ 8,566	$ 8,641	$ 8,614	$ 8,679	$ 8,653	$ 8,547	$ 8,532	$ 8,525	$ 8,525
Note Payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Equity Less Distributions	$ 3,419,285	$ 3,030,619	$ 2,633,378	$ 2,234,547	$ 1,831,332	$ 1,432,577	$ 1,030,368	$ 629,360	$ 225,364	$ (177,430)	$ (575,300)	$ (972,434)	$ (972,434)
Earnings/Loss	$ 6,008,817	$ 6,426,965	$ 6,846,788	$ 7,271,225	$ 7,690,966	$ 8,114,344	$ 8,536,457	$ 8,961,716	$ 9,385,710	$ 9,804,520	$ 10,222,556	$ 10,640,308	$ 10,640,308
Total Liabilities and Members' Equity	$ 12,151,726	$ 12,172,393	$ 12,193,507	$ 12,214,708	$ 12,236,139	$ 12,257,336	$ 12,278,714	$ 12,300,029	$ 12,321,501	$ 12,342,912	$ 12,364,062	$ 12,385,173	$ 12,385,173
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total Revenue	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Direct Materials	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 28,416,960
Plant Labor	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 2,942,240
Research and Development	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 31,419,200
Gross Profit	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 6,020,800
General and Administrative	$ 97,008	$ 88,008	$ 86,508	$ 82,008	$ 87,008	$ 83,508	$ 85,008	$ 82,008	$ 83,508	$ 89,008	$ 90,008	$ 90,508	$ 1,044,092
Interest expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Depreciation and Amortization	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 348,084
Total General & Admin Expenses	$ 126,015	$ 117,015	$ 115,515	$ 111,015	$ 116,015	$ 112,515	$ 114,015	$ 111,015	$ 112,515	$ 118,015	$ 119,015	$ 119,515	$ 1,392,176
Interest Income	$ 41,754	$ 41,964	$ 42,171	$ 42,380	$ 42,589	$ 42,800	$ 43,009	$ 43,219	$ 43,428	$ 43,639	$ 43,849	$ 44,058	$ 514,860
Income Before Taxes	$ 417,473	$ 426,683	$ 428,390	$ 433,099	$ 428,308	$ 432,019	$ 430,728	$ 433,938	$ 432,647	$ 427,358	$ 426,568	$ 426,277	$ 5,143,484
Taxes	$ 8,350	$ 8,534	$ 8,567	$ 8,662	$ 8,566	$ 8,641	$ 8,614	$ 8,679	$ 8,653	$ 8,547	$ 8,532	$ 8,525	$ 102,870
Net Income for Month	$ 409,123	$ 418,149	$ 419,823	$ 424,437	$ 419,742	$ 423,378	$ 422,114	$ 425,259	$ 423,994	$ 418,811	$ 418,036	$ 417,752	$ 5,040,614
YTD Net Income Before Taxes	$ 6,131,446	$ 6,558,128	$ 6,986,518	$ 7,419,617	$ 7,847,924	$ 8,279,943	$ 8,710,670	$ 9,144,608	$ 9,577,255	$ 10,004,612	$ 10,431,180	$ 10,857,457	$ 10,857,457
YTD Tax Expense	$ 122,629	$ 131,163	$ 139,730	$ 148,392	$ 156,958	$ 165,599	$ 174,213	$ 182,892	$ 191,545	$ 200,092	$ 208,624	$ 217,149	$ 217,149
Distributions	$ 388,666	$ 397,241	$ 398,831	$ 403,215	$ 398,755	$ 402,209	$ 401,008	$ 403,996	$ 402,794	$ 397,870	$ 397,134	$ 396,864	$ 4,788,583
CASH FLOW													
Net Income	$ 409,123	$ 418,149	$ 419,823	$ 424,437	$ 419,742	$ 423,378	$ 422,114	$ 425,259	$ 423,994	$ 418,811	$ 418,036	$ 417,752	$ 5,040,614
Depreciation and Amortization	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 348,084
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 15,800	$ (9,000)	$ (1,500)	$ (4,500)	$ 5,000	$ (3,500)	$ 1,500	$ (3,000)	$ 1,500	$ 5,500	$ 1,000	$ 500	$ 9,300
Accrued City Income Taxes	$ (311)	$ 184	$ 33	$ 95	$ (96)	$ 75	$ (27)	$ 65	$ (26)	$ (106)	$ (15)	$ (7)	$ (136)
Note Payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Equity Less Distributions	$ (403,182)	$ (388,666)	$ (397,241)	$ (398,831)	$ (403,215)	$ (398,755)	$ (402,209)	$ (401,008)	$ (403,996)	$ (402,794)	$ (397,870)	$ (397,134)	$ (4,794,901)
0													
Net Cash Flow	$ 50,437	$ 49,674	$ 50,122	$ 50,208	$ 50,438	$ 50,205	$ 50,385	$ 50,323	$ 50,479	$ 50,418	$ 50,158	$ 50,118	$ 602,961
Cash at Beginning	$ 10,021,023	$ 10,071,460	$ 10,121,134	$ 10,171,255	$ 10,221,463	$ 10,271,901	$ 10,322,105	$ 10,372,490	$ 10,422,812	$ 10,473,291	$ 10,523,709	$ 10,573,866	$ 10,021,023
Cash at End	$ 10,071,460	$ 10,121,134	$ 10,171,255	$ 10,221,463	$ 10,271,901	$ 10,322,105	$ 10,372,490	$ 10,422,812	$ 10,473,291	$ 10,523,709	$ 10,573,866	$ 10,623,984	$ 10,623,984
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

11.JV Plant 10% Higher Costs	Year Four: 1 (37)	2 (38)	3 (39)	4 (40)	5 (41)	6 (42)	7 (43)	8 (44)	9 (45)	10 (46)	11 (47)	12 (48)	Year Four Total
BALANCE SHEET													
Cash	$ 10,674,088	$ 10,723,970	$ 10,774,059	$ 10,824,060	$ 10,874,219	$ 10,924,487	$ 10,974,765	$ 11,025,298	$ 11,075,500	$ 11,125,955	$ 11,176,520	$ 11,226,948	$ 11,226,948
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accumulated Depreciation (Plant)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687
Accumulated Depreciation Molds/Tools/Press	$ (1,052,505)	$ (1,081,512)	$ (1,110,519)	$ (1,139,526)	$ (1,168,533)	$ (1,197,540)	$ (1,226,547)	$ (1,255,554)	$ (1,284,561)	$ (1,313,568)	$ (1,342,575)	$ (1,371,582)	$ (1,371,582)
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Total Assets	$ 12,406,270	$ 12,427,145	$ 12,448,227	$ 12,469,221	$ 12,490,373	$ 12,511,634	$ 12,532,905	$ 12,554,431	$ 12,575,626	$ 12,597,074	$ 12,618,632	$ 12,640,053	$ 12,640,053
Accounts Payable	$ 2,713,474	$ 2,709,474	$ 2,711,474	$ 2,708,474	$ 2,706,474	$ 2,706,474	$ 2,701,474	$ 2,708,474	$ 2,703,474	$ 2,701,474	$ 2,704,474	$ 2,703,474	$ 2,703,474
Accrued City Income Taxes	$ 8,436	$ 8,520	$ 8,484	$ 8,548	$ 8,592	$ 8,597	$ 8,701	$ 8,565	$ 8,669	$ 8,713	$ 8,658	$ 8,681	$ 8,681
Note Payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Equity Less Distributions	$ (1,369,298)	$ (1,761,980)	$ (2,158,580)	$ (2,553,512)	$ (2,951,431)	$ (3,351,406)	$ (3,751,575)	$ (4,156,595)	$ (4,555,293)	$ (4,958,842)	$ (5,364,448)	$ (5,767,456)	$ (5,767,456)
Earnings/Loss	$ 11,053,657	$ 11,471,131	$ 11,886,848	$ 12,305,711	$ 12,726,738	$ 13,147,968	$ 13,574,305	$ 13,993,987	$ 14,418,775	$ 14,845,729	$ 15,269,947	$ 15,695,354	$ 15,695,354
Total Liabilities and Members' Equity	$ 12,406,270	$ 12,427,145	$ 12,448,227	$ 12,469,221	$ 12,490,373	$ 12,511,634	$ 12,532,905	$ 12,554,431	$ 12,575,626	$ 12,597,074	$ 12,618,632	$ 12,640,053	$ 12,640,053
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total Revenue	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Direct Materials	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 28,416,960
Plant Labor	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 2,942,240
Research and Development	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 31,419,200
Gross Profit	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 6,020,800
General and Administrative	$ 95,208	$ 91,208	$ 93,208	$ 90,208	$ 88,208	$ 88,208	$ 83,208	$ 90,208	$ 85,208	$ 83,208	$ 86,208	$ 85,208	$ 1,059,492
Interest expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Depreciation and Amortization	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 348,084
Total General & Admin Expenses	$ 124,215	$ 120,215	$ 122,215	$ 119,215	$ 117,215	$ 117,215	$ 112,215	$ 119,215	$ 114,215	$ 112,215	$ 115,215	$ 114,215	$ 1,407,576
Interest Income	$ 44,267	$ 44,475	$ 44,683	$ 44,892	$ 45,100	$ 45,309	$ 45,519	$ 45,728	$ 45,939	$ 46,148	$ 46,358	$ 46,569	$ 544,987
Income Before Taxes	$ 421,786	$ 425,994	$ 424,202	$ 427,411	$ 429,619	$ 429,828	$ 435,038	$ 428,247	$ 433,458	$ 435,667	$ 432,877	$ 434,088	$ 5,158,211
Taxes	$ 8,436	$ 8,520	$ 8,484	$ 8,548	$ 8,592	$ 8,597	$ 8,701	$ 8,565	$ 8,669	$ 8,713	$ 8,658	$ 8,681	$ 103,164
Net Income for Month	$ 413,350	$ 417,474	$ 415,718	$ 418,863	$ 421,027	$ 421,231	$ 426,337	$ 419,682	$ 424,789	$ 426,954	$ 424,219	$ 425,407	$ 5,055,047
YTD Net Income Before Taxes	$ 11,279,242	$ 11,705,236	$ 12,129,437	$ 12,556,848	$ 12,986,467	$ 13,416,294	$ 13,851,332	$ 14,279,579	$ 14,713,036	$ 15,148,703	$ 15,581,579	$ 16,015,667	$ 16,015,667
YTD Tax Expense	$ 225,585	$ 234,105	$ 242,589	$ 251,137	$ 259,729	$ 268,326	$ 277,027	$ 285,592	$ 294,261	$ 302,974	$ 311,632	$ 320,313	$ 320,313
Distributions	$ 392,682	$ 396,600	$ 394,932	$ 397,919	$ 399,975	$ 400,169	$ 405,020	$ 398,698	$ 403,549	$ 405,606	$ 403,008	$ 404,136	$ 4,802,294
CASH FLOW													
Net Income	$ 413,350	$ 417,474	$ 415,718	$ 418,863	$ 421,027	$ 421,231	$ 426,337	$ 419,682	$ 424,789	$ 426,954	$ 424,219	$ 425,407	$ 5,055,047
Depreciation and Amortization	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 348,084
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 4,700	$ (4,000)	$ 2,000	$ (3,000)	$ (2,000)	$ -	$ (5,000)	$ 7,000	$ (5,000)	$ (2,000)	$ 3,000	$ (1,000)	$ (5,300)
Accrued City Income Taxes	$ (89)	$ 84	$ (36)	$ 64	$ 44	$ 5	$ 104	$ (136)	$ 104	$ 44	$ (55)	$ 23	$ 156
Note Payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Equity Less Distributions	$ (396,864)	$ (392,682)	$ (396,600)	$ (394,932)	$ (397,919)	$ (399,975)	$ (400,169)	$ (405,020)	$ (398,698)	$ (403,549)	$ (405,606)	$ (403,008)	$ (4,795,022)
Net Cash Flow	$ 50,104	$ 49,883	$ 50,089	$ 50,002	$ 50,159	$ 50,268	$ 50,279	$ 50,533	$ 50,202	$ 50,456	$ 50,565	$ 50,429	$ 602,965
Cash at Beginning	$ 10,623,984	$ 10,674,088	$ 10,723,970	$ 10,774,059	$ 10,824,060	$ 10,874,219	$ 10,924,487	$ 10,974,765	$ 11,025,298	$ 11,075,500	$ 11,125,955	$ 11,176,520	$ 10,623,984
Cash at End	$ 10,674,088	$ 10,723,970	$ 10,774,059	$ 10,824,060	$ 10,874,219	$ 10,924,487	$ 10,974,765	$ 11,025,298	$ 11,075,500	$ 11,125,955	$ 11,176,520	$ 11,226,948	$ 11,226,948
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

11.JV Plant 10% Higher Costs	Year Five: 1	2	3	4	5	6	7	8	9	10	11	12	Year Five Total
	49	50	51	52	53	54	55	56	57	58	59	60	
BALANCE SHEET													
Cash	$ 11,277,436	$ 11,326,866	$ 11,376,669	$ 11,426,485	$ 11,477,045	$ 11,527,446	$ 11,577,882	$ 11,628,475	$ 11,679,080	$ 11,729,548	$ 11,780,000	$ 11,830,292	$ 11,830,292
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accumulated Depreciation (Plant)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687
Accumulated Depreciation Molds/Tools/Press	$ (1,400,589)	$ (1,429,596)	$ (1,458,603)	$ (1,487,610)	$ (1,516,617)	$ (1,545,624)	$ (1,574,631)	$ (1,603,638)	$ (1,632,645)	$ (1,661,652)	$ (1,690,659)	$ (1,719,666)	$ (1,719,666)
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Total Assets	$ 12,661,534	$ 12,681,957	$ 12,702,753	$ 12,723,562	$ 12,745,115	$ 12,766,509	$ 12,787,938	$ 12,809,524	$ 12,831,122	$ 12,852,583	$ 12,874,028	$ 12,895,313	$ 12,895,313
Accounts Payable	$ 2,725,274	$ 2,717,774	$ 2,717,774	$ 2,702,774	$ 2,706,274	$ 2,705,774	$ 2,702,774	$ 2,702,774	$ 2,705,774	$ 2,706,274	$ 2,709,774	$ 2,705,774	$ 2,705,774
Accrued City Income Taxes	$ 8,250	$ 8,404	$ 8,409	$ 8,712	$ 8,647	$ 8,661	$ 8,725	$ 8,729	$ 8,673	$ 8,668	$ 8,602	$ 8,686	$ 8,686
Note Payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Equity Less Distributions	$ (6,171,592)	$ (6,555,627)	$ (6,946,840)	$ (7,338,244)	$ (7,743,808)	$ (8,146,306)	$ (8,549,466)	$ (8,955,614)	$ (9,361,958)	$ (9,765,706)	$ (10,169,184)	$ (10,569,599)	$ (10,569,599)
Earnings/Loss	$ 16,099,602	$ 16,511,405	$ 16,923,410	$ 17,350,320	$ 17,774,001	$ 18,198,380	$ 18,625,904	$ 19,053,635	$ 19,478,633	$ 19,903,346	$ 20,324,836	$ 20,750,452	$ 20,750,452
Total Liabilities and Members' Equity	$ 12,661,534	$ 12,681,957	$ 12,702,753	$ 12,723,562	$ 12,745,115	$ 12,766,509	$ 12,787,938	$ 12,809,524	$ 12,831,122	$ 12,852,583	$ 12,874,028	$ 12,895,313	$ 12,895,313
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total Revenue	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Direct Materials	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 28,416,960
Plant Labor	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 2,942,240
Research and Development	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 2,618,267	$ 31,419,200
Gross Profit	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 501,733	$ 6,020,800
General and Administrative	$ 107,008	$ 99,508	$ 99,508	$ 84,508	$ 88,008	$ 87,508	$ 84,508	$ 84,508	$ 87,508	$ 88,008	$ 91,508	$ 87,508	$ 1,089,592
Interest expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Depreciation and Amortization	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 348,084
Total General & Admin Expenses	$ 136,015	$ 128,515	$ 128,515	$ 113,515	$ 117,015	$ 116,515	$ 113,515	$ 113,515	$ 116,515	$ 117,015	$ 120,515	$ 116,515	$ 1,437,676
Interest Income	$ 46,779	$ 46,989	$ 47,195	$ 47,403	$ 47,610	$ 47,821	$ 48,031	$ 48,241	$ 48,452	$ 48,663	$ 48,873	$ 49,083	$ 575,140
Income Before Taxes	$ 412,498	$ 420,208	$ 420,414	$ 435,622	$ 432,329	$ 433,040	$ 436,250	$ 436,460	$ 433,671	$ 433,382	$ 430,092	$ 434,302	$ 5,158,264
Taxes	$ 8,250	$ 8,404	$ 8,409	$ 8,712	$ 8,647	$ 8,661	$ 8,725	$ 8,729	$ 8,673	$ 8,668	$ 8,602	$ 8,686	$ 103,166
Net Income for Month	$ 404,248	$ 411,804	$ 412,005	$ 426,910	$ 423,682	$ 424,379	$ 427,525	$ 427,731	$ 424,998	$ 424,714	$ 421,490	$ 425,616	$ 5,055,098
YTD Net Income Before Taxes	$ 16,428,165	$ 16,848,372	$ 17,268,786	$ 17,704,408	$ 18,136,736	$ 18,569,776	$ 19,006,025	$ 19,442,485	$ 19,876,156	$ 20,309,537	$ 20,739,629	$ 21,173,931	$ 21,173,931
YTD Tax Expense	$ 328,563	$ 336,967	$ 345,376	$ 354,088	$ 362,735	$ 371,396	$ 380,121	$ 388,850	$ 397,523	$ 406,191	$ 414,793	$ 423,479	$ 423,479
Distributions	$ 384,035	$ 391,213	$ 391,404	$ 405,564	$ 402,498	$ 403,160	$ 406,148	$ 406,344	$ 403,748	$ 403,478	$ 400,415	$ 404,335	$ 4,802,342
CASH FLOW													
Net Income	$ 404,248	$ 411,804	$ 412,005	$ 426,910	$ 423,682	$ 424,379	$ 427,525	$ 427,731	$ 424,998	$ 424,714	$ 421,490	$ 425,616	$ 5,055,098
Depreciation and Amortization	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 348,084
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 21,800	$ (7,500)	$ -	$ (15,000)	$ 3,500	$ (500)	$ (3,000)	$ -	$ 3,000	$ 500	$ 3,500	$ (4,000)	$ 2,300
Accrued City Income Taxes	$ (431)	$ 154	$ 5	$ 303	$ (65)	$ 14	$ 64	$ 4	$ (56)	$ (5)	$ (66)	$ 84	$ 5
Note Payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Equity Less Distributions	$ (404,136)	$ (384,035)	$ (391,213)	$ (391,404)	$ (405,564)	$ (402,498)	$ (403,160)	$ (406,148)	$ (406,344)	$ (403,748)	$ (403,478)	$ (400,415)	$ (4,802,143)
Net Cash Flow	$ 50,488	$ 49,430	$ 49,804	$ 49,816	$ 50,560	$ 50,402	$ 50,436	$ 50,594	$ 50,605	$ 50,468	$ 50,453	$ 50,292	$ 603,344
Cash at Beginning	$ 11,226,948	$ 11,277,436	$ 11,326,866	$ 11,376,669	$ 11,426,485	$ 11,477,045	$ 11,527,446	$ 11,577,882	$ 11,628,475	$ 11,679,080	$ 11,729,548	$ 11,780,000	$ 11,226,948
Cash at End	$ 11,277,436	$ 11,326,866	$ 11,376,669	$ 11,426,485	$ 11,477,045	$ 11,527,446	$ 11,577,882	$ 11,628,475	$ 11,679,080	$ 11,729,548	$ 11,780,000	$ 11,830,292	$ 11,830,292
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

0

11.JV : JV Partner Return Summary, Slow Start-Up and Slow Production

ONE PLANT A YEAR

	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Total
Plant 1			$ 3,549,729	$2,762,870	$2,376,733	$2,376,698	**$11,066,029**
Plant 2				$ 3,549,729	$2,762,870	$2,376,733	**$8,689,332**
Plant 3					$ 3,549,729	$2,762,870	**$6,312,599**
Plant 4						$ 3,132,160	**$3,132,160**
Plant 5							**$0**
Plant 6							**$0**
	$0	**$0**	**$3,549,729**	**$6,312,599**	**$8,689,332**	**$10,648,460**	**$29,200,119**

TWO PLANTS A YEAR

	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Total
Plant 1			$ 3,549,729	$2,762,870	$2,376,733	$2,376,698	**$11,066,029**
Plant 2			$ 3,549,729	$2,762,870	$2,376,733	$2,376,698	**$11,066,029**
Plant 3				$ 3,549,729	$2,762,870	$2,376,733	**$8,689,332**
Plant 4				$ 3,549,729	$2,762,870	$2,376,733	**$8,689,332**
Plant 5					$ 3,549,729	$2,762,870	**$6,312,599**
Plant 6					$ 3,549,729	$2,762,870	**$6,312,599**
Plant 7						$ 3,132,160	**$3,132,160**
Plant 8						$ 3,132,160	**$3,132,160**
Plant 9							**$0**
Plant 10							**$0**
	$0	**$0**	**$7,099,458**	**$12,625,198**	**$17,378,663**	**$21,296,920**	**$58,400,239**

11.JV : JV Domus Return Summary, Slow Start-Up and Slow Production

ONE PLANT A YEAR

	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Total
Plant 1			$ 1,183,243	$1,977,004	$2,376,733	$2,376,698	**$7,913,677**
Plant 2				$ 1,183,243	$1,977,004	$2,376,733	**$5,536,980**
Plant 3					$ 1,183,243	$1,977,004	**$3,160,247**
Plant 4						$ 1,183,243	**$1,183,243**
Plant 5							**$0**
Plant 6							**$0**
	$0	**$0**	**$1,183,243**	**$3,160,247**	**$5,536,980**	**$7,913,677**	**$17,794,147**

TWO PLANTS A YEAR

	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Total
Plant 1			$ 1,183,243	$1,977,004	$2,376,733	$2,376,698	**$7,913,677**
Plant 2			$ 1,183,243	$1,977,004	$2,376,733	$2,376,698	**$7,913,677**
Plant 3				$ 1,183,243	$1,977,004	$2,376,733	**$5,536,980**
Plant 4				$ 1,183,243	$1,977,004	$2,376,733	**$5,536,980**
Plant 5					$ 1,183,243	$1,977,004	**$3,160,247**
Plant 6					$ 1,183,243	$1,977,004	**$3,160,247**
Plant 7						$ 1,183,243	**$1,183,243**
Plant 8						$ 1,183,243	**$1,183,243**
Plant 9							**$0**
Plant 10							**$0**
	$0	**$0**	**$2,366,486**	**$6,320,494**	**$11,073,959**	**$15,827,354**	**$35,588,293**

PDG Domus Mfg LLC
Financial Model 11.1 JV

The financial model 11.1JV (5 years, joint venture plant) has the following market conditions: A shrinking market and simultaneously having 5% inflation on: materials, shipping/handling, land and area costs. Included in this model are medium production numbers for the first year, 144 structures with three shifts.

Financial Model Covers:

- Time period 5 years
- One joint venture plant
- 3 shifts
- Medium start-up production
- First year production 144 units, Second year 288 units, Third year 288 units
- Personnel first year 96
- 288 peak units production
- 26 units breakeven second quarter
- $500,000.00 Leased equipment
- 5% more home cost (materials, land, area cost, shipping/handling)
- Total cash injections $9 million

11.1JV Plant 5% Higher Costs	Year:		Year One:											Year One Total
	Month of Year:		1	2	3	4	5	6	7	8	9	10	11	12	
	Month:		1	2	3	4	5	6	7	8	9	10	11	12	
BALANCE SHEET	**Initial**														
Cash	$	-	$ 6,745,313	$ 6,237,337	$ 6,051,245	$ 6,134,005	$ 6,419,704	$ 6,684,066	$ 7,021,157	$ 7,691,279	$ 8,248,448	$ 9,128,566	$ 9,444,705	$ 9,502,012	$ 9,502,012
Plant Equipment	$	-	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accumulated Depreciation (Plant)			$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$	-	$ 2,384,687	$ 2,584,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687
Accumulated Depreciation Molds/Tools/Press			$ (12,420)	$ (38,302)	$ (66,267)	$ (95,274)	$ (124,281)	$ (153,288)	$ (182,295)	$ (211,302)	$ (240,309)	$ (269,316)	$ (298,323)	$ (327,330)	$ (327,330)
Other Assets	$	-	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Total Assets	$	-	$ 9,117,580	$ 8,783,722	$ 8,769,665	$ 8,823,418	$ 9,080,110	$ 9,315,465	$ 9,623,549	$ 10,264,664	$ 10,792,826	$ 11,643,937	$ 11,931,069	$ 11,959,369	$ 11,959,369
Accounts Payable	$	-	$ 466,081	$ 402,081	$ 592,454	$ 779,860	$ 1,062,386	$ 1,250,759	$ 1,439,132	$ 1,814,878	$ 2,014,251	$ 2,390,997	$ 2,578,370	$ 2,579,370	$ 2,579,370
Accrued City Income Taxes	$	-	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 5,059	$ 11,013	$ 11,019	$ 11,019
Note Payable	$	-	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Equity Less Distributions	$	-	$ 9,000,000	$ 9,000,000	$ 9,000,000	$ 9,000,000	$ 9,000,000	$ 9,000,000	$ 9,000,000	$ 9,000,000	$ 9,000,000	$ 9,000,000	$ 8,554,160	$ 8,041,497	$ 8,041,497
Earnings/Loss	$	-	$ (348,501)	$ (618,359)	$ (822,789)	$ (956,441)	$ (982,277)	$ (935,294)	$ (815,584)	$ (550,214)	$ (221,425)	$ 247,880	$ 787,526	$ 1,327,483	$ 1,327,483
Total Liabilities and Members' Equity	$	-	$ 9,117,580	$ 8,783,722	$ 8,769,665	$ 8,823,418	$ 9,080,110	$ 9,315,465	$ 9,623,549	$ 10,264,664	$ 10,792,826	$ 11,643,937	$ 11,931,069	$ 11,959,369	$ 11,959,369
STATEMENT OF OPERATIONS															
Number of Plants Operating			1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH			1	1	3	5	8	10	12	16	18	22	24	24	144
Sales	$	-	$ 130,000	$ 130,000	$ 390,000	$ 650,000	$ 1,040,000	$ 1,300,000	$ 1,560,000	$ 2,080,000	$ 2,340,000	$ 2,860,000	$ 3,120,000	$ 3,120,000	$ 18,720,000
Total Revenue	$	-	$ 130,000	$ 130,000	$ 390,000	$ 650,000	$ 1,040,000	$ 1,300,000	$ 1,560,000	$ 2,080,000	$ 2,340,000	$ 2,860,000	$ 3,120,000	$ 3,120,000	$ 18,720,000
Direct Materials			$ 93,737	$ 93,737	$ 281,210	$ 468,683	$ 749,892	$ 937,365	$ 1,124,838	$ 1,499,784	$ 1,687,257	$ 2,062,203	$ 2,249,676	$ 2,249,676	$ 13,498,056
Plant Labor			$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 2,942,240
Research and Development			$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Plant Costs			$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Total Direct Costs			$ 338,923	$ 338,923	$ 526,396	$ 713,869	$ 995,079	$ 1,182,552	$ 1,370,025	$ 1,744,971	$ 1,932,444	$ 2,307,390	$ 2,494,863	$ 2,494,863	$ 16,440,296
Gross Profit			$ (208,923)	$ (208,923)	$ (136,396)	$ (63,869)	$ 44,921	$ 117,448	$ 189,975	$ 335,029	$ 407,556	$ 552,610	$ 625,137	$ 625,137	$ 2,279,704
General and Administrative	$	-	$ 127,158	$ 63,158	$ 66,058	$ 65,991	$ 67,308	$ 68,208	$ 69,108	$ 69,908	$ 81,808	$ 83,608	$ 83,508	$ 84,508	$ 930,325
Interest expense	$	-	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Depreciation and Amortization	$	-	$ 12,420	$ 25,882	$ 27,965	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 327,330
Total General & Admin Expenses	$	-	$ 139,578	$ 89,040	$ 94,023	$ 94,998	$ 96,315	$ 97,215	$ 98,115	$ 98,915	$ 110,815	$ 112,615	$ 112,515	$ 113,515	$ 1,257,655
Interest Income	$	-	$ -	$ 28,105	$ 25,989	$ 25,214	$ 25,558	$ 26,749	$ 27,850	$ 29,255	$ 32,047	$ 34,369	$ 38,036	$ 39,353	$ 332,525
Income Before Taxes			$ (348,501)	$ (269,858)	$ (204,430)	$ (133,653)	$ (25,835)	$ 46,983	$ 119,711	$ 265,370	$ 328,789	$ 474,365	$ 550,659	$ 550,976	$ 1,354,574
Taxes			$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 5,059	$ 11,013	$ 11,019	$ 27,091
Net Income for Month	$	-	$ (348,501)	$ (269,858)	$ (204,430)	$ (133,653)	$ (25,835)	$ 46,983	$ 119,711	$ 265,370	$ 328,789	$ 469,306	$ 539,646	$ 539,957	$ 1,327,483
YTD Net Income Before Taxes	$	-	$ (348,501)	$ (618,359)	$ (822,789)	$ (956,441)	$ (982,277)	$ (935,294)	$ (815,584)	$ (550,214)	$ (221,425)	$ 252,939	$ 803,598	$ 1,354,574	$ 1,354,574
YTD Tax Expense	$	-	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 5,059	$ 16,072	$ 27,091	$ 27,091
Distributions	$	-	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 445,840	$ 512,663	$ 512,959	$ 1,471,462
CASH FLOW															
Net Income	$	-	$ (348,501)	$ (269,858)	$ (204,430)	$ (133,653)	$ (25,835)	$ 46,983	$ 119,711	$ 265,370	$ 328,789	$ 469,306	$ 539,646	$ 539,957	$ 1,327,483
Depreciation and Amortization	$	-	$ 12,420	$ 25,882	$ 27,965	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 327,330
Change in:															
Plant Equipment	$	-	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$	-	$ (2,384,687)	$ (200,000)	$ (200,000)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (2,784,687)
Other Assets	$	-	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$	-	$ 466,081	$ (64,000)	$ 190,373	$ 187,406	$ 282,527	$ 188,373	$ 188,373	$ 375,746	$ 199,373	$ 376,746	$ 187,373	$ 1,000	$ 2,579,370
Accrued City Income Taxes	$	-	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 5,059	$ 5,954	$ 6	$ 11,019
Note Payable	$	-	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Equity Less Distributions	$	-	$ 9,000,000	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (445,840)	$ (512,663)	$ 8,041,497
0															
Net Cash Flow		0	$ 6,745,313	$ (507,976)	$ (186,092)	$ 82,760	$ 285,698	$ 264,363	$ 337,091	$ 670,123	$ 557,169	$ 880,118	$ 316,140	$ 57,307	$ 9,502,012
Cash at Beginning	$	-	$ -	$ 6,745,313	$ 6,237,337	$ 6,051,245	$ 6,134,005	$ 6,419,704	$ 6,684,066	$ 7,021,157	$ 7,691,279	$ 8,248,448	$ 9,128,566	$ 9,444,705	$ -
Cash at End	$	-	$ 6,745,313	$ 6,237,337	$ 6,051,245	$ 6,134,005	$ 6,419,704	$ 6,684,066	$ 7,021,157	$ 7,691,279	$ 8,248,448	$ 9,128,566	$ 9,444,705	$ 9,502,012	$ 9,502,012
Equity Injections:			$ 9,000,000	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 9,000,000

11.1JV Plant 5% Higher Costs	Year Two: 1	2	3	4	5	6	7	8	9	10	11	12	Year Two Total
	13	14	15	16	17	18	19	20	21	22	23	24	
BALANCE SHEET													
Cash	$ 9,558,256	$ 9,613,443	$ 9,669,569	$ 9,725,366	$ 9,781,615	$ 9,837,388	$ 9,893,414	$ 9,949,699	$ 10,005,898	$ 10,061,764	$ 10,118,082	$ 10,174,413	$ 10,174,413
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accumulated Depreciation (Plant)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687
Accumulated Depreciation Molds/Tools/Press	$ (356,337)	$ (385,344)	$ (414,351)	$ (443,358)	$ (472,365)	$ (501,372)	$ (530,379)	$ (559,386)	$ (588,393)	$ (617,400)	$ (646,407)	$ (675,414)	$ (675,414)
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Total Assets	$ 11,986,606	$ 12,012,786	$ 12,039,905	$ 12,066,695	$ 12,093,937	$ 12,120,703	$ 12,147,722	$ 12,175,000	$ 12,202,192	$ 12,229,051	$ 12,256,362	$ 12,283,686	$ 12,283,686
Accounts Payable	$ 2,601,070	$ 2,582,070	$ 2,589,070	$ 2,580,070	$ 2,590,070	$ 2,585,070	$ 2,580,070	$ 2,582,070	$ 2,589,070	$ 2,580,070	$ 2,580,070	$ 2,581,070	$ 2,581,070
Accrued City Income Taxes	$ 10,591	$ 10,975	$ 10,839	$ 11,025	$ 10,828	$ 10,934	$ 11,038	$ 11,003	$ 10,868	$ 11,052	$ 11,057	$ 11,042	$ 11,042
Note Payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Equity Less Distributions	$ 7,528,538	$ 7,035,561	$ 6,524,676	$ 6,020,093	$ 5,506,915	$ 5,002,829	$ 4,493,871	$ 3,980,041	$ 3,467,856	$ 2,961,970	$ 2,447,486	$ 1,932,786	$ 1,932,786
Earnings/Loss	$ 1,846,406	$ 2,384,180	$ 2,915,319	$ 3,455,507	$ 3,986,124	$ 4,521,869	$ 5,062,743	$ 5,601,886	$ 6,134,397	$ 6,675,959	$ 7,217,748	$ 7,758,788	$ 7,758,788
Total Liabilities and Members' Equity	$ 11,986,606	$ 12,012,786	$ 12,039,905	$ 12,066,695	$ 12,093,937	$ 12,120,703	$ 12,147,722	$ 12,175,000	$ 12,202,192	$ 12,229,051	$ 12,256,362	$ 12,283,686	$ 12,283,686
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total Revenue	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Direct Materials	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 26,996,112
Plant Labor	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 2,942,240
Research and Development	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 29,998,352
Gross Profit	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 7,441,648
General and Administrative	$ 101,208	$ 82,208	$ 89,208	$ 80,208	$ 90,208	$ 85,208	$ 80,208	$ 82,208	$ 89,208	$ 80,208	$ 80,208	$ 81,208	$ 1,021,492
Interest expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Depreciation and Amortization	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 348,084
Total General & Admin Expenses	$ 130,215	$ 111,215	$ 118,215	$ 109,215	$ 119,215	$ 114,215	$ 109,215	$ 111,215	$ 118,215	$ 109,215	$ 109,215	$ 110,215	$ 1,369,576
Interest Income	$ 39,592	$ 39,826	$ 40,056	$ 40,290	$ 40,522	$ 40,757	$ 40,989	$ 41,223	$ 41,457	$ 41,691	$ 41,924	$ 42,159	$ 490,486
Income Before Taxes	$ 529,515	$ 548,749	$ 541,979	$ 551,213	$ 541,445	$ 546,680	$ 551,912	$ 550,146	$ 543,380	$ 552,614	$ 552,847	$ 552,082	$ 6,562,558
Taxes	$ 10,591	$ 10,975	$ 10,839	$ 11,025	$ 10,828	$ 10,934	$ 11,038	$ 11,003	$ 10,868	$ 11,052	$ 11,057	$ 11,042	$ 131,252
Net Income for Month	$ 518,924	$ 537,774	$ 531,140	$ 540,188	$ 530,617	$ 535,746	$ 540,874	$ 539,143	$ 532,512	$ 541,562	$ 541,790	$ 541,040	$ 6,431,306
YTD Net Income Before Taxes	$ 1,884,088	$ 2,432,837	$ 2,974,815	$ 3,526,028	$ 4,067,473	$ 4,614,152	$ 5,166,064	$ 5,716,210	$ 6,259,589	$ 6,812,203	$ 7,365,049	$ 7,917,131	$ 7,917,131
YTD Tax Expense	$ 37,682	$ 48,657	$ 59,496	$ 70,521	$ 81,349	$ 92,283	$ 103,321	$ 114,324	$ 125,192	$ 136,244	$ 147,301	$ 158,343	$ 158,343
Distributions	$ 492,977	$ 510,885	$ 504,583	$ 513,178	$ 504,086	$ 508,958	$ 513,830	$ 512,185	$ 505,886	$ 514,484	$ 514,700	$ 513,988	$ 6,109,740
CASH FLOW													
Net Income	$ 518,924	$ 537,774	$ 531,140	$ 540,188	$ 530,617	$ 535,746	$ 540,874	$ 539,143	$ 532,512	$ 541,562	$ 541,790	$ 541,040	$ 6,431,306
Depreciation and Amortization	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 348,084
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 21,700	$ (19,000)	$ 7,000	$ (9,000)	$ 10,000	$ (5,000)	$ (5,000)	$ 2,000	$ 7,000	$ (9,000)	$ -	$ 1,000	$ 1,700
Accrued City Income Taxes	$ (428)	$ 384	$ (136)	$ 186	$ (197)	$ 106	$ 104	$ (35)	$ (135)	$ 184	$ 5	$ (15)	$ 23
Note Payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Equity Less Distributions	$ (512,959)	$ (492,977)	$ (510,885)	$ (504,583)	$ (513,178)	$ (504,086)	$ (508,958)	$ (513,830)	$ (512,185)	$ (505,886)	$ (514,484)	$ (514,700)	$ (6,108,711)
Net Cash Flow	$ 56,244	$ 55,188	$ 56,126	$ 55,798	$ 56,249	$ 55,773	$ 56,027	$ 56,285	$ 56,199	$ 55,867	$ 56,318	$ 56,332	$ 672,402
Cash at Beginning	$ 9,502,012	$ 9,558,256	$ 9,613,443	$ 9,669,569	$ 9,725,366	$ 9,781,615	$ 9,837,388	$ 9,893,414	$ 9,949,699	$ 10,005,898	$ 10,061,764	$ 10,118,082	$ 9,502,012
Cash at End	$ 9,558,256	$ 9,613,443	$ 9,669,569	$ 9,725,366	$ 9,781,615	$ 9,837,388	$ 9,893,414	$ 9,949,699	$ 10,005,898	$ 10,061,764	$ 10,118,082	$ 10,174,413	$ 10,174,413
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

11.1JV Plant 5% Higher Costs	Year Three: 1	2	3	4	5	6	7	8	9	10	11	12	Year Three Total	
	25	26	27	28	29	30	31	32	33	34	35	36		
BALANCE SHEET														
Cash	$ 10,230,706	$ 10,286,238	$ 10,342,217	$ 10,398,285	$ 10,454,584	$ 10,510,650	$ 10,566,898	$ 10,623,085	$ 10,679,431	$ 10,735,716	$ 10,791,741	$ 10,847,729	$ 10,847,729	
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	
Accumulated Depreciation (Plant)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	
Molds/Tools/Press	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	
Accumulated Depreciation Molds/Tools/Press	$ (704,421)	$ (733,428)	$ (762,435)	$ (791,442)	$ (820,449)	$ (849,456)	$ (878,463)	$ (907,470)	$ (936,477)	$ (965,484)	$ (994,491)	$ (1,023,498)	$ (1,023,498)	
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	
Total Assets	$ 12,310,972	$ 12,337,497	$ 12,364,469	$ 12,391,530	$ 12,418,822	$ 12,445,881	$ 12,473,122	$ 12,500,302	$ 12,527,641	$ 12,554,919	$ 12,581,937	$ 12,608,918	$ 12,608,918	
Accounts Payable	$ 2,596,870	$ 2,587,870	$ 2,586,370	$ 2,581,870	$ 2,586,870	$ 2,583,370	$ 2,584,870	$ 2,581,870	$ 2,583,370	$ 2,588,870	$ 2,589,870	$ 2,590,370	$ 2,590,370	
Accrued City Income Taxes	$ 10,730	$ 10,915	$ 10,950	$ 11,044	$ 10,949	$ 11,024	$ 10,998	$ 11,063	$ 11,038	$ 10,932	$ 10,917	$ 10,912	$ 10,912	
Note Payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	
Equity Less Distributions	$ 1,418,798	$ 919,302	$ 411,208	$ (98,497)	$ (612,610)	$ (1,122,285)	$ (1,635,437)	$ (2,147,410)	$ (2,662,394)	$ (3,176,199)	$ (3,685,103)	$ (4,193,294)	$ (4,193,294)	
Earnings/Loss	$ 8,284,574	$ 8,819,409	$ 9,355,941	$ 9,897,113	$ 10,433,612	$ 10,973,772	$ 11,512,690	$ 12,054,779	$ 12,595,627	$ 13,131,315	$ 13,666,253	$ 14,200,930	$ 14,200,930	
Total Liabilities and Members' Equity	$ 12,310,972	$ 12,337,497	$ 12,364,469	$ 12,391,530	$ 12,418,822	$ 12,445,881	$ 12,473,122	$ 12,500,302	$ 12,527,641	$ 12,554,919	$ 12,581,937	$ 12,608,918	$ 12,608,918	
STATEMENT OF OPERATIONS														
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1		
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288	
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000	100%
Total Revenue	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000	
Direct Materials	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 26,996,112	72.10%
Plant Labor	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 2,942,240	7.85%
Research and Development	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000	0.16%
Total Direct Costs	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 29,998,352	80.12%
Gross Profit	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 7,441,648	19.87%
General and Administrative	$ 97,008	$ 88,008	$ 86,508	$ 82,008	$ 87,008	$ 83,508	$ 85,008	$ 82,008	$ 83,508	$ 89,008	$ 90,008	$ 90,508	$ 1,044,092	2.78%
Interest expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	
Depreciation and Amortization	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 348,084	2.14%
Total General & Admin Expenses	$ 126,015	$ 117,015	$ 115,515	$ 111,015	$ 116,015	$ 112,515	$ 114,015	$ 111,015	$ 112,515	$ 118,015	$ 119,015	$ 119,515	$ 1,392,176	4.93%
Interest Income	$ 42,393	$ 42,628	$ 42,859	$ 43,093	$ 43,326	$ 43,561	$ 43,794	$ 44,029	$ 44,263	$ 44,498	$ 44,732	$ 44,966	$ 524,142	0.90%
Income Before Taxes	$ 536,516	$ 545,751	$ 547,482	$ 552,216	$ 547,449	$ 551,184	$ 549,917	$ 553,152	$ 551,886	$ 546,621	$ 545,855	$ 545,589	$ 6,573,614	15.57%
Taxes	$ 10,730	$ 10,915	$ 10,950	$ 11,044	$ 10,949	$ 11,024	$ 10,998	$ 11,063	$ 11,038	$ 10,932	$ 10,917	$ 10,912	$ 131,472	0.32%
Net Income for Month	$ 525,786	$ 534,836	$ 536,532	$ 541,172	$ 536,500	$ 540,160	$ 538,919	$ 542,089	$ 540,848	$ 535,689	$ 534,938	$ 534,677	$ 6,442,142	
YTD Net Income Before Taxes	$ 8,453,647	$ 8,999,397	$ 9,546,879	$ 10,099,095	$ 10,646,543	$ 11,197,727	$ 11,747,643	$ 12,300,795	$ 12,852,681	$ 13,399,301	$ 13,945,156	$ 14,490,745	$ 14,490,745	
YTD Tax Expense	$ 169,073	$ 179,988	$ 190,938	$ 201,982	$ 212,931	$ 223,955	$ 234,953	$ 246,016	$ 257,054	$ 267,986	$ 278,903	$ 289,815	$ 289,815	
Distributions	$ 499,496	$ 508,094	$ 509,705	$ 514,113	$ 509,675	$ 513,152	$ 511,973	$ 514,984	$ 513,805	$ 508,904	$ 508,191	$ 507,943	$ 6,120,035	
CASH FLOW														
Net Income	$ 525,786	$ 534,836	$ 536,532	$ 541,172	$ 536,500	$ 540,160	$ 538,919	$ 542,089	$ 540,848	$ 535,689	$ 534,938	$ 534,677	$ 6,442,142	
Depreciation and Amortization	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 348,084	
Change in:														
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	
Accounts Payable	$ 15,800	$ (9,000)	$ (1,500)	$ (4,500)	$ 5,000	$ (3,500)	$ 1,500	$ (3,000)	$ 1,500	$ 5,500	$ 1,000	$ 500	$ 9,300	
Accrued City Income Taxes	$ (312)	$ 185	$ 35	$ 94	$ (95)	$ 75	$ (26)	$ 65	$ (25)	$ (106)	$ (15)	$ (5)	$ (130)	
Note Payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	
Equity Less Distributions	$ (513,988)	$ (499,496)	$ (508,094)	$ (509,705)	$ (514,113)	$ (509,675)	$ (513,152)	$ (511,973)	$ (514,984)	$ (513,805)	$ (508,904)	$ (508,191)	$ (6,126,080)	
0														
Net Cash Flow	$ 56,293	$ 55,532	$ 55,980	$ 56,068	$ 56,299	$ 56,067	$ 56,248	$ 56,188	$ 56,346	$ 56,285	$ 56,026	$ 55,988	$ 673,316	
Cash at Beginning	$ 10,174,413	$ 10,230,706	$ 10,286,238	$ 10,342,217	$ 10,398,285	$ 10,454,584	$ 10,510,650	$ 10,566,898	$ 10,623,085	$ 10,679,431	$ 10,735,716	$ 10,791,741	$ 10,174,413	
Cash at End	$ 10,230,706	$ 10,286,238	$ 10,342,217	$ 10,398,285	$ 10,454,584	$ 10,510,650	$ 10,566,898	$ 10,623,085	$ 10,679,431	$ 10,735,716	$ 10,791,741	$ 10,847,729	$ 10,847,729	
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	

11.1JV Plant 5% Higher Costs	Year Four: 1 (37)	2 (38)	3 (39)	4 (40)	5 (41)	6 (42)	7 (43)	8 (44)	9 (45)	10 (46)	11 (47)	12 (48)	Year Four Total
BALANCE SHEET													
Cash	$ 10,903,703	$ 10,959,457	$ 11,015,419	$ 11,071,295	$ 11,127,329	$ 11,183,474	$ 11,239,629	$ 11,296,042	$ 11,352,124	$ 11,408,461	$ 11,464,908	$ 11,521,220	$ 11,521,220
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accumulated Depreciation (Plant)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687
Accumulated Depreciation Molds/Tools/Press	$ (1,052,505)	$ (1,081,512)	$ (1,110,519)	$ (1,139,526)	$ (1,168,533)	$ (1,197,540)	$ (1,226,547)	$ (1,255,554)	$ (1,284,561)	$ (1,313,568)	$ (1,342,575)	$ (1,371,582)	$ (1,371,582)
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Total Assets	$ 12,635,885	$ 12,662,632	$ 12,689,587	$ 12,716,456	$ 12,743,483	$ 12,770,621	$ 12,797,769	$ 12,825,175	$ 12,852,250	$ 12,879,580	$ 12,907,020	$ 12,934,325	$ 12,934,325
Accounts Payable	$ 2,595,070	$ 2,591,070	$ 2,593,070	$ 2,590,070	$ 2,588,070	$ 2,588,070	$ 2,583,070	$ 2,590,070	$ 2,585,070	$ 2,583,070	$ 2,586,070	$ 2,585,070	$ 2,585,070
Accrued City Income Taxes	$ 10,822	$ 10,907	$ 10,872	$ 10,937	$ 10,981	$ 10,985	$ 11,091	$ 10,955	$ 11,060	$ 11,104	$ 11,049	$ 11,074	$ 11,074
Note Payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Equity Less Distributions	$ (4,701,237)	$ (5,205,022)	$ (5,712,747)	$ (6,218,826)	$ (6,727,915)	$ (7,239,083)	$ (7,750,470)	$ (8,266,728)	$ (8,776,688)	$ (9,291,521)	$ (9,808,435)	$ (10,322,773)	$ (10,322,773)
Earnings/Loss	$ 14,731,229	$ 15,265,677	$ 15,798,391	$ 16,334,275	$ 16,872,347	$ 17,410,648	$ 17,954,078	$ 18,490,878	$ 19,032,807	$ 19,576,927	$ 20,118,335	$ 20,660,954	$ 20,660,954
Total Liabilities and Members' Equity	$ 12,635,885	$ 12,662,632	$ 12,689,587	$ 12,716,456	$ 12,743,483	$ 12,770,621	$ 12,797,769	$ 12,825,175	$ 12,852,250	$ 12,879,580	$ 12,907,020	$ 12,934,325	$ 12,934,325
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total Revenue	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Direct Materials	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 26,996,112
Plant Labor	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 2,942,240
Research and Development	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 29,998,352
Gross Profit	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 7,441,648
General and Administrative	$ 95,208	$ 91,208	$ 93,208	$ 90,208	$ 88,208	$ 88,208	$ 83,208	$ 90,208	$ 85,208	$ 83,208	$ 86,208	$ 85,208	$ 1,059,492
Interest expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Depreciation and Amortization	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 348,084
Total General & Admin Expenses	$ 124,215	$ 120,215	$ 122,215	$ 119,215	$ 117,215	$ 117,215	$ 112,215	$ 119,215	$ 114,215	$ 112,215	$ 115,215	$ 114,215	$ 1,407,576
Interest Income	$ 45,199	$ 45,432	$ 45,664	$ 45,898	$ 46,130	$ 46,364	$ 46,598	$ 46,832	$ 47,067	$ 47,301	$ 47,535	$ 47,770	$ 557,790
Income Before Taxes	$ 541,122	$ 545,355	$ 543,587	$ 546,821	$ 549,053	$ 549,287	$ 554,521	$ 547,755	$ 552,990	$ 555,224	$ 552,458	$ 553,693	$ 6,591,862
Taxes	$ 10,822	$ 10,907	$ 10,872	$ 10,937	$ 10,981	$ 10,985	$ 11,091	$ 10,955	$ 11,060	$ 11,104	$ 11,049	$ 11,074	$ 131,837
Net Income for Month	$ 530,300	$ 534,448	$ 532,715	$ 535,884	$ 538,072	$ 538,302	$ 543,430	$ 536,800	$ 541,930	$ 544,120	$ 541,409	$ 542,619	$ 6,460,025
YTD Net Income Before Taxes	$ 15,031,866	$ 15,577,221	$ 16,120,807	$ 16,667,628	$ 17,216,681	$ 17,765,967	$ 18,320,488	$ 18,868,243	$ 19,421,232	$ 19,976,456	$ 20,528,913	$ 21,082,606	$ 21,082,606
YTD Tax Expense	$ 300,637	$ 311,544	$ 322,416	$ 333,353	$ 344,334	$ 355,319	$ 366,410	$ 377,365	$ 388,425	$ 399,529	$ 410,578	$ 421,652	$ 421,652
Distributions	$ 503,785	$ 507,725	$ 506,079	$ 509,089	$ 511,168	$ 511,387	$ 516,258	$ 509,960	$ 514,833	$ 516,914	$ 514,338	$ 515,488	$ 6,137,024
CASH FLOW													
Net Income	$ 530,300	$ 534,448	$ 532,715	$ 535,884	$ 538,072	$ 538,302	$ 543,430	$ 536,800	$ 541,930	$ 544,120	$ 541,409	$ 542,619	$ 6,460,025
Depreciation and Amortization	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 348,084
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 4,700	$ (4,000)	$ 2,000	$ (3,000)	$ (2,000)	$ -	$ (5,000)	$ 7,000	$ (5,000)	$ (2,000)	$ 3,000	$ (1,000)	$ (5,300)
Accrued City Income Taxes	$ (90)	$ 85	$ (35)	$ 65	$ 44	$ 4	$ 106	$ (136)	$ 105	$ 44	$ (55)	$ 25	$ 162
Note Payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Equity Less Distributions	$ (507,943)	$ (503,785)	$ (507,725)	$ (506,079)	$ (509,089)	$ (511,168)	$ (511,387)	$ (516,258)	$ (509,960)	$ (514,833)	$ (516,914)	$ (514,338)	$ (6,129,479)
Net Cash Flow	$ 55,974	$ 55,755	$ 55,962	$ 55,877	$ 56,034	$ 56,145	$ 56,156	$ 56,413	$ 56,082	$ 56,338	$ 56,447	$ 56,313	$ 673,492
Cash at Beginning	$ 10,847,729	$ 10,903,703	$ 10,959,457	$ 11,015,419	$ 11,071,295	$ 11,127,329	$ 11,183,474	$ 11,239,629	$ 11,296,042	$ 11,352,124	$ 11,408,461	$ 11,464,908	$ 10,847,729
Cash at End	$ 10,903,703	$ 10,959,457	$ 11,015,419	$ 11,071,295	$ 11,127,329	$ 11,183,474	$ 11,239,629	$ 11,296,042	$ 11,352,124	$ 11,408,461	$ 11,464,908	$ 11,521,220	$ 11,521,220
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

	Year Five:												Year Five Total
	1	2	3	4	5	6	7	8	9	10	11	12	
11.1JV Plant 5% Higher Costs	49	50	51	52	53	54	55	56	57	58	59	60	
BALANCE SHEET													
Cash	$ 11,577,593	$ 11,632,910	$ 11,688,600	$ 11,744,305	$ 11,800,755	$ 11,857,047	$ 11,913,375	$ 11,969,862	$ 12,026,361	$ 12,082,726	$ 12,139,076	$ 12,195,266	$ 12,195,266
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accumulated Depreciation (Plant)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687
Accumulated Depreciation Molds/Tools/Press	$ (1,400,589)	$ (1,429,596)	$ (1,458,603)	$ (1,487,610)	$ (1,516,617)	$ (1,545,624)	$ (1,574,631)	$ (1,603,638)	$ (1,632,645)	$ (1,661,652)	$ (1,690,659)	$ (1,719,666)	$ (1,719,666)
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Total Assets	$ 12,961,691	$ 12,988,001	$ 13,014,684	$ 13,041,382	$ 13,068,825	$ 13,096,110	$ 13,123,431	$ 13,150,911	$ 13,178,403	$ 13,205,761	$ 13,233,104	$ 13,260,287	$ 13,260,287
Accounts Payable	$ 2,606,870	$ 2,599,370	$ 2,599,370	$ 2,584,370	$ 2,587,870	$ 2,587,370	$ 2,584,370	$ 2,584,370	$ 2,587,370	$ 2,587,870	$ 2,591,370	$ 2,587,370	$ 2,587,370
Accrued City Income Taxes	$ 10,643	$ 10,797	$ 10,802	$ 11,106	$ 11,041	$ 11,056	$ 11,121	$ 11,125	$ 11,070	$ 11,065	$ 10,999	$ 11,084	$ 11,084
Note Payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Equity Less Distributions	$ (10,838,261)	$ (11,333,671)	$ (11,836,283)	$ (12,339,109)	$ (12,856,118)	$ (13,370,084)	$ (13,884,734)	$ (14,402,394)	$ (14,920,274)	$ (15,435,579)	$ (15,950,638)	$ (16,462,658)	$ (16,462,658)
Earnings/Loss	$ 21,182,439	$ 21,711,504	$ 22,240,795	$ 22,785,015	$ 23,326,031	$ 23,867,768	$ 24,412,673	$ 24,957,810	$ 25,500,237	$ 26,042,404	$ 26,581,373	$ 27,124,491	$ 27,124,491
Total Liabilities and Members' Equity	$ 12,961,691	$ 12,988,001	$ 13,014,684	$ 13,041,382	$ 13,068,825	$ 13,096,110	$ 13,123,431	$ 13,150,911	$ 13,178,403	$ 13,205,761	$ 13,233,104	$ 13,260,287	$ 13,260,287
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total Revenue	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Direct Materials	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 2,249,676	$ 26,996,112
Plant Labor	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 2,942,240
Research and Development	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 2,499,863	$ 29,998,352
Gross Profit	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 620,137	$ 7,441,648
General and Administrative	$ 107,008	$ 99,508	$ 99,508	$ 84,508	$ 88,008	$ 87,508	$ 84,508	$ 84,508	$ 87,508	$ 88,008	$ 91,508	$ 87,508	$ 1,089,592
Interest expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Depreciation and Amortization	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 348,084
Total General & Admin Expenses	$ 136,015	$ 128,515	$ 128,515	$ 113,515	$ 117,015	$ 116,515	$ 113,515	$ 113,515	$ 116,515	$ 117,015	$ 120,515	$ 116,515	$ 1,437,676
Interest Income	$ 48,005	$ 48,240	$ 48,470	$ 48,703	$ 48,935	$ 49,170	$ 49,404	$ 49,639	$ 49,874	$ 50,110	$ 50,345	$ 50,579	$ 591,474
Income Before Taxes	$ 532,128	$ 539,863	$ 540,093	$ 555,326	$ 552,058	$ 552,793	$ 556,027	$ 556,262	$ 553,497	$ 553,233	$ 549,968	$ 554,202	$ 6,595,446
Taxes	$ 10,643	$ 10,797	$ 10,802	$ 11,106	$ 11,041	$ 11,056	$ 11,121	$ 11,125	$ 11,070	$ 11,065	$ 10,999	$ 11,084	$ 131,909
Net Income for Month	$ 521,485	$ 529,066	$ 529,291	$ 544,220	$ 541,017	$ 541,737	$ 544,906	$ 545,137	$ 542,427	$ 542,168	$ 538,969	$ 543,118	$ 6,463,537
YTD Net Income Before Taxes	$ 21,614,734	$ 22,154,596	$ 22,694,689	$ 23,250,015	$ 23,802,072	$ 24,354,865	$ 24,910,891	$ 25,467,153	$ 26,020,650	$ 26,573,882	$ 27,123,850	$ 27,678,052	$ 27,678,052
YTD Tax Expense	$ 432,295	$ 443,092	$ 453,894	$ 465,000	$ 476,041	$ 487,097	$ 498,218	$ 509,343	$ 520,413	$ 531,478	$ 542,477	$ 553,561	$ 553,561
Distributions	$ 495,410	$ 502,612	$ 502,826	$ 517,009	$ 513,966	$ 514,650	$ 517,660	$ 517,880	$ 515,305	$ 515,059	$ 512,020	$ 515,962	$ 6,140,359
CASH FLOW													
Net Income	$ 521,485	$ 529,066	$ 529,291	$ 544,220	$ 541,017	$ 541,737	$ 544,906	$ 545,137	$ 542,427	$ 542,168	$ 538,969	$ 543,118	$ 6,463,537
Depreciation and Amortization	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 348,084
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 21,800	$ (7,500)	$ -	$ (15,000)	$ 3,500	$ (500)	$ (3,000)	$ -	$ 3,000	$ 500	$ 3,500	$ (4,000)	$ 2,300
Accrued City Income Taxes	$ (431)	$ 154	$ 5	$ 304	$ (65)	$ 15	$ 65	$ 4	$ (55)	$ (5)	$ (66)	$ 85	$ 10
Note Payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Equity Less Distributions	$ (515,488)	$ (495,410)	$ (502,612)	$ (502,826)	$ (517,009)	$ (513,966)	$ (514,650)	$ (517,660)	$ (517,880)	$ (515,305)	$ (515,059)	$ (512,020)	$ (6,139,885)
Net Cash Flow	$ 56,373	$ 55,317	$ 55,691	$ 55,705	$ 56,450	$ 56,293	$ 56,328	$ 56,488	$ 56,499	$ 56,365	$ 56,351	$ 56,190	$ 674,046
Cash at Beginning	$ 11,521,220	$ 11,577,593	$ 11,632,910	$ 11,688,600	$ 11,744,305	$ 11,800,755	$ 11,857,047	$ 11,913,375	$ 11,969,862	$ 12,026,361	$ 12,082,726	$ 12,139,076	$ 11,521,220
Cash at End	$ 11,577,593	$ 11,632,910	$ 11,688,600	$ 11,744,305	$ 11,800,755	$ 11,857,047	$ 11,913,375	$ 11,969,862	$ 12,026,361	$ 12,082,726	$ 12,139,076	$ 12,195,266	$ 12,195,266
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

0

11.1JV : JV Partner Return Summary, Medium Start-Up and Medium Production

ONE PLANT A YEAR

	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Total
Plant 1		$693,534	$3,771,824	$2,761,376	$2,779,780	$2,791,382	**$12,797,896**
Plant 2			$693,534	$3,771,824	$2,761,376	$2,779,780	**$10,006,514**
Plant 3				$693,534	$3,771,824	$2,761,376	**$7,226,734**
Plant 4					$693,534	$3,771,824	**$4,465,358**
Plant 5						$693,534	**$693,534**
Plant 6						$693,534	**$693,534**
	$0	**$693,534**	**$4,465,358**	**$7,226,734**	**$10,006,514**	**$13,491,430**	**$35,883,571**

TWO PLANTS A YEAR

	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Total
Plant 1		$693,534	$3,771,824	$2,761,376	$2,779,780	$2,791,382	**$12,797,896**
Plant 2		$693,534	$3,771,824	$2,761,376	$2,779,780	$2,791,382	**$12,797,896**
Plant 3			$693,534	$3,771,824	$2,761,376	$2,779,780	**$10,006,514**
Plant 4			$693,534	$3,771,824	$2,761,376	$2,779,780	**$10,006,514**
Plant 5				$693,534	$3,771,824	$2,761,376	**$7,226,734**
Plant 6				$693,534	$3,771,824	$2,761,376	**$7,226,734**
Plant 7					$693,534	$3,771,824	**$4,465,358**
Plant 8					$693,534	$3,771,824	**$4,465,358**
Plant 9						$693,534	**$693,534**
Plant 10						$693,534	**$693,534**
	$0	**$1,387,068**	**$8,930,717**	**$14,453,469**	**$20,013,029**	**$25,595,792**	**$70,380,073**

11.1JV : JV Domus Return Summary, Medium Start-Up and Medium Production

ONE PLANT A YEAR

	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Total
Plant 1		$231,178	$1,720,862	$2,761,376	$2,779,780	$2,791,382	**$10,284,577**
Plant 2			$231,178	$1,720,862	$2,761,376	$2,779,780	**$7,493,196**
Plant 3				$231,178	$1,720,862	$2,761,376	**$4,713,416**
Plant 4					$231,178	$1,720,862	**$1,952,040**
Plant 5						$231,178	**$231,178**
Plant 6						$231,178	**$231,178**
	$0	**$231,178**	**$1,952,040**	**$4,713,416**	**$7,493,196**	**$10,515,755**	**$24,905,585**

TWO PLANTS A YEAR

	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Total
Plant 1		$231,178	$1,720,862	$2,761,376	$2,779,780	$2,791,382	**$10,284,577**
Plant 2		$231,178	$1,720,862	$2,761,376	$2,779,780	$2,791,382	**$10,284,577**
Plant 3			$231,178	$1,720,862	$2,761,376	$2,779,780	**$7,493,196**
Plant 4			$231,178	$1,720,862	$2,761,376	$2,779,780	**$7,493,196**
Plant 5				$231,178	$1,720,862	$2,761,376	**$4,713,416**
Plant 6				$231,178	$1,720,862	$2,761,376	**$4,713,416**
Plant 7					$231,178	$1,720,862	**$1,952,040**
Plant 8					$231,178	$1,720,862	**$1,952,040**
Plant 9						$231,178	**$231,178**
Plant 10						$231,178	**$231,178**
	$0	**$462,356**	**$3,904,080**	**$9,426,832**	**$14,986,392**	**$20,569,155**	**$49,348,813**

PDG Domus Mfg LLC
Financial Model 11.2 JV

The financial model 11.2JV (5 years, joint venture plant) has the following market conditions: A shrinking market and simultaneously having best performance on: materials, shipping/handling, land and area costs. Included in this model are best production numbers for the first year, 154 structures with three shifts.

Financial Model Covers:

- Time period 5 years
- One joint venture plant
- 3 shifts
- Best start-up production
- First year production 154 units, Second year 288 units, Third year 288 units
- Personnel first year 96
- 288 peak units production
- 30 units breakeven second quarter
- $500,000.00 Leased equipment
- Best performance on cost (materials, land, area cost, shipping/handling)
- Total cash injections $9 million

	Year:	Year One:												Year One Total
11.2JV Best Performance	Month of Year:	1	2	3	4	5	6	7	8	9	10	11	12	
	Month:	1	2	3	4	5	6	7	8	9	10	11	12	
BALANCE SHEET	Initial													
Cash	$ -	$ 7,135,313	$ 6,886,137	$ 6,740,669	$ 6,833,343	$ 6,968,117	$ 7,274,232	$ 7,663,117	$ 8,265,116	$ 8,571,751	$ 9,270,619	$ 9,591,166	$ 9,654,321	$ 9,654,321
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accumulated Depreciation (Plant)		$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ 2,384,687	$ 2,584,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687
Accumulated Depreciation Molds/Tools/Press		$ (12,420)	$ (38,302)	$ (66,267)	$ (95,274)	$ (124,281)	$ (153,288)	$ (182,295)	$ (211,302)	$ (240,309)	$ (269,316)	$ (298,323)	$ (327,330)	$ (327,330)
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Total Assets	$ -	$ 9,507,580	$ 9,432,522	$ 9,459,089	$ 9,522,756	$ 9,628,523	$ 9,905,631	$ 10,265,509	$ 10,838,501	$ 11,116,129	$ 11,785,990	$ 12,077,530	$ 12,111,678	$ 12,111,678
Accounts Payable	$ -	$ 728,906	$ 754,159	$ 845,412	$ 933,698	$ 1,022,918	$ 1,201,424	$ 1,379,930	$ 1,646,689	$ 1,836,195	$ 2,282,460	$ 2,459,966	$ 2,460,966	$ 2,460,966
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 3,836	$ 7,585	$ 11,685	$ 13,393	$ 13,400	$ 13,400
Note Payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Equity Less Distributions	$ -	$ 9,000,000	$ 9,000,000	$ 9,000,000	$ 9,000,000	$ 9,000,000	$ 9,000,000	$ 9,000,000	$ 9,000,000	$ 8,712,722	$ 8,359,654	$ 7,815,719	$ 7,192,270	$ 7,192,270
Earnings/Loss	$ -	$ (221,326)	$ (321,638)	$ (386,323)	$ (410,942)	$ (394,396)	$ (295,793)	$ (114,422)	$ 187,976	$ 559,627	$ 1,132,190	$ 1,788,452	$ 2,445,042	$ 2,445,042
Total Liabilities and Members' Equity	$ -	$ 9,507,580	$ 9,432,522	$ 9,459,089	$ 9,522,756	$ 9,628,523	$ 9,905,631	$ 10,265,509	$ 10,838,501	$ 11,116,129	$ 11,785,990	$ 12,077,530	$ 12,111,678	$ 12,111,678
STATEMENT OF OPERATIONS														
Number of Plants Operating		1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH		4	5	6	7	8	10	12	15	17	22	24	24	154
Sales	$ -	$ 520,000	$ 650,000	$ 780,000	$ 910,000	$ 1,040,000	$ 1,300,000	$ 1,560,000	$ 1,950,000	$ 2,210,000	$ 2,860,000	$ 3,120,000	$ 3,120,000	$ 20,020,000
Total Revenue	$ -	$ 520,000	$ 650,000	$ 780,000	$ 910,000	$ 1,040,000	$ 1,300,000	$ 1,560,000	$ 1,950,000	$ 2,210,000	$ 2,860,000	$ 3,120,000	$ 3,120,000	$ 20,020,000
Direct Materials		$ 355,212	$ 444,015	$ 532,818	$ 621,621	$ 710,424	$ 888,030	$ 1,065,636	$ 1,332,045	$ 1,509,651	$ 1,953,666	$ 2,131,272	$ 2,131,272	$ 13,675,662
Plant Labor		$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 2,942,240
Research and Development		$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Plant Costs		$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Total Direct Costs		$ 600,399	$ 689,202	$ 778,005	$ 866,808	$ 955,611	$ 1,133,217	$ 1,310,823	$ 1,577,232	$ 1,754,838	$ 2,198,853	$ 2,376,459	$ 2,376,459	$ 16,617,902
Gross Profit		$ (80,399)	$ (39,202)	$ 1,995	$ 43,192	$ 84,389	$ 166,783	$ 249,177	$ 372,768	$ 455,162	$ 661,147	$ 743,541	$ 743,541	$ 3,402,098
General and Administrative	$ -	$ 128,508	$ 64,958	$ 67,408	$ 66,891	$ 67,308	$ 68,208	$ 69,108	$ 69,458	$ 81,358	$ 83,608	$ 83,508	$ 84,508	$ 934,825
Interest expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Depreciation and Amortization	$ -	$ 12,420	$ 25,882	$ 27,965	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 327,330
Total General & Admin Expenses	$ -	$ 140,928	$ 90,840	$ 95,373	$ 95,898	$ 96,315	$ 97,215	$ 98,115	$ 98,465	$ 110,365	$ 112,615	$ 112,515	$ 113,515	$ 1,262,155
Interest Income	$ -	$ -	$ 29,730	$ 28,692	$ 28,086	$ 28,472	$ 29,034	$ 30,309	$ 31,930	$ 34,438	$ 35,716	$ 38,628	$ 39,963	$ 354,998
Income Before Taxes		$ (221,326)	$ (100,311)	$ (64,685)	$ (24,619)	$ 16,547	$ 98,603	$ 181,372	$ 306,234	$ 379,236	$ 584,249	$ 669,655	$ 669,990	$ 2,494,941
Taxes		$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 3,836	$ 7,585	$ 11,685	$ 13,393	$ 13,400	$ 49,899
Net Income for Month	$ -	$ (221,326)	$ (100,311)	$ (64,685)	$ (24,619)	$ 16,547	$ 98,603	$ 181,372	$ 302,398	$ 371,651	$ 572,564	$ 656,262	$ 656,590	$ 2,445,042
YTD Net Income Before Taxes	$ -	$ (221,326)	$ (321,638)	$ (386,323)	$ (410,942)	$ (394,396)	$ (295,793)	$ (114,422)	$ 191,812	$ 571,048	$ 1,155,296	$ 1,824,951	$ 2,494,941	$ 2,494,941
YTD Tax Expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 3,836	$ 11,421	$ 23,106	$ 36,499	$ 49,899	$ 49,899
Distributions	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 287,278	$ 353,068	$ 543,935	$ 623,449	$ 623,760	$ 2,431,490
CASH FLOW														
Net Income	$ -	$ (221,326)	$ (100,311)	$ (64,685)	$ (24,619)	$ 16,547	$ 98,603	$ 181,372	$ 302,398	$ 371,651	$ 572,564	$ 656,262	$ 656,590	$ 2,445,042
Depreciation and Amortization	$ -	$ 12,420	$ 25,882	$ 27,965	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 327,330
Change in:														
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ (2,384,687)	$ (200,000)	$ (200,000)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (2,784,687)
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ -	$ 728,906	$ 25,253	$ 91,253	$ 88,286	$ 89,220	$ 178,506	$ 178,506	$ 266,759	$ 189,506	$ 446,265	$ 177,506	$ 1,000	$ 2,460,966
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 3,836	$ 3,749	$ 4,100	$ 1,708	$ 7	$ 13,400
Note Payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Equity Less Distributions	$ -	$ 9,000,000	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (287,278)	$ (353,068)	$ (543,935)	$ (623,449)	$ 7,192,270
0														
Net Cash Flow	0	$ 7,135,313	$ (249,176)	$ (145,467)	$ 92,674	$ 134,774	$ 306,116	$ 388,885	$ 602,000	$ 306,635	$ 698,868	$ 320,548	$ 63,155	$ 9,654,321
Cash at Beginning	$ -	$ -	$ 7,135,313	$ 6,886,137	$ 6,740,669	$ 6,833,343	$ 6,968,117	$ 7,274,232	$ 7,663,117	$ 8,265,116	$ 8,571,751	$ 9,270,619	$ 9,591,166	$ -
Cash at End	$ -	$ 7,135,313	$ 6,886,137	$ 6,740,669	$ 6,833,343	$ 6,968,117	$ 7,274,232	$ 7,663,117	$ 8,265,116	$ 8,571,751	$ 9,270,619	$ 9,591,166	$ 9,654,321	$ 9,654,321
Equity Injections:		$ 9,000,000	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 9,000,000

11.2JV Best Performance	Year Two: 1	2	3	4	5	6	7	8	9	10	11	12	Year Two Total
	13	14	15	16	17	18	19	20	21	22	23	24	
BALANCE SHEET													
Cash	$ 9,716,421	$ 9,777,465	$ 9,839,449	$ 9,901,107	$ 9,963,217	$ 10,024,851	$ 10,086,741	$ 10,148,890	$ 10,210,955	$ 10,272,688	$ 10,334,874	$ 10,397,074	$ 10,397,074
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accumulated Depreciation (Plant)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687
Accumulated Depreciation Molds/Tools/Press	$ (356,337)	$ (385,344)	$ (414,351)	$ (443,358)	$ (472,365)	$ (501,372)	$ (530,379)	$ (559,386)	$ (588,393)	$ (617,400)	$ (646,407)	$ (675,414)	$ (675,414)
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Total Assets	$ 12,144,771	$ 12,176,808	$ 12,209,785	$ 12,242,436	$ 12,275,539	$ 12,308,166	$ 12,341,049	$ 12,374,191	$ 12,407,249	$ 12,439,975	$ 12,473,154	$ 12,506,347	$ 12,506,347
Accounts Payable	$ 2,482,666	$ 2,463,666	$ 2,470,666	$ 2,461,666	$ 2,471,666	$ 2,466,666	$ 2,461,666	$ 2,463,666	$ 2,470,666	$ 2,461,666	$ 2,461,666	$ 2,462,666	$ 2,462,666
Accrued City Income Taxes	$ 12,971	$ 13,356	$ 13,221	$ 13,407	$ 13,212	$ 13,316	$ 13,422	$ 13,387	$ 13,253	$ 13,437	$ 13,443	$ 13,427	$ 13,427
Note Payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Equity Less Distributions	$ 6,568,510	$ 5,964,707	$ 5,342,974	$ 4,727,522	$ 4,103,450	$ 3,488,449	$ 2,868,552	$ 2,243,761	$ 1,620,592	$ 1,003,699	$ 378,185	$ (247,567)	$ (247,567)
Earnings/Loss	$ 3,080,623	$ 3,735,079	$ 4,382,923	$ 5,039,841	$ 5,687,211	$ 6,339,734	$ 6,997,409	$ 7,653,377	$ 8,302,737	$ 8,961,173	$ 9,619,859	$ 10,277,821	$ 10,277,821
Total Liabilities and Members' Equity	$ 12,144,771	$ 12,176,808	$ 12,209,785	$ 12,242,436	$ 12,275,539	$ 12,308,166	$ 12,341,049	$ 12,374,191	$ 12,407,249	$ 12,439,975	$ 12,473,154	$ 12,506,347	$ 12,506,347
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total Revenue	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Direct Materials	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 25,575,264
Plant Labor	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 2,942,240
Research and Development	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 28,577,504
Gross Profit	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 8,862,496
General and Administrative	$ 101,208	$ 82,208	$ 89,208	$ 80,208	$ 90,208	$ 85,208	$ 80,208	$ 82,208	$ 89,208	$ 80,208	$ 80,208	$ 81,208	$ 1,021,492
Interest expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Depreciation and Amortization	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 348,084
Total General & Admin Expenses	$ 130,215	$ 111,215	$ 118,215	$ 109,215	$ 119,215	$ 114,215	$ 109,215	$ 111,215	$ 118,215	$ 109,215	$ 109,215	$ 110,215	$ 1,369,576
Interest Income	$ 40,226	$ 40,485	$ 40,739	$ 40,998	$ 41,255	$ 41,513	$ 41,770	$ 42,028	$ 42,287	$ 42,546	$ 42,803	$ 43,062	$ 499,712
Income Before Taxes	$ 648,553	$ 667,812	$ 661,066	$ 670,325	$ 660,582	$ 665,840	$ 671,097	$ 669,355	$ 662,614	$ 671,873	$ 672,130	$ 671,389	$ 7,992,632
Taxes	$ 12,971	$ 13,356	$ 13,221	$ 13,407	$ 13,212	$ 13,316	$ 13,422	$ 13,387	$ 13,253	$ 13,437	$ 13,443	$ 13,427	$ 159,852
Net Income for Month	$ 635,582	$ 654,456	$ 647,845	$ 656,918	$ 647,370	$ 652,524	$ 657,675	$ 655,968	$ 649,361	$ 658,436	$ 658,687	$ 657,962	$ 7,832,780
YTD Net Income Before Taxes	$ 3,143,493	$ 3,811,305	$ 4,472,370	$ 5,142,695	$ 5,803,277	$ 6,469,116	$ 7,140,213	$ 7,809,568	$ 8,472,181	$ 9,144,054	$ 9,816,183	$ 10,487,572	$ 10,487,572
YTD Tax Expense	$ 62,870	$ 76,226	$ 89,447	$ 102,854	$ 116,066	$ 129,382	$ 142,804	$ 156,191	$ 169,444	$ 182,881	$ 196,324	$ 209,751	$ 209,751
Distributions	$ 603,803	$ 621,733	$ 615,452	$ 624,072	$ 615,001	$ 619,897	$ 624,791	$ 623,169	$ 616,893	$ 625,514	$ 625,752	$ 625,064	$ 7,441,141
CASH FLOW													
Net Income	$ 635,582	$ 654,456	$ 647,845	$ 656,918	$ 647,370	$ 652,524	$ 657,675	$ 655,968	$ 649,361	$ 658,436	$ 658,687	$ 657,962	$ 7,832,780
Depreciation and Amortization	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 348,084
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 21,700	$ (19,000)	$ 7,000	$ (9,000)	$ 10,000	$ (5,000)	$ (5,000)	$ 2,000	$ 7,000	$ (9,000)	$ -	$ 1,000	$ 1,700
Accrued City Income Taxes	$ (429)	$ 385	$ (135)	$ 186	$ (195)	$ 104	$ 106	$ (35)	$ (134)	$ 184	$ 6	$ (16)	$ 27
Note Payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Equity Less Distributions	$ (623,760)	$ (603,803)	$ (621,733)	$ (615,452)	$ (624,072)	$ (615,001)	$ (619,897)	$ (624,791)	$ (623,169)	$ (616,893)	$ (625,514)	$ (625,752)	$ (7,439,837)
Net Cash Flow	$ 62,100	$ 61,045	$ 61,984	$ 61,659	$ 62,110	$ 61,634	$ 61,891	$ 62,149	$ 62,065	$ 61,734	$ 62,186	$ 62,201	$ 742,754
Cash at Beginning	$ 9,654,321	$ 9,716,421	$ 9,777,465	$ 9,839,449	$ 9,901,107	$ 9,963,217	$ 10,024,851	$ 10,086,741	$ 10,148,890	$ 10,210,955	$ 10,272,688	$ 10,334,874	$ 9,654,321
Cash at End	$ 9,716,421	$ 9,777,465	$ 9,839,449	$ 9,901,107	$ 9,963,217	$ 10,024,851	$ 10,086,741	$ 10,148,890	$ 10,210,955	$ 10,272,688	$ 10,334,874	$ 10,397,074	$ 10,397,074
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

11.2JV Best Performance	Year Three: 1 (25)	2 (26)	3 (27)	4 (28)	5 (29)	6 (30)	7 (31)	8 (32)	9 (33)	10 (34)	11 (35)	12 (36)	Year Three Total
BALANCE SHEET													
Cash	$ 10,459,238	$ 10,520,641	$ 10,582,494	$ 10,644,436	$ 10,706,611	$ 10,768,553	$ 10,830,680	$ 10,892,746	$ 10,954,971	$ 11,017,138	$ 11,079,046	$ 11,140,918	$ 11,140,918
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accumulated Depreciation (Plant)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687
Accumulated Depreciation Molds/Tools/Press	$ (704,421)	$ (733,428)	$ (762,435)	$ (791,442)	$ (820,449)	$ (849,456)	$ (878,463)	$ (907,470)	$ (936,477)	$ (965,484)	$ (994,491)	$ (1,023,498)	$ (1,023,498)
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Total Assets	$ 12,539,504	$ 12,571,900	$ 12,604,746	$ 12,637,681	$ 12,670,849	$ 12,703,784	$ 12,736,904	$ 12,769,963	$ 12,803,181	$ 12,836,341	$ 12,869,242	$ 12,902,107	$ 12,902,107
Accounts Payable	$ 2,478,466	$ 2,469,466	$ 2,467,966	$ 2,463,466	$ 2,468,466	$ 2,464,966	$ 2,466,466	$ 2,463,466	$ 2,464,966	$ 2,470,466	$ 2,471,466	$ 2,471,966	$ 2,471,966
Accrued City Income Taxes	$ 13,117	$ 13,303	$ 13,337	$ 13,432	$ 13,338	$ 13,413	$ 13,387	$ 13,454	$ 13,428	$ 13,323	$ 13,309	$ 13,304	$ 13,304
Note Payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Equity Less Distributions	$ (872,631)	$ (1,483,225)	$ (2,102,438)	$ (2,723,287)	$ (3,348,566)	$ (3,969,430)	$ (4,593,793)	$ (5,217,001)	$ (5,843,242)	$ (6,468,327)	$ (7,088,534)	$ (7,708,050)	$ (7,708,050)
Earnings/Loss	$ 10,920,552	$ 11,572,355	$ 12,225,881	$ 12,884,070	$ 13,537,610	$ 14,194,835	$ 14,850,843	$ 15,510,044	$ 16,168,029	$ 16,820,878	$ 17,473,001	$ 18,124,887	$ 18,124,887
Total Liabilities and Members' Equity	$ 12,539,504	$ 12,571,900	$ 12,604,746	$ 12,637,681	$ 12,670,849	$ 12,703,784	$ 12,736,904	$ 12,769,963	$ 12,803,181	$ 12,836,341	$ 12,869,242	$ 12,902,107	$ 12,902,107
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total Revenue	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Direct Materials	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 25,575,264
Plant Labor	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 2,942,240
Research and Development	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 28,577,504
Gross Profit	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 8,862,496
General and Administrative	$ 97,008	$ 88,008	$ 86,508	$ 82,008	$ 87,008	$ 83,508	$ 85,008	$ 82,008	$ 83,508	$ 89,008	$ 90,008	$ 90,508	$ 1,044,092
Interest expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Depreciation and Amortization	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 348,084
Total General & Admin Expenses	$ 126,015	$ 117,015	$ 115,515	$ 111,015	$ 116,015	$ 112,515	$ 114,015	$ 111,015	$ 112,515	$ 118,015	$ 119,015	$ 119,515	$ 1,392,176
Interest Income	$ 43,321	$ 43,580	$ 43,836	$ 44,094	$ 44,352	$ 44,611	$ 44,869	$ 45,128	$ 45,386	$ 45,646	$ 45,905	$ 46,163	$ 536,891
Income Before Taxes	$ 655,848	$ 665,107	$ 666,863	$ 671,621	$ 666,879	$ 670,638	$ 669,396	$ 672,655	$ 671,413	$ 666,173	$ 665,432	$ 665,190	$ 8,007,211
Taxes	$ 13,117	$ 13,303	$ 13,337	$ 13,432	$ 13,338	$ 13,413	$ 13,387	$ 13,454	$ 13,428	$ 13,323	$ 13,309	$ 13,304	$ 160,145
Net Income for Month	$ 642,731	$ 651,804	$ 653,526	$ 658,189	$ 653,541	$ 657,225	$ 656,009	$ 659,201	$ 657,985	$ 652,850	$ 652,123	$ 651,886	$ 7,847,066
YTD Net Income Before Taxes	$ 11,143,420	$ 11,808,526	$ 12,475,389	$ 13,147,010	$ 13,813,888	$ 14,484,526	$ 15,153,921	$ 15,826,576	$ 16,497,989	$ 17,164,161	$ 17,829,593	$ 18,494,783	$ 18,494,783
YTD Tax Expense	$ 222,868	$ 236,171	$ 249,508	$ 262,940	$ 276,278	$ 289,691	$ 303,078	$ 316,532	$ 329,960	$ 343,283	$ 356,592	$ 369,896	$ 369,896
Distributions	$ 610,594	$ 619,213	$ 620,849	$ 625,279	$ 620,864	$ 624,363	$ 623,208	$ 626,241	$ 625,085	$ 620,207	$ 619,516	$ 619,291	$ 7,454,710
CASH FLOW													
Net Income	$ 642,731	$ 651,804	$ 653,526	$ 658,189	$ 653,541	$ 657,225	$ 656,009	$ 659,201	$ 657,985	$ 652,850	$ 652,123	$ 651,886	$ 7,847,066
Depreciation and Amortization	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 348,084
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 15,800	$ (9,000)	$ (1,500)	$ (4,500)	$ 5,000	$ (3,500)	$ 1,500	$ (3,000)	$ 1,500	$ 5,500	$ 1,000	$ 500	$ 9,300
Accrued City Income Taxes	$ (310)	$ 186	$ 34	$ 95	$ (94)	$ 75	$ (26)	$ 67	$ (26)	$ (105)	$ (14)	$ (5)	$ (123)
Note Payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Equity Less Distributions	$ (625,064)	$ (610,594)	$ (619,213)	$ (620,849)	$ (625,279)	$ (620,864)	$ (624,363)	$ (623,208)	$ (626,241)	$ (625,085)	$ (620,207)	$ (619,516)	$ (7,460,483)
0													
Net Cash Flow	$ 62,164	$ 61,403	$ 61,854	$ 61,942	$ 62,175	$ 61,943	$ 62,127	$ 62,067	$ 62,225	$ 62,167	$ 61,909	$ 61,872	$ 743,844
Cash at Beginning	$ 10,397,074	$ 10,459,238	$ 10,520,641	$ 10,582,494	$ 10,644,436	$ 10,706,611	$ 10,768,553	$ 10,830,680	$ 10,892,746	$ 10,954,971	$ 11,017,138	$ 11,079,046	$ 10,397,074
Cash at End	$ 10,459,238	$ 10,520,641	$ 10,582,494	$ 10,644,436	$ 10,706,611	$ 10,768,553	$ 10,830,680	$ 10,892,746	$ 10,954,971	$ 11,017,138	$ 11,079,046	$ 11,140,918	$ 11,140,918
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

	Year Four:												Year Four Total
11.2JV Best Performance	1	2	3	4	5	6	7	8	9	10	11	12	
	37	38	39	40	41	42	43	44	45	46	47	48	
BALANCE SHEET													
Cash	$ 11,202,777	$ 11,264,418	$ 11,326,268	$ 11,388,032	$ 11,449,956	$ 11,511,991	$ 11,574,039	$ 11,636,345	$ 11,698,322	$ 11,760,554	$ 11,822,899	$ 11,885,109	$ 11,885,109
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accumulated Depreciation (Plant)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687
Accumulated Depreciation Molds/Tools/Press	$ (1,052,505)	$ (1,081,512)	$ (1,110,519)	$ (1,139,526)	$ (1,168,533)	$ (1,197,540)	$ (1,226,547)	$ (1,255,554)	$ (1,284,561)	$ (1,313,568)	$ (1,342,575)	$ (1,371,582)	$ (1,371,582)
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Total Assets	$ 12,934,959	$ 12,967,593	$ 13,000,436	$ 13,033,193	$ 13,066,110	$ 13,099,138	$ 13,132,179	$ 13,165,478	$ 13,198,448	$ 13,231,673	$ 13,265,011	$ 13,298,214	$ 13,298,214
Accounts Payable	$ 2,476,666	$ 2,472,666	$ 2,474,666	$ 2,471,666	$ 2,469,666	$ 2,469,666	$ 2,464,666	$ 2,471,666	$ 2,466,666	$ 2,464,666	$ 2,467,666	$ 2,466,666	$ 2,466,666
Accrued City Income Taxes	$ 13,215	$ 13,300	$ 13,265	$ 13,330	$ 13,376	$ 13,381	$ 13,485	$ 13,351	$ 13,457	$ 13,501	$ 13,447	$ 13,471	$ 13,471
Note Payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Equity Less Distributions	$ (8,327,341)	$ (8,942,496)	$ (9,561,615)	$ (10,179,112)	$ (10,799,642)	$ (11,422,273)	$ (12,045,144)	$ (12,672,912)	$ (13,294,403)	$ (13,920,790)	$ (14,549,280)	$ (15,175,218)	$ (15,175,218)
Earnings/Loss	$ 18,772,418	$ 19,424,123	$ 20,074,119	$ 20,727,309	$ 21,382,710	$ 22,038,363	$ 22,699,172	$ 23,353,373	$ 24,012,727	$ 24,674,296	$ 25,333,177	$ 25,993,295	$ 25,993,295
Total Liabilities and Members' Equity	$ 12,934,959	$ 12,967,593	$ 13,000,436	$ 13,033,193	$ 13,066,110	$ 13,099,138	$ 13,132,179	$ 13,165,478	$ 13,198,448	$ 13,231,673	$ 13,265,011	$ 13,298,214	$ 13,298,214
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total Revenue	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Direct Materials	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 25,575,264
Plant Labor	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 2,942,240
Research and Development	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 28,577,504
Gross Profit	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 8,862,496
General and Administrative	$ 95,208	$ 91,208	$ 93,208	$ 90,208	$ 88,208	$ 88,208	$ 83,208	$ 90,208	$ 85,208	$ 83,208	$ 86,208	$ 85,208	$ 1,059,492
Interest expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Depreciation and Amortization	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 348,084
Total General & Admin Expenses	$ 124,215	$ 120,215	$ 122,215	$ 119,215	$ 117,215	$ 117,215	$ 112,215	$ 119,215	$ 114,215	$ 112,215	$ 115,215	$ 114,215	$ 1,407,576
Interest Income	$ 46,420	$ 46,678	$ 46,935	$ 47,193	$ 47,450	$ 47,708	$ 47,967	$ 48,225	$ 48,485	$ 48,743	$ 49,002	$ 49,262	$ 574,068
Income Before Taxes	$ 660,747	$ 665,005	$ 663,262	$ 666,520	$ 668,777	$ 669,035	$ 674,294	$ 667,552	$ 672,812	$ 675,070	$ 672,329	$ 673,589	$ 8,028,988
Taxes	$ 13,215	$ 13,300	$ 13,265	$ 13,330	$ 13,376	$ 13,381	$ 13,485	$ 13,351	$ 13,457	$ 13,501	$ 13,447	$ 13,471	$ 160,579
Net Income for Month	$ 647,532	$ 651,705	$ 649,997	$ 653,190	$ 655,401	$ 655,654	$ 660,809	$ 654,201	$ 659,355	$ 661,569	$ 658,882	$ 660,118	$ 7,868,409
YTD Net Income Before Taxes	$ 19,155,529	$ 19,820,534	$ 20,483,795	$ 21,150,315	$ 21,819,092	$ 22,488,126	$ 23,162,420	$ 23,829,972	$ 24,502,783	$ 25,177,853	$ 25,850,181	$ 26,523,770	$ 26,523,770
YTD Tax Expense	$ 383,111	$ 396,411	$ 409,676	$ 423,006	$ 436,382	$ 449,763	$ 463,248	$ 476,599	$ 490,056	$ 503,557	$ 517,004	$ 530,475	$ 530,475
Distributions	$ 615,155	$ 619,119	$ 617,497	$ 620,530	$ 622,631	$ 622,871	$ 627,768	$ 621,491	$ 626,387	$ 628,490	$ 625,938	$ 627,112	$ 7,474,989
CASH FLOW													
Net Income	$ 647,532	$ 651,705	$ 649,997	$ 653,190	$ 655,401	$ 655,654	$ 660,809	$ 654,201	$ 659,355	$ 661,569	$ 658,882	$ 660,118	$ 7,868,409
Depreciation and Amortization	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 348,084
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 4,700	$ (4,000)	$ 2,000	$ (3,000)	$ (2,000)	$ -	$ (5,000)	$ 7,000	$ (5,000)	$ (2,000)	$ 3,000	$ (1,000)	$ (5,300)
Accrued City Income Taxes	$ (89)	$ 85	$ (35)	$ 65	$ 46	$ 5	$ 104	$ (134)	$ 106	$ 44	$ (54)	$ 24	$ 167
Note Payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Equity Less Distributions	$ (619,291)	$ (615,155)	$ (619,119)	$ (617,497)	$ (620,530)	$ (622,631)	$ (622,871)	$ (627,768)	$ (621,491)	$ (626,387)	$ (628,490)	$ (625,938)	$ (7,467,168)
Net Cash Flow	$ 61,859	$ 61,642	$ 61,850	$ 61,765	$ 61,924	$ 62,035	$ 62,049	$ 62,306	$ 61,977	$ 62,233	$ 62,345	$ 62,211	$ 744,192
Cash at Beginning	$ 11,140,918	$ 11,202,777	$ 11,264,418	$ 11,326,268	$ 11,388,032	$ 11,449,956	$ 11,511,991	$ 11,574,039	$ 11,636,345	$ 11,698,322	$ 11,760,554	$ 11,822,899	$ 11,140,918
Cash at End	$ 11,202,777	$ 11,264,418	$ 11,326,268	$ 11,388,032	$ 11,449,956	$ 11,511,991	$ 11,574,039	$ 11,636,345	$ 11,698,322	$ 11,760,554	$ 11,822,899	$ 11,885,109	$ 11,885,109
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

	Year Five:												Year Five Total
11.2JV Best Performance	1	2	3	4	5	6	7	8	9	10	11	12	
	49	50	51	52	53	54	55	56	57	58	59	60	
BALANCE SHEET													
Cash	$ 11,947,381	$ 12,008,599	$ 12,070,191	$ 12,131,797	$ 12,194,152	$ 12,256,350	$ 12,318,585	$ 12,380,979	$ 12,443,388	$ 12,505,662	$ 12,567,924	$ 12,630,027	$ 12,630,027
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accumulated Depreciation (Plant)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687	$ 2,784,687
Accumulated Depreciation Molds/Tools/Press	$ (1,400,589)	$ (1,429,596)	$ (1,458,603)	$ (1,487,610)	$ (1,516,617)	$ (1,545,624)	$ (1,574,631)	$ (1,603,638)	$ (1,632,645)	$ (1,661,652)	$ (1,690,659)	$ (1,719,666)	$ (1,719,666)
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Total Assets	$ 13,331,479	$ 13,363,690	$ 13,396,275	$ 13,428,874	$ 13,462,222	$ 13,495,413	$ 13,528,641	$ 13,562,028	$ 13,595,430	$ 13,628,697	$ 13,661,952	$ 13,695,048	$ 13,695,048
Accounts Payable	$ 2,488,466	$ 2,480,966	$ 2,480,966	$ 2,465,966	$ 2,469,466	$ 2,468,966	$ 2,465,966	$ 2,465,966	$ 2,468,966	$ 2,469,466	$ 2,472,966	$ 2,468,966	$ 2,468,966
Accrued City Income Taxes	$ 13,041	$ 13,197	$ 13,201	$ 13,506	$ 13,442	$ 13,456	$ 13,522	$ 13,527	$ 13,473	$ 13,467	$ 13,403	$ 13,488	$ 13,488
Note Payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Equity Less Distributions	$ (15,802,330)	$ (16,409,386)	$ (17,023,666)	$ (17,638,185)	$ (18,266,907)	$ (18,892,609)	$ (19,519,020)	$ (20,148,464)	$ (20,778,149)	$ (21,405,283)	$ (22,032,194)	$ (22,656,088)	$ (22,656,088)
Earnings/Loss	$ 26,632,302	$ 27,278,912	$ 27,925,774	$ 28,587,587	$ 29,246,220	$ 29,905,600	$ 30,568,172	$ 31,230,999	$ 31,891,140	$ 32,551,046	$ 33,207,777	$ 33,868,682	$ 33,868,682
Total Liabilities and Members' Equity	$ 13,331,479	$ 13,363,690	$ 13,396,275	$ 13,428,874	$ 13,462,222	$ 13,495,413	$ 13,528,641	$ 13,562,028	$ 13,595,430	$ 13,628,697	$ 13,661,952	$ 13,695,048	$ 13,695,048
STATEMENT OF OPERATIONS													
Number of Plants Operating	1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total Revenue	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Direct Materials	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 25,575,264
Plant Labor	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 245,187	$ 2,942,240
Research and Development	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 2,381,459	$ 28,577,504
Gross Profit	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 738,541	$ 8,862,496
General and Administrative	$ 107,008	$ 99,508	$ 99,508	$ 84,508	$ 88,008	$ 87,508	$ 84,508	$ 84,508	$ 87,508	$ 88,008	$ 91,508	$ 87,508	$ 1,089,592
Interest expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Depreciation and Amortization	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 348,084
Total General & Admin Expenses	$ 136,015	$ 128,515	$ 128,515	$ 113,515	$ 117,015	$ 116,515	$ 113,515	$ 113,515	$ 116,515	$ 117,015	$ 120,515	$ 116,515	$ 1,437,676
Interest Income	$ 49,521	$ 49,781	$ 50,036	$ 50,292	$ 50,549	$ 50,809	$ 51,068	$ 51,327	$ 51,587	$ 51,847	$ 52,107	$ 52,366	$ 611,290
Income Before Taxes	$ 652,048	$ 659,808	$ 660,063	$ 675,319	$ 672,076	$ 672,836	$ 676,095	$ 676,354	$ 673,614	$ 673,374	$ 670,134	$ 674,393	$ 8,036,110
Taxes	$ 13,041	$ 13,197	$ 13,201	$ 13,506	$ 13,442	$ 13,456	$ 13,522	$ 13,527	$ 13,473	$ 13,467	$ 13,403	$ 13,488	$ 160,723
Net Income for Month	$ 639,007	$ 646,611	$ 646,862	$ 661,813	$ 658,634	$ 659,380	$ 662,573	$ 662,827	$ 660,141	$ 659,907	$ 656,731	$ 660,905	$ 7,875,387
YTD Net Income Before Taxes	$ 27,175,818	$ 27,835,625	$ 28,495,688	$ 29,171,007	$ 29,843,082	$ 30,515,918	$ 31,192,012	$ 31,868,366	$ 32,541,980	$ 33,215,353	$ 33,885,487	$ 34,559,880	$ 34,559,880
YTD Tax Expense	$ 543,516	$ 556,713	$ 569,914	$ 583,420	$ 596,862	$ 610,318	$ 623,840	$ 637,367	$ 650,840	$ 664,307	$ 677,710	$ 691,198	$ 691,198
Distributions	$ 607,056	$ 614,280	$ 614,519	$ 628,722	$ 625,702	$ 626,411	$ 629,444	$ 629,685	$ 627,134	$ 626,911	$ 623,894	$ 627,859	$ 7,481,617
CASH FLOW													
Net Income	$ 639,007	$ 646,611	$ 646,862	$ 661,813	$ 658,634	$ 659,380	$ 662,573	$ 662,827	$ 660,141	$ 659,907	$ 656,731	$ 660,905	$ 7,875,387
Depreciation and Amortization	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 29,007	$ 348,084
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 21,800	$ (7,500)	$ -	$ (15,000)	$ 3,500	$ (500)	$ (3,000)	$ -	$ 3,000	$ 500	$ 3,500	$ (4,000)	$ 2,300
Accrued City Income Taxes	$ (430)	$ 156	$ 4	$ 305	$ (64)	$ 14	$ 66	$ 5	$ (54)	$ (6)	$ (64)	$ 85	$ 17
Note Payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Equity Less Distributions	$ (627,112)	$ (607,056)	$ (614,280)	$ (614,519)	$ (628,722)	$ (625,702)	$ (626,411)	$ (629,444)	$ (629,685)	$ (627,134)	$ (626,911)	$ (623,894)	$ (7,480,870)
Net Cash Flow	$ 62,272	$ 61,218	$ 61,593	$ 61,606	$ 62,355	$ 62,199	$ 62,235	$ 62,395	$ 62,409	$ 62,274	$ 62,263	$ 62,103	$ 744,918
Cash at Beginning	$ 11,885,109	$ 11,947,381	$ 12,008,599	$ 12,070,191	$ 12,131,797	$ 12,194,152	$ 12,256,350	$ 12,318,585	$ 12,380,979	$ 12,443,388	$ 12,505,662	$ 12,567,924	$ 11,885,109
Cash at End	$ 11,947,381	$ 12,008,599	$ 12,070,191	$ 12,131,797	$ 12,194,152	$ 12,256,350	$ 12,318,585	$ 12,380,979	$ 12,443,388	$ 12,505,662	$ 12,567,924	$ 12,630,027	$ 12,630,027
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

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11.2JV : JV Partner Return Summary, Best Start-Up and Best Production

ONE PLANT A YEAR

	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Total
Plant 1		$1,823,618	$4,645,560	$3,727,355	$3,737,495	$3,740,809	**$17,674,836**
Plant 2			$1,823,618	$4,645,560	$3,727,355	$3,737,495	**$13,934,027**
Plant 3				$1,823,618	$4,645,560	$3,727,355	**$10,196,533**
Plant 4					$1,823,618	$4,645,560	**$6,469,178**
Plant 5						$1,823,618	**$1,823,618**
Plant 6						$1,823,618	**$1,823,618**
	$0	**$1,823,618**	**$6,469,178**	**$10,196,533**	**$13,934,027**	**$19,498,453**	**$51,921,808**

TWO PLANTS A YEAR

	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Total
Plant 1		$1,823,618	$4,645,560	$3,727,355	$3,737,495	$3,740,809	**$17,674,836**
Plant 2		$1,823,618	$4,645,560	$3,727,355	$3,737,495	$3,740,809	**$17,674,836**
Plant 3			$1,823,618	$4,645,560	$3,727,355	$3,737,495	**$13,934,027**
Plant 4			$1,823,618	$4,645,560	$3,727,355	$3,737,495	**$13,934,027**
Plant 5				$1,823,618	$4,645,560	$3,727,355	**$10,196,533**
Plant 6				$1,823,618	$4,645,560	$3,727,355	**$10,196,533**
Plant 7					$1,823,618	$4,645,560	**$6,469,178**
Plant 8					$1,823,618	$4,645,560	**$6,469,178**
Plant 9						$1,823,618	**$1,823,618**
Plant 10						$1,823,618	**$1,823,618**
	$0	**$3,647,235**	**$12,938,355**	**$20,393,065**	**$27,868,054**	**$35,349,671**	**$100,196,380**

11.2JV : JV Domus Return Summary, Best Start-Up and Best Production

ONE PLANT A YEAR

	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Total
Plant 1		$607,873	$2,795,581	$3,727,355	$3,737,495	$3,740,809	**$14,609,112**
Plant 2			$607,873	$2,795,581	$3,727,355	$3,737,495	**$10,868,303**
Plant 3				$607,873	$2,795,581	$3,727,355	**$7,130,809**
Plant 4					$607,873	$2,795,581	**$3,403,454**
Plant 5						$607,873	**$607,873**
Plant 6						$607,873	**$607,873**
	$0	**$607,873**	**$3,403,454**	**$7,130,809**	**$10,868,303**	**$15,216,984**	**$37,227,422**

TWO PLANTS A YEAR

	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Total
Plant 1		$607,873	$2,795,581	$3,727,355	$3,737,495	$3,740,809	**$14,609,112**
Plant 2		$607,873	$2,795,581	$3,727,355	$3,737,495	$3,740,809	**$14,609,112**
Plant 3			$607,873	$2,795,581	$3,727,355	$3,737,495	**$10,868,303**
Plant 4			$607,873	$2,795,581	$3,727,355	$3,737,495	**$10,868,303**
Plant 5				$607,873	$2,795,581	$3,727,355	**$7,130,809**
Plant 6				$607,873	$2,795,581	$3,727,355	**$7,130,809**
Plant 7					$607,873	$2,795,581	**$3,403,454**
Plant 8					$607,873	$2,795,581	**$3,403,454**
Plant 9						$607,873	**$607,873**
Plant 10						$607,873	**$607,873**
	$0	**$1,215,745**	**$6,806,907**	**$14,261,617**	**$21,736,606**	**$29,218,223**	**$73,239,098**

Central Operations Plant with 5 JV Joint Venture Plants

Financial models
11.6a, 11.6b, 11.6c, 11.6d, 11.6e, 11.6f

The financial models 11.6a, 11.6b, 11.6c, 11.6d, 11.6e, 11.6f show the operation of PDG Domus central operation plant and 5 JV plants, making a total of 6 plants. The central plant operates for a period of 6 years, the following market conditions exist: A shrinking market with segments of the real estate market performing well. The performing segments are multi-family, LMI, and high-end infill specialty housing. The models cover fast and medium start-up to slow start-up. Included are increases in cost of goods sold at 5% and 10%. The models are funded by an investment of 9 million dollars per joint venture plant. PDG operates the plants and is a 50% owner of the JV plants. The investor in the plant will be paid back at a preferred rate of 75% of distribution, while PDG receives 25% of distribution. This arrangement stays in place until the investor receives their initial investment back, at which point the distribution of profit would change to 50% – 50%. There is also an arrangement to buy back the plant. Cash or stock trade could achieve the plant purchase before the company goes public.

Attached are return summaries for the investors and PDG.

- Time period 6 years
- Five Joint venture operated plants
- 3 shifts
- Total cash injected $9 million dollars per plant

Note:

The spreadsheets are modeled on the home model 1380. The use of one home model and not a blend of homes were used to simplified spreadsheet modeling. This also allows the reviewer to get a better understanding of how the company makes it profit. The home model cost can be seen on Page 00, which shows the total cost from manufacturing to developers' model. The example model uses the high cost model profile.

Due to daily market fluctuations, pricing should be used as a guideline with the understanding that adjustments for cost and sales price for the end buyer will be adjusted as the market changes.

PDG Domus Mfg LLC
Financial Model 11.6a

The financial model 11.6a (6 years, one central operation plant with 5 joint venture plants) has the following market conditions: A shrinking market with slow to moderate sales. Included in this model are slow start-up production numbers for the first year of 69 structures with three shifts and slow production the second year. All plants were off production 55.19%. The performance numbers are the same in all central and joint venture plants.

Financial Model Covers:

- Time period 6 years
- One central operation plant with 5 joint venture plants (total plants 6)
- 3 shifts
- Slow start-up production year one and year two
- First year production 69 units, Second year 154 units, Third year 288 units
- Personnel 75 first year, 99 peak
- 288 peak unit production
- Breakeven (cash flow) first year – fourth quarter (42 units)
- $1,000,000.00 Leased equipment
- Total cash injections $3.7 million

	Year:	Year One:												Year One Total
11.6a 6 JVPLANTS Best performance one central 6 years 3 shifts 3.7mill Slow start-up	Month of Year:	1	2	3	4	5	6	7	8	9	10	11	12	
	Month:	1	2	3	4	5	6	7	8	9	10	11	12	
BALANCE SHEET	Initial													
Cash	$ 100,000	$ (1,886,732)	$ (1,718,305)	$ (1,522,481)	$ (1,111,841)	$ (770,326)	$ (332,355)	$ 135,187	$ 120,171	$ 322,094	$ 599,351	$ 943,011	$ 1,078,176	$ 1,078,176
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)		$ (15,362)	$ (30,724)	$ (46,086)	$ (61,448)	$ (76,810)	$ (92,172)	$ (107,534)	$ (122,896)	$ (138,258)	$ (153,620)	$ (168,982)	$ (184,344)	$ (184,344)
Molds/Tools/Press	$ 1,017,000	$ 3,401,687	$ 3,601,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press		$ (23,014)	$ (59,490)	$ (98,049)	$ (137,650)	$ (177,251)	$ (216,852)	$ (256,453)	$ (296,054)	$ (335,655)	$ (375,256)	$ (414,857)	$ (454,458)	$ (454,458)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 2,921,900	$ 3,281,479	$ 3,598,068	$ 3,939,971	$ 4,295,648	$ 4,582,200	$ 4,965,208	$ 5,377,787	$ 5,307,808	$ 5,454,768	$ 5,677,062	$ 5,965,759	$ 6,045,961	$ 6,045,961
Accounts Payable	$ 324,100	$ 475,312	$ 448,578	$ 464,539	$ 535,336	$ 570,265	$ 652,479	$ 836,946	$ 829,906	$ 1,015,373	$ 1,187,839	$ 1,366,305	$ 1,365,265	$ 1,365,265
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Note Payable	$ 1,256,731	$ 1,248,369	$ 1,239,969	$ 1,231,531	$ 1,223,054	$ 1,214,538	$ 1,205,984	$ 1,197,390	$ 1,188,757	$ 1,180,084	$ 1,171,372	$ 1,162,620	$ 1,153,828	$ 1,153,828
Equity Less Distributions	$ 1,341,069	$ 1,941,069	$ 2,541,069	$ 3,141,069	$ 3,641,069	$ 4,141,069	$ 4,641,069	$ 4,991,069	$ 5,041,069	$ 5,041,069	$ 5,041,069	$ 5,018,824	$ 4,965,157	$ 4,965,157
Earnings/Loss	$ -	$ (383,271)	$ (631,548)	$ (897,168)	$ (1,103,811)	$ (1,343,672)	$ (1,534,324)	$ (1,647,618)	$ (1,751,924)	$ (1,781,759)	$ (1,723,219)	$ (1,581,989)	$ (1,438,288)	$ (1,438,288)
Total Liabilities and Members' Equity	$ 2,921,900	$ 3,281,479	$ 3,598,068	$ 3,939,971	$ 4,295,648	$ 4,582,200	$ 4,965,208	$ 5,377,787	$ 5,307,808	$ 5,454,768	$ 5,677,062	$ 5,965,759	$ 6,045,961	$ 6,045,961
STATEMENT OF OPERATIONS														
Number of Plants Operating		1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH		1	2	2	3	3	4	6	6	8	10	12	12	69
Sales	$ -	$ 130,000	$ 260,000	$ 260,000	$ 390,000	$ 390,000	$ 520,000	$ 780,000	$ 780,000	$ 1,040,000	$ 1,300,000	$ 1,560,000	$ 1,560,000	$ 8,970,000
Total revenue +revenue from JV plant	$ -	$ 130,000	$ 260,000	$ 260,000	$ 390,000	$ 390,000	$ 520,000	$ 780,000	$ 780,000	$ 1,040,000	$ 1,300,000	$ 1,560,000	$ 1,560,000	$ 8,970,000
Direct Materials		$ 88,803	$ 177,606	$ 177,606	$ 266,409	$ 266,409	$ 355,212	$ 532,818	$ 532,818	$ 710,424	$ 888,030	$ 1,065,636	$ 1,065,636	$ 6,127,407
Plant Labor		$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 2,325,020
Research and Development		$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs		$ 23,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 78,000
Total Direct Costs		$ 306,555	$ 377,358	$ 377,358	$ 466,161	$ 466,161	$ 554,964	$ 732,570	$ 732,570	$ 910,176	$ 1,087,782	$ 1,265,388	$ 1,265,388	$ 8,542,427
Gross Profit		$ (176,555)	$ (117,358)	$ (117,358)	$ (76,161)	$ (76,161)	$ (34,964)	$ 47,430	$ 47,430	$ 129,824	$ 212,218	$ 294,612	$ 294,612	$ 427,573
General and Administrative	$ -	$ 162,041	$ 64,541	$ 80,541	$ 62,574	$ 97,541	$ 90,991	$ 97,891	$ 90,891	$ 98,791	$ 93,691	$ 94,591	$ 93,591	$ 1,127,675
Interest expense	$ -	$ 6,717	$ 6,679	$ 6,640	$ 6,602	$ 6,563	$ 6,524	$ 6,485	$ 6,445	$ 6,406	$ 6,366	$ 6,326	$ 6,286	$ 78,040
Depreciation and Amortization	$ -	$ 38,376	$ 51,838	$ 53,921	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 638,802
Total General & Admin Expenses	$ -	$ 207,134	$ 123,058	$ 141,102	$ 124,139	$ 159,067	$ 152,478	$ 159,339	$ 152,299	$ 160,160	$ 155,020	$ 155,880	$ 154,840	$ 1,844,517
Interest Income	$ -	$ 417	$ (7,861)	$ (7,160)	$ (6,344)	$ (4,633)	$ (3,210)	$ (1,385)	$ 563	$ 501	$ 1,342	$ 2,497	$ 3,929	$ (21,344)
Income Before Taxes		$ (383,271)	$ (248,277)	$ (265,620)	$ (206,643)	$ (239,861)	$ (190,652)	$ (113,294)	$ (104,306)	$ (29,835)	$ 58,540	$ 141,229	$ 143,701	$ (1,438,288)
Taxes		$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Net Income for Month	$ -	$ (383,271)	$ (248,277)	$ (265,620)	$ (206,643)	$ (239,861)	$ (190,652)	$ (113,294)	$ (104,306)	$ (29,835)	$ 58,540	$ 141,229	$ 143,701	$ (1,438,288)
YTD Net Income Before Taxes	$ -	$ (383,271)	$ (631,548)	$ (897,168)	$ (1,103,811)	$ (1,343,672)	$ (1,534,324)	$ (1,647,618)	$ (1,751,924)	$ (1,781,759)	$ (1,723,219)	$ (1,581,989)	$ (1,438,288)	$ (1,438,288)
YTD Tax Expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Distributions	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 22,245	$ 53,667	$ 54,606	$ 130,518
CASH FLOW														
Net Income	$ -	$ (383,271)	$ (248,277)	$ (265,620)	$ (206,643)	$ (239,861)	$ (190,652)	$ (113,294)	$ (104,306)	$ (29,835)	$ 58,540	$ 141,229	$ 143,701	$ (1,438,288)
Depreciation and Amortization	$ -	$ 38,376	$ 51,838	$ 53,921	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 638,802
Change in:														
Plant Equipment	$ (921,700)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (921,700)
Molds/Tools/Press	$ (1,017,000)	$ (2,384,687)	$ (200,000)	$ (200,000)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (3,801,687)
Other Assets	$ (883,200)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (883,200)
Accounts Payable	$ 324,100	$ 151,212	$ (26,735)	$ 15,961	$ 70,797	$ 34,928	$ 82,214	$ 184,467	$ (7,040)	$ 185,467	$ 172,466	$ 178,466	$ (1,040)	$ 1,365,265
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Note Payable	$ 1,256,731	$ (8,362)	$ (8,400)	$ (8,438)	$ (8,477)	$ (8,516)	$ (8,555)	$ (8,594)	$ (8,633)	$ (8,673)	$ (8,712)	$ (8,752)	$ (8,792)	$ 1,153,828
Equity Less Distributions	$ 1,341,069	$ 600,000	$ 600,000	$ 600,000	$ 500,000	$ 500,000	$ 500,000	$ 350,000	$ 50,000	$ -	$ -	$ (22,245)	$ (53,667)	$ 4,965,157
0														
Net Cash Flow	100,000	$ (1,986,732)	$ 168,427	$ 195,824	$ 410,640	$ 341,515	$ 437,971	$ 467,542	$ (15,016)	$ 201,922	$ 277,257	$ 343,661	$ 135,165	$ 1,078,176
Cash at Beginning	$ -	$ 100,000	$ (1,886,732)	$ (1,718,305)	$ (1,522,481)	$ (1,111,841)	$ (770,326)	$ (332,355)	$ 135,187	$ 120,171	$ 322,094	$ 599,351	$ 943,011	$ -
Cash at End	$ 100,000	$ (1,886,732)	$ (1,718,305)	$ (1,522,481)	$ (1,111,841)	$ (770,326)	$ (332,355)	$ 135,187	$ 120,171	$ 322,094	$ 599,351	$ 943,011	$ 1,078,176	$ 1,078,176
Equity Injections:		$ 600,000	$ 600,000	$ 600,000	$ 500,000	$ 500,000	$ 500,000	$ 350,000	$ 50,000	$ -	$ -	$ -	$ -	$ 3,700,000

11.6a 6 JVPLANTS Best performance one central 6 years 3 shifts 3.7mill Slow start-up	Year Two: 1 13	2 14	3 15	4 16	5 17	6 18	7 19	8 20	9 21	10 22	11 23	12 24	Year Two Total
BALANCE SHEET													
Cash	$ 1,211,572	$ 1,289,839	$ 1,377,742	$ 1,470,822	$ 1,564,742	$ 1,657,641	$ 1,744,552	$ 1,839,091	$ 1,932,620	$ 2,026,982	$ 2,642,182	$ 3,585,022	$ 3,585,022
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (199.706)	$ (215,068)	$ (230.430)	$ (245,792)	$ (261.154)	$ (276,516)	$ (291,878)	$ (307,240)	$ (322,602)	$ (337,964)	$ (353,326)	$ (368,688)	$ (368,688)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (494.059)	$ (533,660)	$ (573,261)	$ (612,862)	$ (652,463)	$ (692,064)	$ (731,665)	$ (771,266)	$ (810,867)	$ (850,468)	$ (890,069)	$ (929,670)	$ (929,670)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 6,124,394	$ 6,147,698	$ 6,180,638	$ 6,218,755	$ 6,257,712	$ 6,295,648	$ 6,327,596	$ 6,367,172	$ 6,405,738	$ 6,445,137	$ 7,005,374	$ 7,893,251	$ 7,893,251
Accounts Payable	$ 1,450,368	$ 1,434,900	$ 1,426,832	$ 1,425,763	$ 1,427,695	$ 1,437,626	$ 1,425,556	$ 1,427,486	$ 1,426,416	$ 1,425,345	$ 1,782,287	$ 1,961,721	$ 1,961,721
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 8,740	$ 8,740
Note Payable	$ 1,142,602	$ 1,128,670	$ 1,114,669	$ 1,100,600	$ 1,086,462	$ 1,072,255	$ 1,057,979	$ 1,043,632	$ 1,029,216	$ 1,014,729	$ 1,000,171	$ 985,542	$ 985,542
Equity Less Distributions	$ 4,910,551	$ 4,888,070	$ 4,859,500	$ 4,827,740	$ 4,795,434	$ 4,763,715	$ 4,735,621	$ 4,702,794	$ 4,670,563	$ 4,637,775	$ 4,604,432	$ 4,508,977	$ 4,508,977
Earnings/Loss	$ (1,379,127)	$ (1,303,942)	$ (1,220,363)	$ (1,135,349)	$ (1,051,879)	$ (977,948)	$ (891,560)	$ (806,740)	$ (720,457)	$ (632,712)	$ (381,516)	$ 428,271	$ 428,271
Total Liabilities and Members' Equity	$ 6,124,394	$ 6,147,698	$ 6,180,638	$ 6,218,755	$ 6,257,712	$ 6,295,648	$ 6,327,596	$ 6,367,172	$ 6,405,738	$ 6,445,137	$ 7,005,374	$ 7,893,251	$ 7,893,251
STATEMENT OF OPERATIONS													
Number of Plants Operating	2	2	2	2	2	2	2	2	2	2	2	2	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	12	12	12	12	12	12	12	12	12	12	16	18	154
Sales	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 2,080,000	$ 2,340,000	$ 20,020,000
Total revenue +revenue from JV plant	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 2,080,000	$ 2,824,202	$ 20,504,202
Direct Materials	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,420,848	$ 1,598,454	$ 13,675,662
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,683,858	$ 1,861,464	$ 16,831,783
Gross Profit	$ 231,354	$ 231,354	$ 231,354	$ 231,354	$ 231,354	$ 231,354	$ 231,354	$ 231,354	$ 231,354	$ 231,354	$ 396,142	$ 962,738	$ 3,672,419
General and Administrative	$ 115,791	$ 100,391	$ 92,391	$ 91,391	$ 93,391	$ 103,391	$ 91,391	$ 93,391	$ 92,391	$ 91,391	$ 93,191	$ 95,091	$ 1,153,592
Interest expense	$ 5,931	$ 5,863	$ 5,795	$ 5,726	$ 5,658	$ 5,589	$ 5,519	$ 5,449	$ 5,379	$ 5,308	$ 5,238	$ 5,166	$ 66,622
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 176,685	$ 161,217	$ 153,149	$ 152,080	$ 154,012	$ 163,943	$ 151,873	$ 153,803	$ 152,733	$ 151,662	$ 153,392	$ 155,220	$ 1,879,770
Interest Income	$ 4,492	$ 5,048	$ 5,374	$ 5,741	$ 6,128	$ 6,520	$ 6,907	$ 7,269	$ 7,663	$ 8,053	$ 8,446	$ 11,009	$ 82,650
Income Before Taxes	$ 59,161	$ 75,185	$ 83,579	$ 85,015	$ 83,470	$ 73,931	$ 86,388	$ 84,820	$ 86,284	$ 87,745	$ 251,196	$ 818,527	$ 1,875,300
Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 8,740	$ 8,740
Net Income for Month	$ 59,161	$ 75,185	$ 83,579	$ 85,015	$ 83,470	$ 73,931	$ 86,388	$ 84,820	$ 86,284	$ 87,745	$ 251,196	$ 809,787	$ 1,866,560
YTD Net Income Before Taxes	$ (1,379,127)	$ (1,303,942)	$ (1,220,363)	$ (1,135,349)	$ (1,051,879)	$ (977,948)	$ (891,560)	$ (806,740)	$ (720,457)	$ (632,712)	$ (381,516)	$ 437,011	$ 437,011
YTD Tax Expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 8,740	$ 8,740
Distributions	$ 22,481	$ 28,570	$ 31,760	$ 32,306	$ 31,719	$ 28,094	$ 32,827	$ 32,231	$ 32,788	$ 33,343	$ 95,455	$ 307,719	$ 709,293
CASH FLOW													
Net Income	$ 59,161	$ 75,185	$ 83,579	$ 85,015	$ 83,470	$ 73,931	$ 86,388	$ 84,820	$ 86,284	$ 87,745	$ 251,196	$ 809,787	$ 1,866,560
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 85,103	$ (15,468)	$ (8,068)	$ (1,069)	$ 1,932	$ 9,931	$ (12,070)	$ 1,930	$ (1,070)	$ (1,071)	$ 356,942	$ 179,434	$ 596,456
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 8,740	$ 8,740
Note Payable	$ (11,225)	$ (13,933)	$ (14,001)	$ (14,069)	$ (14,138)	$ (14,207)	$ (14,276)	$ (14,346)	$ (14,416)	$ (14,487)	$ (14,558)	$ (14,629)	$ (168,286)
Equity Less Distributions	$ (54,606)	$ (22,481)	$ (28,570)	$ (31,760)	$ (32,306)	$ (31,719)	$ (28,094)	$ (32,827)	$ (32,231)	$ (32,788)	$ (33,343)	$ (95,455)	$ (456,180)
Net Cash Flow	$ 133,396	$ 78,267	$ 87,903	$ 93,080	$ 93,921	$ 92,899	$ 86,911	$ 94,539	$ 93,529	$ 94,362	$ 615,200	$ 942,840	$ 2,506,846
Cash at Beginning	$ 1,078,176	$ 1,211,572	$ 1,289,839	$ 1,377,742	$ 1,470,822	$ 1,564,742	$ 1,657,641	$ 1,744,552	$ 1,839,091	$ 1,932,620	$ 2,026,982	$ 2,642,182	$ 1,078,176
Cash at End	$ 1,211,572	$ 1,289,839	$ 1,377,742	$ 1,470,822	$ 1,564,742	$ 1,657,641	$ 1,744,552	$ 1,839,091	$ 1,932,620	$ 2,026,982	$ 2,642,182	$ 3,585,022	$ 3,585,022
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

11.6a 6 JVPLANTS Best performance one central 6 years 3 shifts 3.7mill Slow start-up	Year Three: 1 25	2 26	3 27	4 28	5 29	6 30	7 31	8 32	9 33	10 34	11 35	12 36	Year Three Total
BALANCE SHEET													
Cash	$ 4,427,079	$ 4,767,108	$ 5,123,736	$ 5,482,177	$ 5,844,233	$ 6,199,891	$ 6,562,791	$ 6,925,680	$ 7,291,281	$ 7,656,871	$ 8,020,016	$ 11,431,572	$ 11,431,572
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (384,050)	$ (399,412)	$ (414,774)	$ (430,136)	$ (445,498)	$ (460,860)	$ (476,222)	$ (491,584)	$ (506,946)	$ (522,308)	$ (537,670)	$ (553,032)	$ (553,032)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (969,271)	$ (1,008,872)	$ (1,048,473)	$ (1,088,074)	$ (1,127,675)	$ (1,167,276)	$ (1,206,877)	$ (1,246,478)	$ (1,286,079)	$ (1,325,680)	$ (1,365,281)	$ (1,404,882)	$ (1,404,882)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 8,680,345	$ 8,965,411	$ 9,267,076	$ 9,570,554	$ 9,877,647	$ 10,178,342	$ 10,486,279	$ 10,794,205	$ 11,104,843	$ 11,415,470	$ 11,723,652	$ 15,080,245	$ 15,080,245
Accounts Payable	$ 2,592,268	$ 2,564,896	$ 2,563,324	$ 2,558,751	$ 2,570,678	$ 2,560,104	$ 2,561,531	$ 2,558,456	$ 2,559,882	$ 2,565,307	$ 2,566,231	$ 2,566,656	$ 2,566,656
Accrued City Income Taxes	$ 9,754	$ 10,372	$ 10,432	$ 10,552	$ 10,344	$ 10,586	$ 10,587	$ 10,678	$ 10,681	$ 10,602	$ 10,614	$ 71,599	$ 71,599
Note Payable	$ 970,841	$ 956,068	$ 941,223	$ 926,305	$ 911,314	$ 896,250	$ 881,111	$ 865,899	$ 850,612	$ 835,250	$ 819,812	$ 804,299	$ 804,299
Equity Less Distributions	$ 4,201,258	$ 4,019,636	$ 3,826,514	$ 3,632,279	$ 3,435,787	$ 3,243,181	$ 3,046,076	$ 2,848,950	$ 2,650,116	$ 2,451,250	$ 2,253,837	$ 2,056,201	$ 2,056,201
Earnings/Loss	$ 906,224	$ 1,414,439	$ 1,925,584	$ 2,442,667	$ 2,949,524	$ 3,468,222	$ 3,986,974	$ 4,510,222	$ 5,033,553	$ 5,553,062	$ 6,073,157	$ 9,581,490	$ 9,581,490
Total Liabilities and Members' Equity	$ 8,680,345	$ 8,965,411	$ 9,267,076	$ 9,570,554	$ 9,877,647	$ 10,178,342	$ 10,486,279	$ 10,794,205	$ 11,104,843	$ 11,415,470	$ 11,723,652	$ 15,080,245	$ 15,080,245
STATEMENT OF OPERATIONS													
Number of Plants Operating	3	3	3	3	3	3	3	3	3	3	3	3	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 6,168,134	$ 40,488,134
Direct Materials	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 25,575,264
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 28,731,385
Gross Profit	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 3,773,852	$ 11,756,749
General and Administrative	$ 192,891	$ 165,591	$ 164,091	$ 159,591	$ 171,591	$ 161,091	$ 162,591	$ 159,591	$ 161,091	$ 166,591	$ 167,591	$ 168,091	$ 2,000,392
Interest expense	$ 5,095	$ 5,023	$ 4,951	$ 4,878	$ 4,805	$ 4,731	$ 4,658	$ 4,583	$ 4,508	$ 4,434	$ 4,358	$ 4,283	$ 56,307
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 252,949	$ 225,577	$ 224,004	$ 219,432	$ 231,359	$ 220,785	$ 222,212	$ 219,137	$ 220,562	$ 225,987	$ 226,912	$ 227,337	$ 2,716,254
Interest Income	$ 14,938	$ 18,446	$ 19,863	$ 21,349	$ 22,842	$ 24,351	$ 25,833	$ 27,345	$ 28,857	$ 30,380	$ 31,904	$ 33,417	$ 299,525
Income Before Taxes	$ 487,707	$ 518,587	$ 521,576	$ 527,635	$ 517,201	$ 529,284	$ 529,339	$ 533,926	$ 534,012	$ 530,110	$ 530,710	$ 3,579,932	$ 9,340,020
Taxes	$ 9,754	$ 10,372	$ 10,432	$ 10,552	$ 10,344	$ 10,586	$ 10,587	$ 10,678	$ 10,681	$ 10,602	$ 10,614	$ 71,599	$ 186,801
Net Income for Month	$ 477,953	$ 508,215	$ 511,144	$ 517,083	$ 506,857	$ 518,698	$ 518,752	$ 523,248	$ 523,331	$ 519,508	$ 520,096	$ 3,508,333	$ 9,153,219
YTD Net Income Before Taxes	$ 924,718	$ 1,443,305	$ 1,964,882	$ 2,492,517	$ 3,009,718	$ 3,539,002	$ 4,068,341	$ 4,602,267	$ 5,136,279	$ 5,666,390	$ 6,197,099	$ 9,777,031	$ 9,777,031
YTD Tax Expense	$ 18,494	$ 28,866	$ 39,298	$ 49,850	$ 60,194	$ 70,780	$ 81,367	$ 92,045	$ 102,726	$ 113,328	$ 123,942	$ 195,541	$ 195,541
Distributions	$ 181,622	$ 193,122	$ 194,235	$ 196,492	$ 192,606	$ 197,105	$ 197,126	$ 198,834	$ 198,866	$ 197,413	$ 197,636	$ 1,333,166	$ 3,478,223
CASH FLOW													
Net Income	$ 477,953	$ 508,215	$ 511,144	$ 517,083	$ 506,857	$ 518,698	$ 518,752	$ 523,248	$ 523,331	$ 519,508	$ 520,096	$ 3,508,333	$ 9,153,219
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 630,547	$ (27,372)	$ (1,572)	$ (4,573)	$ 11,927	$ (10,574)	$ 1,427	$ (3,075)	$ 1,425	$ 5,425	$ 925	$ 425	$ 604,935
Accrued City Income Taxes	$ 1,014	$ 618	$ 60	$ 120	$ (208)	$ 242	$ 1	$ 91	$ 3	$ (79)	$ 12	$ 60,985	$ 62,859
Note Payable	$ (14,701)	$ (14,773)	$ (14,845)	$ (14,918)	$ (14,991)	$ (15,064)	$ (15,138)	$ (15,213)	$ (15,287)	$ (15,362)	$ (15,437)	$ (15,513)	$ (181,243)
Equity Less Distributions	$ (307,719)	$ (181,622)	$ (193,122)	$ (194,235)	$ (196,492)	$ (192,606)	$ (197,105)	$ (197,126)	$ (198,834)	$ (198,866)	$ (197,413)	$ (197,636)	$ (2,452,776)
0													
Net Cash Flow	$ 842,057	$ 340,029	$ 356,628	$ 358,441	$ 362,056	$ 355,658	$ 362,900	$ 362,889	$ 365,602	$ 365,589	$ 363,145	$ 3,411,556	$ 7,846,550
Cash at Beginning	$ 3,585,022	$ 4,427,079	$ 4,767,108	$ 5,123,736	$ 5,482,177	$ 5,844,233	$ 6,199,891	$ 6,562,791	$ 6,925,680	$ 7,291,281	$ 7,656,871	$ 8,020,016	$ 3,585,022
Cash at End	$ 4,427,079	$ 4,767,108	$ 5,123,736	$ 5,482,177	$ 5,844,233	$ 6,199,891	$ 6,562,791	$ 6,925,680	$ 7,291,281	$ 7,656,871	$ 8,020,016	$ 11,431,572	$ 11,431,572
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

11.6a 6 JVPLANTS Best performance one central 6 years 3 shifts 3.7mill Slow start-up	Year Four: 1 (37)	2 (38)	3 (39)	4 (40)	5 (41)	6 (42)	7 (43)	8 (44)	9 (45)	10 (46)	11 (47)	12 (48)	Year Four Total
BALANCE SHEET													
Cash	$ 10,612,194	$ 10,966,514	$ 11,337,108	$ 11,707,723	$ 12,080,767	$ 12,455,943	$ 12,832,345	$ 13,212,406	$ 13,589,150	$ 13,970,152	$ 14,348,751	$ 21,206,388	$ 21,206,388
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (568,394)	$ (583,756)	$ (599,118)	$ (614,480)	$ (629,842)	$ (645,204)	$ (660,566)	$ (675,928)	$ (691,290)	$ (706,652)	$ (722,014)	$ (737,376)	$ (737,376)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (1,444,483)	$ (1,484,084)	$ (1,523,685)	$ (1,563,286)	$ (1,602,887)	$ (1,642,488)	$ (1,682,089)	$ (1,721,690)	$ (1,761,291)	$ (1,800,892)	$ (1,840,493)	$ (1,880,094)	$ (1,880,094)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 14,205,904	$ 14,505,261	$ 14,820,892	$ 15,136,544	$ 15,454,625	$ 15,774,838	$ 16,096,277	$ 16,421,375	$ 16,743,156	$ 17,069,195	$ 17,392,831	$ 24,195,505	$ 24,195,505
Accounts Payable	$ 2,588,579	$ 2,566,303	$ 2,567,726	$ 2,565,149	$ 2,563,071	$ 2,562,493	$ 2,557,914	$ 2,564,835	$ 2,559,256	$ 2,564,677	$ 2,560,597	$ 2,559,015	$ 2,559,015
Accrued City Income Taxes	$ 10,481	$ 10,859	$ 10,861	$ 10,942	$ 11,015	$ 11,058	$ 11,180	$ 11,073	$ 11,217	$ 11,140	$ 11,253	$ 140,830	$ 140,830
Note Payable	$ 788,710	$ 773,044	$ 757,301	$ 741,481	$ 725,583	$ 709,607	$ 693,553	$ 677,420	$ 661,207	$ 644,915	$ 628,542	$ 612,090	$ 612,090
Equity Less Distributions	$ 723,035	$ 527,864	$ 325,669	$ 123,454	$ (80,296)	$ (285,395)	$ (491,288)	$ (699,468)	$ (905,655)	$ (1,114,509)	$ (1,321,929)	$ (1,531,460)	$ (1,531,460)
Earnings/Loss	$ 10,095,099	$ 10,627,191	$ 11,159,335	$ 11,695,519	$ 12,235,252	$ 12,777,075	$ 13,324,918	$ 13,867,515	$ 14,417,131	$ 14,962,972	$ 15,514,368	$ 22,415,030	$ 22,415,030
Total Liabilities and Members' Equity	$ 14,205,904	$ 14,505,261	$ 14,820,892	$ 15,136,544	$ 15,454,625	$ 15,774,838	$ 16,096,277	$ 16,421,375	$ 16,743,156	$ 17,069,195	$ 17,392,831	$ 24,195,505	$ 24,195,505
STATEMENT OF OPERATIONS													
Number of Plants Operating	4	4	4	4	4	4	4	4	4	4	4	4	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 9,595,684	$ 43,915,684
Direct Materials	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 25,575,264
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 28,731,385
Gross Profit	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 7,201,402	$ 15,184,300
General and Administrative	$ 190,091	$ 167,891	$ 169,391	$ 166,891	$ 164,891	$ 164,391	$ 159,891	$ 166,891	$ 161,391	$ 166,891	$ 162,891	$ 161,391	$ 2,002,892
Interest expense	$ 4,206	$ 4,130	$ 4,053	$ 3,976	$ 3,898	$ 3,820	$ 3,741	$ 3,662	$ 3,583	$ 3,504	$ 3,424	$ 3,342	$ 45,339
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 249,260	$ 226,984	$ 228,407	$ 225,830	$ 223,752	$ 223,174	$ 218,595	$ 225,516	$ 219,937	$ 225,358	$ 221,278	$ 219,696	$ 2,707,786
Interest Income	$ 47,632	$ 44,217	$ 45,694	$ 47,238	$ 48,782	$ 50,337	$ 51,900	$ 53,468	$ 55,052	$ 56,621	$ 58,209	$ 59,786	$ 618,936
Income Before Taxes	$ 524,090	$ 542,951	$ 543,005	$ 547,126	$ 550,748	$ 552,881	$ 559,023	$ 553,670	$ 560,833	$ 556,981	$ 562,649	$ 7,041,492	$ 13,095,449
Taxes	$ 10,481	$ 10,859	$ 10,861	$ 10,942	$ 11,015	$ 11,058	$ 11,180	$ 11,073	$ 11,217	$ 11,140	$ 11,253	$ 140,830	$ 261,909
Net Income for Month	$ 513,609	$ 532,092	$ 532,144	$ 536,184	$ 539,733	$ 541,823	$ 547,843	$ 542,597	$ 549,616	$ 545,841	$ 551,396	$ 6,900,662	$ 12,833,540
YTD Net Income Before Taxes	$ 10,301,121	$ 10,844,072	$ 11,387,077	$ 11,934,203	$ 12,484,951	$ 13,037,832	$ 13,596,855	$ 14,150,525	$ 14,711,358	$ 15,268,339	$ 15,830,988	$ 22,872,480	$ 22,872,480
YTD Tax Expense	$ 206,022	$ 216,881	$ 227,742	$ 238,684	$ 249,699	$ 260,757	$ 271,937	$ 283,010	$ 294,227	$ 305,367	$ 316,620	$ 457,450	$ 457,450
Distributions	$ 195,171	$ 202,195	$ 202,215	$ 203,750	$ 205,099	$ 205,893	$ 208,180	$ 206,187	$ 208,854	$ 207,420	$ 209,531	$ 2,622,252	$ 4,876,747
CASH FLOW													
Net Income	$ 513,609	$ 532,092	$ 532,144	$ 536,184	$ 539,733	$ 541,823	$ 547,843	$ 542,597	$ 549,616	$ 545,841	$ 551,396	$ 6,900,662	$ 12,833,540
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 21,923	$ (22,276)	$ 1,423	$ (2,577)	$ (2,078)	$ (578)	$ (4,579)	$ 6,922	$ (5,580)	$ 5,421	$ (4,080)	$ (1,581)	$ (7,641)
Accrued City Income Taxes	$ (61,118)	$ 378	$ 2	$ 81	$ 73	$ 43	$ 122	$ (107)	$ 144	$ (77)	$ 113	$ 129,577	$ 69,231
Note Payable	$ (15,589)	$ (15,666)	$ (15,743)	$ (15,820)	$ (15,898)	$ (15,976)	$ (16,054)	$ (16,133)	$ (16,213)	$ (16,292)	$ (16,372)	$ (16,453)	$ (192,209)
Equity Less Distributions	$ (1,333,166)	$ (195,171)	$ (202,195)	$ (202,215)	$ (203,750)	$ (205,099)	$ (205,893)	$ (208,180)	$ (206,187)	$ (208,854)	$ (207,420)	$ (209,531)	$ (3,587,661)
Net Cash Flow	$ (819,378)	$ 354,320	$ 370,594	$ 370,616	$ 373,044	$ 375,176	$ 376,402	$ 380,061	$ 376,744	$ 381,002	$ 378,600	$ 6,857,637	$ 9,774,816
Cash at Beginning	$ 11,431,572	$ 10,612,194	$ 10,966,514	$ 11,337,108	$ 11,707,723	$ 12,080,767	$ 12,455,943	$ 12,832,345	$ 13,212,406	$ 13,589,150	$ 13,970,152	$ 14,348,751	$ 11,431,572
Cash at End	$ 10,612,194	$ 10,966,514	$ 11,337,108	$ 11,707,723	$ 12,080,767	$ 12,455,943	$ 12,832,345	$ 13,212,406	$ 13,589,150	$ 13,970,152	$ 14,348,751	$ 21,206,388	$ 21,206,388
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

11.6a 6 JVPLANTS Best performance one central 6 years 3 shifts 3.7mill Slow start-up	Year Five: 1 (49)	2 (50)	3 (51)	4 (52)	5 (53)	6 (54)	7 (55)	8 (56)	9 (57)	10 (58)	11 (59)	12 (60)	Year Five Total
BALANCE SHEET													
Cash	$ 19,076,117	$ 19,442,845	$ 19,830,046	$ 20,219,138	$ 20,617,389	$ 21,010,250	$ 21,409,532	$ 21,810,714	$ 22,212,881	$ 22,615,124	$ 23,017,136	$ 33,341,285	$ 33,341,285
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (752,738)	$ (768,100)	$ (783,462)	$ (798,824)	$ (814,186)	$ (829,548)	$ (844,910)	$ (860,272)	$ (875,634)	$ (890,996)	$ (906,358)	$ (921,700)	$ (921,700)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (1,919,695)	$ (1,959,296)	$ (1,998,897)	$ (2,038,498)	$ (2,078,099)	$ (2,117,700)	$ (2,157,301)	$ (2,196,902)	$ (2,236,503)	$ (2,276,104)	$ (2,315,705)	$ (2,355,306)	$ (2,355,306)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 22,010,271	$ 22,322,036	$ 22,654,274	$ 22,988,403	$ 23,331,691	$ 23,669,589	$ 24,013,908	$ 24,360,127	$ 24,707,331	$ 25,054,611	$ 25,401,660	$ 35,670,866	$ 35,670,866
Accounts Payable	$ 2,598,335	$ 2,572,754	$ 2,571,171	$ 2,557,590	$ 2,568,007	$ 2,558,924	$ 2,557,340	$ 2,557,256	$ 2,558,673	$ 2,560,588	$ 2,564,002	$ 2,558,417	$ 2,558,417
Accrued City Income Taxes	$ 11,101	$ 11,435	$ 11,498	$ 11,801	$ 11,626	$ 11,840	$ 11,905	$ 11,940	$ 11,944	$ 11,941	$ 11,905	$ 210,516	$ 210,516
Note Payable	$ 595,556	$ 578,941	$ 562,244	$ 545,464	$ 528,603	$ 511,658	$ 494,630	$ 477,518	$ 460,321	$ 443,040	$ 425,674	$ 408,222	$ 408,222
Equity Less Distributions	$ (4,153,712)	$ (4,360,417)	$ (4,573,343)	$ (4,787,427)	$ (5,007,170)	$ (5,223,637)	$ (5,444,105)	$ (5,665,772)	$ (5,888,090)	$ (6,110,503)	$ (6,332,827)	$ (6,554,504)	$ (6,554,504)
Earnings/Loss	$ 22,958,992	$ 23,519,324	$ 24,082,704	$ 24,660,975	$ 25,230,625	$ 25,810,803	$ 26,394,138	$ 26,979,185	$ 27,564,483	$ 28,149,546	$ 28,732,906	$ 39,048,216	$ 39,048,216
Total Liabilities and Members' Equity	$ 22,010,271	$ 22,322,036	$ 22,654,274	$ 22,988,403	$ 23,331,691	$ 23,669,589	$ 24,013,908	$ 24,360,127	$ 24,707,331	$ 25,054,611	$ 25,401,660	$ 35,670,866	$ 35,670,866
STATEMENT OF OPERATIONS													
Number of Plants Operating	5	5	5	5	5	5	5	5	5	5	5	5	
		0											
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 13,043,281	$ 47,363,281
Direct Materials	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 25,575,264
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 28,731,385
Gross Profit	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 10,648,999	$ 18,631,896
General and Administrative	$ 200,791	$ 175,291	$ 173,791	$ 160,291	$ 170,791	$ 161,791	$ 160,291	$ 160,291	$ 161,791	$ 163,791	$ 167,291	$ 161,791	$ 2,017,992
Interest expense	$ 3,262	$ 3,181	$ 3,098	$ 3,017	$ 2,934	$ 2,851	$ 2,767	$ 2,683	$ 2,600	$ 2,515	$ 2,429	$ 2,344	$ 33,680
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,943	$ 659,536
Total General & Admin Expenses	$ 259,016	$ 233,435	$ 231,852	$ 218,271	$ 228,688	$ 219,605	$ 218,021	$ 217,937	$ 219,354	$ 221,268	$ 224,683	$ 219,078	$ 2,711,208
Interest Income	$ 88,360	$ 79,484	$ 81,012	$ 82,625	$ 84,246	$ 85,906	$ 87,543	$ 89,206	$ 90,878	$ 92,554	$ 94,230	$ 95,905	$ 1,051,949
Income Before Taxes	$ 555,062	$ 571,767	$ 574,878	$ 590,072	$ 581,276	$ 592,019	$ 595,240	$ 596,987	$ 597,242	$ 597,003	$ 595,265	$ 10,525,826	$ 16,972,637
Taxes	$ 11,101	$ 11,435	$ 11,498	$ 11,801	$ 11,626	$ 11,840	$ 11,905	$ 11,940	$ 11,944	$ 11,941	$ 11,905	$ 210,516	$ 339,452
Net Income for Month	$ 543,961	$ 560,332	$ 563,380	$ 578,271	$ 569,650	$ 580,179	$ 583,335	$ 585,047	$ 585,298	$ 585,062	$ 583,360	$ 10,315,310	$ 16,633,185
YTD Net Income Before Taxes	$ 23,427,543	$ 23,999,310	$ 24,574,188	$ 25,164,260	$ 25,745,536	$ 26,337,554	$ 26,932,794	$ 27,529,781	$ 28,127,023	$ 28,724,027	$ 29,319,292	$ 39,845,118	$ 39,845,118
YTD Tax Expense	$ 468,551	$ 479,986	$ 491,484	$ 503,285	$ 514,911	$ 526,751	$ 538,656	$ 550,596	$ 562,540	$ 574,481	$ 586,386	$ 796,902	$ 796,902
Distributions	$ 206,705	$ 212,926	$ 214,084	$ 219,743	$ 216,467	$ 220,468	$ 221,667	$ 222,318	$ 222,413	$ 222,324	$ 221,677	$ 3,919,818	$ 6,320,610
CASH FLOW													
Net Income	$ 543,961	$ 560,332	$ 563,380	$ 578,271	$ 569,650	$ 580,179	$ 583,335	$ 585,047	$ 585,298	$ 585,062	$ 583,360	$ 10,315,310	$ 16,633,185
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,943	$ 659,536
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 39,319	$ (25,581)	$ (1,582)	$ (13,581)	$ 10,417	$ (9,083)	$ (1,584)	$ (84)	$ 1,416	$ 1,915	$ 3,415	$ (5,586)	$ (599)
Accrued City Income Taxes	$ (129,729)	$ 334	$ 63	$ 303	$ (175)	$ 214	$ 65	$ 35	$ 4	$ (3)	$ (36)	$ 198,611	$ 69,686
Note Payable	$ (16,534)	$ (16,615)	$ (16,697)	$ (16,779)	$ (16,862)	$ (16,945)	$ (17,028)	$ (17,112)	$ (17,196)	$ (17,281)	$ (17,366)	$ (17,452)	$ (203,868)
Equity Less Distributions	$ (2,622,252)	$ (206,705)	$ (212,926)	$ (214,084)	$ (219,743)	$ (216,467)	$ (220,468)	$ (221,667)	$ (222,318)	$ (222,413)	$ (222,324)	$ (221,677)	$ (5,023,044)
Net Cash Flow	$ (2,130,271)	$ 366,728	$ 387,200	$ 389,092	$ 398,250	$ 392,861	$ 399,283	$ 401,182	$ 402,167	$ 402,243	$ 402,011	$ 10,324,150	$ 12,134,897
Cash at Beginning	$ 21,206,388	$ 19,076,117	$ 19,442,845	$ 19,830,046	$ 20,219,138	$ 20,617,389	$ 21,010,250	$ 21,409,532	$ 21,810,714	$ 22,212,881	$ 22,615,124	$ 23,017,136	$ 21,206,388
Cash at End	$ 19,076,117	$ 19,442,845	$ 19,830,046	$ 20,219,138	$ 20,617,389	$ 21,010,250	$ 21,409,532	$ 21,810,714	$ 22,212,881	$ 22,615,124	$ 23,017,136	$ 33,341,285	$ 33,341,285
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

11.6a 6 JVPLANTS Best performance one central 6 years 3 shifts 3.7mill Slow start-up	Year Six												Year Six Total
	1	2	3	4	5	6	7	8	9	10	11	12	
	61	62	63	64	65	66	67	68	69	70	71	72	
BALANCE SHEET													
Cash	$ 29,903,354	$ 30,322,098	$ 30,748,190	$ 31,175,352	$ 31,603,580	$ 32,032,874	$ 32,463,238	$ 32,894,673	$ 33,327,183	$ 33,760,770	$ 34,195,437	$ 48,499,511	$ 48,499,511
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (2,394,907)	$ (2,434,508)	$ (2,474,109)	$ (2,513,710)	$ (2,553,311)	$ (2,592,912)	$ (2,632,513)	$ (2,672,114)	$ (2,711,715)	$ (2,751,316)	$ (2,790,917)	$ (2,830,518)	$ (2,830,518)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 32,193,334	$ 32,572,477	$ 32,958,968	$ 33,346,529	$ 33,735,156	$ 34,124,849	$ 34,515,612	$ 34,907,446	$ 35,300,355	$ 35,694,341	$ 36,089,407	$ 50,353,880	$ 50,353,880
Accounts Payable	$ 2,558,331	$ 2,558,283	$ 2,558,236	$ 2,558,188	$ 2,558,140	$ 2,558,092	$ 2,558,043	$ 2,557,994	$ 2,557,945	$ 2,557,896	$ 2,557,846	$ 2,557,796	$ 2,557,796
Accrued City Income Taxes	$ 13,220	$ 12,934	$ 12,971	$ 13,006	$ 13,043	$ 13,080	$ 13,116	$ 13,154	$ 13,190	$ 13,227	$ 13,265	$ 290,668	$ 290,668
Note Payable	$ 400,120	$ 391,970	$ 383,773	$ 375,528	$ 367,235	$ 358,894	$ 350,505	$ 342,066	$ 333,578	$ 325,041	$ 316,454	$ 307,817	$ 307,817
Equity Less Distributions	$ (10,474,322)	$ (10,720,475)	$ (10,961,311)	$ (11,202,814)	$ (11,444,996)	$ (11,687,859)	$ (11,931,404)	$ (12,175,634)	$ (12,420,549)	$ (12,666,152)	$ (12,912,445)	$ (13,159,429)	$ (13,159,429)
Earnings/Loss	$ 39,695,986	$ 40,329,765	$ 40,965,299	$ 41,602,620	$ 42,241,733	$ 42,882,642	$ 43,525,352	$ 44,169,865	$ 44,816,190	$ 45,464,329	$ 46,114,287	$ 60,357,028	$ 60,357,028
Total Liabilities and Members' Equity	$ 32,193,334	$ 32,572,477	$ 32,958,968	$ 33,346,529	$ 33,735,156	$ 34,124,849	$ 34,515,612	$ 34,907,446	$ 35,300,355	$ 35,694,341	$ 36,089,407	$ 50,353,880	$ 50,353,880
STATEMENT OF OPERATIONS													
Number of Plants Operating	6	6	6	6	6	6	6	6	6	6	6	6	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 13,868,325	$ 13,868,325
	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	16988324.75	51308324.75
Direct Materials	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Plant Labor	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 25,575,264
Research and Development	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Plant Costs	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Total Direct Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	28731384.56	
Gross Profit	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	14594042.7	22576940.19
General and Administrative	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Interest expense	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 1,941,492
Depreciation and Amortization	$ 2,258	$ 2,210	$ 2,163	$ 2,115	$ 2,067	$ 2,019	$ 1,970	$ 1,921	$ 1,872	$ 1,823	$ 1,773	$ 1,723	$ 23,915
Total General & Admin Expenses	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 475,212
	203649.6191	203602.4387	203554.978	203507.2353	203459.2089	203410.8972	203362.2983	203313.4105	203264.2321	203214.7613	203164.9963	203114.9354	2440619.011
Interest Income	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	138922	124597	126342	128117	129897	131682	133470	135263	137061	138863	140670	142481	1607365
Income Before Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Taxes	$ 660,990	$ 646,713	$ 648,505	$ 650,328	$ 652,156	$ 653,989	$ 655,826	$ 657,668	$ 659,515	$ 661,366	$ 663,223	$ 14,533,409	$ 21,743,686
	13220	12934	12971	13006	13043	13080	13116	13154	13190	13227	13265	290668	434874
Net Income for Month	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
YTD Net Income Before Taxes	$ 647,770	$ 633,779	$ 635,534	$ 637,322	$ 639,113	$ 640,909	$ 642,710	$ 644,514	$ 646,325	$ 648,139	$ 649,958	$ 14,242,741	$ 21,308,812
YTD Tax Expense	$ 40,506,108	$ 41,152,821	$ 41,801,326	$ 42,451,653	$ 43,103,809	$ 43,757,798	$ 44,413,624	$ 45,071,291	$ 45,730,806	$ 46,392,172	$ 47,055,395	$ 61,588,804	$ 61,588,804
Distributions	$ 810,122	$ 823,056	$ 836,027	$ 849,033	$ 862,076	$ 875,156	$ 888,272	$ 901,426	$ 914,616	$ 927,843	$ 941,108	$ 1,231,776	$ 1,231,776
CASH FLOW	246153	240836	241503	242182	242863	243545	244230	244915	245603	246293	246984	5412241	8097348
Net Income	$ 647,770	$ 633,779	$ 635,534	$ 637,322	$ 639,113	$ 640,909	$ 642,710	$ 644,514	$ 646,325	$ 648,139	$ 649,958	$ 14,242,741	$ 21,308,812
Depreciation and Amortization	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 475,212
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ (86)	$ (47)	$ (47)	$ (48)	$ (48)	$ (48)	$ (49)	$ (49)	$ (49)	$ (49)	$ (50)	$ (50)	$ (621)
Accrued City Income Taxes	$ (197,296)	$ (286)	$ 37	$ 35	$ 37	$ 37	$ 36	$ 38	$ 36	$ 37	$ 38	$ 277,403	$ 80,152
Note Payable	$ (8,102)	$ (8,150)	$ (8,197)	$ (8,245)	$ (8,293)	$ (8,341)	$ (8,390)	$ (8,439)	$ (8,488)	$ (8,537)	$ (8,587)	$ (8,637)	$ (100,405)
Equity Less Distributions	$ (3,919,818)	$ (246,153)	$ (240,836)	$ (241,503)	$ (242,182)	$ (242,863)	$ (243,545)	$ (244,230)	$ (244,915)	$ (245,603)	$ (246,293)	$ (246,984)	$ (6,604,925)
Net Cash Flow	$ (3,437,931)	$ 418,744	$ 426,092	$ 427,162	$ 428,228	$ 429,295	$ 430,363	$ 431,435	$ 432,510	$ 433,587	$ 434,667	$ 14,304,074	$ 15,158,226
Cash at Beginning	$ 33,341,285	$ 29,903,354	$ 30,322,098	$ 30,748,190	$ 31,175,352	$ 31,603,580	$ 32,032,874	$ 32,463,238	$ 32,894,673	$ 33,327,183	$ 33,760,770	$ 34,195,437	$ 33,341,285
Cash at End	$ 29,903,354	$ 30,322,098	$ 30,748,190	$ 31,175,352	$ 31,603,580	$ 32,032,874	$ 32,463,238	$ 32,894,673	$ 33,327,183	$ 33,760,770	$ 34,195,437	$ 48,499,511	$ 48,499,511
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

PDG Domus Mfg LLC
Financial Model 11.6b

The financial model 11.6b (6 years, one central operation plant with 5 joint venture plants) has the following market conditions: A shrinking market and simultaneously having 5% higher cost on: materials, shipping/handling, land and area costs. Included in this model are slow start-up production numbers for the first year of 69 structures with three shifts.

Financial Model Covers:

- Time period 6 years
- One central operation plant with 5 joint venture plants (total plants 6)
- 3 shifts
- Slow start-up production
- First year production 69 units, Second year 154 units, Third year 288 units
- Personnel 75 first year, 99 peak
- 288 peak unit production
- 57 units breakeven fourth quarter
- $1,000,000.00 Leased equipment
- 10% more home cost (materials, land, area cost, shipping/handling)
- Total cash injections $3.7 million

11.6b 6 JVPLANTS 5% JV performance one central 6 years 3 shifts 3.7mill Slow start-up.xls	Year:	Year One:											Year One Total
	Month of Year:	1	2	3	4	5	6	7	8	9	10	11	12	
	Month:	1	2	3	4	5	6	7	8	9	10	11	12	
BALANCE SHEET	Initial													
Cash	$ 100,000	$ (1,886,732)	$ (1,728,172)	$ (1,552,123)	$ (1,161,340)	$ (849,632)	$ (441,592)	$ (13,973)	$ (88,812)	$ 53,038	$ 250,238	$ 516,019	$ 576,547	$ 576,547
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)		$ (15,362)	$ (30,724)	$ (46,086)	$ (61,448)	$ (76,810)	$ (92,172)	$ (107,534)	$ (122,896)	$ (138,258)	$ (153,620)	$ (168,982)	$ (184,344)	$ (184,344)
Molds/Tools/Press	$ 1,017,000	$ 3,401,687	$ 3,601,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press		$ (23,014)	$ (59,490)	$ (98,049)	$ (137,650)	$ (177,251)	$ (216,852)	$ (256,453)	$ (296,054)	$ (335,655)	$ (375,256)	$ (414,857)	$ (454,458)	$ (454,458)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 2,921,900	$ 3,281,479	$ 3,588,201	$ 3,910,329	$ 4,246,149	$ 4,502,894	$ 4,855,971	$ 5,228,627	$ 5,098,825	$ 5,185,712	$ 5,327,949	$ 5,538,767	$ 5,544,332	$ 5,544,332
Accounts Payable	$ 324,100	$ 485,179	$ 468,312	$ 484,273	$ 564,937	$ 599,866	$ 691,947	$ 896,148	$ 889,108	$ 1,094,309	$ 1,286,509	$ 1,484,709	$ 1,483,669	$ 1,483,669
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Note Payable	$ 1,256,731	$ 1,248,369	$ 1,239,969	$ 1,231,531	$ 1,223,054	$ 1,214,538	$ 1,205,984	$ 1,197,390	$ 1,188,757	$ 1,180,084	$ 1,171,372	$ 1,162,620	$ 1,153,828	$ 1,153,828
Equity Less Distributions	$ 1,341,069	$ 1,941,069	$ 2,541,069	$ 3,141,069	$ 3,641,069	$ 4,141,069	$ 4,641,069	$ 4,991,069	$ 5,041,069	$ 5,041,069	$ 5,041,069	$ 5,041,069	$ 5,032,948	$ 5,032,948
Earnings/Loss	$ -	$ (393,138)	$ (661,149)	$ (946,544)	$ (1,182,911)	$ (1,452,579)	$ (1,683,029)	$ (1,855,980)	$ (2,020,109)	$ (2,129,751)	$ (2,171,002)	$ (2,149,630)	$ (2,126,112)	$ (2,126,112)
Total Liabilities and Members' Equity	$ 2,921,900	$ 3,281,479	$ 3,588,201	$ 3,910,329	$ 4,246,149	$ 4,502,894	$ 4,855,971	$ 5,228,627	$ 5,098,825	$ 5,185,712	$ 5,327,949	$ 5,538,767	$ 5,544,332	$ 5,544,332
STATEMENT OF OPERATIONS														
Number of Plants Operating		1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH		1	2	2	3	3	4	6	6	8	10	12	12	69
Sales	$ -	$ 130,000	$ 260,000	$ 260,000	$ 390,000	$ 390,000	$ 520,000	$ 780,000	$ 780,000	$ 1,040,000	$ 1,300,000	$ 1,560,000	$ 1,560,000	$ 8,970,000
Total revenue +revenue from JV plant	$ -	$ 130,000	$ 260,000	$ 260,000	$ 390,000	$ 390,000	$ 520,000	$ 780,000	$ 780,000	$ 1,040,000	$ 1,300,000	$ 1,560,000	$ 1,560,000	$ 8,970,000
Direct Materials		$ 98,670	$ 197,340	$ 197,340	$ 296,010	$ 296,010	$ 394,680	$ 592,020	$ 592,020	$ 789,360	$ 986,700	$ 1,184,040	$ 1,184,040	$ 6,808,230
Plant Labor		$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 2,325,020
Research and Development		$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs		$ 23,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 78,000
Total Direct Costs		$ 316,422	$ 397,092	$ 397,092	$ 495,762	$ 495,762	$ 594,432	$ 791,772	$ 791,772	$ 989,112	$ 1,186,452	$ 1,383,792	$ 1,383,792	$ 9,223,250
Gross Profit		$ (186,422)	$ (137,092)	$ (137,092)	$ (105,762)	$ (105,762)	$ (74,432)	$ (11,772)	$ (11,772)	$ 50,888	$ 113,548	$ 176,208	$ 176,208	$ (253,250)
General and Administrative	$ -	$ 162,041	$ 64,541	$ 80,541	$ 62,574	$ 97,541	$ 90,991	$ 97,891	$ 90,891	$ 98,791	$ 93,691	$ 94,591	$ 93,591	$ 1,127,675
Interest expense	$ -	$ 6,717	$ 6,679	$ 6,640	$ 6,602	$ 6,563	$ 6,524	$ 6,485	$ 6,445	$ 6,406	$ 6,366	$ 6,326	$ 6,286	$ 78,040
Depreciation and Amortization	$ -	$ 38,376	$ 51,838	$ 53,921	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 638,802
Total General & Admin Expenses	$ -	$ 207,134	$ 123,058	$ 141,102	$ 124,139	$ 159,067	$ 152,478	$ 159,339	$ 152,299	$ 160,160	$ 155,020	$ 155,880	$ 154,840	$ 1,844,517
Interest Income	$ -	$ 417	$ (7,861)	$ (7,201)	$ (6,467)	$ (4,839)	$ (3,540)	$ (1,840)	$ (58)	$ (370)	$ 221	$ 1,043	$ 2,150	$ (28,345)
Income Before Taxes		$ (393,138)	$ (268,011)	$ (285,395)	$ (236,367)	$ (269,668)	$ (230,450)	$ (172,951)	$ (164,129)	$ (109,642)	$ (41,251)	$ 21,371	$ 23,518	$ (2,126,112)
Taxes		$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Net Income for Month	$ -	$ (393,138)	$ (268,011)	$ (285,395)	$ (236,367)	$ (269,668)	$ (230,450)	$ (172,951)	$ (164,129)	$ (109,642)	$ (41,251)	$ 21,371	$ 23,518	$ (2,126,112)
YTD Net Income Before Taxes	$ -	$ (393,138)	$ (661,149)	$ (946,544)	$ (1,182,911)	$ (1,452,579)	$ (1,683,029)	$ (1,855,980)	$ (2,020,109)	$ (2,129,751)	$ (2,171,002)	$ (2,149,630)	$ (2,126,112)	$ (2,126,112)
YTD Tax Expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Distributions	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 8,121	$ 8,937	$ 17,058
CASH FLOW														
Net Income	$ -	$ (393,138)	$ (268,011)	$ (285,395)	$ (236,367)	$ (269,668)	$ (230,450)	$ (172,951)	$ (164,129)	$ (109,642)	$ (41,251)	$ 21,371	$ 23,518	$ (2,126,112)
Depreciation and Amortization	$ -	$ 38,376	$ 51,838	$ 53,921	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 638,802
Change in:														
Plant Equipment	$ (921,700)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (921,700)
Molds/Tools/Press	$ (1,017,000)	$ (2,384,687)	$ (200,000)	$ (200,000)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (3,801,687)
Other Assets	$ (883,200)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (883,200)
Accounts Payable	$ 324,100	$ 161,079	$ (16,868)	$ 15,961	$ 80,664	$ 34,928	$ 92,081	$ 204,201	$ (7,040)	$ 205,201	$ 192,200	$ 198,200	$ (1,040)	$ 1,483,669
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Note Payable	$ 1,256,731	$ (8,362)	$ (8,400)	$ (8,438)	$ (8,477)	$ (8,516)	$ (8,555)	$ (8,594)	$ (8,633)	$ (8,673)	$ (8,712)	$ (8,752)	$ (8,792)	$ 1,153,828
Equity Less Distributions	$ 1,341,069	$ 600,000	$ 600,000	$ 600,000	$ 500,000	$ 500,000	$ 500,000	$ 350,000	$ 50,000	$ -	$ -	$ -	$ (8,121)	$ 5,032,948
0														
Net Cash Flow	100,000	$ (1,986,732)	$ 158,560	$ 176,049	$ 390,783	$ 311,708	$ 408,040	$ 427,619	$ (74,839)	$ 141,849	$ 197,200	$ 265,782	$ 60,528	$ 576,547
Cash at Beginning	$ -	$ 100,000	$ (1,886,732)	$ (1,728,172)	$ (1,552,123)	$ (1,161,340)	$ (849,632)	$ (441,592)	$ (13,973)	$ (88,812)	$ 53,038	$ 250,238	$ 516,019	$ -
Cash at End	$ 100,000	$ (1,886,732)	$ (1,728,172)	$ (1,552,123)	$ (1,161,340)	$ (849,632)	$ (441,592)	$ (13,973)	$ (88,812)	$ 53,038	$ 250,238	$ 516,019	$ 576,547	$ 576,547
Equity Injections:		$ 600,000	$ 600,000	$ 600,000	$ 500,000	$ 500,000	$ 500,000	$ 350,000	$ 50,000	$ -	$ -	$ -	$ -	$ 3,700,000

11.6b 6 JVPLANTS 5% JV performance one central 6 years 3 shifts 3.7mill Slow start-up.xls	Year Two: 1 13	2 14	3 15	4 16	5 17	6 18	7 19	8 20	9 21	10 22	11 23	12 24	Year Two Total
BALANCE SHEET													
Cash	$ 635,118	$ 615,060	$ 610,318	$ 613,556	$ 617,806	$ 620,074	$ 612,352	$ 616,596	$ 618,858	$ 622,130	$ 1,146,415	$ 1,734,343	$ 1,734,343
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (199,706)	$ (215,068)	$ (230,430)	$ (245,792)	$ (261,154)	$ (276,516)	$ (291,878)	$ (307,240)	$ (322,602)	$ (337,964)	$ (353,326)	$ (368,688)	$ (368,688)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (494,059)	$ (533,660)	$ (573,261)	$ (612,862)	$ (652,463)	$ (692,064)	$ (731,665)	$ (771,266)	$ (810,867)	$ (850,468)	$ (890,069)	$ (929,670)	$ (929,670)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 5,547,940	$ 5,472,919	$ 5,413,214	$ 5,361,489	$ 5,310,776	$ 5,258,081	$ 5,195,396	$ 5,144,677	$ 5,091,976	$ 5,040,285	$ 5,509,607	$ 6,042,572	$ 6,042,572
Accounts Payable	$ 1,568,772	$ 1,553,304	$ 1,545,236	$ 1,544,167	$ 1,546,099	$ 1,556,030	$ 1,543,960	$ 1,545,890	$ 1,544,820	$ 1,543,749	$ 1,940,159	$ 2,139,327	$ 2,139,327
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Note Payable	$ 1,142,602	$ 1,128,670	$ 1,114,669	$ 1,100,600	$ 1,086,462	$ 1,072,255	$ 1,057,979	$ 1,043,632	$ 1,029,216	$ 1,014,729	$ 1,000,171	$ 985,542	$ 985,542
Equity Less Distributions	$ 5,024,011	$ 5,024,011	$ 5,024,011	$ 5,024,011	$ 5,024,011	$ 5,024,011	$ 5,024,011	$ 5,024,011	$ 5,024,011	$ 5,024,011	$ 5,024,011	$ 4,990,772	$ 4,990,772
Earnings/Loss	$ (2,187,445)	$ (2,233,066)	$ (2,270,702)	$ (2,307,290)	$ (2,345,796)	$ (2,394,215)	$ (2,430,554)	$ (2,468,856)	$ (2,506,071)	$ (2,542,204)	$ (2,454,734)	$ (2,073,069)	$ (2,073,069)
Total Liabilities and Members' Equity	$ 5,547,940	$ 5,472,919	$ 5,413,214	$ 5,361,489	$ 5,310,776	$ 5,258,081	$ 5,195,396	$ 5,144,677	$ 5,091,976	$ 5,040,285	$ 5,509,607	$ 6,042,572	$ 6,042,572
STATEMENT OF OPERATIONS													
Number of Plants Operating	2	2	2	2	2	2	2	2	2	2	2	2	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	12	12	12	12	12	12	12	12	12	12	16	18	154
Sales	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 2,080,000	$ 2,340,000	$ 20,020,000
Total revenue +revenue from JV plant	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 2,080,000	$ 2,571,178	$ 20,251,178
Direct Materials	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,578,720	$ 1,776,060	$ 15,195,180
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,841,730	$ 2,039,070	$ 18,351,301
Gross Profit	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 238,270	$ 532,108	$ 1,899,877
General and Administrative	$ 115,791	$ 100,391	$ 92,391	$ 91,391	$ 93,391	$ 103,391	$ 91,391	$ 93,391	$ 92,391	$ 91,391	$ 93,191	$ 95,091	$ 1,153,592
Interest expense	$ 5,931	$ 5,863	$ 5,795	$ 5,726	$ 5,658	$ 5,589	$ 5,519	$ 5,449	$ 5,379	$ 5,308	$ 5,238	$ 5,166	$ 66,622
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 176,685	$ 161,217	$ 153,149	$ 152,080	$ 154,012	$ 163,943	$ 151,873	$ 153,803	$ 152,733	$ 151,662	$ 153,392	$ 155,220	$ 1,879,770
Interest Income	$ 2,402	$ 2,646	$ 2,563	$ 2,543	$ 2,556	$ 2,574	$ 2,584	$ 2,551	$ 2,569	$ 2,579	$ 2,592	$ 4,777	$ 32,936
Income Before Taxes	$ (61,333)	$ (45,621)	$ (37,636)	$ (36,587)	$ (38,506)	$ (48,419)	$ (36,339)	$ (38,302)	$ (37,214)	$ (36,133)	$ 87,470	$ 381,665	$ 53,044
Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Net Income for Month	$ (61,333)	$ (45,621)	$ (37,636)	$ (36,587)	$ (38,506)	$ (48,419)	$ (36,339)	$ (38,302)	$ (37,214)	$ (36,133)	$ 87,470	$ 381,665	$ 53,044
YTD Net Income Before Taxes	$ (2,187,445)	$ (2,233,066)	$ (2,270,702)	$ (2,307,290)	$ (2,345,796)	$ (2,394,215)	$ (2,430,554)	$ (2,468,856)	$ (2,506,071)	$ (2,542,204)	$ (2,454,734)	$ (2,073,069)	$ (2,073,069)
YTD Tax Expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Distributions	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 33,239	$ 145,033	$ 178,272
CASH FLOW													
Net Income	$ (61,333)	$ (45,621)	$ (37,636)	$ (36,587)	$ (38,506)	$ (48,419)	$ (36,339)	$ (38,302)	$ (37,214)	$ (36,133)	$ 87,470	$ 381,665	$ 53,044
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 85,103	$ (15,468)	$ (8,068)	$ (1,069)	$ 1,932	$ 9,931	$ (12,070)	$ 1,930	$ (1,070)	$ (1,071)	$ 396,410	$ 199,168	$ 655,658
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Note Payable	$ (11,225)	$ (13,933)	$ (14,001)	$ (14,069)	$ (14,138)	$ (14,207)	$ (14,276)	$ (14,346)	$ (14,416)	$ (14,487)	$ (14,558)	$ (14,629)	$ (168,286)
Equity Less Distributions	$ (8,937)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (33,239)	$ (42,176)
Net Cash Flow	$ 58,571	$ (20,058)	$ (4,742)	$ 3,238	$ 4,251	$ 2,268	$ (7,722)	$ 4,244	$ 2,262	$ 3,272	$ 524,285	$ 587,928	$ 1,157,796
Cash at Beginning	$ 576,547	$ 635,118	$ 615,060	$ 610,318	$ 613,556	$ 617,806	$ 620,074	$ 612,352	$ 616,596	$ 618,858	$ 622,130	$ 1,146,415	$ 576,547
Cash at End	$ 635,118	$ 615,060	$ 610,318	$ 613,556	$ 617,806	$ 620,074	$ 612,352	$ 616,596	$ 618,858	$ 622,130	$ 1,146,415	$ 1,734,343	$ 1,734,343
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

11.6b 6 JVPLANTS 5% JV performance one central 6 years 3 shifts 3.7mill Slow start-up.xls	Year Three:												Year Three Total
	1 25	2 26	3 27	4 28	5 29	6 30	7 31	8 32	9 33	10 34	11 35	12 36	
BALANCE SHEET													
Cash	$ 2,562,508	$ 2,756,925	$ 2,967,739	$ 3,180,027	$ 3,395,626	$ 3,604,319	$ 3,820,023	$ 4,035,337	$ 4,251,514	$ 4,465,281	$ 4,676,212	$ 6,839,075	$ 6,839,075
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (384,050)	$ (399,412)	$ (414,774)	$ (430,136)	$ (445,498)	$ (460,860)	$ (476,222)	$ (491,584)	$ (506,946)	$ (522,308)	$ (537,670)	$ (553,032)	$ (553,032)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (969,271)	$ (1,008,872)	$ (1,048,473)	$ (1,088,074)	$ (1,127,675)	$ (1,167,276)	$ (1,206,877)	$ (1,246,478)	$ (1,286,079)	$ (1,325,680)	$ (1,365,281)	$ (1,404,882)	$ (1,404,882)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 6,815,774	$ 6,955,228	$ 7,111,079	$ 7,268,404	$ 7,429,040	$ 7,582,770	$ 7,743,511	$ 7,903,862	$ 8,065,076	$ 8,223,880	$ 8,379,848	$ 10,487,748	$ 10,487,748
Accounts Payable	$ 2,829,076	$ 2,801,704	$ 2,800,132	$ 2,795,559	$ 2,807,486	$ 2,796,912	$ 2,798,339	$ 2,795,264	$ 2,796,690	$ 2,802,115	$ 2,803,039	$ 2,803,464	$ 2,803,464
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 2,457	$ 5,703	$ 5,613	$ 5,612	$ 44,662	$ 44,662
Note Payable	$ 970,841	$ 956,068	$ 941,223	$ 926,305	$ 911,314	$ 896,250	$ 881,111	$ 865,899	$ 850,612	$ 835,250	$ 819,812	$ 804,299	$ 804,299
Equity Less Distributions	$ 4,845,739	$ 4,753,328	$ 4,649,204	$ 4,544,175	$ 4,437,074	$ 4,334,170	$ 4,226,906	$ 4,119,854	$ 4,012,226	$ 3,906,032	$ 3,801,523	$ 3,697,027	$ 3,697,027
Earnings/Loss	$ (1,829,882)	$ (1,555,872)	$ (1,279,479)	$ (997,635)	$ (726,834)	$ (444,561)	$ (162,845)	$ 120,388	$ 399,846	$ 674,871	$ 949,861	$ 3,138,296	$ 3,138,296
Total Liabilities and Members' Equity	$ 6,815,774	$ 6,955,228	$ 7,111,079	$ 7,268,404	$ 7,429,040	$ 7,582,770	$ 7,743,511	$ 7,903,862	$ 8,065,076	$ 8,223,880	$ 8,379,848	$ 10,487,748	$ 10,487,748
STATEMENT OF OPERATIONS													
Number of Plants Operating	3	3	3	3	3	3	3	3	3	3	3	3	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 5,072,040	$ 39,392,040
Direct Materials	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 28,416,960
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 31,573,081
Gross Profit	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 2,440,950	$ 7,818,959
General and Administrative	$ 192,891	$ 165,591	$ 164,091	$ 159,591	$ 171,591	$ 161,091	$ 162,591	$ 159,591	$ 161,091	$ 166,591	$ 167,591	$ 168,091	$ 2,000,392
Interest expense	$ 5,095	$ 5,023	$ 4,951	$ 4,878	$ 4,805	$ 4,731	$ 4,658	$ 4,583	$ 4,508	$ 4,434	$ 4,358	$ 4,283	$ 56,307
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 252,949	$ 225,577	$ 224,004	$ 219,432	$ 231,359	$ 220,785	$ 222,212	$ 219,137	$ 220,562	$ 225,987	$ 226,912	$ 227,337	$ 2,716,254
Interest Income	$ 7,226	$ 10,677	$ 11,487	$ 12,366	$ 13,250	$ 14,148	$ 15,018	$ 15,917	$ 16,814	$ 17,715	$ 18,605	$ 19,484	$ 172,707
Income Before Taxes	$ 243,187	$ 274,010	$ 276,392	$ 281,844	$ 270,801	$ 282,273	$ 281,716	$ 285,690	$ 285,161	$ 280,637	$ 280,603	$ 2,233,097	$ 5,275,412
Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 2,457	$ 5,703	$ 5,613	$ 5,612	$ 44,662	$ 64,047
Net Income for Month	$ 243,187	$ 274,010	$ 276,392	$ 281,844	$ 270,801	$ 282,273	$ 281,716	$ 283,233	$ 279,458	$ 275,024	$ 274,991	$ 2,188,435	$ 5,211,365
YTD Net Income Before Taxes	$ (1,829,882)	$ (1,555,872)	$ (1,279,479)	$ (997,635)	$ (726,834)	$ (444,561)	$ (162,845)	$ 122,845	$ 408,006	$ 688,644	$ 969,246	$ 3,202,343	$ 3,202,343
YTD Tax Expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 2,457	$ 8,160	$ 13,773	$ 19,385	$ 64,047	$ 64,047
Distributions	$ 92,411	$ 104,124	$ 105,029	$ 107,101	$ 102,904	$ 107,264	$ 107,052	$ 107,628	$ 106,194	$ 104,509	$ 104,496	$ 831,605	$ 1,980,317
CASH FLOW													
Net Income	$ 243,187	$ 274,010	$ 276,392	$ 281,844	$ 270,801	$ 282,273	$ 281,716	$ 283,233	$ 279,458	$ 275,024	$ 274,991	$ 2,188,435	$ 5,211,365
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 689,749	$ (27,372)	$ (1,572)	$ (4,573)	$ 11,927	$ (10,574)	$ 1,427	$ (3,075)	$ 1,425	$ 5,425	$ 925	$ 425	$ 664,137
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 2,457	$ 3,246	$ (90)	$ (1)	$ 39,050	$ 44,662
Note Payable	$ (14,701)	$ (14,773)	$ (14,845)	$ (14,918)	$ (14,991)	$ (15,064)	$ (15,138)	$ (15,213)	$ (15,287)	$ (15,362)	$ (15,437)	$ (15,513)	$ (181,243)
Equity Less Distributions	$ (145,033)	$ (92,411)	$ (104,124)	$ (105,029)	$ (107,101)	$ (102,904)	$ (107,264)	$ (107,052)	$ (107,628)	$ (106,194)	$ (104,509)	$ (104,496)	$ (1,293,745)
0													
Net Cash Flow	$ 828,165	$ 194,417	$ 210,814	$ 212,288	$ 215,599	$ 208,693	$ 215,704	$ 215,314	$ 216,178	$ 213,766	$ 210,931	$ 2,162,863	$ 5,104,732
Cash at Beginning	$ 1,734,343	$ 2,562,508	$ 2,756,925	$ 2,967,739	$ 3,180,027	$ 3,395,626	$ 3,604,319	$ 3,820,023	$ 4,035,337	$ 4,251,514	$ 4,465,281	$ 4,676,212	$ 1,734,343
Cash at End	$ 2,562,508	$ 2,756,925	$ 2,967,739	$ 3,180,027	$ 3,395,626	$ 3,604,319	$ 3,820,023	$ 4,035,337	$ 4,251,514	$ 4,465,281	$ 4,676,212	$ 6,839,075	$ 6,839,075
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

	Year Four:												Year Four Total
11.6b 6 JVPLANTS 5% JV performance one central 6 years 3 shifts 3.7mill Slow start-up.xls	1 37	2 38	3 39	4 40	5 41	6 42	7 43	8 44	9 45	10 46	11 47	12 48	
BALANCE SHEET													
Cash	$ 6,292,251	$ 6,492,196	$ 6,707,325	$ 6,922,081	$ 7,138,870	$ 7,357,394	$ 7,576,748	$ 7,799,362	$ 8,018,259	$ 8,241,015	$ 8,460,968	$ 13,397,287	$ 13,397,287
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (568,394)	$ (583,756)	$ (599,118)	$ (614,480)	$ (629,842)	$ (645,204)	$ (660,566)	$ (675,928)	$ (691,290)	$ (706,652)	$ (722,014)	$ (737,376)	$ (737,376)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (1,444,483)	$ (1,484,084)	$ (1,523,685)	$ (1,563,286)	$ (1,602,887)	$ (1,642,488)	$ (1,682,089)	$ (1,721,690)	$ (1,761,291)	$ (1,800,892)	$ (1,840,493)	$ (1,880,094)	$ (1,880,094)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 9,885,961	$ 10,030,943	$ 10,191,109	$ 10,350,902	$ 10,512,728	$ 10,676,289	$ 10,840,680	$ 11,008,331	$ 11,172,265	$ 11,340,058	$ 11,505,048	$ 16,386,404	$ 16,386,404
Accounts Payable	$ 2,825,387	$ 2,803,111	$ 2,804,534	$ 2,801,957	$ 2,799,879	$ 2,799,301	$ 2,794,722	$ 2,801,643	$ 2,796,064	$ 2,801,485	$ 2,797,405	$ 2,795,823	$ 2,795,823
Accrued City Income Taxes	$ 5,363	$ 5,763	$ 5,751	$ 5,820	$ 5,880	$ 5,910	$ 6,019	$ 5,900	$ 6,029	$ 5,939	$ 6,040	$ 100,357	$ 100,357
Note Payable	$ 788,710	$ 773,044	$ 757,301	$ 741,481	$ 725,583	$ 709,607	$ 693,553	$ 677,420	$ 661,207	$ 644,915	$ 628,542	$ 612,090	$ 612,090
Equity Less Distributions	$ 2,865,422	$ 2,765,565	$ 2,658,260	$ 2,551,175	$ 2,442,796	$ 2,333,310	$ 2,223,273	$ 2,111,191	$ 2,001,347	$ 1,889,079	$ 1,778,491	$ 1,666,037	$ 1,666,037
Earnings/Loss	$ 3,401,079	$ 3,683,460	$ 3,965,263	$ 4,250,470	$ 4,538,590	$ 4,828,161	$ 5,123,113	$ 5,412,177	$ 5,707,618	$ 5,998,640	$ 6,294,570	$ 11,212,097	$ 11,212,097
Total Liabilities and Members' Equity	$ 9,885,961	$ 10,030,943	$ 10,191,109	$ 10,350,902	$ 10,512,728	$ 10,676,289	$ 10,840,680	$ 11,008,331	$ 11,172,265	$ 11,340,058	$ 11,505,048	$ 16,386,404	$ 16,386,404
STATEMENT OF OPERATIONS													
Number of Plants Operating	4	4	4	4	4	4	4	4	4	4	4	4	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 7,833,416	$ 42,153,416
Direct Materials	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 28,416,960
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 31,573,081
Gross Profit	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 5,202,326	$ 10,580,335
General and Administrative	$ 190,091	$ 167,891	$ 169,391	$ 166,891	$ 164,891	$ 164,391	$ 159,891	$ 166,891	$ 161,391	$ 166,891	$ 162,891	$ 161,391	$ 2,002,892
Interest expense	$ 4,206	$ 4,130	$ 4,053	$ 3,976	$ 3,898	$ 3,820	$ 3,741	$ 3,662	$ 3,583	$ 3,504	$ 3,424	$ 3,342	$ 45,339
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 249,260	$ 226,984	$ 228,407	$ 225,830	$ 223,752	$ 223,174	$ 218,595	$ 225,516	$ 219,937	$ 225,358	$ 221,278	$ 219,696	$ 2,707,786
Interest Income	$ 28,496	$ 26,218	$ 27,051	$ 27,947	$ 28,842	$ 29,745	$ 30,656	$ 31,570	$ 32,497	$ 33,409	$ 34,338	$ 35,254	$ 366,023
Income Before Taxes	$ 268,146	$ 288,144	$ 287,554	$ 291,027	$ 294,000	$ 295,481	$ 300,971	$ 294,964	$ 301,470	$ 296,961	$ 301,970	$ 5,017,883	$ 8,238,572
Taxes	$ 5,363	$ 5,763	$ 5,751	$ 5,820	$ 5,880	$ 5,910	$ 6,019	$ 5,900	$ 6,029	$ 5,939	$ 6,040	$ 100,357	$ 164,771
Net Income for Month	$ 262,783	$ 282,381	$ 281,803	$ 285,207	$ 288,120	$ 289,571	$ 294,952	$ 289,064	$ 295,441	$ 291,022	$ 295,930	$ 4,917,526	$ 8,073,801
YTD Net Income Before Taxes	$ 3,470,489	$ 3,758,633	$ 4,046,187	$ 4,337,214	$ 4,631,214	$ 4,926,695	$ 5,227,666	$ 5,522,630	$ 5,824,100	$ 6,121,061	$ 6,423,031	$ 11,440,915	$ 11,440,915
YTD Tax Expense	$ 69,410	$ 75,173	$ 80,924	$ 86,744	$ 92,624	$ 98,534	$ 104,553	$ 110,453	$ 116,482	$ 122,421	$ 128,461	$ 228,818	$ 228,818
Distributions	$ 99,857	$ 107,305	$ 107,085	$ 108,379	$ 109,486	$ 110,037	$ 112,082	$ 109,844	$ 112,268	$ 110,588	$ 112,454	$ 1,868,660	$ 3,068,045
CASH FLOW													
Net Income	$ 262,783	$ 282,381	$ 281,803	$ 285,207	$ 288,120	$ 289,571	$ 294,952	$ 289,064	$ 295,441	$ 291,022	$ 295,930	$ 4,917,526	$ 8,073,801
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 21,923	$ (22,276)	$ 1,423	$ (2,577)	$ (2,078)	$ (578)	$ (4,579)	$ 6,922	$ (5,580)	$ 5,421	$ (4,080)	$ (1,581)	$ (7,641)
Accrued City Income Taxes	$ (39,299)	$ 400	$ (12)	$ 69	$ 60	$ 30	$ 109	$ (119)	$ 129	$ (90)	$ 101	$ 94,317	$ 55,695
Note Payable	$ (15,589)	$ (15,666)	$ (15,743)	$ (15,820)	$ (15,898)	$ (15,976)	$ (16,054)	$ (16,133)	$ (16,213)	$ (16,292)	$ (16,372)	$ (16,453)	$ (192,209)
Equity Less Distributions	$ (831,605)	$ (99,857)	$ (107,305)	$ (107,085)	$ (108,379)	$ (109,486)	$ (110,037)	$ (112,082)	$ (109,844)	$ (112,268)	$ (110,588)	$ (112,454)	$ (2,030,990)
Net Cash Flow	$ (546,824)	$ 199,945	$ 215,129	$ 214,757	$ 216,789	$ 218,524	$ 219,354	$ 222,614	$ 218,897	$ 222,756	$ 219,954	$ 4,936,318	$ 6,558,212
Cash at Beginning	$ 6,839,075	$ 6,292,251	$ 6,492,196	$ 6,707,325	$ 6,922,081	$ 7,138,870	$ 7,357,394	$ 7,576,748	$ 7,799,362	$ 8,018,259	$ 8,241,015	$ 8,460,968	$ 6,839,075
Cash at End	$ 6,292,251	$ 6,492,196	$ 6,707,325	$ 6,922,081	$ 7,138,870	$ 7,357,394	$ 7,576,748	$ 7,799,362	$ 8,018,259	$ 8,241,015	$ 8,460,968	$ 13,397,287	$ 13,397,287
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

	Year Five:												Year Five Total
11.6b 6 JVPLANTS 5% JV performance one central 6 years 3 shifts 3.7mill Slow start-up.xls	1 49	2 50	3 51	4 52	5 53	6 54	7 55	8 56	9 57	10 58	11 59	12 60	
BALANCE SHEET													
Cash	$ 11,791,735	$ 11,996,993	$ 12,221,193	$ 12,446,873	$ 12,681,295	$ 12,909,912	$ 13,144,534	$ 13,380,638	$ 13,617,309	$ 13,853,635	$ 14,089,309	$ 21,816,615	$ 21,816,615
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (752,738)	$ (768,100)	$ (783,462)	$ (798,824)	$ (814,186)	$ (829,548)	$ (844,910)	$ (860,272)	$ (875,634)	$ (890,996)	$ (906,358)	$ (921,700)	$ (921,700)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (1,919,695)	$ (1,959,296)	$ (1,998,897)	$ (2,038,498)	$ (2,078,099)	$ (2,117,700)	$ (2,157,301)	$ (2,196,902)	$ (2,236,503)	$ (2,276,104)	$ (2,315,705)	$ (2,355,306)	$ (2,355,306)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 14,725,889	$ 14,876,184	$ 15,045,421	$ 15,216,138	$ 15,395,597	$ 15,569,251	$ 15,748,910	$ 15,930,051	$ 16,111,759	$ 16,293,122	$ 16,473,833	$ 24,146,196	$ 24,146,196
Accounts Payable	$ 2,835,143	$ 2,809,562	$ 2,807,979	$ 2,794,398	$ 2,804,815	$ 2,795,732	$ 2,794,148	$ 2,794,064	$ 2,795,481	$ 2,797,396	$ 2,800,810	$ 2,795,225	$ 2,795,225
Accrued City Income Taxes	$ 5,715	$ 6,092	$ 6,141	$ 6,431	$ 6,242	$ 6,442	$ 6,494	$ 6,515	$ 6,506	$ 6,488	$ 6,439	$ 156,434	$ 156,434
Note Payable	$ 595,556	$ 578,941	$ 562,244	$ 545,464	$ 528,603	$ 511,658	$ 494,630	$ 477,518	$ 460,321	$ 443,040	$ 425,674	$ 408,222	$ 408,222
Equity Less Distributions	$ (202,623)	$ (309,024)	$ (422,460)	$ (536,803)	$ (656,552)	$ (772,772)	$ (892,739)	$ (1,013,650)	$ (1,134,956)	$ (1,256,101)	$ (1,376,900)	$ (1,496,794)	$ (1,496,794)
Earnings/Loss	$ 11,492,098	$ 11,790,614	$ 12,091,517	$ 12,406,647	$ 12,712,489	$ 13,028,191	$ 13,346,377	$ 13,665,603	$ 13,984,407	$ 14,302,299	$ 14,617,810	$ 22,283,109	$ 22,283,109
Total Liabilities and Members' Equity	$ 14,725,889	$ 14,876,184	$ 15,045,421	$ 15,216,138	$ 15,395,597	$ 15,569,251	$ 15,748,910	$ 15,930,051	$ 16,111,759	$ 16,293,122	$ 16,473,833	$ 24,146,196	$ 24,146,196
STATEMENT OF OPERATIONS													
Number of Plants Operating	5	5 0	5	5	5	5	5	5	5	5	5	5	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 10,613,196	$ 44,933,196
Direct Materials	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 28,416,960
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 31,573,081
Gross Profit	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 7,982,106	$ 13,360,115
General and Administrative	$ 200,791	$ 175,291	$ 173,791	$ 160,291	$ 170,791	$ 161,791	$ 160,291	$ 160,291	$ 161,791	$ 163,791	$ 167,291	$ 161,791	$ 2,017,992
Interest expense	$ 3,262	$ 3,181	$ 3,098	$ 3,017	$ 2,934	$ 2,851	$ 2,767	$ 2,683	$ 2,600	$ 2,515	$ 2,429	$ 2,344	$ 33,680
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,943	$ 659,536
Total General & Admin Expenses	$ 259,016	$ 233,435	$ 231,852	$ 218,271	$ 228,688	$ 219,605	$ 218,021	$ 217,937	$ 219,354	$ 221,268	$ 224,683	$ 219,078	$ 2,711,208
Interest Income	$ 55,822	$ 49,132	$ 49,987	$ 50,922	$ 51,862	$ 52,839	$ 53,791	$ 54,769	$ 55,753	$ 56,739	$ 57,723	$ 58,705	$ 648,044
Income Before Taxes	$ 285,716	$ 304,607	$ 307,045	$ 321,561	$ 312,084	$ 322,144	$ 324,680	$ 325,742	$ 325,309	$ 324,380	$ 321,950	$ 7,821,733	$ 11,296,951
Taxes	$ 5,715	$ 6,092	$ 6,141	$ 6,431	$ 6,242	$ 6,442	$ 6,494	$ 6,515	$ 6,506	$ 6,488	$ 6,439	$ 156,434	$ 225,939
Net Income for Month	$ 280,001	$ 298,515	$ 300,904	$ 315,130	$ 305,842	$ 315,702	$ 318,186	$ 319,227	$ 318,803	$ 317,892	$ 315,511	$ 7,665,299	$ 11,071,012
YTD Net Income Before Taxes	$ 11,726,631	$ 12,031,239	$ 12,338,283	$ 12,659,844	$ 12,971,928	$ 13,294,072	$ 13,618,752	$ 13,944,493	$ 14,269,803	$ 14,594,183	$ 14,916,133	$ 22,737,866	$ 22,737,866
YTD Tax Expense	$ 234,533	$ 240,625	$ 246,766	$ 253,197	$ 259,439	$ 265,881	$ 272,375	$ 278,890	$ 285,396	$ 291,884	$ 298,323	$ 454,757	$ 454,757
Distributions	$ 106,401	$ 113,436	$ 114,343	$ 119,749	$ 116,220	$ 119,967	$ 120,911	$ 121,306	$ 121,145	$ 120,799	$ 119,894	$ 2,912,814	$ 4,206,985
CASH FLOW													
Net Income	$ 280,001	$ 298,515	$ 300,904	$ 315,130	$ 305,842	$ 315,702	$ 318,186	$ 319,227	$ 318,803	$ 317,892	$ 315,511	$ 7,665,299	$ 11,071,012
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,943	$ 659,536
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 39,319	$ (25,581)	$ (1,582)	$ (13,581)	$ 10,417	$ (9,083)	$ (1,584)	$ (84)	$ 1,416	$ 1,915	$ 3,415	$ (5,586)	$ (599)
Accrued City Income Taxes	$ (94,642)	$ 377	$ 49	$ 290	$ (189)	$ 200	$ 52	$ 21	$ (9)	$ (18)	$ (49)	$ 149,995	$ 56,077
Note Payable	$ (16,534)	$ (16,615)	$ (16,697)	$ (16,779)	$ (16,862)	$ (16,945)	$ (17,028)	$ (17,112)	$ (17,196)	$ (17,281)	$ (17,366)	$ (17,452)	$ (203,868)
Equity Less Distributions	$ (1,868,660)	$ (106,401)	$ (113,436)	$ (114,343)	$ (119,749)	$ (116,220)	$ (119,967)	$ (120,911)	$ (121,306)	$ (121,145)	$ (120,799)	$ (119,894)	$ (3,162,831)
Net Cash Flow	$ (1,605,552)	$ 205,258	$ 224,200	$ 225,679	$ 234,422	$ 228,617	$ 234,622	$ 236,104	$ 236,671	$ 236,326	$ 235,674	$ 7,727,306	$ 8,419,328
Cash at Beginning	$ 13,397,287	$ 11,791,735	$ 11,996,993	$ 12,221,193	$ 12,446,873	$ 12,681,295	$ 12,909,912	$ 13,144,534	$ 13,380,638	$ 13,617,309	$ 13,853,635	$ 14,089,309	$ 13,397,287
Cash at End	$ 11,791,735	$ 11,996,993	$ 12,221,193	$ 12,446,873	$ 12,681,295	$ 12,909,912	$ 13,144,534	$ 13,380,638	$ 13,617,309	$ 13,853,635	$ 14,089,309	$ 21,816,615	$ 21,816,615
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

	Year Six												Year Six Total
11.6b 6 JVPLANTS 5% JV performance one central 6 years 3 shifts 3.7mill Slow start-up.xls	1	2	3	4	5	6	7	8	9	10	11	12	
	61	62	63	64	65	66	67	68	69	70	71	72	
BALANCE SHEET													
Cash	$ 19,154,943	$ 19,403,860	$ 19,658,147	$ 19,913,069	$ 20,168,618	$ 20,424,796	$ 20,681,604	$ 20,939,044	$ 21,197,117	$ 21,455,825	$ 21,715,169	$ 32,490,906	$ 32,490,906
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (2,394,907)	$ (2,434,508)	$ (2,474,109)	$ (2,513,710)	$ (2,553,311)	$ (2,592,912)	$ (2,632,513)	$ (2,672,114)	$ (2,711,715)	$ (2,751,316)	$ (2,790,917)	$ (2,830,518)	$ (2,830,518)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 21,444,923	$ 21,654,239	$ 21,868,925	$ 22,084,246	$ 22,300,194	$ 22,516,771	$ 22,733,978	$ 22,951,817	$ 23,170,289	$ 23,389,396	$ 23,609,139	$ 34,345,275	$ 34,345,275
Accounts Payable	$ 2,795,139	$ 2,795,091	$ 2,795,044	$ 2,794,996	$ 2,794,948	$ 2,794,900	$ 2,794,851	$ 2,794,802	$ 2,794,753	$ 2,794,704	$ 2,794,654	$ 2,794,604	$ 2,794,604
Accrued City Income Taxes	$ 7,524	$ 7,302	$ 7,324	$ 7,346	$ 7,369	$ 7,390	$ 7,413	$ 7,436	$ 7,458	$ 7,480	$ 7,503	$ 217,840	$ 217,840
Note Payable	$ 400,120	$ 391,970	$ 383,773	$ 375,528	$ 367,235	$ 358,894	$ 350,505	$ 342,066	$ 333,578	$ 325,041	$ 316,454	$ 307,817	$ 307,817
Equity Less Distributions	$ (4,409,608)	$ (4,549,691)	$ (4,685,662)	$ (4,822,036)	$ (4,958,823)	$ (5,096,023)	$ (5,233,638)	$ (5,371,668)	$ (5,510,115)	$ (5,648,980)	$ (5,788,264)	$ (5,927,968)	$ (5,927,968)
Earnings/Loss	$ 22,651,749	$ 23,009,566	$ 23,368,446	$ 23,728,412	$ 24,089,465	$ 24,451,610	$ 24,814,847	$ 25,179,181	$ 25,544,615	$ 25,911,151	$ 26,278,792	$ 36,952,982	$ 36,952,982
Total Liabilities and Members' Equity	$ 21,444,923	$ 21,654,239	$ 21,868,925	$ 22,084,246	$ 22,300,194	$ 22,516,771	$ 22,733,978	$ 22,951,817	$ 23,170,289	$ 23,389,396	$ 23,609,139	$ 34,345,275	$ 34,345,275
STATEMENT OF OPERATIONS													
Number of Plants Operating	6	6	6	6	6	6	6	6	6	6	6	6	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 10,515,755	$ 10,515,755
	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	13635755.25	47955755.25
Direct Materials	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Plant Labor	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 28,416,960
Research and Development	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Plant Costs	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Total Direct Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	31573080.56
Gross Profit	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	11004665.2	16382674.69
General and Administrative	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Interest expense	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 1,941,492
Depreciation and Amortization	$ 2,258	$ 2,210	$ 2,163	$ 2,115	$ 2,067	$ 2,019	$ 1,970	$ 1,921	$ 1,872	$ 1,823	$ 1,773	$ 1,723	$ 23,915
Total General & Admin Expenses	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 475,212
	203649.6191	203602.4387	203554.978	203507.2353	203459.2089	203410.8972	203362.2983	203313.4105	203264.2321	203214.7613	203164.9963	203114.9354	2440619.011
Interest Income	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	90903	79812	80849	81909	82971	84036	85103	86173	87246	88321	89399	90480	1027202
Income Before Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Taxes	$ 376,163	$ 365,120	$ 366,204	$ 367,312	$ 368,422	$ 369,535	$ 370,651	$ 371,770	$ 372,892	$ 374,016	$ 375,144	$ 10,892,030	$ 14,969,258
	7524	7302	7324	7346	7369	7390	7413	7436	7458	7480	7503	217840	299385
Net Income for Month	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
YTD Net Income Before Taxes	$ 368,639	$ 357,818	$ 358,880	$ 359,966	$ 361,053	$ 362,145	$ 363,238	$ 364,334	$ 365,434	$ 366,536	$ 367,641	$ 10,674,190	$ 14,669,873
YTD Tax Expense	$ 23,114,030	$ 23,479,149	$ 23,845,353	$ 24,212,665	$ 24,581,087	$ 24,950,622	$ 25,321,272	$ 25,693,042	$ 26,065,934	$ 26,439,950	$ 26,815,094	$ 37,707,124	$ 37,707,124
Distributions	$ 462,281	$ 469,583	$ 476,907	$ 484,253	$ 491,622	$ 499,012	$ 506,425	$ 513,861	$ 521,319	$ 528,799	$ 536,302	$ 754,142	$ 754,142
CASH FLOW	140083	135971	136374	136787	137200	137615	138030	138447	138865	139284	139704	4056192	5574552
Net Income	$ 368,639	$ 357,818	$ 358,880	$ 359,966	$ 361,053	$ 362,145	$ 363,238	$ 364,334	$ 365,434	$ 366,536	$ 367,641	$ 10,674,190	$ 14,669,873
Depreciation and Amortization	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 475,212
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ (86)	$ (47)	$ (47)	$ (48)	$ (48)	$ (48)	$ (49)	$ (49)	$ (49)	$ (49)	$ (50)	$ (50)	$ (621)
Accrued City Income Taxes	$ (148,910)	$ (222)	$ 22	$ 22	$ 23	$ 21	$ 23	$ 23	$ 22	$ 22	$ 23	$ 210,337	$ 61,406
Note Payable	$ (8,102)	$ (8,150)	$ (8,197)	$ (8,245)	$ (8,293)	$ (8,341)	$ (8,390)	$ (8,439)	$ (8,488)	$ (8,537)	$ (8,587)	$ (8,637)	$ (100,405)
Equity Less Distributions	$ (2,912,814)	$ (140,083)	$ (135,971)	$ (136,374)	$ (136,787)	$ (137,200)	$ (137,615)	$ (138,030)	$ (138,447)	$ (138,865)	$ (139,284)	$ (139,704)	$ (4,431,174)
Net Cash Flow	$ (2,661,672)	$ 248,917	$ 254,288	$ 254,922	$ 255,549	$ 256,178	$ 256,808	$ 257,440	$ 258,073	$ 258,707	$ 259,344	$ 10,775,737	$ 10,674,291
Cash at Beginning	$ 21,816,615	$ 19,154,943	$ 19,403,860	$ 19,658,147	$ 19,913,069	$ 20,168,618	$ 20,424,796	$ 20,681,604	$ 20,939,044	$ 21,197,117	$ 21,455,825	$ 21,715,169	$ 21,816,615
Cash at End	$ 19,154,943	$ 19,403,860	$ 19,658,147	$ 19,913,069	$ 20,168,618	$ 20,424,796	$ 20,681,604	$ 20,939,044	$ 21,197,117	$ 21,455,825	$ 21,715,169	$ 32,490,906	$ 32,490,906
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

PDG Domus Mfg LLC
Financial Model 11.6c

The financial model 11.6c (6 years, one central operation plant with 5 joint venture plants) has the following market conditions: A shrinking market and simultaneously having 10% higher performance on: materials, shipping/handling, land and area costs. Included in this model are slow start-up production numbers for the first year of 69 structures with three shifts.

Financial Model Covers:

- Time period 6 years
- One central operation plant with 5 joint venture plants (total plants 6)
- 3 shifts
- Slow start-up production
- First year production 69 units, Second year 154 units, Third year 288 units
- Personnel 75 first year, 99 peak
- 288 peak unit production
- 57 units breakeven fourth quarter
- $1,000,000.00 Leased equipment
- 10% more home cost (materials, land, area cost, shipping/handling)
- Total cash injections $3.7 million

11.6c 6 JVPLANTS 10% performance one central 6 years 3 shifts 3.7mill Slow start-up.xls	Year:	Year One:												Year One Total
	Month of Year:	1	2	3	4	5	6	7	8	9	10	11	12	
	Month:	1	2	3	4	5	6	7	8	9	10	11	12	
BALANCE SHEET	Initial													
Cash	$ 100,000	$ (1,886,732)	$ (1,728,172)	$ (1,552,123)	$ (1,161,340)	$ (849,632)	$ (441,592)	$ (13,973)	$ (88,812)	$ 53,038	$ 250,238	$ 516,019	$ 576,547	$ 576,547
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)		$ (15,362)	$ (30,724)	$ (46,086)	$ (61,448)	$ (76,810)	$ (92,172)	$ (107,534)	$ (122,896)	$ (138,258)	$ (153,620)	$ (168,982)	$ (184,344)	$ (184,344)
Molds/Tools/Press	$ 1,017,000	$ 3,401,687	$ 3,601,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press		$ (23,014)	$ (59,490)	$ (98,049)	$ (137,650)	$ (177,251)	$ (216,852)	$ (256,453)	$ (296,054)	$ (335,655)	$ (375,256)	$ (414,857)	$ (454,458)	$ (454,458)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 2,921,900	$ 3,281,479	$ 3,588,201	$ 3,910,329	$ 4,246,149	$ 4,502,894	$ 4,855,971	$ 5,228,627	$ 5,098,825	$ 5,185,712	$ 5,327,949	$ 5,538,767	$ 5,544,332	$ 5,544,332
Accounts Payable	$ 324,100	$ 485,179	$ 468,312	$ 484,273	$ 564,937	$ 599,866	$ 691,947	$ 896,148	$ 889,108	$ 1,094,309	$ 1,286,509	$ 1,484,709	$ 1,483,669	$ 1,483,669
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Note Payable	$ 1,256,731	$ 1,248,369	$ 1,239,969	$ 1,231,531	$ 1,223,054	$ 1,214,538	$ 1,205,984	$ 1,197,390	$ 1,188,757	$ 1,180,084	$ 1,171,372	$ 1,162,620	$ 1,153,828	$ 1,153,828
Equity Less Distributions	$ 1,341,069	$ 1,941,069	$ 2,541,069	$ 3,141,069	$ 3,641,069	$ 4,141,069	$ 4,641,069	$ 4,991,069	$ 5,041,069	$ 5,041,069	$ 5,041,069	$ 5,041,069	$ 5,032,948	$ 5,032,948
Earnings/Loss	$ -	$ (393,138)	$ (661,149)	$ (946,544)	$ (1,182,911)	$ (1,452,579)	$ (1,683,029)	$ (1,855,980)	$ (2,020,109)	$ (2,129,751)	$ (2,171,002)	$ (2,149,630)	$ (2,126,112)	$ (2,126,112)
Total Liabilities and Members' Equity	$ 2,921,900	$ 3,281,479	$ 3,588,201	$ 3,910,329	$ 4,246,149	$ 4,502,894	$ 4,855,971	$ 5,228,627	$ 5,098,825	$ 5,185,712	$ 5,327,949	$ 5,538,767	$ 5,544,332	$ 5,544,332
STATEMENT OF OPERATIONS														
Number of Plants Operating		1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH		1	2	2	3	3	4	6	6	8	10	12	12	69
Sales	$ -	$ 130,000	$ 260,000	$ 260,000	$ 390,000	$ 390,000	$ 520,000	$ 780,000	$ 780,000	$ 1,040,000	$ 1,300,000	$ 1,560,000	$ 1,560,000	$ 8,970,000
Total revenue +revenue from JV plant	$ -	$ 130,000	$ 260,000	$ 260,000	$ 390,000	$ 390,000	$ 520,000	$ 780,000	$ 780,000	$ 1,040,000	$ 1,300,000	$ 1,560,000	$ 1,560,000	$ 8,970,000
Direct Materials		$ 98,670	$ 197,340	$ 197,340	$ 296,010	$ 296,010	$ 394,680	$ 592,020	$ 592,020	$ 789,360	$ 986,700	$ 1,184,040	$ 1,184,040	$ 6,808,230
Plant Labor		$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 2,325,020
Research and Development		$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs		$ 23,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 78,000
Total Direct Costs		$ 316,422	$ 397,092	$ 397,092	$ 495,762	$ 495,762	$ 594,432	$ 791,772	$ 791,772	$ 989,112	$ 1,186,452	$ 1,383,792	$ 1,383,792	$ 9,223,250
Gross Profit		$ (186,422)	$ (137,092)	$ (137,092)	$ (105,762)	$ (105,762)	$ (74,432)	$ (11,772)	$ (11,772)	$ 50,888	$ 113,548	$ 176,208	$ 176,208	$ (253,250)
General and Administrative	$ -	$ 162,041	$ 64,541	$ 80,541	$ 62,574	$ 97,541	$ 90,991	$ 97,891	$ 90,891	$ 98,791	$ 93,691	$ 94,591	$ 93,591	$ 1,127,675
Interest expense	$ -	$ 6,717	$ 6,679	$ 6,640	$ 6,602	$ 6,563	$ 6,524	$ 6,485	$ 6,445	$ 6,406	$ 6,366	$ 6,326	$ 6,286	$ 78,040
Depreciation and Amortization	$ -	$ 38,376	$ 51,838	$ 53,921	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 638,802
Total General & Admin Expenses	$ -	$ 207,134	$ 123,058	$ 141,102	$ 124,139	$ 159,067	$ 152,478	$ 159,339	$ 152,299	$ 160,160	$ 155,020	$ 155,880	$ 154,840	$ 1,844,517
Interest Income	$ -	$ 417	$ (7,861)	$ (7,201)	$ (6,467)	$ (4,839)	$ (3,540)	$ (1,840)	$ (58)	$ (370)	$ 221	$ 1,043	$ 2,150	$ (28,345)
Income Before Taxes		$ (393,138)	$ (268,011)	$ (285,395)	$ (236,367)	$ (269,668)	$ (230,450)	$ (172,951)	$ (164,129)	$ (109,642)	$ (41,251)	$ 21,371	$ 23,518	$ (2,126,112)
Taxes		$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Net Income for Month	$ -	$ (393,138)	$ (268,011)	$ (285,395)	$ (236,367)	$ (269,668)	$ (230,450)	$ (172,951)	$ (164,129)	$ (109,642)	$ (41,251)	$ 21,371	$ 23,518	$ (2,126,112)
YTD Net Income Before Taxes	$ -	$ (393,138)	$ (661,149)	$ (946,544)	$ (1,182,911)	$ (1,452,579)	$ (1,683,029)	$ (1,855,980)	$ (2,020,109)	$ (2,129,751)	$ (2,171,002)	$ (2,149,630)	$ (2,126,112)	$ (2,126,112)
YTD Tax Expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Distributions	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 8,121	$ 8,937	$ 17,058	
CASH FLOW														
Net Income	$ -	$ (393,138)	$ (268,011)	$ (285,395)	$ (236,367)	$ (269,668)	$ (230,450)	$ (172,951)	$ (164,129)	$ (109,642)	$ (41,251)	$ 21,371	$ 23,518	$ (2,126,112)
Depreciation and Amortization	$ -	$ 38,376	$ 51,838	$ 53,921	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 638,802
Change in:														
Plant Equipment	$ (921,700)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (921,700)
Molds/Tools/Press	$ (1,017,000)	$ (2,384,687)	$ (200,000)	$ (200,000)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (3,801,687)
Other Assets	$ (883,200)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (883,200)
Accounts Payable	$ 324,100	$ 161,079	$ (16,868)	$ 15,961	$ 80,664	$ 34,928	$ 92,081	$ 204,201	$ (7,040)	$ 205,201	$ 192,200	$ 198,200	$ (1,040)	$ 1,483,669
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Note Payable	$ 1,256,731	$ (8,362)	$ (8,400)	$ (8,438)	$ (8,477)	$ (8,516)	$ (8,555)	$ (8,594)	$ (8,633)	$ (8,673)	$ (8,712)	$ (8,752)	$ (8,792)	$ 1,153,828
Equity Less Distributions	$ 1,341,069	$ 600,000	$ 600,000	$ 600,000	$ 500,000	$ 500,000	$ 500,000	$ 350,000	$ 50,000	$ -	$ -	$ -	$ (8,121)	$ 5,032,948
0														
Net Cash Flow	100,000	$ (1,986,732)	$ 158,560	$ 176,049	$ 390,783	$ 311,708	$ 408,040	$ 427,619	$ (74,839)	$ 141,849	$ 197,200	$ 265,782	$ 60,528	$ 576,547
Cash at Beginning	$ -	$ 100,000	$ (1,886,732)	$ (1,728,172)	$ (1,552,123)	$ (1,161,340)	$ (849,632)	$ (441,592)	$ (13,973)	$ (88,812)	$ 53,038	$ 250,238	$ 516,019	$ -
Cash at End	$ 100,000	$ (1,886,732)	$ (1,728,172)	$ (1,552,123)	$ (1,161,340)	$ (849,632)	$ (441,592)	$ (13,973)	$ (88,812)	$ 53,038	$ 250,238	$ 516,019	$ 576,547	$ 576,547
Equity Injections:		$ 600,000	$ 600,000	$ 600,000	$ 500,000	$ 500,000	$ 500,000	$ 350,000	$ 50,000	$ -	$ -	$ -	$ -	$ 3,700,000

	Year Two:												Year Two Total
11.6c 6 JVPLANTS 10% performance one central 6 years 3 shifts 3.7mill Slow start-up.xls	1 13	2 14	3 15	4 16	5 17	6 18	7 19	8 20	9 21	10 22	11 23	12 24	
BALANCE SHEET													
Cash	$ 635,118	$ 615,060	$ 610,318	$ 613,556	$ 617,806	$ 620,074	$ 612,352	$ 616,596	$ 618,858	$ 622,130	$ 1,146,415	$ 1,503,165	$ 1,503,165
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (199,706)	$ (215,068)	$ (230,430)	$ (245,792)	$ (261,154)	$ (276,516)	$ (291,878)	$ (307,240)	$ (322,602)	$ (337,964)	$ (353,326)	$ (368,688)	$ (368,688)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (494,059)	$ (533,660)	$ (573,261)	$ (612,862)	$ (652,463)	$ (692,064)	$ (731,665)	$ (771,266)	$ (810,867)	$ (850,468)	$ (890,069)	$ (929,670)	$ (929,670)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 5,547,940	$ 5,472,919	$ 5,413,214	$ 5,361,489	$ 5,310,776	$ 5,258,081	$ 5,195,396	$ 5,144,677	$ 5,091,976	$ 5,040,285	$ 5,509,607	$ 5,811,394	$ 5,811,394
Accounts Payable	$ 1,568,772	$ 1,553,304	$ 1,545,236	$ 1,544,167	$ 1,546,099	$ 1,556,030	$ 1,543,960	$ 1,545,890	$ 1,544,820	$ 1,543,749	$ 1,940,159	$ 2,139,327	$ 2,139,327
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Note Payable	$ 1,142,602	$ 1,128,670	$ 1,114,669	$ 1,100,600	$ 1,086,462	$ 1,072,255	$ 1,057,979	$ 1,043,632	$ 1,029,216	$ 1,014,729	$ 1,000,171	$ 985,542	$ 985,542
Equity Less Distributions	$ 5,024,011	$ 5,024,011	$ 5,024,011	$ 5,024,011	$ 5,024,011	$ 5,024,011	$ 5,024,011	$ 5,024,011	$ 5,024,011	$ 5,024,011	$ 5,024,011	$ 4,990,772	$ 4,990,772
Earnings/Loss	$ (2,187,445)	$ (2,233,066)	$ (2,270,702)	$ (2,307,290)	$ (2,345,796)	$ (2,394,215)	$ (2,430,554)	$ (2,468,856)	$ (2,506,071)	$ (2,542,204)	$ (2,454,734)	$ (2,304,247)	$ (2,304,247)
Total Liabilities and Members' Equity	$ 5,547,940	$ 5,472,919	$ 5,413,214	$ 5,361,489	$ 5,310,776	$ 5,258,081	$ 5,195,396	$ 5,144,677	$ 5,091,976	$ 5,040,285	$ 5,509,607	$ 5,811,394	$ 5,811,394
STATEMENT OF OPERATIONS													
Number of Plants Operating	2	2	2	2	2	2	2	2	2	2	2	2	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	12	12	12	12	12	12	12	12	12	12	16	18	154
Sales	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 2,080,000	$ 2,340,000	$ 20,020,000
Total revenue +revenue from JV plant	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 2,080,000	$ 2,340,000	$ 20,020,000
Direct Materials	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,578,720	$ 1,776,060	$ 15,195,180
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,841,730	$ 2,039,070	$ 18,351,301
Gross Profit	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 238,270	$ 300,930	$ 1,668,699
General and Administrative	$ 115,791	$ 100,391	$ 92,391	$ 91,391	$ 93,391	$ 103,391	$ 91,391	$ 93,391	$ 92,391	$ 91,391	$ 93,191	$ 95,091	$ 1,153,592
Interest expense	$ 5,931	$ 5,863	$ 5,795	$ 5,726	$ 5,658	$ 5,589	$ 5,519	$ 5,449	$ 5,379	$ 5,308	$ 5,238	$ 5,166	$ 66,622
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 176,685	$ 161,217	$ 153,149	$ 152,080	$ 154,012	$ 163,943	$ 151,873	$ 153,803	$ 152,733	$ 151,662	$ 153,392	$ 155,220	$ 1,879,770
Interest Income	$ 2,402	$ 2,646	$ 2,563	$ 2,543	$ 2,556	$ 2,574	$ 2,584	$ 2,551	$ 2,569	$ 2,579	$ 2,592	$ 4,777	$ 32,936
Income Before Taxes	$ (61,333)	$ (45,621)	$ (37,636)	$ (36,587)	$ (38,506)	$ (48,419)	$ (36,339)	$ (38,302)	$ (37,214)	$ (36,133)	$ 87,470	$ 150,487	$ (178,134)
Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Net Income for Month	$ (61,333)	$ (45,621)	$ (37,636)	$ (36,587)	$ (38,506)	$ (48,419)	$ (36,339)	$ (38,302)	$ (37,214)	$ (36,133)	$ 87,470	$ 150,487	$ (178,134)
YTD Net Income Before Taxes	$ (2,187,445)	$ (2,233,066)	$ (2,270,702)	$ (2,307,290)	$ (2,345,796)	$ (2,394,215)	$ (2,430,554)	$ (2,468,856)	$ (2,506,071)	$ (2,542,204)	$ (2,454,734)	$ (2,304,247)	$ (2,304,247)
YTD Tax Expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Distributions	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 33,239	$ 57,185	$ 90,424
CASH FLOW													
Net Income	$ (61,333)	$ (45,621)	$ (37,636)	$ (36,587)	$ (38,506)	$ (48,419)	$ (36,339)	$ (38,302)	$ (37,214)	$ (36,133)	$ 87,470	$ 150,487	$ (178,134)
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 85,103	$ (15,468)	$ (8,068)	$ (1,069)	$ 1,932	$ 9,931	$ (12,070)	$ 1,930	$ (1,070)	$ (1,071)	$ 396,410	$ 199,168	$ 655,658
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Note Payable	$ (11,225)	$ (13,933)	$ (14,001)	$ (14,069)	$ (14,138)	$ (14,207)	$ (14,276)	$ (14,346)	$ (14,416)	$ (14,487)	$ (14,558)	$ (14,629)	$ (168,286)
Equity Less Distributions	$ (8,937)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (33,239)	$ (42,176)
Net Cash Flow	$ 58,571	$ (20,058)	$ (4,742)	$ 3,238	$ 4,251	$ 2,268	$ (7,722)	$ 4,244	$ 2,262	$ 3,272	$ 524,285	$ 356,750	$ 926,618
Cash at Beginning	$ 576,547	$ 635,118	$ 615,060	$ 610,318	$ 613,556	$ 617,806	$ 620,074	$ 612,352	$ 616,596	$ 618,858	$ 622,130	$ 1,146,415	$ 576,547
Cash at End	$ 635,118	$ 615,060	$ 610,318	$ 613,556	$ 617,806	$ 620,074	$ 612,352	$ 616,596	$ 618,858	$ 622,130	$ 1,146,415	$ 1,503,165	$ 1,503,165
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

	Year Three:												Year Three Total
11.6c 6 JVPLANTS 10% performance one central 6 years 3 shifts 3.7mill Slow start-up.xls	1 25	2 26	3 27	4 28	5 29	6 30	7 31	8 32	9 33	10 34	11 35	12 36	
BALANCE SHEET													
Cash	$ 2,418,215	$ 2,612,397	$ 2,822,838	$ 3,034,751	$ 3,249,975	$ 3,458,292	$ 3,673,619	$ 3,888,554	$ 4,105,874	$ 4,320,682	$ 4,531,249	$ 5,785,757	$ 5,785,757
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (384,050)	$ (399,412)	$ (414,774)	$ (430,136)	$ (445,498)	$ (460,860)	$ (476,222)	$ (491,584)	$ (506,946)	$ (522,308)	$ (537,670)	$ (553,032)	$ (553,032)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (969,271)	$ (1,008,872)	$ (1,048,473)	$ (1,088,074)	$ (1,127,675)	$ (1,167,276)	$ (1,206,877)	$ (1,246,478)	$ (1,286,079)	$ (1,325,680)	$ (1,365,281)	$ (1,404,882)	$ (1,404,882)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 6,671,481	$ 6,810,700	$ 6,966,178	$ 7,123,128	$ 7,283,389	$ 7,436,743	$ 7,597,107	$ 7,757,079	$ 7,919,436	$ 8,079,281	$ 8,234,885	$ 9,434,430	$ 9,434,430
Accounts Payable	$ 2,829,076	$ 2,801,704	$ 2,800,132	$ 2,795,559	$ 2,807,486	$ 2,796,912	$ 2,798,339	$ 2,795,264	$ 2,796,690	$ 2,802,115	$ 2,803,039	$ 2,803,464	$ 2,803,464
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 3,420	$ 5,601	$ 5,600	$ 26,490	$ 26,490
Note Payable	$ 970,841	$ 956,068	$ 941,223	$ 926,305	$ 911,314	$ 896,250	$ 881,111	$ 865,899	$ 850,612	$ 835,250	$ 819,812	$ 804,299	$ 804,299
Equity Less Distributions	$ 4,933,587	$ 4,841,542	$ 4,737,647	$ 4,632,847	$ 4,525,976	$ 4,423,302	$ 4,316,269	$ 4,209,448	$ 4,101,118	$ 3,994,289	$ 3,890,006	$ 3,785,734	$ 3,785,734
Earnings/Loss	$ (2,062,023)	$ (1,788,614)	$ (1,512,823)	$ (1,231,583)	$ (961,387)	$ (679,720)	$ (398,612)	$ (113,532)	$ 167,597	$ 442,027	$ 716,427	$ 2,014,444	$ 2,014,444
Total Liabilities and Members' Equity	$ 6,671,481	$ 6,810,700	$ 6,966,178	$ 7,123,128	$ 7,283,389	$ 7,436,743	$ 7,597,107	$ 7,757,079	$ 7,919,436	$ 8,079,281	$ 8,234,885	$ 9,434,430	$ 9,434,430
STATEMENT OF OPERATIONS													
Number of Plants Operating	3	3	3	3	3	3	3	3	3	3	3	3	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 4,164,053	$ 38,484,053
Direct Materials	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 28,416,960
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 31,573,081
Gross Profit	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 1,532,963	$ 6,910,973
General and Administrative	$ 192,891	$ 165,591	$ 164,091	$ 159,591	$ 171,591	$ 161,091	$ 162,591	$ 159,591	$ 161,091	$ 166,591	$ 167,591	$ 168,091	$ 2,000,392
Interest expense	$ 5,095	$ 5,023	$ 4,951	$ 4,878	$ 4,805	$ 4,731	$ 4,658	$ 4,583	$ 4,508	$ 4,434	$ 4,358	$ 4,283	$ 56,307
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 252,949	$ 225,577	$ 224,004	$ 219,432	$ 231,359	$ 220,785	$ 222,212	$ 219,137	$ 220,562	$ 225,987	$ 226,912	$ 227,337	$ 2,716,254
Interest Income	$ 6,263	$ 10,076	$ 10,885	$ 11,762	$ 12,645	$ 13,542	$ 14,410	$ 15,307	$ 16,202	$ 17,108	$ 18,003	$ 18,880	$ 165,083
Income Before Taxes	$ 242,224	$ 273,409	$ 275,790	$ 281,240	$ 270,196	$ 281,667	$ 281,108	$ 285,080	$ 284,549	$ 280,030	$ 280,001	$ 1,324,506	$ 4,359,801
Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 3,420	$ 5,601	$ 5,600	$ 26,490	$ 41,111
Net Income for Month	$ 242,224	$ 273,409	$ 275,790	$ 281,240	$ 270,196	$ 281,667	$ 281,108	$ 285,080	$ 281,129	$ 274,429	$ 274,401	$ 1,298,016	$ 4,318,690
YTD Net Income Before Taxes	$ (2,062,023)	$ (1,788,614)	$ (1,512,823)	$ (1,231,583)	$ (961,387)	$ (679,720)	$ (398,612)	$ (113,532)	$ 171,017	$ 451,048	$ 731,048	$ 2,055,555	$ 2,055,555
YTD Tax Expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 3,420	$ 9,021	$ 14,621	$ 41,111	$ 41,111
Distributions	$ 92,045	$ 103,895	$ 104,800	$ 106,871	$ 102,674	$ 107,033	$ 106,821	$ 108,330	$ 106,829	$ 104,283	$ 104,272	$ 493,246	$ 1,641,099
CASH FLOW													
Net Income	$ 242,224	$ 273,409	$ 275,790	$ 281,240	$ 270,196	$ 281,667	$ 281,108	$ 285,080	$ 281,129	$ 274,429	$ 274,401	$ 1,298,016	$ 4,318,690
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 689,749	$ (27,372)	$ (1,572)	$ (4,573)	$ 11,927	$ (10,574)	$ 1,427	$ (3,075)	$ 1,425	$ 5,425	$ 925	$ 425	$ 664,137
Accrued City Income Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 3,420	$ 2,181	$ (1)	$ 20,890	$ 26,490
Note Payable	$ (14,701)	$ (14,773)	$ (14,845)	$ (14,918)	$ (14,991)	$ (15,064)	$ (15,138)	$ (15,213)	$ (15,287)	$ (15,362)	$ (15,437)	$ (15,513)	$ (181,243)
Equity Less Distributions	$ (57,185)	$ (92,045)	$ (103,895)	$ (104,800)	$ (106,871)	$ (102,674)	$ (107,033)	$ (106,821)	$ (108,330)	$ (106,829)	$ (104,283)	$ (104,272)	$ (1,205,038)
0													
Net Cash Flow	$ 915,050	$ 194,182	$ 210,441	$ 211,913	$ 215,224	$ 208,317	$ 215,327	$ 214,935	$ 217,321	$ 214,807	$ 210,567	$ 1,254,509	$ 4,282,592
Cash at Beginning	$ 1,503,165	$ 2,418,215	$ 2,612,397	$ 2,822,838	$ 3,034,751	$ 3,249,975	$ 3,458,292	$ 3,673,619	$ 3,888,554	$ 4,105,874	$ 4,320,682	$ 4,531,249	$ 1,503,165
Cash at End	$ 2,418,215	$ 2,612,397	$ 2,822,838	$ 3,034,751	$ 3,249,975	$ 3,458,292	$ 3,673,619	$ 3,888,554	$ 4,105,874	$ 4,320,682	$ 4,531,249	$ 5,785,757	$ 5,785,757
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

11.6c 6 JVPLANTS 10% performance one central 6 years 3 shifts 3.7mill Slow start-up.xls	Year Four: 1 37	2 38	3 39	4 40	5 41	6 42	7 43	8 44	9 45	10 46	11 47	12 48	Year Four Total
BALANCE SHEET													
Cash	$ 5,591,075	$ 5,789,820	$ 6,003,169	$ 6,216,141	$ 6,431,140	$ 6,647,870	$ 6,865,423	$ 7,086,233	$ 7,303,322	$ 7,524,266	$ 7,742,401	$ 10,761,390	$ 10,761,390
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (568,394)	$ (583,756)	$ (599,118)	$ (614,480)	$ (629,842)	$ (645,204)	$ (660,566)	$ (675,928)	$ (691,290)	$ (706,652)	$ (722,014)	$ (737,376)	$ (737,376)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (1,444,483)	$ (1,484,084)	$ (1,523,685)	$ (1,563,286)	$ (1,602,887)	$ (1,642,488)	$ (1,682,089)	$ (1,721,690)	$ (1,761,291)	$ (1,800,892)	$ (1,840,493)	$ (1,880,094)	$ (1,880,094)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 9,184,785	$ 9,328,567	$ 9,486,953	$ 9,644,962	$ 9,804,998	$ 9,966,765	$ 10,129,355	$ 10,295,202	$ 10,457,328	$ 10,623,309	$ 10,786,481	$ 13,750,507	$ 13,750,507
Accounts Payable	$ 2,825,387	$ 2,803,111	$ 2,804,534	$ 2,801,957	$ 2,799,879	$ 2,799,301	$ 2,794,722	$ 2,801,643	$ 2,796,064	$ 2,801,485	$ 2,797,405	$ 2,795,823	$ 2,795,823
Accrued City Income Taxes	$ 5,275	$ 5,705	$ 5,692	$ 5,762	$ 5,821	$ 5,851	$ 5,960	$ 5,840	$ 5,970	$ 5,880	$ 5,979	$ 61,988	$ 61,988
Note Payable	$ 788,710	$ 773,044	$ 757,301	$ 741,481	$ 725,583	$ 709,607	$ 693,553	$ 677,420	$ 661,207	$ 644,915	$ 628,542	$ 612,090	$ 612,090
Equity Less Distributions	$ 3,292,488	$ 3,194,265	$ 3,088,049	$ 2,982,054	$ 2,874,768	$ 2,766,378	$ 2,657,439	$ 2,546,458	$ 2,437,717	$ 2,326,556	$ 2,217,077	$ 2,105,735	$ 2,105,735
Earnings/Loss	$ 2,272,925	$ 2,552,442	$ 2,831,377	$ 3,113,709	$ 3,398,947	$ 3,685,628	$ 3,977,682	$ 4,263,841	$ 4,556,370	$ 4,844,474	$ 5,137,478	$ 8,174,871	$ 8,174,871
Total Liabilities and Members' Equity	$ 9,184,785	$ 9,328,567	$ 9,486,953	$ 9,644,962	$ 9,804,998	$ 9,966,765	$ 10,129,355	$ 10,295,202	$ 10,457,328	$ 10,623,309	$ 10,786,481	$ 13,750,507	$ 13,750,507
STATEMENT OF OPERATIONS													
Number of Plants Operating	4	4	4	4	4	4	4	4	4	4	4	4	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 5,917,908	$ 40,237,908
Direct Materials	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 28,416,960
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 31,573,081
Gross Profit	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 3,286,817	$ 8,664,827
General and Administrative	$ 190,091	$ 167,891	$ 169,391	$ 166,891	$ 164,891	$ 164,391	$ 159,891	$ 166,891	$ 161,391	$ 166,891	$ 162,891	$ 161,391	$ 2,002,892
Interest expense	$ 4,206	$ 4,130	$ 4,053	$ 3,976	$ 3,898	$ 3,820	$ 3,741	$ 3,662	$ 3,583	$ 3,504	$ 3,424	$ 3,342	$ 45,339
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 249,260	$ 226,984	$ 228,407	$ 225,830	$ 223,752	$ 223,174	$ 218,595	$ 225,516	$ 219,937	$ 225,358	$ 221,278	$ 219,696	$ 2,707,786
Interest Income	$ 24,107	$ 23,296	$ 24,124	$ 25,013	$ 25,901	$ 26,796	$ 27,699	$ 28,606	$ 29,526	$ 30,431	$ 31,351	$ 32,260	$ 329,110
Income Before Taxes	$ 263,757	$ 285,222	$ 284,627	$ 288,093	$ 291,059	$ 292,532	$ 298,014	$ 292,000	$ 298,499	$ 293,983	$ 298,983	$ 3,099,381	$ 6,286,150
Taxes	$ 5,275	$ 5,705	$ 5,692	$ 5,762	$ 5,821	$ 5,851	$ 5,960	$ 5,840	$ 5,970	$ 5,880	$ 5,979	$ 61,988	$ 125,723
Net Income for Month	$ 258,482	$ 279,517	$ 278,935	$ 282,331	$ 285,238	$ 286,681	$ 292,054	$ 286,160	$ 292,529	$ 288,103	$ 293,004	$ 3,037,393	$ 6,160,427
YTD Net Income Before Taxes	$ 2,319,311	$ 2,604,533	$ 2,889,160	$ 3,177,254	$ 3,468,313	$ 3,760,845	$ 4,058,859	$ 4,350,858	$ 4,649,357	$ 4,943,341	$ 5,242,324	$ 8,341,705	$ 8,341,705
YTD Tax Expense	$ 46,386	$ 52,091	$ 57,783	$ 63,545	$ 69,366	$ 75,217	$ 81,177	$ 87,017	$ 92,987	$ 98,867	$ 104,846	$ 166,834	$ 166,834
Distributions	$ 98,223	$ 106,216	$ 105,995	$ 107,286	$ 108,390	$ 108,939	$ 110,981	$ 108,741	$ 111,161	$ 109,479	$ 111,342	$ 1,154,209	$ 2,340,962
CASH FLOW													
Net Income	$ 258,482	$ 279,517	$ 278,935	$ 282,331	$ 285,238	$ 286,681	$ 292,054	$ 286,160	$ 292,529	$ 288,103	$ 293,004	$ 3,037,393	$ 6,160,427
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 21,923	$ (22,276)	$ 1,423	$ (2,577)	$ (2,078)	$ (578)	$ (4,579)	$ 6,922	$ (5,580)	$ 5,421	$ (4,080)	$ (1,581)	$ (7,641)
Accrued City Income Taxes	$ (21,215)	$ 430	$ (13)	$ 70	$ 59	$ 30	$ 109	$ (120)	$ 130	$ (90)	$ 99	$ 56,009	$ 35,498
Note Payable	$ (15,589)	$ (15,666)	$ (15,743)	$ (15,820)	$ (15,898)	$ (15,976)	$ (16,054)	$ (16,133)	$ (16,213)	$ (16,292)	$ (16,372)	$ (16,453)	$ (192,209)
Equity Less Distributions	$ (493,246)	$ (98,223)	$ (106,216)	$ (105,995)	$ (107,286)	$ (108,390)	$ (108,939)	$ (110,981)	$ (108,741)	$ (111,161)	$ (109,479)	$ (111,342)	$ (1,679,999)
Net Cash Flow	$ (194,682)	$ 198,745	$ 213,349	$ 212,972	$ 214,999	$ 216,730	$ 217,554	$ 220,810	$ 217,089	$ 220,944	$ 218,135	$ 3,018,989	$ 4,975,633
Cash at Beginning	$ 5,785,757	$ 5,591,075	$ 5,789,820	$ 6,003,169	$ 6,216,141	$ 6,431,140	$ 6,647,870	$ 6,865,423	$ 7,086,233	$ 7,303,322	$ 7,524,266	$ 7,742,401	$ 5,785,757
Cash at End	$ 5,591,075	$ 5,789,820	$ 6,003,169	$ 6,216,141	$ 6,431,140	$ 6,647,870	$ 6,865,423	$ 7,086,233	$ 7,303,322	$ 7,524,266	$ 7,742,401	$ 10,761,390	$ 10,761,390
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

	Year Five:												Year Five Total
11.6c 6 JVPLANTS 10% performance one central 6 years 3 shifts 3.7mill Slow start-up.xls	1 49	2 50	3 51	4 52	5 53	6 54	7 55	8 56	9 57	10 58	11 59	12 60	
BALANCE SHEET													
Cash	$ 9,897,675	$ 10,099,351	$ 10,318,742	$ 10,539,597	$ 10,769,182	$ 10,992,951	$ 11,222,712	$ 11,453,943	$ 11,685,729	$ 11,917,157	$ 12,147,921	$ 17,293,286	$ 17,293,286
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (752,738)	$ (768,100)	$ (783,462)	$ (798,824)	$ (814,186)	$ (829,548)	$ (844,910)	$ (860,272)	$ (875,634)	$ (890,996)	$ (906,358)	$ (921,700)	$ (921,700)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (1,919,695)	$ (1,959,296)	$ (1,998,897)	$ (2,038,498)	$ (2,078,099)	$ (2,117,700)	$ (2,157,301)	$ (2,196,902)	$ (2,236,503)	$ (2,276,104)	$ (2,315,705)	$ (2,355,306)	$ (2,355,306)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 12,831,829	$ 12,978,542	$ 13,142,970	$ 13,308,862	$ 13,483,484	$ 13,652,290	$ 13,827,088	$ 14,003,356	$ 14,180,179	$ 14,356,644	$ 14,532,445	$ 19,622,867	$ 19,622,867
Accounts Payable	$ 2,835,143	$ 2,809,562	$ 2,807,979	$ 2,794,398	$ 2,804,815	$ 2,795,732	$ 2,794,148	$ 2,794,064	$ 2,795,481	$ 2,797,396	$ 2,800,810	$ 2,795,225	$ 2,795,225
Accrued City Income Taxes	$ 5,495	$ 5,934	$ 5,983	$ 6,273	$ 6,082	$ 6,284	$ 6,334	$ 6,354	$ 6,346	$ 6,327	$ 6,277	$ 104,733	$ 104,733
Note Payable	$ 595,556	$ 578,941	$ 562,244	$ 545,464	$ 528,603	$ 511,658	$ 494,630	$ 477,518	$ 460,321	$ 443,040	$ 425,674	$ 408,222	$ 408,222
Equity Less Distributions	$ 951,526	$ 849,215	$ 738,718	$ 627,319	$ 510,522	$ 397,261	$ 280,262	$ 162,326	$ 44,002	$ (74,153)	$ (191,955)	$ (308,845)	$ (308,845)
Earnings/Loss	$ 8,444,110	$ 8,734,891	$ 9,028,046	$ 9,335,408	$ 9,633,462	$ 9,941,355	$ 10,251,714	$ 10,563,094	$ 10,874,029	$ 11,184,035	$ 11,491,639	$ 16,623,533	$ 16,623,533
Total Liabilities and Members' Equity	$ 12,831,829	$ 12,978,542	$ 13,142,970	$ 13,308,862	$ 13,483,484	$ 13,652,290	$ 13,827,088	$ 14,003,356	$ 14,180,179	$ 14,356,644	$ 14,532,445	$ 19,622,867	$ 19,622,867
STATEMENT OF OPERATIONS													
Number of Plants Operating	5	5 0	5	5	5	5	5	5	5	5	5	5	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 8,036,178	$ 42,356,178
Direct Materials	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 28,416,960
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 31,573,081
Gross Profit	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 5,405,088	$ 10,783,097
General and Administrative	$ 200,791	$ 175,291	$ 173,791	$ 160,291	$ 170,791	$ 161,791	$ 160,291	$ 160,291	$ 161,791	$ 163,791	$ 167,291	$ 161,791	$ 2,017,992
Interest expense	$ 3,262	$ 3,181	$ 3,098	$ 3,017	$ 2,934	$ 2,851	$ 2,767	$ 2,683	$ 2,600	$ 2,515	$ 2,429	$ 2,344	$ 33,680
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,943	$ 659,536
Total General & Admin Expenses	$ 259,016	$ 233,435	$ 231,852	$ 218,271	$ 228,688	$ 219,605	$ 218,021	$ 217,937	$ 219,354	$ 221,268	$ 224,683	$ 219,078	$ 2,711,208
Interest Income	$ 44,839	$ 41,240	$ 42,081	$ 42,995	$ 43,915	$ 44,872	$ 45,804	$ 46,761	$ 47,725	$ 48,691	$ 49,655	$ 50,616	$ 549,194
Income Before Taxes	$ 274,733	$ 296,715	$ 299,139	$ 313,634	$ 304,137	$ 314,177	$ 316,693	$ 317,734	$ 317,281	$ 316,332	$ 313,882	$ 5,236,626	$ 8,621,084
Taxes	$ 5,495	$ 5,934	$ 5,983	$ 6,273	$ 6,082	$ 6,284	$ 6,334	$ 6,354	$ 6,346	$ 6,327	$ 6,277	$ 104,733	$ 172,422
Net Income for Month	$ 269,238	$ 290,781	$ 293,156	$ 307,361	$ 298,055	$ 307,893	$ 310,359	$ 311,380	$ 310,935	$ 310,005	$ 307,605	$ 5,131,893	$ 8,448,662
YTD Net Income Before Taxes	$ 8,616,439	$ 8,913,154	$ 9,212,292	$ 9,525,927	$ 9,830,063	$ 10,144,240	$ 10,460,933	$ 10,778,667	$ 11,095,948	$ 11,412,281	$ 11,726,162	$ 16,962,789	$ 16,962,789
YTD Tax Expense	$ 172,329	$ 178,263	$ 184,246	$ 190,519	$ 196,601	$ 202,885	$ 209,219	$ 215,573	$ 221,919	$ 228,246	$ 234,523	$ 339,256	$ 339,256
Distributions	$ 102,311	$ 110,497	$ 111,399	$ 116,797	$ 113,261	$ 116,999	$ 117,936	$ 118,324	$ 118,155	$ 117,802	$ 116,890	$ 1,950,120	$ 3,210,491
CASH FLOW													
Net Income	$ 269,238	$ 290,781	$ 293,156	$ 307,361	$ 298,055	$ 307,893	$ 310,359	$ 311,380	$ 310,935	$ 310,005	$ 307,605	$ 5,131,893	$ 8,448,662
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,943	$ 659,536
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 39,319	$ (25,581)	$ (1,582)	$ (13,581)	$ 10,417	$ (9,083)	$ (1,584)	$ (84)	$ 1,416	$ 1,915	$ 3,415	$ (5,586)	$ (599)
Accrued City Income Taxes	$ (56,493)	$ 439	$ 49	$ 290	$ (191)	$ 202	$ 50	$ 20	$ (8)	$ (19)	$ (50)	$ 98,456	$ 42,745
Note Payable	$ (16,534)	$ (16,615)	$ (16,697)	$ (16,779)	$ (16,862)	$ (16,945)	$ (17,028)	$ (17,112)	$ (17,196)	$ (17,281)	$ (17,366)	$ (17,452)	$ (203,868)
Equity Less Distributions	$ (1,154,209)	$ (102,311)	$ (110,497)	$ (111,399)	$ (116,797)	$ (113,261)	$ (116,999)	$ (117,936)	$ (118,324)	$ (118,155)	$ (117,802)	$ (116,890)	$ (2,414,580)
Net Cash Flow	$ (863,715)	$ 201,676	$ 219,391	$ 220,854	$ 229,585	$ 223,769	$ 229,761	$ 231,231	$ 231,786	$ 231,428	$ 230,764	$ 5,145,365	$ 6,531,896
Cash at Beginning	$ 10,761,390	$ 9,897,675	$ 10,099,351	$ 10,318,742	$ 10,539,597	$ 10,769,182	$ 10,992,951	$ 11,222,712	$ 11,453,943	$ 11,685,729	$ 11,917,157	$ 12,147,921	$ 10,761,390
Cash at End	$ 9,897,675	$ 10,099,351	$ 10,318,742	$ 10,539,597	$ 10,769,182	$ 10,992,951	$ 11,222,712	$ 11,453,943	$ 11,685,729	$ 11,917,157	$ 12,147,921	$ 17,293,286	$ 17,293,286
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

	Year Six												Year Six Total
11.6c 6 JVPLANTS 10% performance one central 6 years 3 shifts 3.7mill Slow start-up.xls	1 61	2 62	3 63	4 64	5 65	6 66	7 67	8 68	9 69	10 70	11 71	12 72	
BALANCE SHEET													
Cash	$ 15,627,161	$ 15,868,776	$ 16,114,103	$ 16,360,037	$ 16,606,576	$ 16,853,721	$ 17,101,474	$ 17,349,835	$ 17,598,807	$ 17,848,390	$ 18,098,586	$ 27,481,928	$ 27,481,928
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (2,394,907)	$ (2,434,508)	$ (2,474,109)	$ (2,513,710)	$ (2,553,311)	$ (2,592,912)	$ (2,632,513)	$ (2,672,114)	$ (2,711,715)	$ (2,751,316)	$ (2,790,917)	$ (2,830,518)	$ (2,830,518)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 17,917,141	$ 18,119,155	$ 18,324,881	$ 18,531,214	$ 18,738,152	$ 18,945,696	$ 19,153,848	$ 19,362,608	$ 19,571,979	$ 19,781,961	$ 19,992,556	$ 29,336,297	$ 29,336,297
Accounts Payable	$ 2,795,139	$ 2,795,091	$ 2,795,044	$ 2,794,996	$ 2,794,948	$ 2,794,900	$ 2,794,851	$ 2,794,802	$ 2,794,753	$ 2,794,704	$ 2,794,654	$ 2,794,604	$ 2,794,604
Accrued City Income Taxes	$ 7,146	$ 7,008	$ 7,030	$ 7,051	$ 7,072	$ 7,094	$ 7,116	$ 7,137	$ 7,158	$ 7,181	$ 7,202	$ 189,875	$ 189,875
Note Payable	$ 400,120	$ 391,970	$ 383,773	$ 375,528	$ 367,235	$ 358,894	$ 350,505	$ 342,066	$ 333,578	$ 325,041	$ 316,454	$ 307,817	$ 307,817
Equity Less Distributions	$ (2,258,965)	$ (2,392,029)	$ (2,522,526)	$ (2,653,415)	$ (2,784,703)	$ (2,916,390)	$ (3,048,478)	$ (3,180,967)	$ (3,313,859)	$ (3,447,155)	$ (3,580,855)	$ (3,714,961)	$ (3,714,961)
Earnings/Loss	$ 16,973,702	$ 17,317,115	$ 17,661,560	$ 18,007,053	$ 18,353,599	$ 18,701,198	$ 19,049,854	$ 19,399,569	$ 19,750,348	$ 20,102,190	$ 20,455,101	$ 29,758,962	$ 29,758,962
Total Liabilities and Members' Equity	$ 17,917,141	$ 18,119,155	$ 18,324,881	$ 18,531,214	$ 18,738,152	$ 18,945,696	$ 19,153,848	$ 19,362,608	$ 19,571,979	$ 19,781,961	$ 19,992,556	$ 29,336,297	$ 29,336,297
STATEMENT OF OPERATIONS													
Number of Plants Operating	6	6	6	6	6	6	6	6	6	6	6	6	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 9,132,530	$ 9,132,530
	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	12252529.5	46572529.5
Direct Materials	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Plant Labor	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 28,416,960
Research and Development	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Plant Costs	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Total Direct Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	31573080.56
Gross Profit	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	9621439.453	14999448.94
General and Administrative	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Interest expense	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 1,941,492
Depreciation and Amortization	$ 2,258	$ 2,210	$ 2,163	$ 2,115	$ 2,067	$ 2,019	$ 1,970	$ 1,921	$ 1,872	$ 1,823	$ 1,773	$ 1,723	$ 23,915
Total General & Admin Expenses	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 475,212
	203649.6191	203602.4387	203554.978	203507.2353	203459.2089	203410.8972	203362.2983	203313.4105	203264.2321	203214.7613	203164.9963	203114.9354	2440619.011
Interest Income	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	72055	65113	66120	67142	68167	69194	70224	71256	72291	73328	74368	75411	844669
Income Before Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Taxes	$ 357,315	$ 350,421	$ 351,475	$ 352,545	$ 353,618	$ 354,693	$ 355,772	$ 356,853	$ 357,937	$ 359,023	$ 360,113	$ 9,493,736	$ 13,403,499
	7146	7008	7030	7051	7072	7094	7116	7137	7158	7181	7202	189875	268070
Net Income for Month	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
YTD Net Income Before Taxes	$ 350,169	$ 343,413	$ 344,445	$ 345,494	$ 346,546	$ 347,599	$ 348,656	$ 349,716	$ 350,779	$ 351,842	$ 352,911	$ 9,303,861	$ 13,135,429
YTD Tax Expense	$ 17,320,104	$ 17,670,525	$ 18,022,000	$ 18,374,544	$ 18,728,162	$ 19,082,855	$ 19,438,627	$ 19,795,479	$ 20,153,416	$ 20,512,439	$ 20,872,552	$ 30,366,288	$ 30,366,288
Distributions	$ 346,402	$ 353,410	$ 360,440	$ 367,491	$ 374,563	$ 381,657	$ 388,773	$ 395,910	$ 403,068	$ 410,249	$ 417,451	$ 607,326	$ 607,326
CASH FLOW	133064	130497	130889	131288	131687	132088	132489	132892	133296	133700	134106	3535467	4991463
Net Income	$ 350,169	$ 343,413	$ 344,445	$ 345,494	$ 346,546	$ 347,599	$ 348,656	$ 349,716	$ 350,779	$ 351,842	$ 352,911	$ 9,303,861	$ 13,135,429
Depreciation and Amortization	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 475,212
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ (86)	$ (47)	$ (47)	$ (48)	$ (48)	$ (48)	$ (49)	$ (49)	$ (49)	$ (49)	$ (50)	$ (50)	$ (621)
Accrued City Income Taxes	$ (97,587)	$ (138)	$ 22	$ 21	$ 21	$ 22	$ 22	$ 21	$ 21	$ 23	$ 21	$ 182,673	$ 85,142
Note Payable	$ (8,102)	$ (8,150)	$ (8,197)	$ (8,245)	$ (8,293)	$ (8,341)	$ (8,390)	$ (8,439)	$ (8,488)	$ (8,537)	$ (8,587)	$ (8,637)	$ (100,405)
Equity Less Distributions	$ (1,950,120)	$ (133,064)	$ (130,497)	$ (130,889)	$ (131,288)	$ (131,687)	$ (132,088)	$ (132,489)	$ (132,892)	$ (133,296)	$ (133,700)	$ (134,106)	$ (3,406,116)
Net Cash Flow	$ (1,666,125)	$ 241,615	$ 245,327	$ 245,934	$ 246,539	$ 247,146	$ 247,752	$ 248,361	$ 248,972	$ 249,583	$ 250,196	$ 9,383,341	$ 10,188,642
Cash at Beginning	$ 17,293,286	$ 15,627,161	$ 15,868,776	$ 16,114,103	$ 16,360,037	$ 16,606,576	$ 16,853,721	$ 17,101,474	$ 17,349,835	$ 17,598,807	$ 17,848,390	$ 18,098,586	$ 17,293,286
Cash at End	$ 15,627,161	$ 15,868,776	$ 16,114,103	$ 16,360,037	$ 16,606,576	$ 16,853,721	$ 17,101,474	$ 17,349,835	$ 17,598,807	$ 17,848,390	$ 18,098,586	$ 27,481,928	$ 27,481,928
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

PDG Domus Mfg LLC
Financial Model 11.6d

The financial model 11.6d (6 years, one central operation plant with 5 joint venture plants) has the following market conditions: A shrinking market and in some geographic areas with all plants having the same performance. Included in this model are fast start-up production numbers for the first year of 154 structures with three shifts. During the second year, flat production takes place with no increase of sales. The cost of materials stays flat without increase. This model was best case.

Financial Model Covers:

- Time period 6 years
- One central operation plant with 5 joint venture plants (total plants 6)
- 3 shifts
- Fast start-up production on central operations with flat operation performance in year two.
- First year production 154 units, Second year 154 units, Third year 288 units
- Personnel 75 first year, 99 peak
- 288 peak unit production
- Break even (cash flow) first year – first quarter (27 units sold)
- $1,000,000.00 Leased equipment
- Total cash injections $3.7 million

11.6d 6 JVPLANTS Best performance one central 6 years 3 shifts 3.7mill Fast start-up.xls	Year:	Year One:												Year One Total
	Month of Year:	1	2	3	4	5	6	7	8	9	10	11	12	
	Month:	1	2	3	4	5	6	7	8	9	10	11	12	
BALANCE SHEET	Initial													
Cash	$ 100,000	$ (456,732)	$ 10,385	$ 686,077	$ 1,349,659	$ 2,026,485	$ 2,683,785	$ 3,196,954	$ 3,407,526	$ 3,572,374	$ 3,733,296	$ 3,898,248	$ 4,063,609	$ 4,063,609
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)		$ (15,362)	$ (30,724)	$ (46,086)	$ (61,448)	$ (76,810)	$ (92,172)	$ (107,534)	$ (122,896)	$ (138,258)	$ (153,620)	$ (168,982)	$ (184,344)	$ (184,344)
Molds/Tools/Press	$ 1,017,000	$ 3,401,687	$ 3,601,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press		$ (23,014)	$ (59,490)	$ (98,049)	$ (137,650)	$ (177,251)	$ (216,852)	$ (256,453)	$ (296,054)	$ (335,655)	$ (375,256)	$ (414,857)	$ (454,458)	$ (454,458)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 2,921,900	$ 4,711,479	$ 5,326,758	$ 6,148,529	$ 6,757,148	$ 7,379,011	$ 7,981,348	$ 8,439,554	$ 8,595,163	$ 8,705,048	$ 8,811,007	$ 8,920,996	$ 9,031,394	$ 9,031,394
Accounts Payable	$ 324,100	$ 1,457,095	$ 1,341,108	$ 1,446,322	$ 1,427,866	$ 1,462,795	$ 1,455,756	$ 1,461,717	$ 1,454,677	$ 1,461,638	$ 1,455,598	$ 1,455,558	$ 1,454,518	$ 1,454,518
Accrued City Income Taxes	$ -	$ 1,299	$ 3,303	$ 3,796	$ 4,201	$ 3,557	$ 3,754	$ 3,690	$ 3,874	$ 3,752	$ 3,886	$ 3,901	$ 3,935	$ 3,935
Note Payable	$ 1,256,731	$ 1,248,369	$ 1,239,969	$ 1,231,531	$ 1,223,054	$ 1,214,538	$ 1,205,984	$ 1,197,390	$ 1,188,757	$ 1,180,084	$ 1,171,372	$ 1,162,620	$ 1,153,828	$ 1,153,828
Equity Less Distributions	$ 1,341,069	$ 1,941,069	$ 2,516,883	$ 3,055,381	$ 3,484,699	$ 3,906,484	$ 4,340,246	$ 4,620,337	$ 4,601,628	$ 4,529,501	$ 4,459,640	$ 4,387,274	$ 4,314,643	$ 4,314,643
Earnings/Loss	$ -	$ 63,647	$ 225,495	$ 411,499	$ 617,328	$ 791,637	$ 975,608	$ 1,156,420	$ 1,346,227	$ 1,530,072	$ 1,720,510	$ 1,911,644	$ 2,104,471	$ 2,104,471
Total Liabilities and Members' Equity	$ 2,921,900	$ 4,711,479	$ 5,326,758	$ 6,148,529	$ 6,757,148	$ 7,379,011	$ 7,981,348	$ 8,439,554	$ 8,595,163	$ 8,705,048	$ 8,811,007	$ 8,920,996	$ 9,031,394	$ 9,031,394
STATEMENT OF OPERATIONS														
Number of Plants Operating		1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH		12	12	13	13	13	13	13	13	13	13	13	13	154
Sales	$ -	$ 1,560,000	$ 1,560,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 20,020,000
Total revenue +revenue from JV plant	$ -	$ 1,560,000	$ 1,560,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 20,020,000
Direct Materials		$ 1,065,636	$ 1,065,636	$ 1,154,439	$ 1,154,439	$ 1,154,439	$ 1,154,439	$ 1,154,439	$ 1,154,439	$ 1,154,439	$ 1,154,439	$ 1,154,439	$ 1,154,439	$ 13,675,662
Plant Labor		$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 2,325,020
Research and Development		$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs		$ 23,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 78,000
Total Direct Costs		$ 1,283,388	$ 1,265,388	$ 1,354,191	$ 1,354,191	$ 1,354,191	$ 1,354,191	$ 1,354,191	$ 1,354,191	$ 1,354,191	$ 1,354,191	$ 1,354,191	$ 1,354,191	$ 16,090,682
Gross Profit		$ 276,612	$ 294,612	$ 335,809	$ 335,809	$ 335,809	$ 335,809	$ 335,809	$ 335,809	$ 335,809	$ 335,809	$ 335,809	$ 335,809	$ 3,929,318
General and Administrative	$ -	$ 166,991	$ 69,041	$ 85,491	$ 67,074	$ 102,041	$ 95,041	$ 101,041	$ 94,041	$ 101,041	$ 95,041	$ 95,041	$ 94,041	$ 1,165,925
Interest expense	$ -	$ 6,717	$ 6,679	$ 6,640	$ 6,602	$ 6,563	$ 6,524	$ 6,485	$ 6,445	$ 6,406	$ 6,366	$ 6,326	$ 6,286	$ 78,040
Depreciation and Amortization	$ -	$ 38,376	$ 51,838	$ 53,921	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 638,802
Total General & Admin Expenses	$ -	$ 212,084	$ 127,558	$ 146,052	$ 128,639	$ 163,567	$ 156,528	$ 162,489	$ 155,449	$ 162,410	$ 156,370	$ 156,330	$ 155,290	$ 1,882,767
Interest Income	$ -	$ 417	$ (1,903)	$ 43	$ 2,859	$ 5,624	$ 8,444	$ 11,182	$ 13,321	$ 14,198	$ 14,885	$ 15,555	$ 16,243	$ 100,868
Income Before Taxes		$ 64,946	$ 165,151	$ 189,800	$ 210,030	$ 177,866	$ 187,725	$ 184,502	$ 193,681	$ 187,597	$ 194,324	$ 195,034	$ 196,762	$ 2,147,419
Taxes		$ 1,299	$ 3,303	$ 3,796	$ 4,201	$ 3,557	$ 3,754	$ 3,690	$ 3,874	$ 3,752	$ 3,886	$ 3,901	$ 3,935	$ 42,948
Net Income for Month	$ -	$ 63,647	$ 161,848	$ 186,004	$ 205,829	$ 174,309	$ 183,971	$ 180,812	$ 189,807	$ 183,845	$ 190,438	$ 191,133	$ 192,827	$ 2,104,471
YTD Net Income Before Taxes	$ -	$ 64,946	$ 230,097	$ 419,897	$ 629,927	$ 807,793	$ 995,518	$ 1,180,020	$ 1,373,701	$ 1,561,298	$ 1,755,622	$ 1,950,657	$ 2,147,419	$ 2,147,419
YTD Tax Expense	$ -	$ 1,299	$ 4,602	$ 8,398	$ 12,599	$ 16,156	$ 19,910	$ 23,600	$ 27,474	$ 31,226	$ 35,112	$ 39,013	$ 42,948	$ 42,948
Distributions	$ -	$ 24,186	$ 61,502	$ 70,682	$ 78,215	$ 66,238	$ 69,909	$ 68,709	$ 72,127	$ 69,861	$ 72,366	$ 72,631	$ 73,274	$ 799,700
CASH FLOW														
Net Income	$ -	$ 63,647	$ 161,848	$ 186,004	$ 205,829	$ 174,309	$ 183,971	$ 180,812	$ 189,807	$ 183,845	$ 190,438	$ 191,133	$ 192,827	$ 2,104,471
Depreciation and Amortization	$ -	$ 38,376	$ 51,838	$ 53,921	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 638,802
Change in:														
Plant Equipment	$ (921,700)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (921,700)
Molds/Tools/Press	$ (1,017,000)	$ (2,384,687)	$ (200,000)	$ (200,000)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (3,801,687)
Other Assets	$ (883,200)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (883,200)
Accounts Payable	$ 324,100	$ 1,132,995	$ (115,988)	$ 105,214	$ (18,456)	$ 34,928	$ (7,039)	$ 5,961	$ (7,040)	$ 6,961	$ (6,040)	$ (40)	$ (1,040)	$ 1,454,518
Accrued City Income Taxes	$ -	$ 1,299	$ 2,004	$ 493	$ 405	$ (644)	$ 197	$ (64)	$ 184	$ (122)	$ 134	$ 15	$ 34	$ 3,935
Note Payable	$ 1,256,731	$ (8,362)	$ (8,400)	$ (8,438)	$ (8,477)	$ (8,516)	$ (8,555)	$ (8,594)	$ (8,633)	$ (8,673)	$ (8,712)	$ (8,752)	$ (8,792)	$ 1,153,828
Equity Less Distributions	$ 1,341,069	$ 600,000	$ 575,814	$ 538,498	$ 429,318	$ 421,785	$ 433,762	$ 280,091	$ (18,709)	$ (72,127)	$ (69,861)	$ (72,366)	$ (72,631)	$ 4,314,643
0														
Net Cash Flow	100,000	$ (556,732)	$ 467,117	$ 675,692	$ 663,582	$ 676,826	$ 657,300	$ 513,169	$ 210,572	$ 164,847	$ 160,922	$ 164,953	$ 165,361	$ 4,063,609
Cash at Beginning	$ -	$ 100,000	$ (456,732)	$ 10,385	$ 686,077	$ 1,349,659	$ 2,026,485	$ 2,683,785	$ 3,196,954	$ 3,407,526	$ 3,572,374	$ 3,733,296	$ 3,898,248	$ -
Cash at End	$ 100,000	$ (456,732)	$ 10,385	$ 686,077	$ 1,349,659	$ 2,026,485	$ 2,683,785	$ 3,196,954	$ 3,407,526	$ 3,572,374	$ 3,733,296	$ 3,898,248	$ 4,063,609	$ 4,063,609
Equity Injections:		$ 600,000	$ 600,000	$ 600,000	$ 500,000	$ 500,000	$ 500,000	$ 350,000	$ 50,000	$ -	$ -	$ -	$ -	$ 3,700,000

11.6d 6 JVPLANTS Best performance one central 6 years 3 shifts 3.7mill Fast start-up.xls	Year Two: 1 13	2 14	3 15	4 16	5 17	6 18	7 19	8 20	9 21	10 22	11 23	12 24	Year Two Total
BALANCE SHEET													
Cash	$ 4,097,589	$ 4,182,266	$ 4,276,569	$ 4,375,962	$ 4,476,194	$ 4,575,439	$ 4,668,830	$ 4,769,711	$ 4,869,618	$ 4,970,356	$ 5,591,931	$ 6,539,135	$ 6,539,135
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (199,706)	$ (215,068)	$ (230,430)	$ (245,792)	$ (261,154)	$ (276,516)	$ (291,878)	$ (307,240)	$ (322,602)	$ (337,964)	$ (353,326)	$ (368,688)	$ (368,688)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (494.059)	$ (533.660)	$ (573,261)	$ (612,862)	$ (652,463)	$ (692.064)	$ (731,665)	$ (771.266)	$ (810,867)	$ (850.468)	$ (890.069)	$ (929.670)	$ (929.670)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 9,010,411	$ 9,040,125	$ 9,079,465	$ 9,123,895	$ 9,169,164	$ 9,213,446	$ 9,251,874	$ 9,297,792	$ 9,342,736	$ 9,388,511	$ 9,955,123	$ 10,847,364	$ 10,847,364
Accounts Payable	$ 1,450,368	$ 1,434,900	$ 1,426,832	$ 1,425,763	$ 1,427,695	$ 1,437,626	$ 1,425,556	$ 1,427,486	$ 1,426,416	$ 1,425,345	$ 1,782,287	$ 1,961,721	$ 1,961,721
Accrued City Income Taxes	$ 1,432	$ 1,745	$ 1,912	$ 1,942	$ 1,912	$ 1,721	$ 1,971	$ 1,940	$ 1,970	$ 1,999	$ 5,270	$ 16,616	$ 16,616
Note Payable	$ 1,142,602	$ 1,128,670	$ 1,114,669	$ 1,100,600	$ 1,086,462	$ 1,072,255	$ 1,057,979	$ 1,043,632	$ 1,029,216	$ 1,014,729	$ 1,000,171	$ 985,542	$ 985,542
Equity Less Distributions	$ 4,241,369	$ 4,214,705	$ 4,182,228	$ 4,146,615	$ 4,110,458	$ 4,074,866	$ 4,042,816	$ 4,006,118	$ 3,969,994	$ 3,933,315	$ 3,896,082	$ 3,797,970	$ 3,797,970
Earnings/Loss	$ 2,174,640	$ 2,260,105	$ 2,353,824	$ 2,448,974	$ 2,542,637	$ 2,626,978	$ 2,723,552	$ 2,818,616	$ 2,915,140	$ 3,013,123	$ 3,271,313	$ 4,085,515	$ 4,085,515
Total Liabilities and Members' Equity	$ 9,010,411	$ 9,040,125	$ 9,079,465	$ 9,123,895	$ 9,169,164	$ 9,213,446	$ 9,251,874	$ 9,297,792	$ 9,342,736	$ 9,388,511	$ 9,955,123	$ 10,847,364	$ 10,847,364
STATEMENT OF OPERATIONS													
Number of Plants Operating	2	2	2	2	2	2	2	2	2	2	2	2	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	12	12	12	12	12	12	12	12	12	12	16	18	154
Sales	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 2,080,000	$ 2,340,000	$ 20,020,000
Total revenue +revenue from JV plant	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 2,080,000	$ 2,824,202	$ 20,504,202
Direct Materials	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,065,636	$ 1,420,848	$ 1,598,454	$ 13,675,662
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,328,646	$ 1,683,858	$ 1,861,464	$ 16,831,783
Gross Profit	$ 231,354	$ 231,354	$ 231,354	$ 231,354	$ 231,354	$ 231,354	$ 231,354	$ 231,354	$ 231,354	$ 231,354	$ 396,142	$ 962,738	$ 3,672,419
General and Administrative	$ 115,791	$ 100,391	$ 92,391	$ 91,391	$ 93,391	$ 103,391	$ 91,391	$ 93,391	$ 92,391	$ 91,391	$ 93,191	$ 95,091	$ 1,153,592
Interest expense	$ 5,931	$ 5,863	$ 5,795	$ 5,726	$ 5,658	$ 5,589	$ 5,519	$ 5,449	$ 5,379	$ 5,308	$ 5,238	$ 5,166	$ 66,622
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 176,685	$ 161,217	$ 153,149	$ 152,080	$ 154,012	$ 163,943	$ 151,873	$ 153,803	$ 152,733	$ 151,662	$ 153,392	$ 155,220	$ 1,879,770
Interest Income	$ 16,932	$ 17,073	$ 17,426	$ 17,819	$ 18,233	$ 18,651	$ 19,064	$ 19,453	$ 19,874	$ 20,290	$ 20,710	$ 23,300	$ 228,825
Income Before Taxes	$ 71,601	$ 87,210	$ 95,631	$ 97,093	$ 95,575	$ 86,062	$ 98,545	$ 97,004	$ 98,495	$ 99,982	$ 263,460	$ 830,818	$ 2,021,475
Taxes	$ 1,432	$ 1,745	$ 1,912	$ 1,942	$ 1,912	$ 1,721	$ 1,971	$ 1,940	$ 1,970	$ 1,999	$ 5,270	$ 16,616	$ 40,430
Net Income for Month	$ 70,169	$ 85,465	$ 93,719	$ 95,151	$ 93,663	$ 84,341	$ 96,574	$ 95,064	$ 96,525	$ 97,983	$ 258,190	$ 814,202	$ 1,981,045
YTD Net Income Before Taxes	$ 2,219,020	$ 2,306,230	$ 2,401,861	$ 2,498,953	$ 2,594,528	$ 2,680,590	$ 2,779,135	$ 2,876,139	$ 2,974,633	$ 3,074,615	$ 3,338,075	$ 4,168,893	$ 4,168,893
YTD Tax Expense	$ 44,380	$ 46,125	$ 48,037	$ 49,979	$ 51,891	$ 53,612	$ 55,583	$ 57,523	$ 59,493	$ 61,492	$ 66,762	$ 83,378	$ 83,378
Distributions	$ 26,664	$ 32,477	$ 35,613	$ 36,157	$ 35,592	$ 32,050	$ 36,698	$ 36,124	$ 36,679	$ 37,233	$ 98,112	$ 309,397	$ 752,796
CASH FLOW													
Net Income	$ 70,169	$ 85,465	$ 93,719	$ 95,151	$ 93,663	$ 84,341	$ 96,574	$ 95,064	$ 96,525	$ 97,983	$ 258,190	$ 814,202	$ 1,981,045
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ (4,150)	$ (15,468)	$ (8,068)	$ (1,069)	$ 1,932	$ 9,931	$ (12,070)	$ 1,930	$ (1,070)	$ (1,071)	$ 356,942	$ 179,434	$ 507,203
Accrued City Income Taxes	$ (2,503)	$ 313	$ 167	$ 30	$ (30)	$ (191)	$ 250	$ (31)	$ 30	$ 29	$ 3,271	$ 11,346	$ 12,681
Note Payable	$ (11,225)	$ (13,933)	$ (14,001)	$ (14,069)	$ (14,138)	$ (14,207)	$ (14,276)	$ (14,346)	$ (14,416)	$ (14,487)	$ (14,558)	$ (14,629)	$ (168,286)
Equity Less Distributions	$ (73,274)	$ (26,664)	$ (32,477)	$ (35,613)	$ (36,157)	$ (35,592)	$ (32,050)	$ (36,698)	$ (36,124)	$ (36,679)	$ (37,233)	$ (98,112)	$ (516,673)
Net Cash Flow	$ 33,980	$ 84,677	$ 94,303	$ 99,393	$ 100,233	$ 99,245	$ 93,391	$ 100,881	$ 99,907	$ 100,738	$ 621,575	$ 947,204	$ 2,475,526
Cash at Beginning	$ 4,063,609	$ 4,097,589	$ 4,182,266	$ 4,276,569	$ 4,375,962	$ 4,476,194	$ 4,575,439	$ 4,668,830	$ 4,769,711	$ 4,869,618	$ 4,970,356	$ 5,591,931	$ 4,063,609
Cash at End	$ 4,097,589	$ 4,182,266	$ 4,276,569	$ 4,375,962	$ 4,476,194	$ 4,575,439	$ 4,668,830	$ 4,769,711	$ 4,869,618	$ 4,970,356	$ 5,591,931	$ 6,539,135	$ 6,539,135
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

11.6d 6 JVPLANTS Best performance one central 6 years 3 shifts 3.7mill Fast start-up.xls	Year Three: 1 25	2 26	3 27	4 28	5 29	6 30	7 31	8 32	9 33	10 34	11 35	12 36	Year Three Total
BALANCE SHEET													
Cash	$ 7,383,946	$ 7,731,465	$ 8,095,610	$ 8,461,588	$ 8,831,200	$ 9,194,432	$ 9,564,926	$ 9,935,429	$ 10,308,662	$ 10,681,904	$ 11,052,719	$ 14,471,965	$ 14,471,965
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (384,050)	$ (399,412)	$ (414,774)	$ (430,136)	$ (445,498)	$ (460,860)	$ (476,222)	$ (491,584)	$ (506,946)	$ (522,308)	$ (537,670)	$ (553,032)	$ (553,032)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (969,271)	$ (1,008,872)	$ (1,048,473)	$ (1,088,074)	$ (1,127,675)	$ (1,167,276)	$ (1,206,877)	$ (1,246,478)	$ (1,286,079)	$ (1,325,680)	$ (1,365,281)	$ (1,404,882)	$ (1,404,882)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 11,637,212	$ 11,929,768	$ 12,238,950	$ 12,549,965	$ 12,864,614	$ 13,172,883	$ 13,488,414	$ 13,803,954	$ 14,122,224	$ 14,440,503	$ 14,756,355	$ 18,120,638	$ 18,120,638
Accounts Payable	$ 2,592,268	$ 2,564,896	$ 2,563,324	$ 2,558,751	$ 2,570,678	$ 2,560,104	$ 2,561,531	$ 2,558,456	$ 2,559,882	$ 2,565,307	$ 2,566,231	$ 2,566,656	$ 2,566,656
Accrued City Income Taxes	$ 10,000	$ 10,618	$ 10,679	$ 10,800	$ 10,593	$ 10,834	$ 10,836	$ 10,929	$ 10,931	$ 10,854	$ 10,866	$ 71,852	$ 71,852
Note Payable	$ 970,841	$ 956,068	$ 941,223	$ 926,305	$ 911,314	$ 896,250	$ 881,111	$ 865,899	$ 850,612	$ 835,250	$ 819,812	$ 804,299	$ 804,299
Equity Less Distributions	$ 3,488,573	$ 3,302,367	$ 3,104,657	$ 2,905,823	$ 2,704,720	$ 2,507,491	$ 2,305,751	$ 2,103,979	$ 1,900,487	$ 1,696,950	$ 1,494,855	$ 1,292,525	$ 1,292,525
Earnings/Loss	$ 4,575,530	$ 5,095,819	$ 5,619,068	$ 6,148,286	$ 6,667,309	$ 7,198,205	$ 7,729,185	$ 8,264,691	$ 8,800,313	$ 9,332,143	$ 9,864,590	$ 13,385,306	$ 13,385,306
Total Liabilities and Members' Equity	$ 11,637,212	$ 11,929,768	$ 12,238,950	$ 12,549,965	$ 12,864,614	$ 13,172,883	$ 13,488,414	$ 13,803,954	$ 14,122,224	$ 14,440,503	$ 14,756,355	$ 18,120,638	$ 18,120,638
STATEMENT OF OPERATIONS													
Number of Plants Operating	3	3	3	3	3	3	3	3	3	3	3	3	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 6,168,134	$ 40,488,134
Direct Materials	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 25,575,264
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 28,731,385
Gross Profit	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 3,773,852	$ 11,756,749
General and Administrative	$ 192,891	$ 165,591	$ 164,091	$ 159,591	$ 171,591	$ 161,091	$ 162,591	$ 159,591	$ 161,091	$ 166,591	$ 167,591	$ 168,091	$ 2,000,392
Interest expense	$ 5,095	$ 5,023	$ 4,951	$ 4,878	$ 4,805	$ 4,731	$ 4,658	$ 4,583	$ 4,508	$ 4,434	$ 4,358	$ 4,283	$ 56,307
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 252,949	$ 225,577	$ 224,004	$ 219,432	$ 231,359	$ 220,785	$ 222,212	$ 219,137	$ 220,562	$ 225,987	$ 226,912	$ 227,337	$ 2,716,254
Interest Income	$ 27,246	$ 30,766	$ 32,214	$ 33,732	$ 35,257	$ 36,797	$ 38,310	$ 39,854	$ 41,398	$ 42,953	$ 44,508	$ 46,053	$ 449,088
Income Before Taxes	$ 500,015	$ 530,907	$ 533,927	$ 540,018	$ 529,616	$ 541,730	$ 541,816	$ 546,435	$ 546,553	$ 542,683	$ 543,314	$ 3,592,568	$ 9,489,583
Taxes	$ 10,000	$ 10,618	$ 10,679	$ 10,800	$ 10,593	$ 10,834	$ 10,836	$ 10,929	$ 10,931	$ 10,854	$ 10,866	$ 71,852	$ 189,792
Net Income for Month	$ 490,015	$ 520,289	$ 523,248	$ 529,218	$ 519,023	$ 530,896	$ 530,980	$ 535,506	$ 535,622	$ 531,829	$ 532,448	$ 3,520,716	$ 9,299,791
YTD Net Income Before Taxes	$ 4,668,908	$ 5,199,815	$ 5,733,743	$ 6,273,761	$ 6,803,377	$ 7,345,107	$ 7,886,923	$ 8,433,358	$ 8,979,911	$ 9,522,595	$ 10,065,908	$ 13,658,476	$ 13,658,476
YTD Tax Expense	$ 93,378	$ 103,996	$ 114,675	$ 125,475	$ 136,068	$ 146,902	$ 157,738	$ 168,667	$ 179,598	$ 190,452	$ 201,318	$ 273,170	$ 273,170
Distributions	$ 186,206	$ 197,710	$ 198,834	$ 201,103	$ 197,229	$ 201,740	$ 201,772	$ 203,492	$ 203,537	$ 202,095	$ 202,330	$ 1,337,872	$ 3,533,920
CASH FLOW													
Net Income	$ 490,015	$ 520,289	$ 523,248	$ 529,218	$ 519,023	$ 530,896	$ 530,980	$ 535,506	$ 535,622	$ 531,829	$ 532,448	$ 3,520,716	$ 9,299,791
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 630,547	$ (27,372)	$ (1,572)	$ (4,573)	$ 11,927	$ (10,574)	$ 1,427	$ (3,075)	$ 1,425	$ 5,425	$ 925	$ 425	$ 604,935
Accrued City Income Taxes	$ (6,616)	$ 618	$ 61	$ 121	$ (207)	$ 241	$ 2	$ 93	$ 2	$ (77)	$ 12	$ 60,986	$ 55,236
Note Payable	$ (14,701)	$ (14,773)	$ (14,845)	$ (14,918)	$ (14,991)	$ (15,064)	$ (15,138)	$ (15,213)	$ (15,287)	$ (15,362)	$ (15,437)	$ (15,513)	$ (181,243)
Equity Less Distributions	$ (309,397)	$ (186,206)	$ (197,710)	$ (198,834)	$ (201,103)	$ (197,229)	$ (201,740)	$ (201,772)	$ (203,492)	$ (203,537)	$ (202,095)	$ (202,330)	$ (2,505,445)
0													
Net Cash Flow	$ 844,811	$ 347,519	$ 364,145	$ 365,978	$ 369,612	$ 363,232	$ 370,494	$ 370,503	$ 373,234	$ 373,241	$ 370,815	$ 3,419,246	$ 7,932,830
Cash at Beginning	$ 6,539,135	$ 7,383,946	$ 7,731,465	$ 8,095,610	$ 8,461,588	$ 8,831,200	$ 9,194,432	$ 9,564,926	$ 9,935,429	$ 10,308,662	$ 10,681,904	$ 11,052,719	$ 6,539,135
Cash at End	$ 7,383,946	$ 7,731,465	$ 8,095,610	$ 8,461,588	$ 8,831,200	$ 9,194,432	$ 9,564,926	$ 9,935,429	$ 10,308,662	$ 10,681,904	$ 11,052,719	$ 14,471,965	$ 14,471,965
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

11.6d 6 JVPLANTS Best performance one central 6 years 3 shifts 3.7mill Fast start-up.xls	Year Four: 1 (37)	2 (38)	3 (39)	4 (40)	5 (41)	6 (42)	7 (43)	8 (44)	9 (45)	10 (46)	11 (47)	12 (48)	Year Four Total
BALANCE SHEET													
Cash	$ 13,660,296	$ 14,022,345	$ 14,400,687	$ 14,779,072	$ 15,159,904	$ 15,542,888	$ 15,927,119	$ 16,315,027	$ 16,699,638	$ 17,088,528	$ 17,475,035	$ 24,340,601	$ 24,340,601
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (568,394)	$ (583,756)	$ (599,118)	$ (614,480)	$ (629,842)	$ (645,204)	$ (660,566)	$ (675,928)	$ (691,290)	$ (706,652)	$ (722,014)	$ (737,376)	$ (737,376)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (1,444,483)	$ (1,484,084)	$ (1,523,685)	$ (1,563,286)	$ (1,602,887)	$ (1,642,488)	$ (1,682,089)	$ (1,721,690)	$ (1,761,291)	$ (1,800,892)	$ (1,840,493)	$ (1,880,094)	$ (1,880,094)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 17,254,006	$ 17,561,092	$ 17,884,471	$ 18,207,893	$ 18,533,762	$ 18,861,783	$ 19,191,051	$ 19,523,996	$ 19,853,644	$ 20,187,571	$ 20,519,115	$ 27,329,718	$ 27,329,718
Accounts Payable	$ 2,588,579	$ 2,566,303	$ 2,567,726	$ 2,565,149	$ 2,563,071	$ 2,562,493	$ 2,557,914	$ 2,564,835	$ 2,559,256	$ 2,564,677	$ 2,560,597	$ 2,559,015	$ 2,559,015
Accrued City Income Taxes	$ 10,735	$ 11,113	$ 11,114	$ 11,198	$ 11,271	$ 11,314	$ 11,438	$ 11,331	$ 11,476	$ 11,398	$ 11,513	$ 141,091	$ 141,091
Note Payable	$ 788,710	$ 773,044	$ 757,301	$ 741,481	$ 725,583	$ 709,607	$ 693,553	$ 677,420	$ 661,207	$ 644,915	$ 628,542	$ 612,090	$ 612,090
Equity Less Distributions	$ (45,347)	$ (245,236)	$ (452,161)	$ (659,118)	$ (867,621)	$ (1,077,485)	$ (1,288,155)	$ (1,501,125)	$ (1,712,114)	$ (1,925,782)	$ (2,138,029)	$ (2,352,398)	$ (2,352,398)
Earnings/Loss	$ 13,911,329	$ 14,455,868	$ 15,000,491	$ 15,549,184	$ 16,101,458	$ 16,655,854	$ 17,216,301	$ 17,771,535	$ 18,333,819	$ 18,892,363	$ 19,456,492	$ 26,369,920	$ 26,369,920
Total Liabilities and Members' Equity	$ 17,254,006	$ 17,561,092	$ 17,884,471	$ 18,207,893	$ 18,533,762	$ 18,861,783	$ 19,191,051	$ 19,523,996	$ 19,853,644	$ 20,187,571	$ 20,519,115	$ 27,329,718	$ 27,329,718
STATEMENT OF OPERATIONS													
Number of Plants Operating	4	4	4	4	4	4	4	4	4	4	4	4	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 9,595,684	$ 43,915,684
Direct Materials	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 25,575,264
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 28,731,385
Gross Profit	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 7,201,402	$ 15,184,300
General and Administrative	$ 190,091	$ 167,891	$ 169,391	$ 166,891	$ 164,891	$ 164,391	$ 159,891	$ 166,891	$ 161,391	$ 166,891	$ 162,891	$ 161,391	$ 2,002,892
Interest expense	$ 4,206	$ 4,130	$ 4,053	$ 3,976	$ 3,898	$ 3,820	$ 3,741	$ 3,662	$ 3,583	$ 3,504	$ 3,424	$ 3,342	$ 45,339
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 249,260	$ 226,984	$ 228,407	$ 225,830	$ 223,752	$ 223,174	$ 218,595	$ 225,516	$ 219,937	$ 225,358	$ 221,278	$ 219,696	$ 2,707,786
Interest Income	$ 60,300	$ 56,918	$ 58,426	$ 60,003	$ 61,579	$ 63,166	$ 64,762	$ 66,363	$ 67,979	$ 69,582	$ 71,202	$ 72,813	$ 773,093
Income Before Taxes	$ 536,758	$ 555,652	$ 555,737	$ 559,891	$ 563,545	$ 565,710	$ 571,885	$ 566,565	$ 573,760	$ 569,942	$ 575,642	$ 7,054,519	$ 13,249,606
Taxes	$ 10,735	$ 11,113	$ 11,114	$ 11,198	$ 11,271	$ 11,314	$ 11,438	$ 11,331	$ 11,476	$ 11,398	$ 11,513	$ 141,091	$ 264,992
Net Income for Month	$ 526,023	$ 544,539	$ 544,623	$ 548,693	$ 552,274	$ 554,396	$ 560,447	$ 555,234	$ 562,284	$ 558,544	$ 564,129	$ 6,913,428	$ 12,984,614
YTD Net Income Before Taxes	$ 14,195,234	$ 14,750,886	$ 15,306,623	$ 15,866,514	$ 16,430,059	$ 16,995,769	$ 17,567,654	$ 18,134,219	$ 18,707,979	$ 19,277,921	$ 19,853,563	$ 26,908,082	$ 26,908,082
YTD Tax Expense	$ 283,905	$ 295,018	$ 306,132	$ 317,330	$ 328,601	$ 339,915	$ 351,353	$ 362,684	$ 374,160	$ 385,558	$ 397,071	$ 538,162	$ 538,162
Distributions	$ 199,889	$ 206,925	$ 206,957	$ 208,503	$ 209,864	$ 210,670	$ 212,970	$ 210,989	$ 213,668	$ 212,247	$ 214,369	$ 2,627,103	$ 4,934,154
CASH FLOW													
Net Income	$ 526,023	$ 544,539	$ 544,623	$ 548,693	$ 552,274	$ 554,396	$ 560,447	$ 555,234	$ 562,284	$ 558,544	$ 564,129	$ 6,913,428	$ 12,984,614
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 21,923	$ (22,276)	$ 1,423	$ (2,577)	$ (2,078)	$ (578)	$ (4,579)	$ 6,922	$ (5,580)	$ 5,421	$ (4,080)	$ (1,581)	$ (7,641)
Accrued City Income Taxes	$ (61,117)	$ 378	$ 1	$ 84	$ 73	$ 43	$ 124	$ (107)	$ 145	$ (78)	$ 115	$ 129,578	$ 69,239
Note Payable	$ (15,589)	$ (15,666)	$ (15,743)	$ (15,820)	$ (15,898)	$ (15,976)	$ (16,054)	$ (16,133)	$ (16,213)	$ (16,292)	$ (16,372)	$ (16,453)	$ (192,209)
Equity Less Distributions	$ (1,337,872)	$ (199,889)	$ (206,925)	$ (206,957)	$ (208,503)	$ (209,864)	$ (210,670)	$ (212,970)	$ (210,989)	$ (213,668)	$ (212,247)	$ (214,369)	$ (3,644,923)
Net Cash Flow	$ (811,669)	$ 362,049	$ 378,342	$ 378,386	$ 380,832	$ 382,984	$ 384,231	$ 387,908	$ 384,611	$ 388,890	$ 386,508	$ 6,865,566	$ 9,868,636
Cash at Beginning	$ 14,471,965	$ 13,660,296	$ 14,022,345	$ 14,400,687	$ 14,779,072	$ 15,159,904	$ 15,542,888	$ 15,927,119	$ 16,315,027	$ 16,699,638	$ 17,088,528	$ 17,475,035	$ 14,471,965
Cash at End	$ 13,660,296	$ 14,022,345	$ 14,400,687	$ 14,779,072	$ 15,159,904	$ 15,542,888	$ 15,927,119	$ 16,315,027	$ 16,699,638	$ 17,088,528	$ 17,475,035	$ 24,340,601	$ 24,340,601
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

11.6d 6 JVPLANTS Best performance one central 6 years 3 shifts 3.7mill Fast start-up.xls	Year Five: 1 (49)	2 (50)	3 (51)	4 (52)	5 (53)	6 (54)	7 (55)	8 (56)	9 (57)	10 (58)	11 (59)	12 (60)	Year Five Total
BALANCE SHEET													
Cash	$ 22,218,277	$ 22,592,972	$ 22,988,160	$ 23,385,261	$ 23,791,541	$ 24,192,451	$ 24,599,802	$ 25,009,074	$ 25,419,351	$ 25,829,724	$ 26,239,889	$ 36,572,210	$ 36,572,210
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (752,738)	$ (768,100)	$ (783,462)	$ (798,824)	$ (814,186)	$ (829,548)	$ (844,910)	$ (860,272)	$ (875,634)	$ (890,996)	$ (906,358)	$ (921,700)	$ (921,700)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (1,919,695)	$ (1,959,296)	$ (1,998,897)	$ (2,038,498)	$ (2,078,099)	$ (2,117,700)	$ (2,157,301)	$ (2,196,902)	$ (2,236,503)	$ (2,276,104)	$ (2,315,705)	$ (2,355,306)	$ (2,355,306)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 25,152,431	$ 25,472,163	$ 25,812,388	$ 26,154,526	$ 26,505,843	$ 26,851,790	$ 27,204,178	$ 27,558,487	$ 27,913,801	$ 28,269,211	$ 28,624,413	$ 38,901,791	$ 38,901,791
Accounts Payable	$ 2,598,335	$ 2,572,754	$ 2,571,171	$ 2,557,590	$ 2,568,007	$ 2,558,924	$ 2,557,340	$ 2,557,256	$ 2,558,673	$ 2,560,588	$ 2,564,002	$ 2,558,417	$ 2,558,417
Accrued City Income Taxes	$ 11,362	$ 11,697	$ 11,760	$ 12,065	$ 11,889	$ 12,105	$ 12,170	$ 12,206	$ 12,211	$ 12,207	$ 12,174	$ 210,785	$ 210,785
Note Payable	$ 595,556	$ 578,941	$ 562,244	$ 545,464	$ 528,603	$ 511,658	$ 494,630	$ 477,518	$ 460,321	$ 443,040	$ 425,674	$ 408,222	$ 408,222
Equity Less Distributions	$ (4,979,501)	$ (5,191,070)	$ (5,408,872)	$ (5,627,844)	$ (5,852,487)	$ (6,073,867)	$ (6,299,260)	$ (6,525,865)	$ (6,753,133)	$ (6,980,509)	$ (7,207,808)	$ (7,434,472)	$ (7,434,472)
Earnings/Loss	$ 26,926,680	$ 27,499,842	$ 28,076,085	$ 28,667,251	$ 29,249,831	$ 29,842,969	$ 30,439,298	$ 31,037,372	$ 31,635,729	$ 32,233,886	$ 32,830,371	$ 43,158,840	$ 43,158,840
Total Liabilities and Members' Equity	$ 25,152,431	$ 25,472,163	$ 25,812,388	$ 26,154,526	$ 26,505,843	$ 26,851,790	$ 27,204,178	$ 27,558,487	$ 27,913,801	$ 28,269,211	$ 28,624,413	$ 38,901,791	$ 38,901,791
STATEMENT OF OPERATIONS													
Number of Plants Operating	5	5	5	5	5	5	5	5	5	5	5	5	
		0											
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 13,043,281	$ 47,363,281
Direct Materials	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 25,575,264
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 2,394,282	$ 28,731,385
Gross Profit	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 725,718	$ 10,648,999	$ 18,631,896
General and Administrative	$ 200,791	$ 175,291	$ 173,791	$ 160,291	$ 170,791	$ 161,791	$ 160,291	$ 160,291	$ 161,791	$ 163,791	$ 167,291	$ 161,791	$ 2,017,992
Interest expense	$ 3,262	$ 3,181	$ 3,098	$ 3,017	$ 2,934	$ 2,851	$ 2,767	$ 2,683	$ 2,600	$ 2,515	$ 2,429	$ 2,344	$ 33,680
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,943	$ 659,536
Total General & Admin Expenses	$ 259,016	$ 233,435	$ 231,852	$ 218,271	$ 228,688	$ 219,605	$ 218,021	$ 217,937	$ 219,354	$ 221,268	$ 224,683	$ 219,078	$ 2,711,208
Interest Income	$ 101,419	$ 92,576	$ 94,137	$ 95,784	$ 97,439	$ 99,131	$ 100,802	$ 102,499	$ 104,204	$ 105,914	$ 107,624	$ 109,333	$ 1,210,862
Income Before Taxes	$ 568,121	$ 584,859	$ 588,003	$ 603,231	$ 594,469	$ 605,244	$ 608,499	$ 610,280	$ 610,568	$ 610,363	$ 608,659	$ 10,539,254	$ 17,131,550
Taxes	$ 11,362	$ 11,697	$ 11,760	$ 12,065	$ 11,889	$ 12,105	$ 12,170	$ 12,206	$ 12,211	$ 12,207	$ 12,174	$ 210,785	$ 342,631
Net Income for Month	$ 556,759	$ 573,162	$ 576,243	$ 591,166	$ 582,580	$ 593,139	$ 596,329	$ 598,074	$ 598,357	$ 598,156	$ 596,485	$ 10,328,469	$ 16,788,919
YTD Net Income Before Taxes	$ 27,476,204	$ 28,061,063	$ 28,649,066	$ 29,252,297	$ 29,846,766	$ 30,452,009	$ 31,060,508	$ 31,670,788	$ 32,281,356	$ 32,891,720	$ 33,500,379	$ 44,039,633	$ 44,039,633
YTD Tax Expense	$ 549,524	$ 561,221	$ 572,981	$ 585,046	$ 596,935	$ 609,040	$ 621,210	$ 633,416	$ 645,627	$ 657,834	$ 670,008	$ 880,793	$ 880,793
Distributions	$ 211,569	$ 217,802	$ 218,972	$ 224,643	$ 221,380	$ 225,393	$ 226,605	$ 227,268	$ 227,376	$ 227,299	$ 226,664	$ 3,924,818	$ 6,379,789
CASH FLOW													
Net Income	$ 556,759	$ 573,162	$ 576,243	$ 591,166	$ 582,580	$ 593,139	$ 596,329	$ 598,074	$ 598,357	$ 598,156	$ 596,485	$ 10,328,469	$ 16,788,919
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,943	$ 659,536
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 39,319	$ (25,581)	$ (1,582)	$ (13,581)	$ 10,417	$ (9,083)	$ (1,584)	$ (84)	$ 1,416	$ 1,915	$ 3,415	$ (5,586)	$ (599)
Accrued City Income Taxes	$ (129,729)	$ 335	$ 63	$ 305	$ (176)	$ 216	$ 65	$ 36	$ 5	$ (4)	$ (33)	$ 198,611	$ 69,694
Note Payable	$ (16,534)	$ (16,615)	$ (16,697)	$ (16,779)	$ (16,862)	$ (16,945)	$ (17,028)	$ (17,112)	$ (17,196)	$ (17,281)	$ (17,366)	$ (17,452)	$ (203,868)
Equity Less Distributions	$ (2,627,103)	$ (211,569)	$ (217,802)	$ (218,972)	$ (224,643)	$ (221,380)	$ (225,393)	$ (226,605)	$ (227,268)	$ (227,376)	$ (227,299)	$ (226,664)	$ (5,082,074)
Net Cash Flow	$ (2,122,324)	$ 374,695	$ 395,187	$ 397,101	$ 406,279	$ 400,910	$ 407,352	$ 409,272	$ 410,277	$ 410,373	$ 410,164	$ 10,332,322	$ 12,231,609
Cash at Beginning	$ 24,340,601	$ 22,218,277	$ 22,592,972	$ 22,988,160	$ 23,385,261	$ 23,791,541	$ 24,192,451	$ 24,599,802	$ 25,009,074	$ 25,419,351	$ 25,829,724	$ 26,239,889	$ 24,340,601
Cash at End	$ 22,218,277	$ 22,592,972	$ 22,988,160	$ 23,385,261	$ 23,791,541	$ 24,192,451	$ 24,599,802	$ 25,009,074	$ 25,419,351	$ 25,829,724	$ 26,239,889	$ 36,572,210	$ 36,572,210
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

11.6d 6 JVPLANTS Best performance one central 6 years 3 shifts 3.7mill Fast start-up.xls	Year Six												Year Six Total
	1	2	3	4	5	6	7	8	9	10	11	12	
	61	62	63	64	65	66	67	68	69	70	71	72	
BALANCE SHEET													
Cash	$ 33,142,472	$ 33,569,431	$ 34,003,758	$ 34,439,176	$ 34,875,681	$ 35,313,271	$ 35,751,954	$ 36,191,728	$ 36,632,599	$ 37,074,568	$ 37,517,637	$ 51,830,135	$ 51,830,135
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (2,394,907)	$ (2,434,508)	$ (2,474,109)	$ (2,513,710)	$ (2,553,311)	$ (2,592,912)	$ (2,632,513)	$ (2,672,114)	$ (2,711,715)	$ (2,751,316)	$ (2,790,917)	$ (2,830,518)	$ (2,830,518)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 35,432,452	$ 35,819,810	$ 36,214,536	$ 36,610,353	$ 37,007,257	$ 37,405,246	$ 37,804,328	$ 38,204,501	$ 38,605,771	$ 39,008,139	$ 39,411,607	$ 53,684,504	$ 53,684,504
Accounts Payable	$ 2,558,331	$ 2,558,283	$ 2,558,236	$ 2,558,188	$ 2,558,140	$ 2,558,092	$ 2,558,043	$ 2,557,994	$ 2,557,945	$ 2,557,896	$ 2,557,846	$ 2,557,796	$ 2,557,796
Accrued City Income Taxes	$ 13,489	$ 13,204	$ 13,241	$ 13,277	$ 13,316	$ 13,352	$ 13,390	$ 13,427	$ 13,465	$ 13,503	$ 13,541	$ 290,945	$ 290,945
Note Payable	$ 400,120	$ 391,970	$ 383,773	$ 375,528	$ 367,235	$ 358,894	$ 350,505	$ 342,066	$ 333,578	$ 325,041	$ 316,454	$ 307,817	$ 307,817
Equity Less Distributions	$ (11,359,290)	$ (11,610,456)	$ (11,856,318)	$ (12,102,860)	$ (12,350,094)	$ (12,598,021)	$ (12,846,644)	$ (13,095,964)	$ (13,345,983)	$ (13,596,702)	$ (13,848,124)	$ (14,100,250)	$ (14,100,250)
Earnings/Loss	$ 43,819,803	$ 44,466,809	$ 45,115,604	$ 45,766,219	$ 46,418,659	$ 47,072,929	$ 47,729,034	$ 48,386,977	$ 49,046,765	$ 49,708,401	$ 50,371,890	$ 64,628,196	$ 64,628,196
Total Liabilities and Members' Equity	$ 35,432,452	$ 35,819,810	$ 36,214,536	$ 36,610,353	$ 37,007,257	$ 37,405,246	$ 37,804,328	$ 38,204,501	$ 38,605,771	$ 39,008,139	$ 39,411,607	$ 53,684,504	$ 53,684,504
STATEMENT OF OPERATIONS													
Number of Plants Operating	6	6	6	6	6	6	6	6	6	6	6	6	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 13,868,325	$ 13,868,325
	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	16988324.75	51308324.75
Direct Materials	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Plant Labor	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 2,131,272	$ 25,575,264
Research and Development	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Plant Costs	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Total Direct Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	2394282.047	28731384.56
Gross Profit	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	725717.9533	14594042.7	22576940.19
General and Administrative	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Interest expense	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 1,941,492
Depreciation and Amortization	$ 2,258	$ 2,210	$ 2,163	$ 2,115	$ 2,067	$ 2,019	$ 1,970	$ 1,921	$ 1,872	$ 1,823	$ 1,773	$ 1,723	$ 23,915
Total General & Admin Expenses	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 475,212
	203649.6191	203602.4387	203554.978	203507.2353	203459.2089	203410.8972	203362.2983	203313.4105	203264.2321	203214.7613	203164.9963	203114.9354	2440619.011
Interest Income	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	152384	138094	139873	141682	143497	145315	147139	148966	150799	152636	154477	156323	1771185
Income Before Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Taxes	$ 674,452	$ 660,210	$ 662,036	$ 663,893	$ 665,756	$ 667,622	$ 669,495	$ 671,371	$ 673,253	$ 675,139	$ 677,030	$ 14,547,251	$ 21,907,506
	13489	13204	13241	13277	13316	13352	13390	13427	13465	13503	13541	290945	438150
Net Income for Month	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
YTD Net Income Before Taxes	$ 660,963	$ 647,006	$ 648,795	$ 650,616	$ 652,440	$ 654,270	$ 656,105	$ 657,944	$ 659,788	$ 661,636	$ 663,489	$ 14,256,306	$ 21,469,356
YTD Tax Expense	$ 44,714,085	$ 45,374,295	$ 46,036,331	$ 46,700,223	$ 47,365,979	$ 48,033,601	$ 48,703,096	$ 49,374,466	$ 50,047,719	$ 50,722,858	$ 51,399,888	$ 65,947,139	$ 65,947,139
Distributions	$ 894,282	$ 907,486	$ 920,727	$ 934,004	$ 947,320	$ 960,672	$ 974,062	$ 987,489	$ 1,000,954	$ 1,014,457	$ 1,027,998	$ 1,318,943	$ 1,318,943
CASH FLOW	251166	245862	246542	247234	247927	248623	249320	250019	250719	251422	252126	5417396	8158356
Net Income	$ 660,963	$ 647,006	$ 648,795	$ 650,616	$ 652,440	$ 654,270	$ 656,105	$ 657,944	$ 659,788	$ 661,636	$ 663,489	$ 14,256,306	$ 21,469,356
Depreciation and Amortization	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 475,212
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ (86)	$ (47)	$ (47)	$ (48)	$ (48)	$ (48)	$ (49)	$ (49)	$ (49)	$ (49)	$ (50)	$ (50)	$ (621)
Accrued City Income Taxes	$ (197,296)	$ (285)	$ 37	$ 36	$ 39	$ 36	$ 38	$ 37	$ 38	$ 38	$ 38	$ 277,404	$ 80,160
Note Payable	$ (8,102)	$ (8,150)	$ (8,197)	$ (8,245)	$ (8,293)	$ (8,341)	$ (8,390)	$ (8,439)	$ (8,488)	$ (8,537)	$ (8,587)	$ (8,637)	$ (100,405)
Equity Less Distributions	$ (3,924,818)	$ (251,166)	$ (245,862)	$ (246,542)	$ (247,234)	$ (247,927)	$ (248,623)	$ (249,320)	$ (250,019)	$ (250,719)	$ (251,422)	$ (252,126)	$ (6,665,778)
Net Cash Flow	$ (3,429,738)	$ 426,959	$ 434,327	$ 435,418	$ 436,505	$ 437,591	$ 438,682	$ 439,774	$ 440,871	$ 441,969	$ 443,069	$ 14,312,498	$ 15,257,925
Cash at Beginning	$ 36,572,210	$ 33,142,472	$ 33,569,431	$ 34,003,758	$ 34,439,176	$ 34,875,681	$ 35,313,271	$ 35,751,954	$ 36,191,728	$ 36,632,599	$ 37,074,568	$ 37,517,637	$ 36,572,210
Cash at End	$ 33,142,472	$ 33,569,431	$ 34,003,758	$ 34,439,176	$ 34,875,681	$ 35,313,271	$ 35,751,954	$ 36,191,728	$ 36,632,599	$ 37,074,568	$ 37,517,637	$ 51,830,135	$ 51,830,135
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

PDG Domus Mfg LLC
Financial Model 11.6e

The financial model 11.6e (6 years, one central operation plant with 5 joint venture plants) has the following market conditions: A shrinking market and simultaneously having 5.55% increases on all cost sectors: materials, shipping/handling, land, area costs, labor, G&A (stag-flation). Under normal market conditions an increase in the sales price would take place, in this model no increase in pricing is seen. Included in this model are fast start-up production numbers for the first year of 154 structures with three shifts. During the second year flat production takes place with no increase of sales.

Financial Model Covers:

- Time period 6 years
- One central operation plant with 5 joint venture plants (total plants 6)
- 3 shifts
- Fast start-up production on central operations with flat operation performance in year two. Increased operational cost without increased sales year two.
- First year production 154 units, Second year 154 units, Third year 288 units
- Personnel 75 first year, 99 peak
- 288 peak unit production
- Break even (cash flow) first year – first quarter (37 units sold)
- $1,000,000.00 Leased equipment
- 5.55% more home costs on all sectors (materials, land, area cost, shipping/handling, labor, G&A loans, interest)
- Total cash injections $3.7 million

11. 6e 6 JVPLANTS 5.55% performance one central 6 years 3 shifts 3.7mill Fast start-up	Year:	Year One:											Year One Total
	Month of Year:	1	2	3	4	5	6	7	8	9	10	11	12	
	Month:	1	2	3	4	5	6	7	8	9	10	11	12	
BALANCE SHEET	Initial													
Cash	$ 100,000	$ (456,732)	$ (25,590)	$ 613,977	$ 1,238,345	$ 1,875,853	$ 2,493,735	$ 2,967,386	$ 3,138,339	$ 3,263,468	$ 3,384,570	$ 3,509,601	$ 3,634,940	$ 3,634,940
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)		$ (15,362)	$ (30,724)	$ (46,086)	$ (61,448)	$ (76,810)	$ (92,172)	$ (107,534)	$ (122,896)	$ (138,258)	$ (153,620)	$ (168,982)	$ (184,344)	$ (184,344)
Molds/Tools/Press	$ 1,017,000	$ 3,401,687	$ 3,601,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press		$ (23,014)	$ (59,490)	$ (98,049)	$ (137,650)	$ (177,251)	$ (216,852)	$ (256,453)	$ (296,054)	$ (335,655)	$ (375,256)	$ (414,857)	$ (454,458)	$ (454,458)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 2,921,900	$ 4,711,479	$ 5,290,783	$ 6,076,429	$ 6,645,834	$ 7,228,379	$ 7,791,298	$ 8,209,986	$ 8,325,976	$ 8,396,142	$ 8,462,281	$ 8,532,349	$ 8,602,725	$ 8,602,725
Accounts Payable	$ 324,100	$ 1,516,303	$ 1,400,316	$ 1,510,464	$ 1,492,008	$ 1,526,937	$ 1,519,898	$ 1,525,859	$ 1,518,819	$ 1,525,780	$ 1,519,740	$ 1,519,700	$ 1,518,660	$ 1,518,660
Accrued City Income Taxes	$ -	$ 115	$ 2,119	$ 2,510	$ 2,912	$ 2,265	$ 2,459	$ 2,391	$ 2,572	$ 2,447	$ 2,577	$ 2,589	$ 2,620	$ 2,620
Note Payable	$ 1,256,731	$ 1,248,369	$ 1,239,969	$ 1,231,531	$ 1,223,054	$ 1,214,538	$ 1,205,984	$ 1,197,390	$ 1,188,757	$ 1,180,084	$ 1,171,372	$ 1,162,620	$ 1,153,828	$ 1,153,828
Equity Less Distributions	$ 1,341,069	$ 1,941,069	$ 2,538,932	$ 3,099,479	$ 3,552,740	$ 3,998,524	$ 4,456,346	$ 4,760,557	$ 4,766,029	$ 4,718,145	$ 4,672,588	$ 4,624,587	$ 4,576,384	$ 4,576,384
Earnings/Loss	$ -	$ 5,623	$ 109,447	$ 232,445	$ 375,120	$ 486,115	$ 606,611	$ 723,789	$ 849,799	$ 969,685	$ 1,096,003	$ 1,222,854	$ 1,351,234	$ 1,351,234
Total Liabilities and Members' Equity	$ 2,921,900	$ 4,711,479	$ 5,290,783	$ 6,076,429	$ 6,645,834	$ 7,228,379	$ 7,791,298	$ 8,209,986	$ 8,325,976	$ 8,396,142	$ 8,462,281	$ 8,532,349	$ 8,602,725	$ 8,602,725
STATEMENT OF OPERATIONS														
Number of Plants Operating		1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH		12	12	13	13	13	13	13	13	13	13	13	13	154
Sales	$ -	$ 1,560,000	$ 1,560,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 20,020,000
Total revenue +revenue from JV plant	$ -	$ 1,560,000	$ 1,560,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 20,020,000
Direct Materials		$ 1,124,844	$ 1,124,844	$ 1,218,581	$ 1,218,581	$ 1,218,581	$ 1,218,581	$ 1,218,581	$ 1,218,581	$ 1,218,581	$ 1,218,581	$ 1,218,581	$ 1,218,581	$ 14,435,498
Plant Labor		$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 2,325,020
Research and Development		$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs		$ 23,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 78,000
Total Direct Costs		$ 1,342,596	$ 1,324,596	$ 1,418,333	$ 1,418,333	$ 1,418,333	$ 1,418,333	$ 1,418,333	$ 1,418,333	$ 1,418,333	$ 1,418,333	$ 1,418,333	$ 1,418,333	$ 16,850,518
Gross Profit		$ 217,404	$ 235,404	$ 271,667	$ 271,667	$ 271,667	$ 271,667	$ 271,667	$ 271,667	$ 271,667	$ 271,667	$ 271,667	$ 271,667	$ 3,169,482
General and Administrative	$ -	$ 166,991	$ 69,041	$ 85,491	$ 67,074	$ 102,041	$ 95,041	$ 101,041	$ 94,041	$ 101,041	$ 95,041	$ 95,041	$ 94,041	$ 1,165,925
Interest expense	$ -	$ 6,717	$ 6,679	$ 6,640	$ 6,602	$ 6,563	$ 6,524	$ 6,485	$ 6,445	$ 6,406	$ 6,366	$ 6,326	$ 6,286	$ 78,040
Depreciation and Amortization	$ -	$ 38,376	$ 51,838	$ 53,921	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 638,802
Total General & Admin Expenses	$ -	$ 212,084	$ 127,558	$ 146,052	$ 128,639	$ 163,567	$ 156,528	$ 162,489	$ 155,449	$ 162,410	$ 156,370	$ 156,330	$ 155,290	$ 1,882,767
Interest Income	$ -	$ 417	$ (1,903)	$ (107)	$ 2,558	$ 5,160	$ 7,816	$ 10,391	$ 12,364	$ 13,076	$ 13,598	$ 14,102	$ 14,623	$ 92,095
Income Before Taxes		$ 5,738	$ 105,943	$ 125,508	$ 145,587	$ 113,260	$ 122,955	$ 119,569	$ 128,582	$ 122,333	$ 128,895	$ 129,439	$ 131,000	$ 1,378,810
Taxes		$ 115	$ 2,119	$ 2,510	$ 2,912	$ 2,265	$ 2,459	$ 2,391	$ 2,572	$ 2,447	$ 2,577	$ 2,589	$ 2,620	$ 27,576
Net Income for Month	$ -	$ 5,623	$ 103,824	$ 122,998	$ 142,675	$ 110,995	$ 120,496	$ 117,178	$ 126,010	$ 119,886	$ 126,318	$ 126,850	$ 128,380	$ 1,351,234
YTD Net Income Before Taxes	$ -	$ 5,738	$ 111,681	$ 237,189	$ 382,776	$ 496,036	$ 618,991	$ 738,560	$ 867,142	$ 989,475	$ 1,118,370	$ 1,247,810	$ 1,378,810	$ 1,378,810
YTD Tax Expense	$ -	$ 115	$ 2,234	$ 4,744	$ 7,656	$ 9,921	$ 12,380	$ 14,771	$ 17,343	$ 19,790	$ 22,367	$ 24,956	$ 27,576	$ 27,576
Distributions	$ -	$ 2,137	$ 39,453	$ 46,739	$ 54,216	$ 42,178	$ 45,789	$ 44,528	$ 47,884	$ 45,557	$ 48,001	$ 48,203	$ 48,784	$ 513,469
CASH FLOW														
Net Income	$ -	$ 5,623	$ 103,824	$ 122,998	$ 142,675	$ 110,995	$ 120,496	$ 117,178	$ 126,010	$ 119,886	$ 126,318	$ 126,850	$ 128,380	$ 1,351,234
Depreciation and Amortization	$ -	$ 38,376	$ 51,838	$ 53,921	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 638,802
Change in:														
Plant Equipment	$ (921,700)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (921,700)
Molds/Tools/Press	$ (1,017,000)	$ (2,384,687)	$ (200,000)	$ (200,000)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (3,801,687)
Other Assets	$ (883,200)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (883,200)
Accounts Payable	$ 324,100	$ 1,192,203	$ (115,988)	$ 110,148	$ (18,456)	$ 34,928	$ (7,039)	$ 5,961	$ (7,040)	$ 6,961	$ (6,040)	$ (40)	$ (1,040)	$ 1,518,660
Accrued City Income Taxes	$ -	$ 115	$ 2,004	$ 391	$ 402	$ (647)	$ 194	$ (68)	$ 181	$ (125)	$ 130	$ 12	$ 31	$ 2,620
Note Payable	$ 1,256,731	$ (8,362)	$ (8,400)	$ (8,438)	$ (8,477)	$ (8,516)	$ (8,555)	$ (8,594)	$ (8,633)	$ (8,673)	$ (8,712)	$ (8,752)	$ (8,792)	$ 1,153,828
Equity Less Distributions	$ 1,341,069	$ 600,000	$ 597,863	$ 560,547	$ 453,261	$ 445,784	$ 457,822	$ 304,211	$ 5,472	$ (47,884)	$ (45,557)	$ (48,001)	$ (48,203)	$ 4,576,384
0														
Net Cash Flow	100,000	$ (556,732)	$ 431,142	$ 639,567	$ 624,368	$ 637,508	$ 617,882	$ 473,651	$ 170,953	$ 125,128	$ 121,102	$ 125,032	$ 125,339	$ 3,634,940
Cash at Beginning	$ -	$ 100,000	$ (456,732)	$ (25,590)	$ 613,977	$ 1,238,345	$ 1,875,853	$ 2,493,735	$ 2,967,386	$ 3,138,339	$ 3,263,468	$ 3,384,570	$ 3,509,601	$ -
Cash at End	$ 100,000	$ (456,732)	$ (25,590)	$ 613,977	$ 1,238,345	$ 1,875,853	$ 2,493,735	$ 2,967,386	$ 3,138,339	$ 3,263,468	$ 3,384,570	$ 3,509,601	$ 3,634,940	$ 3,634,940
Equity Injections:		$ 600,000	$ 600,000	$ 600,000	$ 500,000	$ 500,000	$ 500,000	$ 350,000	$ 50,000	$ -	$ -	$ -	$ -	$ 3,700,000

11. 6e 6 JVPLANTS 5.55% performance one central 6 years 3 shifts 3.7mill Fast start-up	Year Two: 1 / 13	2 / 14	3 / 15	4 / 16	5 / 17	6 / 18	7 / 19	8 / 20	9 / 21	10 / 22	11 / 23	12 / 24	Year Two Total
BALANCE SHEET													
Cash	$ 3,628,797	$ 3,676,247	$ 3,733,234	$ 3,795,214	$ 3,857,940	$ 3,919,584	$ 3,975,279	$ 4,038,368	$ 4,100,387	$ 4,163,140	$ 4,746,633	$ 5,390,645	$ 5,390,645
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (199,706)	$ (215,068)	$ (230,430)	$ (245,792)	$ (261,154)	$ (276,516)	$ (291,878)	$ (307,240)	$ (322,602)	$ (337,964)	$ (353,326)	$ (368,688)	$ (368,688)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (494.059)	$ (533,660)	$ (573,261)	$ (612,862)	$ (652,463)	$ (692,064)	$ (731,665)	$ (771,266)	$ (810,867)	$ (850,468)	$ (890,069)	$ (929,670)	$ (929,670)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 8,541,619	$ 8,534,106	$ 8,536,130	$ 8,543,147	$ 8,550,910	$ 8,557,591	$ 8,558,323	$ 8,566,449	$ 8,573,505	$ 8,581,295	$ 9,109,825	$ 9,698,874	$ 9,698,874
Accounts Payable	$ 1,509,576	$ 1,494,108	$ 1,486,040	$ 1,484,971	$ 1,486,903	$ 1,496,834	$ 1,484,764	$ 1,486,694	$ 1,485,624	$ 1,484,553	$ 1,861,231	$ 2,050,533	$ 2,050,533
Accrued City Income Taxes	$ 212	$ 521	$ 687	$ 712	$ 679	$ 486	$ 732	$ 698	$ 725	$ 751	$ 3,623	$ 9,709	$ 9,709
Note Payable	$ 1,142,602	$ 1,128,670	$ 1,114,669	$ 1,100,600	$ 1,086,462	$ 1,072,255	$ 1,057,979	$ 1,043,632	$ 1,029,216	$ 1,014,729	$ 1,000,171	$ 985,542	$ 985,542
Equity Less Distributions	$ 4,527,600	$ 4,523,650	$ 4,513,949	$ 4,501,170	$ 4,487,905	$ 4,475,263	$ 4,466,222	$ 4,452,590	$ 4,439,591	$ 4,426,095	$ 4,412,104	$ 4,344,643	$ 4,344,643
Earnings/Loss	$ 1,361,629	$ 1,387,157	$ 1,420,785	$ 1,455,693	$ 1,488,961	$ 1,512,753	$ 1,548,626	$ 1,582,835	$ 1,618,349	$ 1,655,167	$ 1,832,696	$ 2,308,447	$ 2,308,447
Total Liabilities and Members' Equity	$ 8,541,619	$ 8,534,106	$ 8,536,130	$ 8,543,147	$ 8,550,910	$ 8,557,591	$ 8,558,323	$ 8,566,449	$ 8,573,505	$ 8,581,295	$ 9,109,825	$ 9,698,874	$ 9,698,874
STATEMENT OF OPERATIONS													
Number of Plants Operating	2	2	2	2	2	2	2	2	2	2	2	2	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	12	12	12	12	12	12	12	12	12	12	16	18	154
Sales	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 2,080,000	$ 2,340,000	$ 20,020,000
Total revenue +revenue from JV plant	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 2,080,000	$ 2,571,178	$ 20,251,178
Direct Materials	$ 1,124,844	$ 1,124,844	$ 1,124,844	$ 1,124,844	$ 1,124,844	$ 1,124,844	$ 1,124,844	$ 1,124,844	$ 1,124,844	$ 1,124,844	$ 1,499,792	$ 1,687,266	$ 14,435,498
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 1,387,854	$ 1,387,854	$ 1,387,854	$ 1,387,854	$ 1,387,854	$ 1,387,854	$ 1,387,854	$ 1,387,854	$ 1,387,854	$ 1,387,854	$ 1,762,802	$ 1,950,276	$ 17,591,619
Gross Profit	$ 172,146	$ 172,146	$ 172,146	$ 172,146	$ 172,146	$ 172,146	$ 172,146	$ 172,146	$ 172,146	$ 172,146	$ 317,198	$ 620,902	$ 2,659,559
General and Administrative	$ 115,791	$ 100,391	$ 92,391	$ 91,391	$ 93,391	$ 103,391	$ 91,391	$ 93,391	$ 92,391	$ 91,391	$ 93,191	$ 95,091	$ 1,153,592
Interest expense	$ 5,931	$ 5,863	$ 5,795	$ 5,726	$ 5,658	$ 5,589	$ 5,519	$ 5,449	$ 5,379	$ 5,308	$ 5,238	$ 5,166	$ 66,622
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 176,685	$ 161,217	$ 153,149	$ 152,080	$ 154,012	$ 163,943	$ 151,873	$ 153,803	$ 152,733	$ 151,662	$ 153,392	$ 155,220	$ 1,879,770
Interest Income	$ 15,146	$ 15,120	$ 15,318	$ 15,555	$ 15,813	$ 16,075	$ 16,332	$ 16,564	$ 16,827	$ 17,085	$ 17,346	$ 19,778	$ 196,959
Income Before Taxes	$ 10,607	$ 26,049	$ 34,315	$ 35,621	$ 33,947	$ 24,278	$ 36,605	$ 34,907	$ 36,240	$ 37,569	$ 181,152	$ 485,460	$ 976,749
Taxes	$ 212	$ 521	$ 687	$ 712	$ 679	$ 486	$ 732	$ 698	$ 725	$ 751	$ 3,623	$ 9,709	$ 19,535
Net Income for Month	$ 10,395	$ 25,528	$ 33,628	$ 34,909	$ 33,268	$ 23,792	$ 35,873	$ 34,209	$ 35,515	$ 36,818	$ 177,529	$ 475,751	$ 957,214
YTD Net Income Before Taxes	$ 1,389,417	$ 1,415,466	$ 1,449,781	$ 1,485,401	$ 1,519,348	$ 1,543,626	$ 1,580,231	$ 1,615,138	$ 1,651,377	$ 1,688,946	$ 1,870,098	$ 2,355,558	$ 2,355,558
YTD Tax Expense	$ 27,788	$ 28,309	$ 28,996	$ 29,708	$ 30,387	$ 30,873	$ 31,605	$ 32,303	$ 33,028	$ 33,779	$ 37,402	$ 47,111	$ 47,111
Distributions	$ 3,950	$ 9,701	$ 12,779	$ 13,265	$ 12,642	$ 9,041	$ 13,632	$ 12,999	$ 13,496	$ 13,991	$ 67,461	$ 180,785	$ 363,742
CASH FLOW													
Net Income	$ 10,395	$ 25,528	$ 33,628	$ 34,909	$ 33,268	$ 23,792	$ 35,873	$ 34,209	$ 35,515	$ 36,818	$ 177,529	$ 475,751	$ 957,214
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ (9,084)	$ (15,468)	$ (8,068)	$ (1,069)	$ 1,932	$ 9,931	$ (12,070)	$ 1,930	$ (1,070)	$ (1,071)	$ 376,678	$ 189,302	$ 531,873
Accrued City Income Taxes	$ (2,408)	$ 309	$ 166	$ 25	$ (33)	$ (193)	$ 246	$ (34)	$ 27	$ 26	$ 2,872	$ 6,086	$ 7,089
Note Payable	$ (11,225)	$ (13,933)	$ (14,001)	$ (14,069)	$ (14,138)	$ (14,207)	$ (14,276)	$ (14,346)	$ (14,416)	$ (14,487)	$ (14,558)	$ (14,629)	$ (168,286)
Equity Less Distributions	$ (48,784)	$ (3,950)	$ (9,701)	$ (12,779)	$ (13,265)	$ (12,642)	$ (9,041)	$ (13,632)	$ (12,999)	$ (13,496)	$ (13,991)	$ (67,461)	$ (231,741)
Net Cash Flow	$ (6,143)	$ 47,450	$ 56,987	$ 61,980	$ 62,727	$ 61,644	$ 55,695	$ 63,089	$ 62,019	$ 62,753	$ 583,493	$ 644,012	$ 1,755,705
Cash at Beginning	$ 3,634,940	$ 3,628,797	$ 3,676,247	$ 3,733,234	$ 3,795,214	$ 3,857,940	$ 3,919,584	$ 3,975,279	$ 4,038,368	$ 4,100,387	$ 4,163,140	$ 4,746,633	$ 3,634,940
Cash at End	$ 3,628,797	$ 3,676,247	$ 3,733,234	$ 3,795,214	$ 3,857,940	$ 3,919,584	$ 3,975,279	$ 4,038,368	$ 4,100,387	$ 4,163,140	$ 4,746,633	$ 5,390,645	$ 5,390,645
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

11. 6e 6 JVPLANTS 5.55% performance one central 6 years 3 shifts 3.7mill Fast start-up	Year Three:												Year Three Total
	1 25	2 26	3 27	4 28	5 29	6 30	7 31	8 32	9 33	10 34	11 35	12 36	
BALANCE SHEET													
Cash	$ 6,277,378	$ 6,550,215	$ 6,839,298	$ 7,130,022	$ 7,424,190	$ 7,711,788	$ 8,006,454	$ 8,300,937	$ 8,597,958	$ 8,894,795	$ 9,189,011	$ 11,435,370	$ 11,435,370
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (384,050)	$ (399,412)	$ (414,774)	$ (430,136)	$ (445,498)	$ (460,860)	$ (476,222)	$ (491,584)	$ (506,946)	$ (522,308)	$ (537,670)	$ (553,032)	$ (553,032)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (969,271)	$ (1,008,872)	$ (1,048,473)	$ (1,088,074)	$ (1,127,675)	$ (1,167,276)	$ (1,206,877)	$ (1,246,478)	$ (1,286,079)	$ (1,325,680)	$ (1,365,281)	$ (1,404,882)	$ (1,404,882)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 10,530,644	$ 10,748,518	$ 10,982,638	$ 11,218,399	$ 11,457,604	$ 11,690,239	$ 11,929,942	$ 12,169,462	$ 12,411,520	$ 12,653,394	$ 12,892,647	$ 15,084,043	$ 15,084,043
Accounts Payable	$ 2,710,684	$ 2,683,312	$ 2,681,740	$ 2,677,167	$ 2,689,094	$ 2,678,520	$ 2,679,947	$ 2,676,872	$ 2,678,298	$ 2,683,723	$ 2,684,647	$ 2,685,072	$ 2,685,072
Accrued City Income Taxes	$ 7,536	$ 8,158	$ 8,212	$ 8,327	$ 8,113	$ 8,349	$ 8,345	$ 8,430	$ 8,427	$ 8,343	$ 8,349	$ 47,405	$ 47,405
Note Payable	$ 970,841	$ 956,068	$ 941,223	$ 926,305	$ 911,314	$ 896,250	$ 881,111	$ 865,899	$ 850,612	$ 835,250	$ 819,812	$ 804,299	$ 804,299
Equity Less Distributions	$ 4,163,858	$ 4,023,532	$ 3,871,637	$ 3,718,733	$ 3,563,678	$ 3,412,614	$ 3,257,155	$ 3,101,782	$ 2,944,806	$ 2,787,904	$ 2,632,561	$ 2,477,102	$ 2,477,102
Earnings/Loss	$ 2,677,725	$ 3,077,448	$ 3,479,827	$ 3,887,867	$ 4,285,405	$ 4,694,507	$ 5,103,384	$ 5,516,479	$ 5,929,378	$ 6,338,175	$ 6,747,277	$ 9,070,165	$ 9,070,165
Total Liabilities and Members' Equity	$ 10,530,644	$ 10,748,518	$ 10,982,638	$ 11,218,399	$ 11,457,604	$ 11,690,239	$ 11,929,942	$ 12,169,462	$ 12,411,520	$ 12,653,394	$ 12,892,647	$ 15,084,043	$ 15,084,043
STATEMENT OF OPERATIONS													
Number of Plants Operating	3	3	3	3	3	3	3	3	3	3	3	3	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 5,072,040	$ 39,392,040
Direct Materials	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 26,996,256
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 30,152,377
Gross Profit	$ 607,302	$ 607,302	$ 607,302	$ 607,302	$ 607,302	$ 607,302	$ 607,302	$ 607,302	$ 607,302	$ 607,302	$ 607,302	$ 2,559,342	$ 9,239,663
General and Administrative	$ 192,891	$ 165,591	$ 164,091	$ 159,591	$ 171,591	$ 161,091	$ 162,591	$ 159,591	$ 161,091	$ 166,591	$ 167,591	$ 168,091	$ 2,000,392
Interest expense	$ 5,095	$ 5,023	$ 4,951	$ 4,878	$ 4,805	$ 4,731	$ 4,658	$ 4,583	$ 4,508	$ 4,434	$ 4,358	$ 4,283	$ 56,307
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 252,949	$ 225,577	$ 224,004	$ 219,432	$ 231,359	$ 220,785	$ 222,212	$ 219,137	$ 220,562	$ 225,987	$ 226,912	$ 227,337	$ 2,716,254
Interest Income	$ 22,461	$ 26,156	$ 27,293	$ 28,497	$ 29,708	$ 30,934	$ 32,132	$ 33,360	$ 34,587	$ 35,825	$ 37,062	$ 38,288	$ 376,303
Income Before Taxes	$ 376,814	$ 407,881	$ 410,590	$ 416,367	$ 405,651	$ 417,451	$ 417,222	$ 421,525	$ 421,326	$ 417,139	$ 417,452	$ 2,370,293	$ 6,899,712
Taxes	$ 7,536	$ 8,158	$ 8,212	$ 8,327	$ 8,113	$ 8,349	$ 8,345	$ 8,430	$ 8,427	$ 8,343	$ 8,349	$ 47,405	$ 137,994
Net Income for Month	$ 369,278	$ 399,723	$ 402,378	$ 408,040	$ 397,538	$ 409,102	$ 408,877	$ 413,095	$ 412,899	$ 408,796	$ 409,103	$ 2,322,888	$ 6,761,718
YTD Net Income Before Taxes	$ 2,732,372	$ 3,140,253	$ 3,550,844	$ 3,967,211	$ 4,372,862	$ 4,790,313	$ 5,207,535	$ 5,629,060	$ 6,050,386	$ 6,467,526	$ 6,884,977	$ 9,255,270	$ 9,255,270
YTD Tax Expense	$ 54,647	$ 62,805	$ 71,017	$ 79,344	$ 87,457	$ 95,806	$ 104,151	$ 112,581	$ 121,008	$ 129,351	$ 137,700	$ 185,105	$ 185,105
Distributions	$ 140,326	$ 151,895	$ 152,904	$ 155,055	$ 151,064	$ 155,459	$ 155,373	$ 156,976	$ 156,902	$ 155,343	$ 155,459	$ 882,697	$ 2,569,453
CASH FLOW													
Net Income	$ 369,278	$ 399,723	$ 402,378	$ 408,040	$ 397,538	$ 409,102	$ 408,877	$ 413,095	$ 412,899	$ 408,796	$ 409,103	$ 2,322,888	$ 6,761,718
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 660,151	$ (27,372)	$ (1,572)	$ (4,573)	$ 11,927	$ (10,574)	$ 1,427	$ (3,075)	$ 1,425	$ 5,425	$ 925	$ 425	$ 634,539
Accrued City Income Taxes	$ (2,173)	$ 622	$ 54	$ 115	$ (214)	$ 236	$ (4)	$ 85	$ (3)	$ (84)	$ 6	$ 39,056	$ 37,696
Note Payable	$ (14,701)	$ (14,773)	$ (14,845)	$ (14,918)	$ (14,991)	$ (15,064)	$ (15,138)	$ (15,213)	$ (15,287)	$ (15,362)	$ (15,437)	$ (15,513)	$ (181,243)
Equity Less Distributions	$ (180,785)	$ (140,326)	$ (151,895)	$ (152,904)	$ (155,055)	$ (151,064)	$ (155,459)	$ (155,373)	$ (156,976)	$ (156,902)	$ (155,343)	$ (155,459)	$ (1,867,541)
0													
Net Cash Flow	$ 886,733	$ 272,837	$ 289,083	$ 290,724	$ 294,168	$ 287,598	$ 294,666	$ 294,483	$ 297,022	$ 296,836	$ 294,216	$ 2,246,359	$ 6,044,725
Cash at Beginning	$ 5,390,645	$ 6,277,378	$ 6,550,215	$ 6,839,298	$ 7,130,022	$ 7,424,190	$ 7,711,788	$ 8,006,454	$ 8,300,937	$ 8,597,958	$ 8,894,795	$ 9,189,011	$ 5,390,645
Cash at End	$ 6,277,378	$ 6,550,215	$ 6,839,298	$ 7,130,022	$ 7,424,190	$ 7,711,788	$ 8,006,454	$ 8,300,937	$ 8,597,958	$ 8,894,795	$ 9,189,011	$ 11,435,370	$ 11,435,370
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

11. 6e 6 JVPLANTS 5.55% performance one central 6 years 3 shifts 3.7mill Fast start-up	Year Four: 1 37	2 38	3 39	4 40	5 41	6 42	7 43	8 44	9 45	10 46	11 47	12 48	Year Four Total
BALANCE SHEET													
Cash	$ 10,972,254	$ 11,256,119	$ 11,555,380	$ 11,854,482	$ 12,155,832	$ 12,459,131	$ 12,763,474	$ 13,071,293	$ 13,375,612	$ 13,684,006	$ 13,989,813	$ 19,012,205	$ 19,012,205
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (568,394)	$ (583,756)	$ (599,118)	$ (614,480)	$ (629,842)	$ (645,204)	$ (660,566)	$ (675,928)	$ (691,290)	$ (706,652)	$ (722,014)	$ (737,376)	$ (737,376)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (1,444,483)	$ (1,484,084)	$ (1,523,685)	$ (1,563,286)	$ (1,602,887)	$ (1,642,488)	$ (1,682,089)	$ (1,721,690)	$ (1,761,291)	$ (1,800,892)	$ (1,840,493)	$ (1,880,094)	$ (1,880,094)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 14,565,964	$ 14,794,866	$ 15,039,164	$ 15,283,303	$ 15,529,690	$ 15,778,026	$ 16,027,406	$ 16,280,262	$ 16,529,618	$ 16,783,049	$ 17,033,893	$ 22,001,322	$ 22,001,322
Accounts Payable	$ 2,706,995	$ 2,684,719	$ 2,686,142	$ 2,683,565	$ 2,681,487	$ 2,680,909	$ 2,676,330	$ 2,683,251	$ 2,677,672	$ 2,683,093	$ 2,679,013	$ 2,677,431	$ 2,677,431
Accrued City Income Taxes	$ 8,114	$ 8,521	$ 8,516	$ 8,592	$ 8,659	$ 8,696	$ 8,812	$ 8,699	$ 8,837	$ 8,753	$ 8,861	$ 103,187	$ 103,187
Note Payable	$ 788,710	$ 773,044	$ 757,301	$ 741,481	$ 725,583	$ 709,607	$ 693,553	$ 677,420	$ 661,207	$ 644,915	$ 628,542	$ 612,090	$ 612,090
Equity Less Distributions	$ 1,594,405	$ 1,443,327	$ 1,284,671	$ 1,126,105	$ 966,115	$ 804,887	$ 642,976	$ 478,889	$ 316,907	$ 152,370	$ (10,621)	$ (175,610)	$ (175,610)
Earnings/Loss	$ 9,467,740	$ 9,885,255	$ 10,302,534	$ 10,723,561	$ 11,147,846	$ 11,573,927	$ 12,005,735	$ 12,432,003	$ 12,864,995	$ 13,293,918	$ 13,728,098	$ 18,784,224	$ 18,784,224
Total Liabilities and Members' Equity	$ 14,565,964	$ 14,794,866	$ 15,039,164	$ 15,283,303	$ 15,529,690	$ 15,778,026	$ 16,027,406	$ 16,280,262	$ 16,529,618	$ 16,783,049	$ 17,033,893	$ 22,001,322	$ 22,001,322
STATEMENT OF OPERATIONS													
Number of Plants Operating	4	4	4	4	4	4	4	4	4	4	4	4	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 7,833,416	$ 42,153,416
Direct Materials	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 26,996,256
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 30,152,377
Gross Profit	$ 607,302	$ 607,302	$ 607,302	$ 607,302	$ 607,302	$ 607,302	$ 607,302	$ 607,302	$ 607,302	$ 607,302	$ 607,302	$ 5,320,718	$ 12,001,039
General and Administrative	$ 190,091	$ 167,891	$ 169,391	$ 166,891	$ 164,891	$ 164,391	$ 159,891	$ 166,891	$ 161,391	$ 166,891	$ 162,891	$ 161,391	$ 2,002,892
Interest expense	$ 4,206	$ 4,130	$ 4,053	$ 3,976	$ 3,898	$ 3,820	$ 3,741	$ 3,662	$ 3,583	$ 3,504	$ 3,424	$ 3,342	$ 45,339
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 249,260	$ 226,984	$ 228,407	$ 225,830	$ 223,752	$ 223,174	$ 218,595	$ 225,516	$ 219,937	$ 225,358	$ 221,278	$ 219,696	$ 2,707,786
Interest Income	$ 47,647	$ 45,718	$ 46,900	$ 48,147	$ 49,394	$ 50,649	$ 51,913	$ 53,181	$ 54,464	$ 55,732	$ 57,017	$ 58,291	$ 619,053
Income Before Taxes	$ 405,689	$ 426,036	$ 425,795	$ 429,619	$ 432,944	$ 434,777	$ 440,620	$ 434,967	$ 441,829	$ 437,676	$ 443,041	$ 5,159,312	$ 9,912,306
Taxes	$ 8,114	$ 8,521	$ 8,516	$ 8,592	$ 8,659	$ 8,696	$ 8,812	$ 8,699	$ 8,837	$ 8,753	$ 8,861	$ 103,187	$ 198,247
Net Income for Month	$ 397,575	$ 417,515	$ 417,279	$ 421,027	$ 424,285	$ 426,081	$ 431,808	$ 426,268	$ 432,992	$ 428,923	$ 434,180	$ 5,056,125	$ 9,714,059
YTD Net Income Before Taxes	$ 9,660,959	$ 10,086,995	$ 10,512,790	$ 10,942,409	$ 11,375,353	$ 11,810,130	$ 12,250,750	$ 12,685,717	$ 13,127,546	$ 13,565,222	$ 14,008,263	$ 19,167,576	$ 19,167,576
YTD Tax Expense	$ 193,219	$ 201,740	$ 210,256	$ 218,848	$ 227,507	$ 236,203	$ 245,015	$ 253,714	$ 262,551	$ 271,304	$ 280,165	$ 383,352	$ 383,352
Distributions	$ 151,078	$ 158,656	$ 158,566	$ 159,990	$ 161,228	$ 161,911	$ 164,087	$ 161,982	$ 164,537	$ 162,991	$ 164,989	$ 1,921,328	$ 3,691,343
CASH FLOW													
Net Income	$ 397,575	$ 417,515	$ 417,279	$ 421,027	$ 424,285	$ 426,081	$ 431,808	$ 426,268	$ 432,992	$ 428,923	$ 434,180	$ 5,056,125	$ 9,714,059
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 21,923	$ (22,276)	$ 1,423	$ (2,577)	$ (2,078)	$ (578)	$ (4,579)	$ 6,922	$ (5,580)	$ 5,421	$ (4,080)	$ (1,581)	$ (7,641)
Accrued City Income Taxes	$ (39,291)	$ 407	$ (5)	$ 76	$ 67	$ 37	$ 116	$ (113)	$ 138	$ (84)	$ 108	$ 94,326	$ 55,782
Note Payable	$ (15,589)	$ (15,666)	$ (15,743)	$ (15,820)	$ (15,898)	$ (15,976)	$ (16,054)	$ (16,133)	$ (16,213)	$ (16,292)	$ (16,372)	$ (16,453)	$ (192,209)
Equity Less Distributions	$ (882,697)	$ (151,078)	$ (158,656)	$ (158,566)	$ (159,990)	$ (161,228)	$ (161,911)	$ (164,087)	$ (161,982)	$ (164,537)	$ (162,991)	$ (164,989)	$ (2,652,712)
Net Cash Flow	$ (463,116)	$ 283,865	$ 299,261	$ 299,103	$ 301,350	$ 303,299	$ 304,343	$ 307,819	$ 304,319	$ 308,394	$ 305,808	$ 5,022,391	$ 7,576,835
Cash at Beginning	$ 11,435,370	$ 10,972,254	$ 11,256,119	$ 11,555,380	$ 11,854,482	$ 12,155,832	$ 12,459,131	$ 12,763,474	$ 13,071,293	$ 13,375,612	$ 13,684,006	$ 13,989,813	$ 11,435,370
Cash at End	$ 10,972,254	$ 11,256,119	$ 11,555,380	$ 11,854,482	$ 12,155,832	$ 12,459,131	$ 12,763,474	$ 13,071,293	$ 13,375,612	$ 13,684,006	$ 13,989,813	$ 19,012,205	$ 19,012,205
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

11. 6e 6 JVPLANTS 5.55% performance one central 6 years 3 shifts 3.7mill Fast start-up	Year Five:												Year Five Total
	1 49	2 50	3 51	4 52	5 53	6 54	7 55	8 56	9 57	10 58	11 59	12 60	
BALANCE SHEET													
Cash	$ 17,492,943	$ 17,784,711	$ 18,095,641	$ 18,408,270	$ 18,729,861	$ 19,045,868	$ 19,368,103	$ 19,692,041	$ 20,016,769	$ 20,341,375	$ 20,665,554	$ 28,481,588	$ 28,481,588
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (752,738)	$ (768,100)	$ (783,462)	$ (798,824)	$ (814,186)	$ (829,548)	$ (844,910)	$ (860,272)	$ (875,634)	$ (890,996)	$ (906,358)	$ (921,700)	$ (921,700)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (1,919,695)	$ (1,959,296)	$ (1,998,897)	$ (2,038,498)	$ (2,078,099)	$ (2,117,700)	$ (2,157,301)	$ (2,196,902)	$ (2,236,503)	$ (2,276,104)	$ (2,315,705)	$ (2,355,306)	$ (2,355,306)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 20,427,097	$ 20,663,902	$ 20,919,869	$ 21,177,535	$ 21,444,163	$ 21,705,207	$ 21,972,479	$ 22,241,454	$ 22,511,219	$ 22,780,862	$ 23,050,078	$ 30,811,169	$ 30,811,169
Accounts Payable	$ 2,716,751	$ 2,691,170	$ 2,689,587	$ 2,676,006	$ 2,686,423	$ 2,677,340	$ 2,675,756	$ 2,675,672	$ 2,677,089	$ 2,679,004	$ 2,682,418	$ 2,676,833	$ 2,676,833
Accrued City Income Taxes	$ 8,550	$ 8,935	$ 8,991	$ 9,288	$ 9,107	$ 9,314	$ 9,373	$ 9,401	$ 9,400	$ 9,389	$ 9,348	$ 159,350	$ 159,350
Note Payable	$ 595,556	$ 578,941	$ 562,244	$ 545,464	$ 528,603	$ 511,658	$ 494,630	$ 477,518	$ 460,321	$ 443,040	$ 425,674	$ 408,222	$ 408,222
Equity Less Distributions	$ (2,096,938)	$ (2,256,141)	$ (2,422,512)	$ (2,589,925)	$ (2,762,879)	$ (2,932,438)	$ (3,105,879)	$ (3,280,400)	$ (3,455,452)	$ (3,630,479)	$ (3,805,297)	$ (3,979,347)	$ (3,979,347)
Earnings/Loss	$ 19,203,178	$ 19,640,998	$ 20,081,559	$ 20,536,701	$ 20,982,909	$ 21,439,333	$ 21,898,599	$ 22,359,262	$ 22,819,861	$ 23,279,908	$ 23,737,935	$ 31,546,111	$ 31,546,111
Total Liabilities and Members' Equity	$ 20,427,097	$ 20,663,902	$ 20,919,869	$ 21,177,535	$ 21,444,163	$ 21,705,207	$ 21,972,479	$ 22,241,454	$ 22,511,219	$ 22,780,862	$ 23,050,078	$ 30,811,169	$ 30,811,169
STATEMENT OF OPERATIONS													
Number of Plants Operating	5	5 0	5	5	5	5	5	5	5	5	5	5	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 10,613,196	$ 44,933,196
Direct Materials	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 26,996,256
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 2,512,698	$ 30,152,377
Gross Profit	$ 607,302	$ 607,302	$ 607,302	$ 607,302	$ 607,302	$ 607,302	$ 607,302	$ 607,302	$ 607,302	$ 607,302	$ 607,302	$ 8,100,498	$ 14,780,819
General and Administrative	$ 200,791	$ 175,291	$ 173,791	$ 160,291	$ 170,791	$ 161,791	$ 160,291	$ 160,291	$ 161,791	$ 163,791	$ 167,291	$ 161,791	$ 2,017,992
Interest expense	$ 3,262	$ 3,181	$ 3,098	$ 3,017	$ 2,934	$ 2,851	$ 2,767	$ 2,683	$ 2,600	$ 2,515	$ 2,429	$ 2,344	$ 33,680
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,943	$ 659,536
Total General & Admin Expenses	$ 259,016	$ 233,435	$ 231,852	$ 218,271	$ 228,688	$ 219,605	$ 218,021	$ 217,937	$ 219,354	$ 221,268	$ 224,683	$ 219,078	$ 2,711,208
Interest Income	$ 79,218	$ 72,887	$ 74,103	$ 75,399	$ 76,701	$ 78,041	$ 79,358	$ 80,700	$ 82,050	$ 83,403	$ 84,756	$ 86,106	$ 952,722
Income Before Taxes	$ 427,504	$ 446,754	$ 449,553	$ 464,430	$ 455,315	$ 465,738	$ 468,639	$ 470,065	$ 469,998	$ 469,436	$ 467,375	$ 7,967,526	$ 13,022,333
Taxes	$ 8,550	$ 8,935	$ 8,991	$ 9,288	$ 9,107	$ 9,314	$ 9,373	$ 9,401	$ 9,400	$ 9,389	$ 9,348	$ 159,350	$ 260,446
Net Income for Month	$ 418,954	$ 437,819	$ 440,562	$ 455,142	$ 446,208	$ 456,424	$ 459,266	$ 460,664	$ 460,598	$ 460,047	$ 458,027	$ 7,808,176	$ 12,761,887
YTD Net Income Before Taxes	$ 19,595,080	$ 20,041,835	$ 20,491,387	$ 20,955,817	$ 21,411,132	$ 21,876,870	$ 22,345,509	$ 22,815,573	$ 23,285,572	$ 23,755,008	$ 24,222,383	$ 32,189,909	$ 32,189,909
YTD Tax Expense	$ 391,902	$ 400,837	$ 409,828	$ 419,116	$ 428,223	$ 437,537	$ 446,910	$ 456,311	$ 465,711	$ 475,100	$ 484,448	$ 643,798	$ 643,798
Distributions	$ 159,203	$ 166,371	$ 167,413	$ 172,954	$ 169,559	$ 173,441	$ 174,521	$ 175,052	$ 175,027	$ 174,818	$ 174,050	$ 2,967,107	$ 4,849,516
CASH FLOW													
Net Income	$ 418,954	$ 437,819	$ 440,562	$ 455,142	$ 446,208	$ 456,424	$ 459,266	$ 460,664	$ 460,598	$ 460,047	$ 458,027	$ 7,808,176	$ 12,761,887
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,943	$ 659,536
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 39,319	$ (25,581)	$ (1,582)	$ (13,581)	$ 10,417	$ (9,083)	$ (1,584)	$ (84)	$ 1,416	$ 1,915	$ 3,415	$ (5,586)	$ (599)
Accrued City Income Taxes	$ (94,637)	$ 385	$ 56	$ 297	$ (181)	$ 207	$ 59	$ 28	$ (1)	$ (11)	$ (41)	$ 150,002	$ 56,163
Note Payable	$ (16,534)	$ (16,615)	$ (16,697)	$ (16,779)	$ (16,862)	$ (16,945)	$ (17,028)	$ (17,112)	$ (17,196)	$ (17,281)	$ (17,366)	$ (17,452)	$ (203,868)
Equity Less Distributions	$ (1,921,328)	$ (159,203)	$ (166,371)	$ (167,413)	$ (172,954)	$ (169,559)	$ (173,441)	$ (174,521)	$ (175,052)	$ (175,027)	$ (174,818)	$ (174,050)	$ (3,803,737)
Net Cash Flow	$ (1,519,262)	$ 291,768	$ 310,930	$ 312,628	$ 321,591	$ 316,007	$ 322,235	$ 323,938	$ 324,728	$ 324,606	$ 324,179	$ 7,816,034	$ 9,469,383
Cash at Beginning	$ 19,012,205	$ 17,492,943	$ 17,784,711	$ 18,095,641	$ 18,408,270	$ 18,729,861	$ 19,045,868	$ 19,368,103	$ 19,692,041	$ 20,016,769	$ 20,341,375	$ 20,665,554	$ 19,012,205
Cash at End	$ 17,492,943	$ 17,784,711	$ 18,095,641	$ 18,408,270	$ 18,729,861	$ 19,045,868	$ 19,368,103	$ 19,692,041	$ 20,016,769	$ 20,341,375	$ 20,665,554	$ 28,481,588	$ 28,481,588
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

11. 6e 6 JVPLANTS 5.55% performance one central 6 years 3 shifts 3.7mill Fast start-up	Year Six												Year Six Total
	1	2	3	4	5	6	7	8	9	10	11	12	
	61	62	63	64	65	66	67	68	69	70	71	72	
BALANCE SHEET													
Cash	$ 25,908,869	$ 26,246,966	$ 26,590,658	$ 26,935,211	$ 27,280,619	$ 27,626,884	$ 27,974,008	$ 28,321,992	$ 28,670,839	$ 29,020,552	$ 29,371,131	$ 40,238,335	$ 40,238,335
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (2,394,907)	$ (2,434,508)	$ (2,474,109)	$ (2,513,710)	$ (2,553,311)	$ (2,592,912)	$ (2,632,513)	$ (2,672,114)	$ (2,711,715)	$ (2,751,316)	$ (2,790,917)	$ (2,830,518)	$ (2,830,518)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 28,198,849	$ 28,497,345	$ 28,801,436	$ 29,106,388	$ 29,412,195	$ 29,718,859	$ 30,026,382	$ 30,334,765	$ 30,644,011	$ 30,954,123	$ 31,265,101	$ 42,092,704	$ 42,092,704
Accounts Payable	$ 2,676,747	$ 2,676,699	$ 2,676,652	$ 2,676,604	$ 2,676,556	$ 2,676,508	$ 2,676,459	$ 2,676,410	$ 2,676,361	$ 2,676,312	$ 2,676,262	$ 2,676,212	$ 2,676,212
Accrued City Income Taxes	$ 10,447	$ 10,233	$ 10,262	$ 10,292	$ 10,321	$ 10,351	$ 10,381	$ 10,411	$ 10,441	$ 10,471	$ 10,501	$ 220,847	$ 220,847
Note Payable	$ 400,120	$ 391,970	$ 383,773	$ 375,528	$ 367,235	$ 358,894	$ 350,505	$ 342,066	$ 333,578	$ 325,041	$ 316,454	$ 307,817	$ 307,817
Equity Less Distributions	$ (6,946,454)	$ (7,140,968)	$ (7,331,508)	$ (7,522,590)	$ (7,714,223)	$ (7,906,409)	$ (8,099,148)	$ (8,292,443)	$ (8,486,295)	$ (8,680,705)	$ (8,875,675)	$ (9,071,206)	$ (9,071,206)
Earnings/Loss	$ 32,057,990	$ 32,559,410	$ 33,062,257	$ 33,566,554	$ 34,072,306	$ 34,579,515	$ 35,088,185	$ 35,598,321	$ 36,109,926	$ 36,623,004	$ 37,137,559	$ 47,959,034	$ 47,959,034
Total Liabilities and Members' Equity	$ 28,198,849	$ 28,497,345	$ 28,801,436	$ 29,106,388	$ 29,412,195	$ 29,718,859	$ 30,026,382	$ 30,334,765	$ 30,644,011	$ 30,954,123	$ 31,265,101	$ 42,092,704	$ 42,092,704
STATEMENT OF OPERATIONS													
Number of Plants Operating	6	6	6	6	6	6	6	6	6	6	6	6	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 10,515,755	$ 10,515,755
	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	13635755.25	47955755.25
Direct Materials	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Plant Labor	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 2,249,688	$ 26,996,256
Research and Development	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Plant Costs	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Total Direct Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
	2512698.047	2512698.047	2512698.047	2512698.047	2512698.047	2512698.047	2512698.047	2512698.047	2512698.047	2512698.047	2512698.047	2512698.047	30152376.56
Gross Profit	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	607301.9533	607301.9533	607301.9533	607301.9533	607301.9533	607301.9533	607301.9533	607301.9533	607301.9533	607301.9533	607301.9533	11123057.2	17803378.69
General and Administrative	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Interest expense	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 1,941,492
Depreciation and Amortization	$ 2,258	$ 2,210	$ 2,163	$ 2,115	$ 2,067	$ 2,019	$ 1,970	$ 1,921	$ 1,872	$ 1,823	$ 1,773	$ 1,723	$ 23,915
Total General & Admin Expenses	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 475,212
	203649.6191	203602.4387	203554.978	203507.2353	203459.2089	203410.8972	203362.2983	203313.4105	203264.2321	203214.7613	203164.9963	203114.9354	2440619.011
Interest Income	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	118673	107954	109362	110794	112230	113669	115112	116558	118008	119462	120919	122380	1385121
Income Before Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Taxes	$ 522,325	$ 511,654	$ 513,109	$ 514,589	$ 516,073	$ 517,560	$ 519,052	$ 520,547	$ 522,046	$ 523,549	$ 525,056	$ 11,042,322	$ 16,747,881
	10447	10233	10262	10292	10321	10351	10381	10411	10441	10471	10501	220847	334958
Net Income for Month	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
YTD Net Income Before Taxes	$ 511,878	$ 501,421	$ 502,847	$ 504,297	$ 505,752	$ 507,209	$ 508,671	$ 510,136	$ 511,605	$ 513,078	$ 514,555	$ 10,821,475	$ 16,412,923
YTD Tax Expense	$ 32,712,235	$ 33,223,888	$ 33,736,997	$ 34,251,586	$ 34,767,659	$ 35,285,219	$ 35,804,270	$ 36,324,817	$ 36,846,863	$ 37,370,412	$ 37,895,468	$ 48,937,790	$ 48,937,790
Distributions	$ 654,245	$ 664,478	$ 674,740	$ 685,032	$ 695,353	$ 705,704	$ 716,085	$ 726,496	$ 736,937	$ 747,408	$ 757,909	$ 978,756	$ 978,756
CASH FLOW	194514	190540	191082	191633	192186	192739	193295	193852	194410	194970	195531	4112161	6236913
Net Income	$ 511,878	$ 501,421	$ 502,847	$ 504,297	$ 505,752	$ 507,209	$ 508,671	$ 510,136	$ 511,605	$ 513,078	$ 514,555	$ 10,821,475	$ 16,412,923
Depreciation and Amortization	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 475,212
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ (86)	$ (47)	$ (47)	$ (48)	$ (48)	$ (48)	$ (49)	$ (49)	$ (49)	$ (49)	$ (50)	$ (50)	$ (621)
Accrued City Income Taxes	$ (148,903)	$ (214)	$ 29	$ 30	$ 29	$ 30	$ 30	$ 30	$ 30	$ 30	$ 30	$ 210,346	$ 61,497
Note Payable	$ (8,102)	$ (8,150)	$ (8,197)	$ (8,245)	$ (8,293)	$ (8,341)	$ (8,390)	$ (8,439)	$ (8,488)	$ (8,537)	$ (8,587)	$ (8,637)	$ (100,405)
Equity Less Distributions	$ (2,967,107)	$ (194,514)	$ (190,540)	$ (191,082)	$ (191,633)	$ (192,186)	$ (192,739)	$ (193,295)	$ (193,852)	$ (194,410)	$ (194,970)	$ (195,531)	$ (5,091,859)
Net Cash Flow	$ (2,572,719)	$ 338,097	$ 343,693	$ 344,553	$ 345,408	$ 346,265	$ 347,124	$ 347,984	$ 348,847	$ 349,712	$ 350,579	$ 10,867,204	$ 11,756,747
Cash at Beginning	$ 28,481,588	$ 25,908,869	$ 26,246,966	$ 26,590,658	$ 26,935,211	$ 27,280,619	$ 27,626,884	$ 27,974,008	$ 28,321,992	$ 28,670,839	$ 29,020,552	$ 29,371,131	$ 28,481,588
Cash at End	$ 25,908,869	$ 26,246,966	$ 26,590,658	$ 26,935,211	$ 27,280,619	$ 27,626,884	$ 27,974,008	$ 28,321,992	$ 28,670,839	$ 29,020,552	$ 29,371,131	$ 40,238,335	$ 40,238,335
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

PDG Domus Mfg LLC
Financial Model 11.6f

The financial model 11.6f (6 years, one central operation plant with 5 joint venture plants) has the following market conditions: A shrinking market and simultaneously having 11.11% increase on all cost sectors: materials, shipping/handling, land, area costs, labor, G&A (stag-flation). Under normal market conditions an increase in the sales price would take place, in this model no increase in pricing is seen. Included in this model are fast start-up production numbers for the first year of 154 structures with three shifts. During the second year flat production takes place with no increase of sales.

Financial Model Covers:

- Time period 6 years
- One central operation plant with 5 joint venture plants (total plants 6)
- 3 shifts
- Fast start-up production on central operations with flat operation performance in year two. Increased operational costs without increased sales year two.
- First year production 154 units, Second year 154 units, Third year 288 units
- Personnel 75 first year, 99 peak
- 288 peak unit production
- Break even (cash flow) first year – first quarter (37 units sold)
- $1,000,000.00 Leased equipment
- 11.11% more home costs on all sectors (materials, land, area cost, shipping/handling, labor, G&A loans, interest)
- Total cash injections $3.7 million

	Year:	Year One:												Year One Total
11.6F 6 JVPLANTS 10% performance one central 6 years 3 shifts 3.7mill Fast start-up	Month of Year:	1	2	3	4	5	6	7	8	9	10	11	12	
	Month:	1	2	3	4	5	6	7	8	9	10	11	12	
BALANCE SHEET	Initial													
Cash	$ 100,000	$ (456,732)	$ (82,534)	$ 521,408	$ 1,106,602	$ 1,704,747	$ 2,283,166	$ 2,717,255	$ 2,848,546	$ 2,933,913	$ 3,015,151	$ 3,100,217	$ 3,185,490	$ 3,185,490
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)		$ (15,362)	$ (30,724)	$ (46,086)	$ (61,448)	$ (76,810)	$ (92,172)	$ (107,534)	$ (122,896)	$ (138,258)	$ (153,620)	$ (168,982)	$ (184,344)	$ (184,344)
Molds/Tools/Press	$ 1,017,000	$ 3,401,687	$ 3,601,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press		$ (23,014)	$ (59,490)	$ (98,049)	$ (137,650)	$ (177,251)	$ (216,852)	$ (256,453)	$ (296,054)	$ (335,655)	$ (375,256)	$ (414,857)	$ (454,458)	$ (454,458)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 2,921,900	$ 4,711,479	$ 5,233,839	$ 5,983,860	$ 6,514,091	$ 7,057,273	$ 7,580,729	$ 7,959,855	$ 8,036,183	$ 8,066,587	$ 8,092,862	$ 8,122,965	$ 8,153,275	$ 8,153,275
Accounts Payable	$ 324,100	$ 1,575,499	$ 1,459,512	$ 1,574,593	$ 1,556,137	$ 1,591,066	$ 1,584,027	$ 1,589,988	$ 1,582,948	$ 1,589,909	$ 1,583,869	$ 1,583,829	$ 1,582,789	$ 1,582,789
Accrued City Income Taxes	$ -	$ -	$ -	$ 1,089	$ 1,621	$ 972	$ 1,162	$ 1,091	$ 1,268	$ 1,140	$ 1,268	$ 1,276	$ 1,303	$ 1,303
Note Payable	$ 1,256,731	$ 1,248,369	$ 1,239,969	$ 1,231,531	$ 1,223,054	$ 1,214,538	$ 1,205,984	$ 1,197,390	$ 1,188,757	$ 1,180,084	$ 1,171,372	$ 1,162,620	$ 1,153,828	$ 1,153,828
Equity Less Distributions	$ 1,341,069	$ 1,941,069	$ 2,541,069	$ 3,123,305	$ 3,600,485	$ 4,070,293	$ 4,552,201	$ 4,880,560	$ 4,910,241	$ 4,886,627	$ 4,865,401	$ 4,841,794	$ 4,818,046	$ 4,818,046
Earnings/Loss	$ -	$ (53,458)	$ (6,711)	$ 53,342	$ 132,794	$ 180,404	$ 237,355	$ 290,826	$ 352,969	$ 408,826	$ 470,951	$ 533,447	$ 597,310	$ 597,310
Total Liabilities and Members' Equity	$ 2,921,900	$ 4,711,479	$ 5,233,839	$ 5,983,860	$ 6,514,091	$ 7,057,273	$ 7,580,729	$ 7,959,855	$ 8,036,183	$ 8,066,587	$ 8,092,862	$ 8,122,965	$ 8,153,275	$ 8,153,275
STATEMENT OF OPERATIONS														
Number of Plants Operating		1	1	1	1	1	1	1	1	1	1	1	1	
HOMES CONSTRUCTED AND INSTALLED PER MONTH		12	12	13	13	13	13	13	13	13	13	13	13	154
Sales	$ -	$ 1,560,000	$ 1,560,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 20,020,000
Total revenue +revenue from JV plant	$ -	$ 1,560,000	$ 1,560,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 1,690,000	$ 20,020,000
Direct Materials		$ 1,184,040	$ 1,184,040	$ 1,282,710	$ 1,282,710	$ 1,282,710	$ 1,282,710	$ 1,282,710	$ 1,282,710	$ 1,282,710	$ 1,282,710	$ 1,282,710	$ 1,282,710	$ 15,195,180
Plant Labor		$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 193,752	$ 2,325,020
Research and Development		$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs		$ 23,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 78,000
Total Direct Costs		$ 1,401,792	$ 1,383,792	$ 1,482,462	$ 1,482,462	$ 1,482,462	$ 1,482,462	$ 1,482,462	$ 1,482,462	$ 1,482,462	$ 1,482,462	$ 1,482,462	$ 1,482,462	$ 17,610,200
Gross Profit		$ 158,208	$ 176,208	$ 207,538	$ 207,538	$ 207,538	$ 207,538	$ 207,538	$ 207,538	$ 207,538	$ 207,538	$ 207,538	$ 207,538	$ 2,409,800
General and Administrative	$ -	$ 166,991	$ 69,041	$ 85,491	$ 67,074	$ 102,041	$ 95,041	$ 101,041	$ 94,041	$ 101,041	$ 95,041	$ 95,041	$ 94,041	$ 1,165,925
Interest expense	$ -	$ 6,717	$ 6,679	$ 6,640	$ 6,602	$ 6,563	$ 6,524	$ 6,485	$ 6,445	$ 6,406	$ 6,366	$ 6,326	$ 6,286	$ 78,040
Depreciation and Amortization	$ -	$ 38,376	$ 51,838	$ 53,921	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 638,802
Total General & Admin Expenses	$ -	$ 212,084	$ 127,558	$ 146,052	$ 128,639	$ 163,567	$ 156,528	$ 162,489	$ 155,449	$ 162,410	$ 156,370	$ 156,330	$ 155,290	$ 1,882,767
Interest Income	$ -	$ 417	$ (1,903)	$ (344)	$ 2,173	$ 4,611	$ 7,103	$ 9,513	$ 11,322	$ 11,869	$ 12,225	$ 12,563	$ 12,918	$ 82,467
Income Before Taxes		$ (53,458)	$ 46,747	$ 61,142	$ 81,073	$ 48,582	$ 58,113	$ 54,562	$ 63,411	$ 56,997	$ 63,393	$ 63,771	$ 65,166	$ 609,500
Taxes		$ -	$ -	$ 1,089	$ 1,621	$ 972	$ 1,162	$ 1,091	$ 1,268	$ 1,140	$ 1,268	$ 1,276	$ 1,303	$ 12,190
Net Income for Month	$ -	$ (53,458)	$ 46,747	$ 60,053	$ 79,452	$ 47,610	$ 56,951	$ 53,471	$ 62,143	$ 55,857	$ 62,125	$ 62,495	$ 63,863	$ 597,310
YTD Net Income Before Taxes	$ -	$ (53,458)	$ (6,711)	$ 54,431	$ 135,504	$ 184,086	$ 242,199	$ 296,761	$ 360,172	$ 417,169	$ 480,562	$ 544,334	$ 609,500	$ 609,500
YTD Tax Expense	$ -	$ -	$ -	$ 1,089	$ 2,710	$ 3,682	$ 4,844	$ 5,935	$ 7,203	$ 8,343	$ 9,611	$ 10,887	$ 12,190	$ 12,190
Distributions	$ -	$ -	$ 17,764	$ 22,820	$ 30,192	$ 18,092	$ 21,641	$ 20,319	$ 23,614	$ 21,226	$ 23,607	$ 23,748	$ 24,268	$ 247,291
CASH FLOW														
Net Income	$ -	$ (53,458)	$ 46,747	$ 60,053	$ 79,452	$ 47,610	$ 56,951	$ 53,471	$ 62,143	$ 55,857	$ 62,125	$ 62,495	$ 63,863	$ 597,310
Depreciation and Amortization	$ -	$ 38,376	$ 51,838	$ 53,921	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 638,802
Change in:														
Plant Equipment	$ (921,700)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (921,700)
Molds/Tools/Press	$ (1,017,000)	$ (2,384,687)	$ (200,000)	$ (200,000)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (3,801,687)
Other Assets	$ (883,200)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (883,200)
Accounts Payable	$ 324,100	$ 1,251,399	$ (115,988)	$ 115,081	$ (18,456)	$ 34,928	$ (7,039)	$ 5,961	$ (7,040)	$ 6,961	$ (6,040)	$ (40)	$ (1,040)	$ 1,582,789
Accrued City Income Taxes	$ -	$ -	$ -	$ 1,089	$ 532	$ (649)	$ 190	$ (71)	$ 177	$ (128)	$ 128	$ 8	$ 27	$ 1,303
Note Payable	$ 1,256,731	$ (8,362)	$ (8,400)	$ (8,438)	$ (8,477)	$ (8,516)	$ (8,555)	$ (8,594)	$ (8,633)	$ (8,673)	$ (8,712)	$ (8,752)	$ (8,792)	$ 1,153,828
Equity Less Distributions	$ 1,341,069	$ 600,000	$ 600,000	$ 582,236	$ 477,180	$ 469,808	$ 481,908	$ 328,359	$ 29,681	$ (23,614)	$ (21,226)	$ (23,607)	$ (23,748)	$ 4,818,046
0														
Net Cash Flow	100,000	$ (556,732)	$ 374,198	$ 603,942	$ 585,194	$ 598,145	$ 578,419	$ 434,089	$ 131,291	$ 85,366	$ 81,238	$ 85,067	$ 85,273	$ 3,185,490
Cash at Beginning	$ -	$ 100,000	$ (456,732)	$ (82,534)	$ 521,408	$ 1,106,602	$ 1,704,747	$ 2,283,166	$ 2,717,255	$ 2,848,546	$ 2,933,913	$ 3,015,151	$ 3,100,217	$ -
Cash at End	$ 100,000	$ (456,732)	$ (82,534)	$ 521,408	$ 1,106,602	$ 1,704,747	$ 2,283,166	$ 2,717,255	$ 2,848,546	$ 2,933,913	$ 3,015,151	$ 3,100,217	$ 3,185,490	$ 3,185,490
Equity Injections:		$ 600,000	$ 600,000	$ 600,000	$ 500,000	$ 500,000	$ 500,000	$ 350,000	$ 50,000	$ -	$ -	$ -	$ -	$ 3,700,000

11.6F 6 JVPLANTS 10% performance one central 6 years 3 shifts 3.7mill Fast start-up	Year Two: 1 13	2 14	3 15	4 16	5 17	6 18	7 19	8 20	9 21	10 22	11 23	12 24	Year Two Total
BALANCE SHEET													
Cash	$ 3,139,178	$ 3,130,563	$ 3,137,006	$ 3,151,315	$ 3,166,660	$ 3,180,107	$ 3,183,807	$ 3,199,279	$ 3,212,854	$ 3,227,463	$ 3,763,111	$ 4,125,419	$ 4,125,419
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (199,706)	$ (215,068)	$ (230,430)	$ (245,792)	$ (261,154)	$ (276,516)	$ (291,878)	$ (307,240)	$ (322,602)	$ (337,964)	$ (353,326)	$ (368,688)	$ (368,688)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (494,059)	$ (533,660)	$ (573,261)	$ (612,862)	$ (652,463)	$ (692,064)	$ (731,665)	$ (771,266)	$ (810,867)	$ (850,468)	$ (890,069)	$ (929,670)	$ (929,670)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 8,052,000	$ 7,988,422	$ 7,939,902	$ 7,899,248	$ 7,859,630	$ 7,818,114	$ 7,766,851	$ 7,727,360	$ 7,685,972	$ 7,645,618	$ 8,126,303	$ 8,433,648	$ 8,433,648
Accounts Payable	$ 1,568,772	$ 1,553,304	$ 1,545,236	$ 1,544,167	$ 1,546,099	$ 1,556,030	$ 1,543,960	$ 1,545,890	$ 1,544,820	$ 1,543,749	$ 1,940,159	$ 2,139,327	$ 2,139,327
Accrued City Income Taxes	$ (1,009)	$ (704)	$ (543)	$ (521)	$ (559)	$ (756)	$ (513)	$ (552)	$ (529)	$ (507)	$ 1,967	$ 3,228	$ 3,228
Note Payable	$ 1,142,602	$ 1,128,670	$ 1,114,669	$ 1,100,600	$ 1,086,462	$ 1,072,255	$ 1,057,979	$ 1,043,632	$ 1,029,216	$ 1,014,729	$ 1,000,171	$ 985,542	$ 985,542
Equity Less Distributions	$ 4,793,778	$ 4,793,778	$ 4,793,778	$ 4,793,778	$ 4,793,778	$ 4,793,778	$ 4,793,778	$ 4,793,778	$ 4,793,778	$ 4,793,778	$ 4,793,778	$ 4,757,161	$ 4,757,161
Earnings/Loss	$ 547,857	$ 513,374	$ 486,762	$ 461,223	$ 433,850	$ 396,807	$ 371,647	$ 344,612	$ 318,687	$ 293,869	$ 390,228	$ 548,390	$ 548,390
Total Liabilities and Members' Equity	$ 8,052,000	$ 7,988,422	$ 7,939,902	$ 7,899,248	$ 7,859,630	$ 7,818,114	$ 7,766,851	$ 7,727,360	$ 7,685,972	$ 7,645,618	$ 8,126,303	$ 8,433,648	$ 8,433,648
STATEMENT OF OPERATIONS													
Number of Plants Operating	2	2	2	2	2	2	2	2	2	2	2	2	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	12	12	12	12	12	12	12	12	12	12	16	18	154
Sales	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 2,080,000	$ 2,340,000	$ 20,020,000
Total revenue +revenue from JV plant	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 1,560,000	$ 2,080,000	$ 2,340,000	$ 20,020,000
Direct Materials	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,184,040	$ 1,578,720	$ 1,776,060	$ 15,195,180
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,447,050	$ 1,841,730	$ 2,039,070	$ 18,351,301
Gross Profit	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 112,950	$ 238,270	$ 300,930	$ 1,668,699
General and Administrative	$ 115,791	$ 100,391	$ 92,391	$ 91,391	$ 93,391	$ 103,391	$ 91,391	$ 93,391	$ 92,391	$ 91,391	$ 93,191	$ 95,091	$ 1,153,592
Interest expense	$ 5,931	$ 5,863	$ 5,795	$ 5,726	$ 5,658	$ 5,589	$ 5,519	$ 5,449	$ 5,379	$ 5,308	$ 5,238	$ 5,166	$ 66,622
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 176,685	$ 161,217	$ 153,149	$ 152,080	$ 154,012	$ 163,943	$ 151,873	$ 153,803	$ 152,733	$ 151,662	$ 153,392	$ 155,220	$ 1,879,770
Interest Income	$ 13,273	$ 13,080	$ 13,044	$ 13,071	$ 13,130	$ 13,194	$ 13,250	$ 13,266	$ 13,330	$ 13,387	$ 13,448	$ 15,680	$ 161,153
Income Before Taxes	$ (50,462)	$ (35,187)	$ (27,155)	$ (26,059)	$ (27,932)	$ (37,799)	$ (25,673)	$ (27,587)	$ (26,453)	$ (25,325)	$ 98,326	$ 161,390	$ (49,917)
Taxes	$ (1,009)	$ (704)	$ (543)	$ (521)	$ (559)	$ (756)	$ (513)	$ (552)	$ (529)	$ (507)	$ 1,967	$ 3,228	$ (998)
Net Income for Month	$ (49,453)	$ (34,483)	$ (26,612)	$ (25,538)	$ (27,373)	$ (37,043)	$ (25,160)	$ (27,035)	$ (25,924)	$ (24,818)	$ 96,359	$ 158,162	$ (48,919)
YTD Net Income Before Taxes	$ 559,038	$ 523,851	$ 496,696	$ 470,636	$ 442,704	$ 404,905	$ 379,232	$ 351,645	$ 325,191	$ 299,866	$ 398,192	$ 559,582	$ 559,582
YTD Tax Expense	$ 11,181	$ 10,477	$ 9,934	$ 9,413	$ 8,854	$ 8,098	$ 7,585	$ 7,033	$ 6,504	$ 5,997	$ 7,964	$ 11,192	$ 11,192
Distributions	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 36,617	$ 60,102	$ 96,719
CASH FLOW													
Net Income	$ (49,453)	$ (34,483)	$ (26,612)	$ (25,538)	$ (27,373)	$ (37,043)	$ (25,160)	$ (27,035)	$ (25,924)	$ (24,818)	$ 96,359	$ 158,162	$ (48,919)
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ (14,017)	$ (15,468)	$ (8,068)	$ (1,069)	$ 1,932	$ 9,931	$ (12,070)	$ 1,930	$ (1,070)	$ (1,071)	$ 396,410	$ 199,168	$ 556,538
Accrued City Income Taxes	$ (2,312)	$ 305	$ 161	$ 22	$ (38)	$ (197)	$ 243	$ (39)	$ 23	$ 22	$ 2,474	$ 1,261	$ 1,925
Note Payable	$ (11,225)	$ (13,933)	$ (14,001)	$ (14,069)	$ (14,138)	$ (14,207)	$ (14,276)	$ (14,346)	$ (14,416)	$ (14,487)	$ (14,558)	$ (14,629)	$ (168,286)
Equity Less Distributions	$ (24,268)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (36,617)	$ (60,885)
Net Cash Flow	$ (46,312)	$ (8,615)	$ 6,443	$ 14,309	$ 15,346	$ 13,447	$ 3,700	$ 15,472	$ 13,575	$ 14,609	$ 535,648	$ 362,308	$ 939,929
Cash at Beginning	$ 3,185,490	$ 3,139,178	$ 3,130,563	$ 3,137,006	$ 3,151,315	$ 3,166,660	$ 3,180,107	$ 3,183,807	$ 3,199,279	$ 3,212,854	$ 3,227,463	$ 3,763,111	$ 3,185,490
Cash at End	$ 3,139,178	$ 3,130,563	$ 3,137,006	$ 3,151,315	$ 3,166,660	$ 3,180,107	$ 3,183,807	$ 3,199,279	$ 3,212,854	$ 3,227,463	$ 3,763,111	$ 4,125,419	$ 4,125,419
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

11.6F 6 JVPLANTS 10% performance one central 6 years 3 shifts 3.7mill Fast start-up	Year Three:												Year Three Total
	1 25	2 26	3 27	4 28	5 29	6 30	7 31	8 32	9 33	10 34	11 35	12 36	
BALANCE SHEET													
Cash	$ 5,045,250	$ 5,243,087	$ 5,456,803	$ 5,671,970	$ 5,890,388	$ 6,102,043	$ 6,320,575	$ 6,538,731	$ 6,759,231	$ 6,979,352	$ 7,196,660	$ 8,457,926	$ 8,457,926
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (384,050)	$ (399,412)	$ (414,774)	$ (430,136)	$ (445,498)	$ (460,860)	$ (476,222)	$ (491,584)	$ (506,946)	$ (522,308)	$ (537,670)	$ (553,032)	$ (553,032)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (969,271)	$ (1,008,872)	$ (1,048,473)	$ (1,088,074)	$ (1,127,675)	$ (1,167,276)	$ (1,206,877)	$ (1,246,478)	$ (1,286,079)	$ (1,325,680)	$ (1,365,281)	$ (1,404,882)	$ (1,404,882)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 9,298,516	$ 9,441,390	$ 9,600,143	$ 9,760,347	$ 9,923,802	$ 10,080,494	$ 10,244,063	$ 10,407,256	$ 10,572,793	$ 10,737,951	$ 10,900,296	$ 12,106,599	$ 12,106,599
Accounts Payable	$ 2,829,076	$ 2,801,704	$ 2,800,132	$ 2,795,559	$ 2,807,486	$ 2,796,912	$ 2,798,339	$ 2,795,264	$ 2,796,690	$ 2,802,115	$ 2,803,039	$ 2,803,464	$ 2,803,464
Accrued City Income Taxes	$ 5,063	$ 5,687	$ 5,735	$ 5,844	$ 5,624	$ 5,853	$ 5,843	$ 5,922	$ 5,912	$ 5,821	$ 5,822	$ 26,712	$ 26,712
Note Payable	$ 970,841	$ 956,068	$ 941,223	$ 926,305	$ 911,314	$ 896,250	$ 881,111	$ 865,899	$ 850,612	$ 835,250	$ 819,812	$ 804,299	$ 804,299
Equity Less Distributions	$ 4,697,059	$ 4,602,786	$ 4,496,892	$ 4,390,106	$ 4,281,285	$ 4,176,572	$ 4,067,582	$ 3,958,796	$ 3,848,525	$ 3,738,446	$ 3,630,046	$ 3,521,648	$ 3,521,648
Earnings/Loss	$ 796,477	$ 1,075,145	$ 1,356,162	$ 1,642,533	$ 1,918,093	$ 2,204,908	$ 2,491,188	$ 2,781,375	$ 3,071,055	$ 3,356,320	$ 3,641,576	$ 4,950,477	$ 4,950,477
Total Liabilities and Members' Equity	$ 9,298,516	$ 9,441,390	$ 9,600,143	$ 9,760,347	$ 9,923,802	$ 10,080,494	$ 10,244,063	$ 10,407,256	$ 10,572,793	$ 10,737,951	$ 10,900,296	$ 12,106,599	$ 12,106,599
STATEMENT OF OPERATIONS													
Number of Plants Operating	3	3	3	3	3	3	3	3	3	3	3	3	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 4,164,053	$ 38,484,053
Direct Materials	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 28,416,960
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 31,573,081
Gross Profit	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 1,532,963	$ 6,910,973
General and Administrative	$ 192,891	$ 165,591	$ 164,091	$ 159,591	$ 171,591	$ 161,091	$ 162,591	$ 159,591	$ 161,091	$ 166,591	$ 167,591	$ 168,091	$ 2,000,392
Interest expense	$ 5,095	$ 5,023	$ 4,951	$ 4,878	$ 4,805	$ 4,731	$ 4,658	$ 4,583	$ 4,508	$ 4,434	$ 4,358	$ 4,283	$ 56,307
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 252,949	$ 225,577	$ 224,004	$ 219,432	$ 231,359	$ 220,785	$ 222,212	$ 219,137	$ 220,562	$ 225,987	$ 226,912	$ 227,337	$ 2,716,254
Interest Income	$ 17,189	$ 21,022	$ 21,846	$ 22,737	$ 23,633	$ 24,543	$ 25,425	$ 26,336	$ 27,245	$ 28,163	$ 29,081	$ 29,986	$ 297,206
Income Before Taxes	$ 253,150	$ 284,355	$ 286,751	$ 292,215	$ 281,184	$ 292,668	$ 292,123	$ 296,109	$ 295,592	$ 291,085	$ 291,079	$ 1,335,612	$ 4,491,924
Taxes	$ 5,063	$ 5,687	$ 5,735	$ 5,844	$ 5,624	$ 5,853	$ 5,843	$ 5,922	$ 5,912	$ 5,821	$ 5,822	$ 26,712	$ 89,838
Net Income for Month	$ 248,087	$ 278,668	$ 281,016	$ 286,371	$ 275,560	$ 286,815	$ 286,280	$ 290,187	$ 289,680	$ 285,264	$ 285,257	$ 1,308,900	$ 4,402,086
YTD Net Income Before Taxes	$ 812,732	$ 1,097,087	$ 1,383,839	$ 1,676,054	$ 1,957,238	$ 2,249,906	$ 2,542,029	$ 2,838,138	$ 3,133,730	$ 3,424,816	$ 3,715,894	$ 5,051,507	$ 5,051,507
YTD Tax Expense	$ 16,255	$ 21,942	$ 27,677	$ 33,521	$ 39,145	$ 44,998	$ 50,841	$ 56,763	$ 62,675	$ 68,496	$ 74,318	$ 101,030	$ 101,030
Distributions	$ 94,273	$ 105,894	$ 106,786	$ 108,821	$ 104,713	$ 108,990	$ 108,786	$ 110,271	$ 110,079	$ 108,400	$ 108,398	$ 497,382	$ 1,672,793
CASH FLOW													
Net Income	$ 248,087	$ 278,668	$ 281,016	$ 286,371	$ 275,560	$ 286,815	$ 286,280	$ 290,187	$ 289,680	$ 285,264	$ 285,257	$ 1,308,900	$ 4,402,086
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 689,749	$ (27,372)	$ (1,572)	$ (4,573)	$ 11,927	$ (10,574)	$ 1,427	$ (3,075)	$ 1,425	$ 5,425	$ 925	$ 425	$ 664,137
Accrued City Income Taxes	$ 1,835	$ 624	$ 48	$ 109	$ (220)	$ 229	$ (10)	$ 79	$ (10)	$ (91)	$ 1	$ 20,890	$ 23,484
Note Payable	$ (14,701)	$ (14,773)	$ (14,845)	$ (14,918)	$ (14,991)	$ (15,064)	$ (15,138)	$ (15,213)	$ (15,287)	$ (15,362)	$ (15,437)	$ (15,513)	$ (181,243)
Equity Less Distributions	$ (60,102)	$ (94,273)	$ (105,894)	$ (106,786)	$ (108,821)	$ (104,713)	$ (108,990)	$ (108,786)	$ (110,271)	$ (110,079)	$ (108,400)	$ (108,398)	$ (1,235,513)
0													
Net Cash Flow	$ 919,831	$ 197,837	$ 213,716	$ 215,167	$ 218,418	$ 211,655	$ 218,532	$ 218,156	$ 220,501	$ 220,120	$ 217,308	$ 1,261,267	$ 4,332,507
Cash at Beginning	$ 4,125,419	$ 5,045,250	$ 5,243,087	$ 5,456,803	$ 5,671,970	$ 5,890,388	$ 6,102,043	$ 6,320,575	$ 6,538,731	$ 6,759,231	$ 6,979,352	$ 7,196,660	$ 4,125,419
Cash at End	$ 5,045,250	$ 5,243,087	$ 5,456,803	$ 5,671,970	$ 5,890,388	$ 6,102,043	$ 6,320,575	$ 6,538,731	$ 6,759,231	$ 6,979,352	$ 7,196,660	$ 8,457,926	$ 8,457,926
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

11.6F 6 JVPLANTS 10% performance one central 6 years 3 shifts 3.7mill Fast start-up	Year Four: 1 37	2 38	3 39	4 40	5 41	6 42	7 43	8 44	9 45	10 46	11 47	12 48	Year Four Total
BALANCE SHEET													
Cash	$ 8,270,020	$ 8,475,558	$ 8,695,718	$ 8,915,517	$ 9,137,361	$ 9,360,953	$ 9,585,386	$ 9,813,093	$ 10,037,097	$ 10,264,973	$ 10,490,059	$ 13,516,016	$ 13,516,016
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (568,394)	$ (583,756)	$ (599,118)	$ (614,480)	$ (629,842)	$ (645,204)	$ (660,566)	$ (675,928)	$ (691,290)	$ (706,652)	$ (722,014)	$ (737,376)	$ (737,376)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (1,444,483)	$ (1,484,084)	$ (1,523,685)	$ (1,563,286)	$ (1,602,887)	$ (1,642,488)	$ (1,682,089)	$ (1,721,690)	$ (1,761,291)	$ (1,800,892)	$ (1,840,493)	$ (1,880,094)	$ (1,880,094)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 11,863,730	$ 12,014,305	$ 12,179,502	$ 12,344,338	$ 12,511,219	$ 12,679,848	$ 12,849,318	$ 13,022,062	$ 13,191,103	$ 13,364,016	$ 13,534,139	$ 16,505,133	$ 16,505,133
Accounts Payable	$ 2,825,387	$ 2,803,111	$ 2,804,534	$ 2,801,957	$ 2,799,879	$ 2,799,301	$ 2,794,722	$ 2,801,643	$ 2,796,064	$ 2,801,485	$ 2,797,405	$ 2,795,823	$ 2,795,823
Accrued City Income Taxes	$ 5,498	$ 5,928	$ 5,916	$ 5,986	$ 6,046	$ 6,077	$ 6,186	$ 6,067	$ 6,197	$ 6,107	$ 6,208	$ 62,217	$ 62,217
Note Payable	$ 788,710	$ 773,044	$ 757,301	$ 741,481	$ 725,583	$ 709,607	$ 693,553	$ 677,420	$ 661,207	$ 644,915	$ 628,542	$ 612,090	$ 612,090
Equity Less Distributions	$ 3,024,266	$ 2,921,897	$ 2,811,524	$ 2,701,361	$ 2,589,897	$ 2,477,318	$ 2,364,180	$ 2,248,989	$ 2,136,028	$ 2,020,636	$ 1,906,915	$ 1,791,321	$ 1,791,321
Earnings/Loss	$ 5,219,869	$ 5,510,325	$ 5,800,227	$ 6,093,554	$ 6,389,814	$ 6,687,545	$ 6,990,678	$ 7,287,943	$ 7,591,607	$ 7,890,874	$ 8,195,069	$ 11,243,682	$ 11,243,682
Total Liabilities and Members' Equity	$ 11,863,730	$ 12,014,305	$ 12,179,502	$ 12,344,338	$ 12,511,219	$ 12,679,848	$ 12,849,318	$ 13,022,062	$ 13,191,103	$ 13,364,016	$ 13,534,139	$ 16,505,133	$ 16,505,133
STATEMENT OF OPERATIONS													
Number of Plants Operating	4	4	4	4	4	4	4	4	4	4	4	4	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 5,917,908	$ 40,237,908
Direct Materials	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 28,416,960
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 31,573,081
Gross Profit	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 3,286,817	$ 8,664,827
General and Administrative	$ 190,091	$ 167,891	$ 169,391	$ 166,891	$ 164,891	$ 164,391	$ 159,891	$ 166,891	$ 161,391	$ 166,891	$ 162,891	$ 161,391	$ 2,002,892
Interest expense	$ 4,206	$ 4,130	$ 4,053	$ 3,976	$ 3,898	$ 3,820	$ 3,741	$ 3,662	$ 3,583	$ 3,504	$ 3,424	$ 3,342	$ 45,339
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Total General & Admin Expenses	$ 249,260	$ 226,984	$ 228,407	$ 225,830	$ 223,752	$ 223,174	$ 218,595	$ 225,516	$ 219,937	$ 225,358	$ 221,278	$ 219,696	$ 2,707,786
Interest Income	$ 35,241	$ 34,458	$ 35,315	$ 36,232	$ 37,148	$ 38,072	$ 39,004	$ 39,939	$ 40,888	$ 41,821	$ 42,771	$ 43,709	$ 464,598
Income Before Taxes	$ 274,891	$ 296,384	$ 295,818	$ 299,312	$ 302,306	$ 303,808	$ 309,319	$ 303,333	$ 309,861	$ 305,373	$ 310,403	$ 3,110,830	$ 6,421,638
Taxes	$ 5,498	$ 5,928	$ 5,916	$ 5,986	$ 6,046	$ 6,077	$ 6,186	$ 6,067	$ 6,197	$ 6,107	$ 6,208	$ 62,217	$ 128,433
Net Income for Month	$ 269,393	$ 290,456	$ 289,902	$ 293,326	$ 296,260	$ 297,731	$ 303,133	$ 297,266	$ 303,664	$ 299,266	$ 304,195	$ 3,048,613	$ 6,293,205
YTD Net Income Before Taxes	$ 5,326,397	$ 5,622,781	$ 5,918,599	$ 6,217,912	$ 6,520,218	$ 6,824,026	$ 7,133,345	$ 7,436,677	$ 7,746,538	$ 8,051,912	$ 8,362,315	$ 11,473,145	$ 11,473,145
YTD Tax Expense	$ 106,528	$ 112,456	$ 118,372	$ 124,358	$ 130,404	$ 136,481	$ 142,667	$ 148,734	$ 154,931	$ 161,038	$ 167,246	$ 229,463	$ 229,463
Distributions	$ 102,369	$ 110,373	$ 110,163	$ 111,464	$ 112,579	$ 113,138	$ 115,191	$ 112,961	$ 115,392	$ 113,721	$ 115,594	$ 1,158,473	$ 2,391,418
CASH FLOW													
Net Income	$ 269,393	$ 290,456	$ 289,902	$ 293,326	$ 296,260	$ 297,731	$ 303,133	$ 297,266	$ 303,664	$ 299,266	$ 304,195	$ 3,048,613	$ 6,293,205
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 659,556
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 21,923	$ (22,276)	$ 1,423	$ (2,577)	$ (2,078)	$ (578)	$ (4,579)	$ 6,922	$ (5,580)	$ 5,421	$ (4,080)	$ (1,581)	$ (7,641)
Accrued City Income Taxes	$ (21,214)	$ 430	$ (12)	$ 70	$ 60	$ 31	$ 109	$ (119)	$ 130	$ (90)	$ 101	$ 56,009	$ 35,505
Note Payable	$ (15,589)	$ (15,666)	$ (15,743)	$ (15,820)	$ (15,898)	$ (15,976)	$ (16,054)	$ (16,133)	$ (16,213)	$ (16,292)	$ (16,372)	$ (16,453)	$ (192,209)
Equity Less Distributions	$ (497,382)	$ (102,369)	$ (110,373)	$ (110,163)	$ (111,464)	$ (112,579)	$ (113,138)	$ (115,191)	$ (112,961)	$ (115,392)	$ (113,721)	$ (115,594)	$ (1,730,327)
Net Cash Flow	$ (187,906)	$ 205,538	$ 220,160	$ 219,799	$ 221,844	$ 223,592	$ 224,434	$ 227,707	$ 224,004	$ 227,876	$ 225,086	$ 3,025,957	$ 5,058,090
Cash at Beginning	$ 8,457,926	$ 8,270,020	$ 8,475,558	$ 8,695,718	$ 8,915,517	$ 9,137,361	$ 9,360,953	$ 9,585,386	$ 9,813,093	$ 10,037,097	$ 10,264,973	$ 10,490,059	$ 8,457,926
Cash at End	$ 8,270,020	$ 8,475,558	$ 8,695,718	$ 8,915,517	$ 9,137,361	$ 9,360,953	$ 9,585,386	$ 9,813,093	$ 10,037,097	$ 10,264,973	$ 10,490,059	$ 13,516,016	$ 13,516,016
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

11.6F 6 JVPLANTS 10% performance one central 6 years 3 shifts 3.7mill Fast start-up	Year Five:												Year Five Total
	1	2	3	4	5	6	7	8	9	10	11	12	
	49	50	51	52	53	54	55	56	57	58	59	60	
BALANCE SHEET													
Cash	$ 12,659,286	$ 12,867,966	$ 13,094,377	$ 13,322,271	$ 13,558,912	$ 13,789,754	$ 14,026,607	$ 14,264,948	$ 14,503,861	$ 14,742,435	$ 14,980,364	$ 20,132,911	$ 20,132,911
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (752,738)	$ (768,100)	$ (783,462)	$ (798,824)	$ (814,186)	$ (829,548)	$ (844,910)	$ (860,272)	$ (875,634)	$ (890,996)	$ (906,358)	$ (921,700)	$ (921,700)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (1,919,695)	$ (1,959,296)	$ (1,998,897)	$ (2,038,498)	$ (2,078,099)	$ (2,117,700)	$ (2,157,301)	$ (2,196,902)	$ (2,236,503)	$ (2,276,104)	$ (2,315,705)	$ (2,355,306)	$ (2,355,306)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 15,593,440	$ 15,747,157	$ 15,918,605	$ 16,091,536	$ 16,273,214	$ 16,449,093	$ 16,630,983	$ 16,814,361	$ 16,998,311	$ 17,181,922	$ 17,364,888	$ 22,462,492	$ 22,462,492
Accounts Payable	$ 2,835,143	$ 2,809,562	$ 2,807,979	$ 2,794,398	$ 2,804,815	$ 2,795,732	$ 2,794,148	$ 2,794,064	$ 2,795,481	$ 2,797,396	$ 2,800,810	$ 2,795,225	$ 2,795,225
Accrued City Income Taxes	$ 5,724	$ 6,165	$ 6,213	$ 6,504	$ 6,315	$ 6,516	$ 6,567	$ 6,588	$ 6,580	$ 6,561	$ 6,513	$ 104,969	$ 104,969
Note Payable	$ 595,556	$ 578,941	$ 562,244	$ 545,464	$ 528,603	$ 511,658	$ 494,630	$ 477,518	$ 460,321	$ 443,040	$ 425,674	$ 408,222	$ 408,222
Equity Less Distributions	$ 632,848	$ 526,263	$ 411,481	$ 295,786	$ 174,682	$ 57,104	$ (64,224)	$ (186,500)	$ (309,175)	$ (431,692)	$ (553,867)	$ (675,141)	$ (675,141)
Earnings/Loss	$ 11,524,170	$ 11,826,227	$ 12,130,688	$ 12,449,384	$ 12,758,799	$ 13,078,083	$ 13,399,862	$ 13,722,691	$ 14,045,104	$ 14,366,618	$ 14,685,758	$ 19,829,218	$ 19,829,218
Total Liabilities and Members' Equity	$ 15,593,440	$ 15,747,157	$ 15,918,605	$ 16,091,536	$ 16,273,214	$ 16,449,093	$ 16,630,983	$ 16,814,361	$ 16,998,311	$ 17,181,922	$ 17,364,888	$ 22,462,492	$ 22,462,492
STATEMENT OF OPERATIONS													
Number of Plants Operating	5	5	5	5	5	5	5	5	5	5	5	5	
		0											
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 8,036,178	$ 42,356,178
Direct Materials	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 28,416,960
Plant Labor	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Research and Development	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Plant Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
Total Direct Costs	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 2,631,090	$ 31,573,081
Gross Profit	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 488,910	$ 5,405,088	$ 10,783,097
General and Administrative	$ 200,791	$ 175,291	$ 173,791	$ 160,291	$ 170,791	$ 161,791	$ 160,291	$ 160,291	$ 161,791	$ 163,791	$ 167,291	$ 161,791	$ 2,017,992
Interest expense	$ 3,262	$ 3,181	$ 3,098	$ 3,017	$ 2,934	$ 2,851	$ 2,767	$ 2,683	$ 2,600	$ 2,515	$ 2,429	$ 2,344	$ 33,680
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,943	$ 659,536
Total General & Admin Expenses	$ 259,016	$ 233,435	$ 231,852	$ 218,271	$ 228,688	$ 219,605	$ 218,021	$ 217,937	$ 219,354	$ 221,268	$ 224,683	$ 219,078	$ 2,711,208
Interest Income	$ 56,317	$ 52,747	$ 53,617	$ 54,560	$ 55,509	$ 56,495	$ 57,457	$ 58,444	$ 59,437	$ 60,433	$ 61,427	$ 62,418	$ 688,861
Income Before Taxes	$ 286,211	$ 308,222	$ 310,675	$ 325,199	$ 315,731	$ 325,800	$ 328,346	$ 329,417	$ 328,993	$ 328,074	$ 325,654	$ 5,248,428	$ 8,760,751
Taxes	$ 5,724	$ 6,165	$ 6,213	$ 6,504	$ 6,315	$ 6,516	$ 6,567	$ 6,588	$ 6,580	$ 6,561	$ 6,513	$ 104,969	$ 175,215
Net Income for Month	$ 280,487	$ 302,057	$ 304,462	$ 318,695	$ 309,416	$ 319,284	$ 321,779	$ 322,829	$ 322,413	$ 321,513	$ 319,141	$ 5,143,459	$ 8,585,536
YTD Net Income Before Taxes	$ 11,759,357	$ 12,067,579	$ 12,378,253	$ 12,703,453	$ 13,019,183	$ 13,344,983	$ 13,673,329	$ 14,002,746	$ 14,331,739	$ 14,659,814	$ 14,985,467	$ 20,233,896	$ 20,233,896
YTD Tax Expense	$ 235,187	$ 241,352	$ 247,565	$ 254,069	$ 260,384	$ 266,900	$ 273,467	$ 280,055	$ 286,635	$ 293,196	$ 299,709	$ 404,678	$ 404,678
Distributions	$ 106,585	$ 114,782	$ 115,695	$ 121,104	$ 117,578	$ 121,328	$ 122,276	$ 122,675	$ 122,517	$ 122,175	$ 121,274	$ 1,954,515	$ 3,262,504
CASH FLOW													
Net Income	$ 280,487	$ 302,057	$ 304,462	$ 318,695	$ 309,416	$ 319,284	$ 321,779	$ 322,829	$ 322,413	$ 321,513	$ 319,141	$ 5,143,459	$ 8,585,536
Depreciation and Amortization	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,963	$ 54,943	$ 659,536
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ 39,319	$ (25,581)	$ (1,582)	$ (13,581)	$ 10,417	$ (9,083)	$ (1,584)	$ (84)	$ 1,416	$ 1,915	$ 3,415	$ (5,586)	$ (599)
Accrued City Income Taxes	$ (56,493)	$ 441	$ 48	$ 291	$ (189)	$ 201	$ 51	$ 21	$ (8)	$ (19)	$ (48)	$ 98,456	$ 42,752
Note Payable	$ (16,534)	$ (16,615)	$ (16,697)	$ (16,779)	$ (16,862)	$ (16,945)	$ (17,028)	$ (17,112)	$ (17,196)	$ (17,281)	$ (17,366)	$ (17,452)	$ (203,868)
Equity Less Distributions	$ (1,158,473)	$ (106,585)	$ (114,782)	$ (115,695)	$ (121,104)	$ (117,578)	$ (121,328)	$ (122,276)	$ (122,675)	$ (122,517)	$ (122,175)	$ (121,274)	$ (2,466,462)
Net Cash Flow	$ (856,730)	$ 208,680	$ 226,411	$ 227,893	$ 236,641	$ 230,842	$ 236,853	$ 238,341	$ 238,913	$ 238,574	$ 237,929	$ 5,152,547	$ 6,616,895
Cash at Beginning	$ 13,516,016	$ 12,659,286	$ 12,867,966	$ 13,094,377	$ 13,322,271	$ 13,558,912	$ 13,789,754	$ 14,026,607	$ 14,264,948	$ 14,503,861	$ 14,742,435	$ 14,980,364	$ 13,516,016
Cash at End	$ 12,659,286	$ 12,867,966	$ 13,094,377	$ 13,322,271	$ 13,558,912	$ 13,789,754	$ 14,026,607	$ 14,264,948	$ 14,503,861	$ 14,742,435	$ 14,980,364	$ 20,132,911	$ 20,132,911
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

	Year Six												Year Six Total
11.6F 6 JVPLANTS 10% performance one central													
6 years 3 shifts 3.7mill Fast start-up	1	2	3	4	5	6	7	8	9	10	11	12	
	61	62	63	64	65	66	67	68	69	70	71	72	
BALANCE SHEET													
Cash	$ 18,473,987	$ 18,722,821	$ 18,975,385	$ 19,228,575	$ 19,482,388	$ 19,736,825	$ 19,991,890	$ 20,247,581	$ 20,503,901	$ 20,760,851	$ 21,018,433	$ 30,409,179	$ 30,409,179
Plant Equipment	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700	$ 921,700
Accumulated Depreciation (Plant)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)	$ (921,700)
Molds/Tools/Press	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687	$ 3,801,687
Accumulated Depreciation Molds/Tools/Press	$ (2,394,907)	$ (2,434,508)	$ (2,474,109)	$ (2,513,710)	$ (2,553,311)	$ (2,592,912)	$ (2,632,513)	$ (2,672,114)	$ (2,711,715)	$ (2,751,316)	$ (2,790,917)	$ (2,830,518)	$ (2,830,518)
Other Assets	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200	$ 883,200
Total Assets	$ 20,763,967	$ 20,973,200	$ 21,186,163	$ 21,399,752	$ 21,613,964	$ 21,828,800	$ 22,044,264	$ 22,260,354	$ 22,477,073	$ 22,694,422	$ 22,912,403	$ 32,263,548	$ 32,263,548
Accounts Payable	$ 2,795,139	$ 2,795,091	$ 2,795,044	$ 2,794,996	$ 2,794,948	$ 2,794,900	$ 2,794,851	$ 2,794,802	$ 2,794,753	$ 2,794,704	$ 2,794,654	$ 2,794,604	$ 2,794,604
Accrued City Income Taxes	$ 7,383	$ 7,246	$ 7,267	$ 7,289	$ 7,312	$ 7,333	$ 7,356	$ 7,378	$ 7,400	$ 7,423	$ 7,444	$ 190,119	$ 190,119
Note Payable	$ 400,120	$ 391,970	$ 383,773	$ 375,528	$ 367,235	$ 358,894	$ 350,505	$ 342,066	$ 333,578	$ 325,041	$ 316,454	$ 307,817	$ 307,817
Equity Less Distributions	$ (2,629,656)	$ (2,767,126)	$ (2,902,040)	$ (3,037,358)	$ (3,173,086)	$ (3,309,224)	$ (3,445,774)	$ (3,582,737)	$ (3,720,114)	$ (3,857,906)	$ (3,996,114)	$ (4,134,740)	$ (4,134,740)
Earnings/Loss	$ 20,190,982	$ 20,546,019	$ 20,902,119	$ 21,259,296	$ 21,617,554	$ 21,976,897	$ 22,337,326	$ 22,698,844	$ 23,061,455	$ 23,425,160	$ 23,789,965	$ 33,105,748	$ 33,105,748
Total Liabilities and Members' Equity	$ 20,763,967	$ 20,973,200	$ 21,186,163	$ 21,399,752	$ 21,613,964	$ 21,828,800	$ 22,044,264	$ 22,260,354	$ 22,477,073	$ 22,694,422	$ 22,912,403	$ 32,263,548	$ 32,263,548
STATEMENT OF OPERATIONS													
Number of Plants Operating	6	6	6	6	6	6	6	6	6	6	6	6	
HOMES CONSTRUCTED AND INSTALLED PER MONTH	24	24	24	24	24	24	24	24	24	24	24	24	288
Sales	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 3,120,000	$ 37,440,000
Total revenue +revenue from JV plant	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 9,132,530	$ 9,132,530
	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	3120000	12252529.5	46572529.5
Direct Materials	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Plant Labor	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 2,368,080	$ 28,416,960
Research and Development	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 257,010	$ 3,084,121
Plant Costs	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ 12,000
Total Direct Costs	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 60,000
	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	2631090.047	31573080.56
Gross Profit	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	488909.9533	9621439.453	14999448.94
General and Administrative	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Interest expense	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 161,791	$ 1,941,492
Depreciation and Amortization	$ 2,258	$ 2,210	$ 2,163	$ 2,115	$ 2,067	$ 2,019	$ 1,970	$ 1,921	$ 1,872	$ 1,823	$ 1,773	$ 1,723	$ 23,915
Total General & Admin Expenses	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 475,212
	203649.6191	203602.4387	203554.978	203507.2353	203459.2089	203410.8972	203362.2983	203313.4105	203264.2321	203214.7613	203164.9963	203114.9354	2440619.011
Interest Income	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	83887	76975	78012	79064	80119	81177	82237	83300	84365	85433	86504	87577	988650
Income Before Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Taxes	$ 369,147	$ 362,283	$ 363,367	$ 364,467	$ 365,570	$ 366,676	$ 367,785	$ 368,897	$ 370,011	$ 371,128	$ 372,249	$ 9,505,902	$ 13,547,480
	7383	7246	7267	7289	7312	7333	7356	7378	7400	7423	7444	190119	270950
Net Income for Month	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
YTD Net Income Before Taxes	$ 361,764	$ 355,037	$ 356,100	$ 357,178	$ 358,258	$ 359,343	$ 360,429	$ 361,519	$ 362,611	$ 363,705	$ 364,805	$ 9,315,783	$ 13,276,530
YTD Tax Expense	$ 20,603,043	$ 20,965,326	$ 21,328,693	$ 21,693,159	$ 22,058,729	$ 22,425,405	$ 22,793,190	$ 23,162,086	$ 23,532,097	$ 23,903,225	$ 24,275,474	$ 33,781,376	$ 33,781,376
Distributions	$ 412,061	$ 419,307	$ 426,574	$ 433,863	$ 441,175	$ 448,508	$ 455,864	$ 463,242	$ 470,642	$ 478,065	$ 485,509	$ 675,628	$ 675,628
CASH FLOW	137470	134914	135318	135728	136138	136550	136963	137377	137792	138208	138626	3539997	5045081
Net Income	$ 361,764	$ 355,037	$ 356,100	$ 357,178	$ 358,258	$ 359,343	$ 360,429	$ 361,519	$ 362,611	$ 363,705	$ 364,805	$ 9,315,783	$ 13,276,530
Depreciation and Amortization	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 39,601	$ 475,212
Change in:													
Plant Equipment	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Molds/Tools/Press	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts Payable	$ (86)	$ (47)	$ (48)	$ (48)	$ (48)	$ (48)	$ (49)	$ (49)	$ (49)	$ (49)	$ (50)	$ (50)	$ (621)
Accrued City Income Taxes	$ (97,586)	$ (137)	$ 21	$ 22	$ 23	$ 21	$ 23	$ 22	$ 22	$ 23	$ 21	$ 182,675	$ 85,150
Note Payable	$ (8,102)	$ (8,150)	$ (8,197)	$ (8,245)	$ (8,293)	$ (8,341)	$ (8,390)	$ (8,439)	$ (8,488)	$ (8,537)	$ (8,587)	$ (8,637)	$ (100,405)
Equity Less Distributions	$ (1,954,515)	$ (137,470)	$ (134,914)	$ (135,318)	$ (135,728)	$ (136,138)	$ (136,550)	$ (136,963)	$ (137,377)	$ (137,792)	$ (138,208)	$ (138,626)	$ (3,459,599)
Net Cash Flow	$ (1,658,924)	$ 248,834	$ 252,564	$ 253,190	$ 253,813	$ 254,438	$ 255,064	$ 255,691	$ 256,320	$ 256,950	$ 257,582	$ 9,390,745	$ 10,276,268
Cash at Beginning	$ 20,132,911	$ 18,473,987	$ 18,722,821	$ 18,975,385	$ 19,228,575	$ 19,482,388	$ 19,736,825	$ 19,991,890	$ 20,247,581	$ 20,503,901	$ 20,760,851	$ 21,018,433	$ 20,132,911
Cash at End	$ 18,473,987	$ 18,722,821	$ 18,975,385	$ 19,228,575	$ 19,482,388	$ 19,736,825	$ 19,991,890	$ 20,247,581	$ 20,503,901	$ 20,760,851	$ 21,018,433	$ 30,409,179	$ 30,409,179
Equity Injections:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

AMENDED MEMBERS' AGREEMENT

as of February 1, 2004

by and among

PDG Domus Manufacturing LLC,

PDG Domus Corporation,

The Purchasers of Units Named as Investors Herein,

and

the Other Members of PDG Domus Manufacturing LLC Named Herein

MEMBERS' AGREEMENT

MEMBERS' AGREEMENT, dated as of June 8, 2001 (this "Agreement"), by and among PDG Domus Manufacturing LLC, an Ohio limited liability company (the "LLC"), PDG Domus Corporation, an Ohio corporation (the "Corporation"), the investors identified on the attached Schedule I (collectively, the "Investors" and individually, the "Investor") and such other persons who may from time to time execute a counterpart copy of this Agreement and whose names will be added to Schedule I annexed hereto (collectively referred to herein as the "Other Members" and individually as an "Other Member").

RECITALS

WHEREAS, the Investors have agreed to purchase, pursuant to the terms and conditions of the Operating Agreement, dated as of the date hereof, by and among the LLC and the Investors (the "Operating Agreement") and each of their Subscription Agreements (the "Subscription Agreements"), common units of the LLC (the "Units");

WHEREAS, it is a condition precedent to the obligations of the Investors in the Operating Agreement that the LLC, the Investors and the Other Members shall have entered into this Agreement;

WHEREAS, the Members believe that harmony and continuity of ownership and management is essential to the success of the business of the LLC, and that to preserve such harmony and continuity, it is essential to restrict the transferability of the Units as hereinafter provided; and

WHEREAS, the parties hereto also desire to enter into this Agreement for the purpose of regulating certain aspects of the Members' relationships with regard to each other and the LLC.

NOW, THEREFORE, in consideration of the mutual covenants herein contained and for other good and valuable consideration, the receipt and adequacy of which is hereby acknowledged, the Members and the LLC agree as follows:

1. Definitions.

1.1 Definitions. Terms used herein but not defined herein shall have the meaning ascribed thereto in the Operating Agreement. As used in this Agreement, the following terms shall have the following respective meanings:

"Affiliate" means, with respect to any Person, (a) a director, officer or stockholder of such Person, (b) a spouse, parent, sibling or descendant of such Person (or spouse, parent, sibling or descendant of any director or executive officer of such Person), and (c) any other Person that, directly or indirectly through one or more intermediaries, Controls, or is Controlled by, or is under common Control with, such Person.

"Business Day" means a day, other than a Saturday or a Sunday, on which commercial banks are not required or authorized to close in the City of Columbus.

"Capital Stock" means any (a) Units or any other equity security of the LLC as may now or hereafter be authorized for issuance by the LLC, (b) debt securities convertible into or exchangeable for any equity security of the LLC, (c) any debt security or capitalized lease with

any equity feature with respect to the LLC, and (d) options, warrants or other rights to subscribe for, purchase or otherwise acquire any such equity security or debt security of the LLC.

"Change in Control Transaction" means (a) any sale of all or substantially all of the LLC's property or business, (b) a merger into or consolidation with any corporation (other than a wholly-owned subsidiary of the LLC) which results in a change of more than fifty percent (50%) of the voting power of the LLC, or (c) any transaction or series of related transactions in which more than fifty percent (50%) of the voting power of the LLC is disposed of.

"Commission" means the United States Securities and Exchange Commission, or any other federal agency at the time administering the Securities Act.

"Control" means, with respect to any Person, the possession, directly or indirectly, of the power to direct or cause the direction of the management or policies of a Person, whether through the ownership of voting securities, by contract or otherwise.

"Employee" means any officer, director, consultant, employee or other Person who renders services to the LLC.

"Group" means as to (a) a Unitholder that is a limited partnership, any and all of the limited partnerships now existing or hereafter arising that are "affiliates" (as defined by Rule 405 promulgated under the Securities Act), in whole or in part, of one or more general partners or of one or more general partners of a general partner of such Unitholder and any predecessor or successor partnership and any limited and general partners of any such partnership; (b) a Unitholder that is a trust, any of the beneficiaries, settlors or grantors now existing or hereafter arising of, or any Person under common Control with, such trust; (c) a Unitholder that is a corporation and a member of a "consolidated group" of corporations within the meaning of Section 1504 of the Internal Revenue Code of 1986, as amended, and any other member of the consolidated group; and (d) any Unitholder, any other Unitholder.

"Holder" means any person who now holds or shall hereafter acquire and hold Registrable Securities.

"Investor" and "Investors" has the meaning set forth in the preamble to this Agreement.

"Member" or "Members" means the Investors, the Corporation and the Other Members.

"Person" means any individual, corporation, partnership, a limited liability company, joint venture, trust, unincorporated organization, other entity, union or association.

"Plan" means any stock award or option plan, agreement or arrangement for Employees.

"Qualified Offering" shall mean the LLC's initial distribution of Units in an Underwritten Offering to the general public pursuant to a registration statement filed with and declared effective by the SEC pursuant to the Securities Act (a) resulting in net proceeds to the LLC (after deducting underwriting commissions and offering expenses) of not less than $25,000,000 and (b) at a price per unit of not less than 3.5 times the Investors' weighted average cost.

"Registrable Securities" means the Units now owned, beneficially or of record, or hereafter acquired by the Investors and any other securities which the Units may be converted into in connection with a reorganization of the LLC such as the conversion of or merger of the

LLC into a corporation prior to a public offering, until (i) a Registration Statement with respect to the sale of Units has been declared effective by the Commission and such Units have been disposed of pursuant to such effective Registration Statement, or (ii) such Units are sold under circumstances in which all of the applicable conditions of Rule 144 (or any similar provisions then in force) under the Securities Act are met, or (iii) such Units have been otherwise transferred and the LLC has delivered a new certificate or other evidence of ownership for such Units not bearing a restrictive legend and not subject to any stop order and such Units may be publicly resold by the person receiving such certificate without complying with the registration requirements of the Securities Act, or (iv) such Units shall have ceased to be outstanding.

"Registration Statement" means any registration statement of the LLC which covers any of the Registrable Securities pursuant to the provisions of this Agreement, including the Prospectus, amendments and supplements to such registration statement, including post-effective amendments, all exhibits and all material incorporated by reference in such registration statement.

"SEC" means the Securities and Exchange Commission or any other Federal agency administering the federal securities laws at the applicable time.

"Securities" means, with respect to any Person, Capital Stock or any options, warrants or other securities which are directly or indirectly convertible into, or exercisable or exchangeable for, such Capital Stock (whether or not such derivative securities are issued by the LLC) owned beneficially or of record, by such Person. Whenever a reference herein to Securities refers to any derivative securities, such reference shall apply to such derivative securities and all underlying securities directly or indirectly issuable upon conversion, exchange or exercise of such derivative securities.

"Securities Act" means the Securities Act of 1933, as amended.

"Series A Investors" means the Investors purchasing Units pursuant to the Summary of Proposed Terms of $900,000 Offering dated June 8, 2001.

"Technology" means patented technology developed by the Corporation for the construction of manufactured buildings.

"Transfer" means and includes any direct or indirect offer for sale, sale, assignment, transfer, pledge, encumbrance, or other disposition of, or the subjecting to a security interest of, any Securities or any disposition of any Securities or of any interest therein.

"Underwriter" means a securities dealer who purchases any Registrable Securities as principal in an underwritten offering and not as part of such dealer's market-making activities.

"Underwritten Offering" means a distribution of Units in an underwritten public offering to the general public pursuant to a registration statement filed with and declared effective by the SEC pursuant to the Securities Act.

"Unit" or "Units" means one or more units of membership interest in the LLC now owned or hereafter acquired by any Member or transferee of such Member and any other security of the LLC which by contract or statute has voting rights.

"Unitholder" means each Person (i) who becomes a party to this Agreement and (b)(i) who has purchased Units from the LLC or (ii) who acquires Units upon the conversion or exercise of any securities convertible into or exercisable for Units, by Transfer or otherwise, or (iii) who acquires (by Transfer or otherwise) any security of the LLC convertible into or exercisable for Units, or (iv) who acquires (by Transfer or otherwise) any other security of the LLC which by contract or statute has voting rights.

1.2 Use of Defined Terms. Any defined term used in the plural shall refer to all members of the relevant class, and any defined term used in the singular shall refer to any one or more of the members of the relevant class. The use of any gender shall be applicable to all genders.

1.3 Sections and Schedules. References in this Agreement to Sections and Schedules are to Sections and Schedules of and to this Agreement. The Schedules to this Agreement are hereby incorporated herein by this reference as if fully set forth herein.

1.4 Miscellaneous Terms. The term "or" shall not be exclusive. The terms "herein," "hereof," "hereto," "hereunder" and other terms similar to such terms shall refer to this Agreement as a whole and not merely to the specific article, section, paragraph or clause where such terms may appear. The term "including" shall mean "including, but not limited to."

2. Restrictions on Transfer.

2.1 General Restrictions.

(a) For so long as this Agreement shall remain in effect, no Member may directly or indirectly Transfer any Units or any interest therein whether now owned or hereafter acquired beneficially or of record, except in strict compliance with the provisions of this Agreement.

(b) All Units shall also be subject to such restrictions on Transfer as are required to ensure compliance with the Securities Act, and any other applicable securities laws.

2.2 Prohibited Transfers. Except as otherwise required by law, any Transfer of Units in violation of this Agreement including, without limitation, a Transfer that is not effected in compliance with the provisions of Section 2.3 hereof (a "Prohibited Transfer") shall be null and void. The LLC shall not record any Prohibited Transfer on its books and shall not recognize any equitable or other claim to, or any interest in, Units that are the subject of a Prohibited Transfer on the part of any Person other than the Member that attempted to Transfer the Units in violation of this Agreement.

2.3 Transfer Agreements.

(a) Subject to subsection 2.3(c) below, as a condition to each Transfer of Units which is permitted by this Agreement (including, without limitation, Permitted Transfers), the transferee shall enter into a written agreement (the "Transfer Agreement"), in a form reasonably satisfactory to the LLC and its counsel, pursuant to which the transferee (other than a Member who is already a party to this Agreement) agrees to execute a counterpart copy of this Agreement, and to abide by, and to hold the transferred Units subject to, the terms of this Agreement that are applicable to the transferring Member as of the time of the Transfer and that would have been applicable to such transferring Member had the transferring Member retained such transferred Units. Counterparts of the Transfer Agreement, duly executed by the parties

thereto, shall be delivered to the LLC by the transferring Member upon the consummation of the Transfer and the delivery of such counterpart copy shall be a condition to the consummation of such Transfer. Upon execution of a counterpart copy of this Agreement, the name of the transferee of such transferred Units shall be added to Schedule I annexed hereto. Whether or not a Transfer Agreement is so executed and delivered, by accepting the transferred Units the transferee of the Units shall be deemed to have agreed to hold the Units subject to all the applicable terms of this Agreement.

(b) In connection with any proposed Transfer of Units, other than under circumstances described in subsection (c) below, the transferring Member, prior to consummating the Transfer, shall deliver a favorable written opinion of counsel reasonably satisfactory in form and substance to the LLC and its counsel, to the effect that the proposed Transfer of the Units may be effected without registration under the Securities Act.

(c) In the event of a Transfer of Units pursuant to a will or pursuant to the laws of descent and distribution, each transferee of the transferred Units shall promptly notify the LLC in writing of the Transfer and shall abide by, and hold the transferred Units subject to, the terms of this Agreement that are applicable to the transferring Member as of the time of the Transfer and that would have been applicable to such transferring Member had he or she retained his or her Units. As promptly as practicable after such Transfer, the transferee of such Units shall execute a counterpart copy of this Agreement. Upon execution of such counterpart copy of this Agreement, the name of the transferee of such transferred Units shall be added to Schedule I annexed hereto.

2.4 Permissible Transfers. Notwithstanding anything to the contrary contained herein, but subject to the last sentence of this Section 2.4, the following Transfers shall not be subject to the provisions of Section 3: (a) a Member may Transfer all or any of his Units to a member of its Group and, in the case of any Member which is a partnership, to a partner of such holder, or a retired partner of such holder who retires after the date hereof, or the estate of any holder who retires after the date hereof, or the estate of any such partner or retired partner if, with respect to such Transfer by a partnership, such Transfer is made in accordance with the partnership agreement of such partnership; (b) each Member may Transfer its Units to another Member or an institutional accredited investor; provided, however, that such institutional accredited investor is not engaged in or about to become engaged in research on, or development, production, marketing or selling of, any product, process or service that competes directly or indirectly with any product, process or service of the LLC offered or under development, in existence or under development; (c) each Member that is an individual may Transfer his Units to (i) the spouse or any lineal ancestor or descendant of such Member or (ii) any Person receiving such Units from such Member or a Permissible Transferee (as herein defined) of such Member, at such Member's or Permissible Transferee's death pursuant to a will or the laws of intestate succession, (iii) any trust established for the benefit of any of the foregoing or (iv) any other Member (each Person listed in (i) through (iv) being herein referred to as a "Permissible Transferee"); (d) a Member may Transfer all or any of its Units pursuant to, or after the consummation of, a Qualified Offering; and (e) the Corporation may transfer a portion of a Unit to Hahn Loeser & Parks LLP in payment of legal fees. Any such permissible Transfer made pursuant to this Section 2.4 may be made without complying with the provisions of Section 3, but shall be transferred subject to the provisions of this Section 2; provided, that any such transferee shall, prior to and as a condition precedent to such Transfer, execute a counterpart copy of this Agreement and each such transferee shall be added to Schedule I attached hereto; provided, further, that any such Transfer does not subject the LLC or any of its officers,

directors, Employees or Members to any additional laws or regulations that would impose a material burden on the LLC or any of its officers, directors, Employees or Members. Notwithstanding any other provision of this Agreement, in no event may any Member Transfer any of its Units to any individual or entity that is, or is an Affiliate of, a competitor of the LLC.

3. Procedures for Transfers.

3.1 Notice. Each of the Members, and any other holder of any Units by acceptance thereof, agrees that prior to any Transfer of any of the Units, such holder will give written notice to the LLC of such holder's intention to effect such Transfer and to comply in all other respects with the applicable provisions of this Agreement. Each such notice shall contain (i) a statement setting forth the intention of said holder's prospective transferee with respect to its retention or disposition of said Units, and (ii) unless waived by the LLC, an opinion of counsel (reasonably satisfactory to the LLC and its counsel) for said holder (who may be the inside or staff counsel employed by said holder), as to the necessity or non-necessity for registration under the Securities Act and applicable state securities laws in connection with such Transfer and stating the factual and statutory bases relied upon by counsel. The following provisions shall then apply:

(a) If the proposed Transfer of Units may be effected without registration or qualification under the Securities Act and any applicable state securities laws, then the registered holder of such Units shall be entitled to Transfer such Units in accordance with Sections 3.2 and 3.3 hereof and the intended method of disposition specified in the statement delivered by said holder to the LLC.

(b) If the proposed Transfer of such Units may not be effected without registration under the Securities Act or registration or qualification under any applicable state securities laws, the registered holder of such Units shall not be entitled to Transfer such Units until the requisite registration or qualification is effective.

3.2 Right to Purchase.

(a) Compliance. Subject to Section 2.4, if at any time prior to a Qualified Offering a Member (for purposes of this Section, the "Selling Member") desires to sell all or any part of its Units (the "Offered Units") pursuant to a bona fide, arm's-length offer from a bona fide third party (the "Proposed Transferee"), the Selling Member shall comply with the provisions of this Section 3.2.

(b) Offer to the LLC. The Selling Member shall submit a written offer (the "Offer") to sell such Offered Units to the LLC, on terms and conditions, including the price per Unit (on a fully diluted basis) to be paid, no less favorable to the LLC than those on which the Selling Member proposes to sell the Offered Units to the Proposed Transferee. The Offer shall disclose (i) the identity of the Proposed Transferee, (ii) the number of Offered Units, (iii) the total number of Units owned by the Selling Member, (iv) the terms and conditions of the proposed sale of the Offered Units to the Proposed Transferee, including the price per Unit to be paid, (v) the terms and conditions of payment offered by the Proposed Transferee and, in the case of consideration in whole or in part other than cash, the fair market value thereof as determined promptly in good faith by the Manager of the LLC, which determination shall be evidenced by a resolution of the Board of Directors of the Manager of the LLC which shall be filed with the minutes of the LLC, (vi) the address of the Selling Member, and (vii) that the Proposed Transferee has been informed of the rights of the LLC and the Members provided for in this Section 3.2 and in

Section 3.3, and any other material facts relating to the proposed sale of the Offered Units to the Proposed Transferee. For a period of thirty (30) days following the receipt by the LLC of the Offer, it shall have the option to purchase all (but not less than all) of the Offered Units. The Offered Units may be purchased by the LLC upon receipt of approval of such purchase by a vote of the holders of at least a majority-in-interest of the Units (excluding the Units held by the Selling Member).

(c) Offer to the Members. If the Offered Units are not purchased by the LLC pursuant to subsection (b), then each Member shall have the right to purchase that number of Offered Units as shall be equal to the number of Offered Units multiplied by a fraction, the numerator of which shall be the number of Units then owned by such Member and the denominator of which shall be the aggregate number of Units then owned by all of the Members, less the Offered Units (the "Pro Rata Fraction").

(d) Oversubscription Right. The Members shall have a right of oversubscription such that if any Member fails to accept the Offer as to his full Pro Rata Fraction, the other Members, among them, shall have the right to purchase up to the balance of the Offered Units not so purchased. Such right of oversubscription may be exercised by a Member by accepting the Offer as to more than his Pro Rata Fraction. If, as a result thereof, such oversubscriptions exceed the total number of Offered Units available in respect of such oversubscription privilege, the number of Offered Units to which the oversubscribing Members shall be entitled to purchase shall be reduced with respect to their oversubscriptions so as to sell the Offered Units as nearly as possible in accordance with their respective Pro Rata Fraction or as they may otherwise agree among themselves.

(e) Acceptance. If the LLC or any one or more of the Members desire to purchase the Offered Units pursuant to this Section 3.2, the LLC or such Members (collectively, the "Purchasers") shall communicate in writing their election to purchase (an "Acceptance") to the Selling Member, which Acceptance shall state the number of Offered Units the Purchasers desire to purchase and shall be delivered in person or mailed to the Selling Member at the address set forth in the Offer, with a copy to the LLC and the Members, within forty-five (45) days of the date the Offer was made. Failure by the Purchasers to deliver an Acceptance during such forty-five (45) day period shall be deemed to constitute the election of such Purchasers not to exercise their right to purchase the Offered Units. In the event that the consideration proposed to be paid for the Offered Units by the Proposed Transferee shall include any consideration other than cash, and the Offer includes a fair market value of such non-cash consideration in accordance with Section 3.2(a) hereof which the Purchaser objects to, the Acceptance shall set forth such objection. If a majority-in-interest of the Purchasers and the Selling Member cannot agree on a valuation within five (5) Business Days following the forty-five (45) day period following the date the Offer was made, then the dispute shall be referred to a nationally-recognized investment banking firm selected jointly by a majority-in-interest of the Purchasers and the Selling Member. If a majority-in-interest of the Purchasers and the Selling Member cannot agree on the selection of an investment banking firm, then a majority of the Purchasers and the Selling Member shall each select one such firm and such firm shall designate a mutually acceptable nationally-recognized investment banking firm to determine the aggregate value of all consideration proposed to be paid by the Proposed Transferee for the Offered Units. The expenses of such investment banking firm shall be paid one-half by the Selling Member and the Purchasers (each of whom shall pay their pro rata portion based upon their Units requested to be purchased). All determinations made pursuant

to this Section 3.2(e) shall be final, conclusive and binding on the Members and the Selling Member.

(f) Sale of Offered Units. Sale of the Offered Units pursuant to this Section 3.2 shall be made at the offices of the LLC no later than sixty (60) days following the Offer, provided, however, that if the purchase price for the Offered Units has not been determined pursuant to subparagraph (e) above, the consummation of the sale of the Offered Units shall be deferred until the fifth (5th) Business Day following such determination, or at such other time or place as the parties to the transaction may agree upon. Such sales shall be effected by the Selling Member's delivery to the Purchasers of a certificate or certificates evidencing the Offered Units to be purchased by them duly endorsed for Transfer to the Purchasers, which Offered Units shall be delivered free and clear of all liens, charges, claims and encumbrances of any nature whatsoever, against payment to the Selling Member of the purchase price therefor by the respective Purchasers. Payment for the Offered Units shall be made as provided in the Offer or by wire transfer or certified check.

(g) Selling Member Right to Sell. If the Purchasers do not agree to purchase all of the Offered Units, then the Purchasers shall have no right to purchase any of the Offered Units and the Offered Units may be sold by the Selling Member at any time within seventy-five (75) days after the date the Offer was made or within the period for determining the fair market value of non-cash consideration, whichever is later. Any such sale shall be to the Proposed Transferee, upon the terms and conditions specified in the Offer. Any Offered Units not sold within such seventy-five (75) day period, as it may be extended, shall continue to be subject to the requirements of a prior offer pursuant to this Section 3.2.

(h) Inapplicability of Right to Purchase. The right to purchase granted pursuant to this Section 3.2 shall not apply to any sale of Units pursuant to a Permissible Transfer, a Transfer in a registered public offering or in compliance with Rule 144 promulgated under the Securities Act.

3.3 Take-Along and Tag-Along Rights.

(a) If any Member or Members (collectively, a "Prospective Seller"), shall, in any transaction or series of related transactions, propose to sell all, but not less than all, of the Units held by him or her to a bona fide third party or parties not affiliated with the Prospective Seller (a "Third Party"), the Prospective Seller shall give notice to each other Member of such transaction, not later than twenty (20) days prior to the scheduled closing of the sale to the Third Party, setting forth the consideration per Unit to be paid by the Third Party and the other material terms and conditions of the sale (a "Take-Along Notice"). If the Prospective Seller owns eighty percent (80%) or more of the outstanding Units, as part of such Take-Along Notice, the Prospective Seller may require each of the other Members (the "Take-Along Members") to sell to the Third Party, for the same consideration and otherwise on the same terms and conditions upon which the Prospective Seller propose to sell all of their Units to the Third Party (the "Take-Along Interests").

(b) If any Take-Along Notice does not include an exercise of the option to require the Take-Along Members to sell their Units, as set forth in Section 3.3(a) above, then each of the Take-Along Members shall have, not later than ten (10) days prior to the closing of the sale to the Third Party, the option to give a notice (a "Tag-Along Notice") pursuant to which they may require the Prospective Seller to give notice to the Third Party that as part of such transaction, the Take-Along Interests shall be purchased for the same consideration per share and

otherwise on the same terms and conditions upon which the Prospective Seller shall sell their Units to the Third Party.

(c) Within five (5) business days following the date the Prospective Seller gives a Take-Along Notice containing the requirement that the Take-Along Members sell their Units, or within three (3) business days after a Take-Along Member gives the Prospective Seller a Tag-Along Notice, each of the Take-Along Members or each Member giving a Tag-Along Notice, as the case may be, shall deliver to the Prospective Seller (A) an assignment evidencing the Take-Along Interests, and (B) a special irrevocable power-of-attorney authorizing the Prospective Seller, on behalf of such Take-Along Member, to sell or otherwise dispose of such Take-Along Interests, and to take all such actions as shall be necessary or appropriate in order to consummate such sale or disposition, in accordance with the terms and conditions contained in the Take-Along Notice.

(d) Within ten (10) days after the closing of the sale of the Units of the Prospective Seller and the Take-Along Members to the Third Party, the Prospective Seller shall remit to each of the Take-Along Members the aggregate sales price of the Take-Along Interests sold to the Third Party, less a pro rata portion of the expenses (including, without limitation reasonable legal expenses and disbursements) incurred by the Prospective Seller in connection with such sale, or evidence of the Third Party's indebtedness to such Take-Along Members, as the case may be. If at the end of the one hundred twenty (120) day period following the date of the Take-Along Notice, the Prospective Seller has not completed the sale of Take-Along Interests delivered to it pursuant to Section 3.3(c), the Prospective Seller shall return to each of the Take-Along Members all assignments of the Units, all related documents and the power-of-attorney that each such Take-Along Member delivered pursuant to Section 3.3(c). Any Units which continue to be held by the Prospective Seller after such one hundred twenty (120) day period shall again be subject to the provisions of this Section 3.3.

(e) Except as expressly provided in this Section 3.3, the Prospective Seller shall have no obligation to any Take-Along Member with respect to the sale of any Units owned by such Take-Along Member. The Prospective Seller shall have no obligation to any Take-Along Member to sell or otherwise dispose of the Take-Along Member's Units if the Prospective Seller decides not to accept or consummate any offer by a Third Party with respect to its own or any other Member's Units (it being understood that any and all such decisions shall be made by the Prospective Seller in its sole discretion). No Take-Along Member shall be entitled to make any sale of Units directly to any Third Party pursuant to any Take-Along Notice, it being understood that all such sales shall be made only on the terms and pursuant to the procedures set forth in this Section 3.3. Nothing in this Section 3.3 shall affect any of the obligations of any of the Members under any other provision of this Agreement.

3.4 Costs. All reasonable costs and expenses incurred by any seller in connection with a Transfer under Section 3.3 hereof, including without limitation, all reasonable attorneys' fees, costs and disbursements and any reasonable finders' fees or brokerage commissions, shall be allocated pro rata among the Members transferring Units in such Transfer, with each bearing that portion of such costs and expenses equal to the aggregate of such costs and expenses multiplied by a fraction, the numerator of which is the amount of the gross proceeds received by such Member from such Transfer, and the denominator of which is the total amount of the gross proceeds received by all Members from such Transfer.

3.5 Termination of Transfer Restrictions. The provisions of this Section 3 shall terminate upon the consummation of a Qualified Offering or a Change in Control Transaction.

4. Preemptive Rights.

4.1 The LLC shall not issue or sell any Units or other securities convertible into or exchangeable for Units (the "Newly Issued Securities"), other than any such issuance or sale (a) pursuant to a Qualified Offering, or (b) to officers, directors, employees or consultants of the LLC or the Corporation pursuant to an equity incentive plan, and (c) as a form of consideration in connection with mergers or acquisitions where the LLC is the surviving entity (for purposes hereof, the "Preemptive Right Securities" shall mean the Newly Issued Securities, but excluding all of the Securities set forth in the immediately preceding clauses (a) and (b) of this Section 4.1, unless prior to the issuance or sale of such Preemptive Right Securities each Member is given the opportunity (such opportunity being herein referred to as the "Preemptive Right") to purchase (on the same terms as such Preemptive Right Securities are proposed to be sold) the same proportion of such Preemptive Right Securities being issued or offered for sale by the LLC as (x) the number of Units (calculated solely on account of outstanding Units on an as converted basis) held by such Member on the day preceding the date of the Preemptive Notice (as defined herein), as the case may be, bears to (y) the total number of Units outstanding on that day.

4.2 At least thirty (30) days prior to the issuance or sale by the LLC of any Preemptive Right Securities, the LLC shall give written notice thereof (the "Preemptive Notice") to each Member. The Preemptive Notice shall specify (i) the total amount of capital to be raised by the LLC pursuant to the issuance or sale of Preemptive Right Securities, (ii) the number of Securities of such Preemptive Right Securities proposed to be issued or sold, (iii) the price and other terms of their proposed issuance or sale, (iv) the number of such Preemptive Right Securities which such holder is entitled to purchase (determined as provided in subsection (a) above), and (v) the period during which such holder may elect to purchase such Preemptive Right Securities, which period shall extend for at least thirty (30) days following the receipt by such holder of the Preemptive Notice (the "Preemptive Acceptance Period"). Each Member who desires to purchase Preemptive Right Securities shall notify the LLC within the Preemptive Acceptance Period of the number of Preemptive Right Securities he wishes to purchase, as well as the number, if any, of additional Preemptive Right Securities he would be willing to purchase in the event that all of the Preemptive Right Securities subject to the Preemptive Right are not subscribed for by the other Members.

4.3 In the event a Member declines to subscribe for all or any part of its pro rata portion of any Preemptive Right Securities which are subject to the Preemptive Right (the "Declining Preemptive Purchaser") during the Preemptive Acceptance Period, then the other Members shall have the right to subscribe for all (or any declined part) of the Declining Preemptive Purchaser's pro rata portion of such Preemptive Right Securities (to be divided among the other Members desiring to exercise such right on a ratable basis.

4.4 Any such Newly Issued Securities which none of the holders elect to purchase in accordance with the provisions of this Section 4, may be sold by the LLC, within a period of nine (9) months after the expiration of the Preemptive Acceptance Period, to any other person or persons at not less than the price and upon other terms and conditions not less favorable to the LLC than those set forth in the Preemptive Notice.

5. Registration Rights.

5.1 Piggy-Back Registration.

(a) If at any time the LLC proposes to file a registration statement under the Securities Act with respect to an offering by the LLC for its own account or for the account of any of its respective security holders (other than a Registration Statement on Form S-4 or S-8 (or any substitute form that may be adopted by the Commission), then the LLC shall give prompt written notice of such proposed filing to the Holders of Registrable Securities as soon as practicable (but in no event less than twenty (20) days before the anticipated filing date), and such notice shall offer such Holders the opportunity to register such number of Registrable Securities as each such Holder may request (which request shall specify the Registrable Securities intended to be disposed of by such Holder and the intended method of distribution thereof) (a "Piggy-Back Registration"). The LLC shall use its best efforts to cause the managing Underwriter or Underwriters of a proposed underwritten offering to permit the Registrable Securities requested to be included in a Piggy-Back Registration to be included on the same terms and conditions as any similar securities of the LLC or any other security holder included therein and to permit the sale or other disposition of such Registrable Securities in accordance with the intended method of distribution thereof. Any Holder shall have the right to withdraw its request for inclusion of its Registrable Securities in any Registration Statement pursuant to this Section 5.1 by giving written notice to the LLC of its request to withdraw, provided that in the event of such withdrawal, such Holder shall be responsible for all fees and expenses (including fees and expenses of counsel) incurred by such Holder prior to such withdrawal. The LLC may withdraw a Piggy-Back Registration at any time prior to the time it becomes effective.

(b) No registration effected under this Section 5.1, and no failure to effect a registration under this Section 5.1 and to complete the sale of Registrable Securities in connection therewith shall relieve the LLC of any other obligation under this Agreement.

(c) Notwithstanding anything contained herein, if the managing Underwriter or Underwriters of any underwritten offering described in Section 5.1(a) have informed, in writing, the Holders requesting inclusion in such offering that it is their opinion that the total number of shares which the LLC, Holders and any other Persons holding securities of the same class as the Registrable Securities desiring to participate in such registration intend to include in such offering is such as to materially and adversely affect the success of such offering, then, the number of shares to be offered shall be reduced or limited in the following order of priority: first, the number of shares to be offered by all other holders of the Registrable Securities who requested inclusion in such registration ("Requested Holders") to the extent necessary to reduce the total number of shares as recommended by such managing Underwriter or Underwriters; and second, if further reduction or limitation is required, the number of shares to be offered for the account owned by the Requested Holders shall be reduced or limited on a pro rata basis in proportion to the relative number of Registrable Securities owned by the Requested Holders participating in such registration.

(d) If the managing Underwriter or Underwriters of any underwritten offering described in Section 5.1(c) notify the Holders requesting inclusion in such offering that the kind of securities that the Holders, the LLC and any other Persons desiring to participate in such registration intend to include in such offering is such as to materially and adversely affect the success of such offering, (x) the Registrable Securities to be included in such offering shall be reduced as described in clause (i) above or (y) if such reduction would, in the judgment of the managing Underwriter or Underwriters, be insufficient to substantially eliminate the adverse effect that

inclusion of the Registrable Securities requested to be included would have on such offering, such Registrable Securities will be excluded from such offering.

(e) If, as a result of the proration provisions of this Section 5.1, any Holder shall not be entitled to include all Registrable Securities in a Piggy-Back Registration that such Holder has requested to be included, such Holder may elect to withdraw his request to include Registrable Securities in such registration.

6. Restrictive Legends on Units.

6.1 Securities Act. Each certificate evidencing Units (including each certificate evidencing Units held by subsequent transferees of any such certificate), shall be stamped or otherwise imprinted with a legend in substantially the following form:

> "THE UNITS REPRESENTED BY THIS CERTIFICATE HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR ANY APPLICABLE STATE SECURITIES LAWS AND HAVE BEEN ACQUIRED FOR INVESTMENT AND NOT WITH A VIEW TO, OR IN CONNECTION WITH, THE SALE OR DISTRIBUTION THEREOF. NO SALE, PLEDGE OR OTHER DISPOSITION MAY BE EFFECTED WITHOUT AN EFFECTIVE REGISTRATION STATEMENT RELATED THERETO OR AN OPINION OF COUNSEL FOR THE LLC THAT SUCH REGISTRATION IS NOT REQUIRED UNDER THE SECURITIES ACT OF 1933 OR ANY APPLICABLE STATE SECURITIES LAWS. THIS CERTIFICATE MUST BE SURRENDERED TO THE LLC OR ITS TRANSFER AGENT AS A CONDITION PRECEDENT TO THE SALE, PLEDGE OR OTHER TRANSFER OF ANY INTEREST IN ANY SECURITIES REPRESENTED BY THIS CERTIFICATE."

6.2 Members' Agreement. Each certificate evidencing Units (including each certificate evidencing Units held by subsequent transferees of any such certificate), shall also be stamped or otherwise imprinted with a legend in substantially the following form:

> ADDITIONALLY, THE TRANSFER OF THE SECURITIES REPRESENTED BY THIS CERTIFICATE IS SUBJECT TO THE TERMS AND CONDITIONS OF A MEMBERS' AGREEMENT, DATED AS OF JUNE 8, 2001, BY AND AMONG PDG DOMUS MANUFACTURING LLC, THE HOLDER OF RECORD OF THIS CERTIFICATE AND CERTAIN OTHER SIGNATORIES THERETO, AND NO TRANSFER OF SUCH SECURITIES SHALL BE VALID OR EFFECTIVE EXCEPT IN ACCORDANCE WITH SUCH AGREEMENT AND UNTIL SUCH TERMS AND CONDITIONS HAVE BEEN FULFILLED. COPIES OF SUCH AGREEMENT MAY BE OBTAINED AT NO COST BY WRITTEN REQUEST MADE BY THE HOLDER OF RECORD OF THIS CERTIFICATE TO THE SECRETARY OF THE LLC AT THE PRINCIPAL EXECUTIVE OFFICES THEREOF.

6.3 Certificates. Each certificate evidencing the Units issued upon such Transfer (and each certificate evidencing any untransferred balance of such Units) shall bear the legends set forth above unless the Units are no longer subject to this Agreement and (i) in the opinion of counsel (reasonably acceptable to the LLC) addressed to the LLC, the registration of future Transfers is not required by the applicable provisions of the Securities Act or applicable state

securities laws; (ii) the LLC shall have waived the requirement of such legend; or (iii) in the reasonable opinion of counsel to the LLC, such Transfer shall have been made in connection with an effective registration statement filed pursuant to the Securities Act or an exemption therefrom.

7. Additional Remedies. In case any one or more of the covenants and/or agreements set forth in this Agreement shall have been breached by any party hereto, the party or parties entitled to the benefit of such covenants or agreements may proceed to protect and enforce their rights either by proceeding in equity and/or by action at law, including, but not limited to, an action for damages as a result of any such breach; and/or an action for specific performance of any such covenant or agreement contained in this Agreement, and/or a temporary or permanent injunction, in any case without showing any actual damage and without establishing, in the case of an equitable proceeding, that the remedy at law is inadequate. The rights, powers and remedies of the parties under this Agreement are cumulative and not exclusive of any other right, power or remedy which such parties may have under any other agreement or law. No single or partial assertion or exercise of any right, power or remedy of a party hereunder shall preclude any other or further assertion or exercise thereof. Any purported Transfer in violation of the provisions of this Agreement shall be void ab initio.

8. Confidential Information; Certain Defaults. The Members shall hold in confidence (i) all proprietary or trade secret information obtained in the course of its investigation of the LLC and the conduct of the transactions contemplated by this Agreement, the Operating Agreement, the Subscription Agreement, the Summary of Proposed Terms of $900,000 Offering or the Business Plan and (ii) all proprietary or trade secret information about the LLC obtained at any time in the future, and shall use such information only for the purpose of implementing the transactions contemplated hereby. The Members' obligations under this Section 8 do not extend to any (i) information which is publicly available or generally known to others engaged in the same trade or business as the LLC; (ii) information that is or becomes public knowledge through no act or omission by such Member or any of its respective directors, officers, Employees, professional advisors, or other representatives; (iii) information that is rightfully obtained by such Member from a third party that is under no contractual or other obligation of confidentiality with respect to such information; or (iv) information which is required to be disclosed pursuant to judicial or governmental requirements.

9. Commercialization in Other Market Segments.

9.1 The Corporation shall not issue or sell, or permit the issuance or sale of, any securities (the "New Securities") in the Corporation or in any entity formed by or affiliated with the Corporation ("Affiliated Entity")(for purposes of this Section 9, individually and collectively the Corporation and Affiliated Entity are herein referred to as the "Offering Entity") for the purpose of commercializing the Technology in market segments, other than the field of residential construction, in which the Technology will be exclusively commercialized by the LLC, other than any such issuance or sale (a) pursuant to a Qualified Offering, or (b) to officers, directors, employees or consultants of the Corporation pursuant to an equity incentive plan, (c) loans from institutional lenders or investors, including loans convertible into equity or loans with warrant coverage, and (d) as a form of consideration in connection with mergers or acquisitions where the New Entity is the surviving entity (for purposes hereof, the "Participation Right Securities" shall mean the New Securities, but excluding all of the Securities set forth in the immediately preceding clauses (a) through (c) of this Section 9.1), unless prior to the issuance or sale of such Participation Right Securities each Series A Investor is given the opportunity (such opportunity being herein referred to as the "Participation Right") to purchase (on the same

terms as such Participation Right Securities are proposed to be sold) the same proportion of such Participation Right Securities being issued or offered by the Offering Entity as (x) the number of Units (calculated solely on account of outstanding Units on an as converted basis) held by such Series A Investor on the day preceding the date of the Participation Notice (as defined herein), as the case may be, bears to (y) the total number of Units outstanding on that day.

9.2 At least thirty (30) days prior to the issuance or sale by the Offering Entity of any Participation Right Securities, the Offering Entity shall give written notice thereof (the "Participation Notice") to each Series A Investor. The Participation Notice shall specify (i) the total amount of capital to be raised by the Offering Entity pursuant to the issuance or sale of Participation Right Securities, (ii) the number of Securities of such Participation Right Securities proposed to be issued or sold, (iii) the price and other terms of their proposed issuance or sale, (iv) the number of such Participation Right Securities which such holder is entitled to purchase (determined as provided in subsection (a) above), and (v) the period during which such holder may elect to purchase such Participation Right Securities, which period shall extend for at least thirty (30) days following the receipt by such holder of the Participation Notice (the "Participation Acceptance Period"). Each Series A Investor who desires to purchase Participation Right Securities shall notify the Offering Entity within the Participation Acceptance Period of the number of Participation Right Securities he wishes to purchase, as well as the number, if any, of additional Participation Right Securities he would be willing to purchase in the event that all of the Participation Right Securities subject to the Participation Right are not subscribed for by the other Series A Investors.

9.3 In the event a Series A Investor declines to subscribe for all or any part of its pro rata portion of any Participation Right Securities which are subject to the Participation Right (the "Declining Participation Purchaser") during the Participation Acceptance Period, then the other Series A Investors shall have the right to subscribe for all (or any declined part) of the Declining Participation Purchaser's pro rata portion of such Participation Right Securities (to be divided among the other Series A Investors desiring to exercise such right on a ratable basis.

9.4 Any such New Securities which none of the holders elect to purchase in accordance with the provisions of this Section 9, may be sold by the Offering Entity, within a period of three (3) months after the expiration of the Participation Acceptance Period, to any other person or persons at not less than the price and upon other terms and conditions not less favorable to the Offering Entity than those set forth in the Participation Notice.

10. Successors and Assigns; Agreement to be Bound.

10.1 Successors and Assigns. Except as otherwise expressly provided herein, this Agreement shall bind and inure to the benefit of the LLC and each of the Members and the respective successors or heirs and personal representatives and permitted assigns of the LLC and each of the Members. It is understood and agreed among the parties hereto that this Agreement and the representations, warranties, and covenants made herein are made expressly and solely for the benefit of the other party or parties hereto (or their respective successors or permitted assigns), and that no other Person shall be entitled or be deemed to be a third-party beneficiary of any party's rights under this Agreement.

10.2 Agreement to be Bound. Each Member agrees further that, it shall not Transfer any Units to any Person not a party to this Agreement unless such Person contemporaneously with such Transfer executes and delivers to the LLC an agreement to be bound by the Members'

obligations hereunder, whereupon such Person shall have the same obligations as the Members under this Agreement.

11. Entire Agreement. This Agreement contains the entire agreement among the parties with respect to the subject matter hereof and supersedes all prior and contemporaneous arrangements or understandings with respect thereto.

12. Notices. All notices, consents and other communications under this Agreement shall be in writing and shall be deemed to have been duly given when (a) delivered by hand, (b) sent by telex or telecopier (with telephonic confirmation of receipt), provided that a copy is mailed by registered mail, return receipt requested, or (c) when received by the addressee, if sent by Express Mail, Federal Express or other express delivery service (receipt requested), in each case to the appropriate addresses, telex numbers and telecopier numbers set forth below (or to such other addresses, telex numbers and telecopier numbers as a party may designate as to itself by notice to the other parties complying as to delivery with this Section 12).

If to the LLC:

PDG Domus Manufacturing LLC
Attention: Rob Hoffman
426 E. Whittier Street
Columbus, Ohio 43206
Email: rmh@netwalk.com

With a copy to:

Hahn Loeser & Parks, LLP
3300 BP America Building
200 Public Square
Cleveland, Ohio 44114-2301
Attention: Warren Goldenberg, Esq.
Telephone No.: (216) 621-0150
Telecopier No.: (216) 241-2824
Email: wgoldenberg@hahnlaw.com

If to a Member, at the address shown in the Unit register of the LLC.

13. Amendment. The terms and provisions of this Agreement may not be modified or amended, or any of the provisions hereof waived, temporarily or permanently, except pursuant to the written consent of the holders of at least two thirds (2/3) in interest of the Units; provided, however, that the rights and obligations of the holders of the Units as set forth in Sections 3.3, 4, 5 an 9 cannot be modified or amended without the written consent of at least two thirds (2/3) in interest of the Units issued to the Series A Investors.

14. Counterparts. This Agreement may be executed in any number of counterparts, and each such counterpart shall be deemed to be an original instrument, but all such counterparts together shall constitute but one agreement.

15. Headings. The headings of the various sections of this Agreement have been inserted for convenience of reference only and shall not be deemed to be part of this Agreement.

16. Nouns and Pronouns. Whenever the context may require, any pronouns used herein shall include the corresponding masculine, feminine or neuter forms, and the singular form of names and pronouns shall include the plural and vice-versa.

17. Severability. Any provision of this Agreement that is prohibited or unenforceable in any jurisdiction shall, as to such jurisdiction, be ineffective to the extent of such prohibition or unenforceability. Such prohibition or unenforceability in any one jurisdiction shall not invalidate or render unenforceable such provision in any other jurisdiction.

18. Governing Law. This Agreement shall be governed by the internal laws of the State of Ohio, without regard to the conflicts of law principles thereof.

19. Jurisdiction. The LLC (a) hereby irrevocably and unconditionally submits to the exclusive jurisdiction of any court of the State of Ohio or any federal court sitting in the State of Ohio for purposes of any suit, action or other proceeding arising out of this Agreement or the subject matter hereof brought by the LLC or any Member and (b) hereby waives and agrees not to assert, by way of motion, as a defense, or otherwise, in any such suit, action or proceeding, any claim it is not subject personally to the jurisdiction of the above-named courts, that its property is exempt or immune from attachment or execution, that the suit, action or proceeding is brought in an inconvenient forum, that the venue of the suit, action or proceeding is improper or that this Agreement or the subject matter hereof may not be enforced in or by such court, and (c) hereby waives in any such action, suit, or proceeding any offsets or counterclaims. The LLC hereby consents to service of process by certified mail at the address set forth in Section 12 hereof and agrees that its submission to jurisdiction and its consent to service of process by mail is made for the express benefit of the Member. Final judgment against the LLC, in any action, suit or proceeding shall be conclusive, and may be enforced in other jurisdictions (i) by suit, action or proceeding on the conclusive evidence of the fact and of the amount of any indebtedness or liability of the LLC therein described or (ii) in any other manner provided by or pursuant to the laws of such other jurisdiction; provided, however, that any Member may at its option bring suit, or institute other judicial proceedings, against the LLC or any of its properties in the state or Federal court of the United States or of any country or place where the LLC or its properties may be found.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement as of the date first above written.

PDG DOMUS MANUFACTURING LLC

PDG Domus Corporation, Manager

By: _____

Its: _____

PDG DOMUS CORPORATION

By: _____

Its: _____

INVESTOR:

By: _____

Name: _____

Title: _____

OTHER MEMBERS:

By: _____

Name: _____

Title: _____

SCHEDULE I

SERIES A INVESTORS

OTHER MEMBERS

OPERATING AGREEMENT
OF
PDG DOMUS MANUFACTURING LLC
AS AMENDED ON
FEBRUARY 1, 2004

This Operating Agreement (the "Agreement") is entered into as of the 8th day of June, 2001 by and among PDG Domus Corporation, an Ohio corporation, and the other Members of PDG Domus Manufacturing LLC, an Ohio limited liability LLC ("LLC") listed on the attached Exhibit A.

SECTION 1
DEFINITIONS

Unless the context clearly indicates otherwise, (i) all of the capitalized words in this Agreement have the meanings set forth in the Appendix or other provisions of this Agreement and (ii) all non-capitalized words defined in the Act and used herein have the meaning set forth in the Act.

SECTION 2
FORMATION

2.1 Organization. The Members authorized the formation of the LLC as an Ohio Limited Liability Company pursuant to the provisions of the Act and caused Articles to be filed with the Ohio Secretary of State on June 1, 2001.

2.2 Agent. The Agent for service of process upon the LLC is HL Statutory Agent, Inc. whose address in the State of Ohio is 3300 BP Tower, 200 Public Square, Cleveland, Ohio 44114-2301. The Manager may, from time to time, change the Agent, and if the Agent ceases to act as such for any reason, or moves out of the State of Ohio, the Manager must forthwith designate a replacement Agent.

2.3 Office. The principal office of the LLC will be located at 426 E. Whittier Street, Columbus, Ohio 43206, or at any other location as the Manager determines from time to time.

2.4 Purposes. Except as provided by the Act, the LLC may pursue any purpose or purposes for which Persons may lawfully associate themselves.

2.5 Title to Property. Title to all property contributed to or otherwise acquired by the LLC must be held in the name of the LLC.

2.6 Term. The term of the LLC will be perpetual unless it is earlier dissolved in accordance with the provisions of SECTION 11.

SECTION 3
FINANCIAL AND TAX MATTERS

3.1 Records to be Maintained. The LLC must maintain the following records at its principal office:

(a) A current list of the full names, in alphabetical order, and last known business or residence address of each Member;

(b) Copies of the Articles and executed copies of any powers of attorney pursuant to which the Articles or any amendments have been executed;

(c) Copies of this Agreement and executed copies of any powers of attorney pursuant to which this Agreement and any amendments have been executed;

(d) Copies of the LLC's federal, state and local income tax returns and reports for the three most recent years;

(e) Copies of any financial statements of the LLC for the three most recent years;

(f) The Unit Holder Schedule referred to in SECTION 5.1; and

(g) Books of account reflecting all Profits, Losses, assets and liabilities of the LLC.

Each Member has the right to inspect and copy any books and records of the LLC during normal business hours.

3.2 Method of Accounting; Fiscal Year. For both tax and financial accounting purposes, the LLC will adopt the accrual method of accounting and a Fiscal Year ending on December 31 of each year.

3.3 Annual Reports. Within 60 days of the end of each Fiscal Year, the LLC must send to each Person who was a Unit Holder during the Fiscal Year (a) that tax information concerning the LLC necessary for preparation of such Person's income tax returns for the Fiscal Year and (b) a financial statement for the Fiscal Year compiled by an independent public accounting firm.

3.4 Tax Elections. All tax elections to be made by the LLC must be determined by the Manager, except that an election pursuant to Section 754 of the Code will be made by the LLC if it will, or may be, beneficial to any of the Members.

3.5 Accounts. Except for petty cash, all monies of the LLC must be deposited into bank, money market, or similar accounts opened in the LLC's name. Funds deposited into such accounts may be withdrawn upon the signature(s) of the Manager.

3.6 Tax Matters Member. PDG Domus Corporation is designated as the "tax matters partner" of the LLC pursuant to Section 6231(a)(7) of the Code and must take such actions as are necessary to cause each other Unit Holder to become a "notice partner" within the meaning of Section 6223 of the Code. PDG Domus Corporation must not take any action contemplated by Sections 6223 through 6229 of the Code without the approval by a Majority Vote of the Members. If PDG Domus Corporation resigns or is no longer able to serve as the "tax matters partner" a new "tax matters partner" shall be designated by a majority vote of the Members.

SECTION 4
MANAGEMENT

4.1 Management of the LLC by Manager.

(a) Sole Manager. PDG Domus Corporation shall be the sole Manage of the LLC.

(b) Management of the LLC; Compensation. The business, property and affairs of the LLC shall be managed by the Manager. The Manager shall not receive a management fee. Nathan Wm. Pingel ("Pingel"), Robert M. Hoffman ("Hoffman") and Daniel A. Rosen (collectively

the "Principals") shall be employed by the LLC on such terms and conditions, including term of employment, as shall be negotiated between the Manager and each of the Principals; provided, however, that the salaries of the Principals, exclusive of payments, if any, from the Bonus Pool (as hereinafter defined) and Phantom Units (as hereinafter defined) shall not exceed $100,000 per year for five (5) years from the date of this Agreement. The LLC shall maintain a bonus pool (the "Bonus Pool") to provide incentives to employees and independent contractors of the LLC. An amount determined by the Manager from time to time not to exceed 2.9% of the revenues received by the LLC for each residential unit sold shall be contributed to the Bonus Pool for each residential unit sold. Employees and independent contractors of the LLC, including the Principals, shall be eligible to receive bonuses paid from the Bonus Pool. The Manager shall adopt an equity incentive plan (the "Plan") pursuant to which participants in the Plan ("Participants") will receive contractual rights ("Phantom Units") entitling them to receive that portion of cash distributions (including distributions out of net cash flow or upon a liquidity event) which they would have received if they held actual Units. Distributions to Participants will be treated as guaranteed payments under Section 707(c) of the Internal Revenue Code and will thus be deductible to the LLC. The right to receive payments will vest over a period of years, contingent on the participants continued affiliation with the LLC. Current cash distributions will be payable to Participants so long as they remain affiliated with the LLC. The Manager will have the discretion to establish the terms and conditions of the Phantom Units of each Participant, including vesting. Phantom Units will be granted initially to Pingel (2), Hoffman (2), Rosen (2), and the LLC's outside architects (1), which will vest over a two year period. Management anticipates granting four additional Phantom Units in the near term (i.e., before approval by the Ohio Industrialized Housing Commission), 2 Phantom Units to a Vice President of Marketing to be hired and 2 additional Phantom Units to additional hires. The entire size of the Plan will not be increased to more than 20% of the fully diluted capitalization of the LLC. Except for situations in which the approval of the Members is expressly required by the Articles, this Agreement or the Act, the Manager shall have full, complete and exclusive authority, power and discretion to manage and control the business, property and affairs of the LLC, to make all decisions regarding those matters and to perform any and all other acts or activities customary or incident to the management of the LLC's business, property and affairs.

(c) Agency Authority of Manager. The Manager, acting alone is authorized to endorse checks, drafts, and other evidences of indebtedness made payable to the order of the LLC, but only for the purpose of deposit into the LLC's accounts. All checks, drafts and other instruments obligating the LLC to pay money may be signed by the Manager or by such officers, employees or agents as are designated by the Manager, unless further authorization is required by this Agreement.

(d) Performance of Duties; Liability of Manager. The Manager and its officers, agents and employees shall not be liable to the LLC or to any Member for any loss or damage sustained by the LLC or any Member, unless the loss or damage shall have been the result of fraud, deceit, gross negligence, reckless or intentional misconduct or a knowing violation of law.

(e) Transactions between the LLC and the Manager. Notwithstanding that it may constitute a conflict of interest, the Manager may, and may cause any entity affiliated with it to, engage in any transaction (including, without limitation, the purchase, sale, lease or exchange of any property or the rendering of any service, or the establishment of any salary, other compensation, or other terms of employment) with the LLC so long as such transactions are not expressly prohibited by this Agreement, so long as the terms and conditions of such transactions, on an overall basis, are fair and reasonable to the LLC and are at least as favorable to the LLC as those that are generally available from Persons capable of similarly

performing them and provided the Members, after being provided complete disclosure of all potential conflicts, consent to such transaction.

A transaction between the Manager and/or its affiliates, on the one hand, and the LLC, on the other hand, shall be conclusively determined to constitute a transaction on terms and conditions, on an overall basis, fair and reasonable to the LLC and at least as favorable to the LLC as those generally available in a similar transaction between parties operating at arm's length if a Majority-In-Interest of the Members having no interest in such transaction (other than their interests as Members) affirmatively vote or consent in writing to approve the transaction.

4.2 Members Have No Managerial Authority. The Members shall have no power to participate in the management of the LLC except as expressly authorized by this Agreement or the Articles and except as expressly required by the Act. Unless expressly and duly authorized in writing to do so by the Managers, no Member shall have any power or authority to bind or act on behalf of the LLC in any way, to pledge its credit, or to render it liable for any purpose.

4.3 Officers.

(a) Election. The Manager may appoint one or more officers for the LLC, including, but not limited to a President, Vice-President, a Secretary and a Treasurer ("Officers"). The Manager may appoint more than one of each type of Officer other than President, and may appoint Assistants to the Officers other than President, who are to fulfill the duties of the Officer when he is absent or disabled, and who will have such other duties and powers as the Manager may from time to time prescribe. Any two or more offices, except the offices of President and Vice-President, may be held by the same person, but no Officer may execute, acknowledge or verify any instrument in more than one capacity if such instrument is required by law or by this Agreement to be executed, acknowledged or verified by any two or more Officers. The Officers are not required to be Members and may resign their positions.

(b) Removal. Any Officer may be removed, with or without cause, by the Manager.

(c) Authority. Unless otherwise prescribed by the Manager, the Officers, as between themselves and the LLC, have such authority and perform such duties as is set forth below or as otherwise specified from time to time by the Manager:

(1) The President is the chief executive officer of the LLC and has overall responsibility for the management of the business the LLC and the implementation of all orders and resolutions of the Manager or Members, as the case may be, adopted by the requisite vote. The President has the authority to execute any documents necessary for the day-to-day operations of the LLC or otherwise approved by the Manager.

(2) The Vice-President is, in the absence or disability of the President, authorized to perform the duties and exercise the powers of the President and the President may, from time to time, delegate some of his powers and responsibilities to the Vice-President.

(3) The Secretary is responsible for maintaining a book containing the records referred to in SECTION 3.1(d)-(g) as well as keeping and including in such book minutes of the meetings of the Members. The Secretary is also responsible for the giving of notice of all meetings of Members.

(4) The Treasurer is responsible for the preparation and maintenance of the financial records referred to in SECTION 3.1 (d) - (g), the preparation and delivery of the

tax information and financial statements referred to in SECTION 3.3, and the deposit of monies of the LLC as provided for in SECTION 3.5.

SECTION 5
MEMBERS

5.1 Unit Holder Schedule. The Manager must record on the Unit Holder Schedule attached all Unit Transfers, admissions of new Members, Capital Contributions, issuances and liquidations of Units, and changes of Members' addresses. The Unit Holder Schedule must describe any services or property other than cash received as a Capital Contribution and state the agreed value thereof.

5.2 Liability of Members.

(a) To Third Parties. No Member is (i) liable as such for the liabilities of the LLC or (ii) obligated to restore any deficit balance in such Member's Capital Account. The failure of the LLC to observe any formalities or requirements relating to the exercise of its powers or management of its business or affairs under this Agreement or the Act is not grounds for imposing personal liability on the Members for liabilities of the LLC.

(b) To Other Members. A Member is liable in damages for any action that the Member takes or fails to take as a Member only if it is proved, by clear and convincing evidence, in a court with jurisdiction, that its action or failure to act involved an act or omission undertaken with deliberate intent to cause injury to the LLC or undertaken with reckless disregard for the best interests of the LLC.

(c) Standard of Care. A Member must perform its duties as a Member in good faith, in a manner the Member reasonably believes to be in or not opposed to the best interests of the LLC, and with the care that an ordinarily prudent Person in a similar position would use under similar circumstances.

5.3 Securities Law Matters. Each Member represents and warrants that the Member is acquiring the Units for the Member's own account as an investment and without an intent to distribute the Units. Each Member acknowledges that the Units have not been registered under the Securities Act of 1933, as amended, or any state securities laws, and may not be resold or Transferred by the Member without appropriate registration or the availability of an exemption from registration.

5.4 Related Party Transactions. No contract, action or transaction is void or voidable because it is between or affects the LLC and one or more of its Members or Officers, or because it is between or affects the LLC and any other person in which one or more of its Members or Officers are members, managers, directors, trustees or Officers or have a financial or personal interest, or because one or more interested Members or Officers participate in or vote at the meeting that authorizes the contract, action, or transaction, if any of the following applies:

(a) The material facts as to its or their relationship or interest and as to the contract, action or transaction are disclosed or are known to the Members, and the Members, in good faith reasonably justified by those facts, authorize the contract, action or transaction by the affirmative vote of a majority of the disinterested Members, even though the disinterested Members constitute less than a quorum of the Members.

(b) The material facts as to its or their relationship or interest and as to the contract, action or transaction are disclosed or are known to the Members entitled to vote on the contract, action or transaction, and the contract, action or transaction is specifically approved at a meeting of the Members held for that purpose by the affirmative vote of the Members entitled to exercise a majority of the voting power of the LLC held by persons not interested in the contract, action or transaction.

(c) The contract, action, or transaction is fair to the LLC as of the time it is authorized or approved by the Members.

5.5 Meetings of Members. Members will meet annually on the 1st day of May or at such other time as may be determined by Manager, commencing with the year 2002, for the purpose of transacting such business as may come before the meeting; provided, however, the failure to hold an annual meeting is not grounds for dissolution of the LLC. Special meetings of the Members, for any purpose or purposes, may be called by any Member or Members holding at least 25% of the Voting Interests. The Members may designate any place, either within or outside the State of Ohio, as the place of any meeting of the Members. If no designation is made the place of meeting will be the principal office of the LLC. Members may participate in any annual or special meeting through the use of any means of communication by which all of the Members may simultaneously hear each other during the meeting. A Member participating in a meeting by this means is deemed to be present in person at the meeting.

5.6 Notice and Record Date of Meetings. Except as otherwise provided herein, written notice stating the place, day and hour of a meeting and the purpose or purposes for which the meeting is called must be delivered not less than 15 nor more than 60 days before the date of the meeting, either personally or by mail, to each Member entitled to Vote at such meeting. If mailed, such notice is deemed to be delivered two calendar days after being deposited in the United States mail, addressed to the Member at his address as it appears on the books of the LLC, with postage thereon prepaid. Members may waive prior notice by attending the meeting or by executing a written waiver of notice before or after the meeting. The date on which notice of the meeting is mailed is the record date for determination of Members entitled to notice of or to Vote at any meeting of Members.

5.7 Quorum. The Members owning a majority of the Units in the LLC represented in person or by proxy constitute a quorum at any meeting of Members. No actions may be voted upon at a meeting of the Members unless a quorum is present.

5.8 Voting. If a quorum is present, a Majority Vote of the Voting Interests is sufficient to authorize any action of the LLC unless the Vote of a greater or lesser number is otherwise required by the Act, the Articles, or this Agreement. A Member may Vote in person or by a proxy executed in writing by the Member or by a duly authorized attorney-in-fact. Such proxy and power of attorney must be filed with the Member acting as Chairman of the meeting, before or at the time of the meeting. No proxy is valid after eleven months from the date of its execution, unless otherwise provided in the proxy.

5.9 Action by Members Without a Meeting. Any action required or permitted to be taken at a meeting of Members may be taken without a meeting if the action is evidenced by one or more written consents describing the action taken, signed by the Members approving such action and delivered to the custodian of the LLC's records for filing with the LLC records. Unless an action requires unanimous approval, the written consent will be effective upon approval by Members holding the Voting Interests necessary to approve the action. Any action taken hereunder is effective when the Members holding the necessary Voting Interests have signed

the consent, unless the consent specifies a different effective date. The record date for determining Members entitled to take action without a meeting is the date the first Member signs a written consent.

5.10 Loans. Any Member may make loans to the LLC upon such terms as the Member and LLC agree.

SECTION 6
CONTRIBUTIONS

6.1 Initial Capital Contributions. The Manager shall make an initial Capital Contribution consisting of the following assets (the "Manager Contributed Assets"):

(a) Ownership rights to the technology protected by U.S. Patent Number 6,112,473, subject to an exclusive, royalty-bearing license back to the Manager to commercialize the Technology in all fields other than residential construction, as more fully set forth in the License Agreement of even date between the LLC and the Manager.

(b) Molds.

(c) Manufacturing equipment.

(d) The demonstration home located at 1081 Michigan Avenue, Columbus, Ohio.

(e) Steel and polymer resin supplies on hand.

(f) The Advances (as hereinafter defined) will be contributed to the capital of the LLC in exchange for Units (two Units to Pingel and one Unit to each of Hoffman and the Revocable Trust of Max Hoffman dated June 1990 “Hoffman Trust”).

(g) Certain contract rights pursuant to an Assignment and Assumption Agreement the (“Assignment and Assumption Agreement”) between the Manager and the LLC.

The Manager Contributed Assets will be contributed subject to $100,000 of advanced expenses owing to Pingel; $50,000 of advanced expenses owing to Hoffman; $50,000 of advanced expenses owing to the Hoffman Trust (collectively, the “Advances”); and indebtedness to JMAC, Inc. in the amount of $360,000 of principal plus accrued but unpaid interest (the "JMAC Indebtedness"). The JMAC Indebtedness will be paid off with the proceeds of the Offering. Each Member must make an initial Capital Contribution in cash in the amount, and no later than the date, set forth opposite that Member’s name on the Unit Holder Schedule. Each Member making an initial Capital Contribution in the form of property covenants that the LLC will acquire good and marketable title to such property free and clear of all liens and encumbrances.

6.2 Additional Capital Contributions. No Member is obligated to make Additional Capital Contributions hereunder. No Member has the right to make additional Capital Contributions to the LLC and receive additional Units in the LLC without a Majority Vote. All additional Capital Contributions must be made in cash absent a Majority Vote. This Agreement may be amended by a Majority Vote to allow for the granting of Units in consideration of providing guarantees of obligations of the LLC, provided that the opportunity to receive such Units shall be made available to all unit holders pro rata and may also be extended to holders of Phantom Units.

6.3 Return of Capital Contributions. Except as otherwise provided in this Agreement, no Unit Holder has the right to receive a return of any Capital Contributions.

SECTION 7
ALLOCATIONS AND DISTRIBUTIONS

7.1 Allocation of Profits. After giving effect to the Regulatory Allocations, Profits must be allocated among Unit Holders in proportion to their respective Economic Interests.

7.2 Allocation of Losses. After giving effect to the Regulatory Allocations, Losses must be allocated among Unit Holders in proportion to their respective Economic Interests, except that Losses may not be allocated to a Unit Holder to the extent that such allocation would cause such Unit Holder to have an Adjusted Capital Account Deficit or would increase such Person's Adjusted Capital Account Deficit. Losses that are not allocated to a Unit Holder by reason of the limitation in this SECTION 7.2 must be allocated to the Unit Holders to whom this limitation does not apply in proportion to their respective Economic Interests.

7.3 Distributions. Distributions may be made from time to time upon approval by the Managers. Absent the consent of holders of a majority of the Voting Interests and holders of a majority of the First Round Units, there must at a minimum be distributed each Fiscal Year equal to the greater of:

(a) an amount sufficient to pay the income or franchise tax liabilities of all of the Members on the LLC's income as determined by the LLC's regular independent accounting firm assuming all Members are in the highest applicable federal, state and local income or franchise tax bracket.

(b) The Net Cash Flow for the Fiscal Year.

Distributions in anticipation of a Dissolution Event or subsequent to a Dissolution Event must be made as provided in SECTION 11.2. All other Distributions must be allocated in proportion to Economic Interest.

7.4 Allocations and Distributions to New Unit Holders. If Units are Transferred or if additional Units are issued to a new Member during any Fiscal Year, Profits and Losses for the Fiscal Year must be allocated to the Assignee or the new or Substitute Member in accordance with Section 706(d) of the Code, using any conventions permitted by law and selected by the other Members by Majority Vote. All Distributions on or before the date of a Transfer must be made to the Transferor, and all Distributions after the date of a Transfer must be made to the Transferee.

7.5 Capital Accounts. The LLC must maintain a Capital Account for each Unit Holder and no interest may be paid thereon.

7.6 Tax Allocations. For income tax purposes, any item of income, gain, deduction or loss with respect to any property (other than money) that has been contributed by a Unit Holder to the capital of the LLC and which is required to be allocated to Unit Holders for income tax purposes under Section 704(c) of the Code so as to take into account the variation between the tax basis of such property and its fair market value at the time of its contribution, must be allocated to the Unit Holders for income tax purposes in the manner required by Section 1.704-1-(b)(2)(iv)(g) of the Regulations. If the Capital Accounts are required to be adjusted pursuant to Section 1.704-1 (b)(2)(iv)(f) or (g) of the Regulations with respect to a revaluation of any asset of the LLC, subsequent allocations of income, gain, loss and deduction, including without

limitation depreciation or deductions for cost recovery with respect to such asset, must take account of any variation between the then existing adjusted basis of such asset for federal income tax purposes and the fair market value of such asset as required by Section 1.704-1(b)(2)(iv)(g) of the Regulations.

SECTION 8
TRANSFER OF UNITS

8.1 Requirements for Effectiveness of Transfer. The Units shall be transferable only in compliance with that certain Members' Agreement (the "Members' Agreement") dated as of June 8, 2001 by and among the Members of the LLC. Any attempt to transfer in violation of the Members' Agreement shall be null and void and of no effect except as provided in the Members' Agreement.

8.2 Transfer to a Person Not Admitted as a Member. Notwithstanding anything contained in this Agreement to the contrary, any Transferee of Units who is not admitted as a Member will be an Assignee and have no rights as a Member except to be allocated the Transferor's share of Profits, Losses and Distributions and to receive the information required to prepare the Assignee's income tax returns. Upon the Transfer of all of a Member's Units to a Transferee, the Transferor ceases to be a Member of the LLC.

SECTION 9
ADDITIONAL MEMBERS AND ADDITIONAL MEMBERSHIP INTERESTS

The Manager may make a Person a Member by (a) specifying the amount of consideration to be paid by such Person and the number of Units to be issued to such Person in exchange therefor, (b) obtaining from such Person an executed subscription agreement, and (c) recording on the Unit Holder Schedule the issuance of additional Units. The new Member will be admitted as of the date the Manager accepts in writing the subscription agreement signed by the new Member or, if later, the date the Person pays in full to the LLC the amount of consideration specified in the subscription agreement. The LLC shall issue additional Units to any Member if required by any anti-dilution provisions in their respective Subscription Agreements. The LLC may issue Units to officers, directors, employees or consultants of the LLC or the Corporation in accordance with any Equity Incentive Plan adopted by a majority of the Voting Interests of the Members.

SECTION 10
DISSOCIATION OF A MEMBER

10.1 Dissociation. A Person ceases to be a Member upon the happening of any of the following events:

(a) The Member becoming Financially Distressed;

(b) If the Member is a natural person, the adjudication of incompetency or the death of the Member;

(c) If the Member is acting as a Member by virtue of being a trustee of a trust, the termination of the trust (but not merely the substitution of a new trustee);

(d) If the Member is an organization other than a corporation, the dissolution and commencement of winding up of the organization;

(e) If the Member is a corporation or limited liability company ("LLC"), the filing of a certificate of dissolution, or its equivalent, for the corporation or LLC or the revocation of its charter; except that the corporation or LLC will not cease to be a Member if its charter is reinstated within 90 days after revocation;

(f) If the Member is an estate, the distribution of the estate's membership interest;

(g) A Transfer of all of the Units of a Member not otherwise described in this SECTION 10.1; or

(h) The expulsion of a Member.

A Dissociating Member, or his Personal Representative where applicable, must notify the LLC of any of the events in SUBSECTIONS (a) - (g) above within 30 days thereafter and, in the case of any Transfer of Units resulting therefrom, must advise the LLC as to the date of the Transfer and the name[s], address[es], and taxpayer identification number[s] of the Transferee[s]. Except as provided above, the events of withdrawal specified in Section 1705.15 of the Act will not cause a Person to cease to be a Member.

10.2 Rights of Dissociating Member. Upon the Dissociation of a Member prior to the dissolution and winding up of the LLC and:

(a) If the Dissociation causes a dissolution and winding up of the LLC under SECTION 11, the Member is entitled to participate in the winding up of the LLC to the same extent as any other Member; and

(b) If the Dissociation does not cause a dissolution and winding up of the LLC under SECTION 11 and the Dissociated Member continues to hold Units, the Dissociated Member has no right to compel a liquidation of his Units and he will thereafter hold his Units as an Assignee.

SECTION 11
DISSOLUTION AND WINDING UP

11.1 Dissolution. The LLC will be dissolved and its affairs wound up, upon the first to occur of the following events:

(a) A two-thirds (2/3) written consent of the Members; and

(b) Upon entry of a decree of judicial dissolution.

The Dissociation of any Member will not cause a dissolution of the LLC. Upon the occurrence of a Dissolution Event, a certificate of dissolution containing the information required by the Act must be delivered to the Ohio Secretary of State for filing.

11.2 Winding Up. Upon dissolution, the Managers must wind up all of the LLC's affairs and distribute all of the LLC's property and cash as follows:

(a) To creditors, including Members who are creditors, to the extent permitted by law, in satisfaction of liabilities of the LLC;

(b) To the Unit Holders in accordance with their respective Economic Interests;

(c) For purposes of the Agreement, upon a merger of the LLC an appropriate adjustment to the Capital Accounts shall be made to effectuate the intent of such provisions.

(d) Liquidation proceeds must be paid within 60 days of the end of the LLC's taxable year or, if later, within 90 days after the date of liquidation. Such distributions may be in cash or property (which must be distributed proportionately) or partly in both, as determined by Majority Vote of the Members.

The winding up of the LLC will be completed when all debts, liabilities, and obligations of the LLC have been paid and discharged, or reasonably adequate provision therefore has been made, and all of the remaining property and assets of the LLC have been distributed to the Unit Holders.

SECTION 12
INDEMNIFICATION

12.1 Authorization. The LLC must indemnify any Indemnitee who has met the Prescribed Standard of Conduct and who was or is a party, or threatened to be made a party, to any Proceeding by reason of the fact that the Person is or was a Member of the LLC, or who, while a Member of the LLC, is or was serving at the request of the LLC as an Agent of another Entity, against expenses (including attorneys' fees), judgments, settlements, penalties and fines (including excise taxes assessed with respect to employee benefit plans) actually and reasonably incurred in accordance with such Proceeding.

12.2 Prescribed Standard of Conduct. An Indemnitee will satisfy the Prescribed Standard of Conduct:

(a) If such Person acted in good faith and in a manner reasonably believed by such Person to have been in or not opposed to the best interests of the LLC, and, with respect to any criminal action or Proceeding, such Person had no reasonable cause to believe such conduct was unlawful;

(b) To the extent that such Person has been successful in the defense of any Proceeding on the merits or otherwise, or in the defense of any claim, issue or other matter therein.

12.3 Determinations as to Prescribed Standard of Conduct. The determination of any Proceeding by judgment, order, settlement or conviction, or upon a plea of nolo contendere or its equivalent, will not, of itself, create a presumption that the Indemnitee did not meet the Prescribed Standard of Conduct. A determination as to whether the Prescribed Standard of Conduct has been met must be determined by:

(a) A Majority Vote of the Members other than the Indemnitee;

(b) A written opinion by independent legal counsel other than an attorney, or a firm having associated with it an attorney, who has performed services for the LLC or any Indemnitee in the past five years, if so directed by Majority Vote of the Members other than the Indemnitee; or

(c) By the court in which the Proceeding referred to above is brought.

12.4 Advancement of Expenses. If approved by a Majority Vote, expenses incurred in connection with any Proceeding may be paid for or reimbursed by the LLC in advance of the final disposition thereof upon receipt from the Indemnitee of a written affirmation that he has met the Prescribed Standard of Conduct and a written undertaking by the Indemnitee to repay such amount if it is ultimately determined that the Indemnitee did not meet the Prescribed Standard of Conduct.

12.5 Non-Exclusive Provisions; Vesting. The indemnification provided by this SECTION 12 is not exclusive of any other rights to which a Person seeking indemnification may be entitled. The right of any Person to indemnification under this SECTION 12 vests at the time of occurrence or performance of any event, act or omission giving rise to any Proceeding of the nature referred to in SECTION 12.1 and, once vested, may not later be impaired as a result of any amendment, repeal, alteration or other modification of any or all of these provisions.

SECTION 13
MISCELLANEOUS PROVISIONS

13.1 Entire Agreement. This Agreement and the Articles represent the entire agreement among all the Members.

13.2 Amendment. This Agreement may be amended from time to time only by a written instrument approved by the Members holding a majority of the Voting Interests. Contractors; provided, however, that special voting rights granted to holders of First Round Units may be waived of amended only upon a vote of a majority of the holders of First Round Units.

13.3 Power of Attorney. Each Member constitutes and appoints the Manager as the Member's true and lawful attorney-in-fact ("Attorney-in-Fact"), and in the Member's name, place, and stead, to make, execute, sign, acknowledge and file:

(a) Articles of any amendments thereto, which are consistent with the provisions of the Agreement;

(b) All documents which the Attorney-in-Fact deems appropriate to reflect any amendment of this Agreement;

(c) Any and all other certificate or other instruments required to be filed by the LLC under the laws of the State of Ohio or of any other state or jurisdiction;

(d) One or more fictitious or trade name certificates; and

(e) All documents which may be required to dissolve and wind-up the LLC.

The foregoing power of attorney is irrevocable and is coupled with an interest, and survives the disability of a Member. It also survives the Transfer of an interest, except that if the Transferee is approved for admission as a Member, this power of attorney survives the delivery of the assignment for the sole purpose of enabling the Attorney-in-Fact to execute, acknowledge, and file any documents needed to effectuate the substitution. Each Member is bound by any representations made by the Attorney-in-Fact acting in good faith pursuant to this power of attorney, and each Member hereby waives any and all defenses which may be available to contest, negate, or disaffirm the action of the Attorney-in-Fact taken in good faith under this power of attorney.

13.4 No Partnership Intended for Nontax Purposes. The Members have formed the LLC pursuant to the Act, and expressly do not intend to form a partnership or a limited partnership. The Members do not intend to be partner one to another, or partners as to any third party. To the extent any Member, by word or action, represents to another Person that any other Member is a partner or that the LLC is a partnership, the Member making such wrongful representation is liable to any other Member who incurs personal liability by reason of such wrongful representation.

13.5 Rights of Creditors and Third Parties. This Agreement is entered into among the Members for the exclusive benefit of the LLC, its Members, and their successors and assigns. This Agreement is expressly not intended for the benefit of any creditor of the LLC or any other Person. Except and only to the extent provided by applicable statute, no creditor or third party has any rights under this Agreement or any agreement between the LLC and any Member with respect to any Capital Contribution or otherwise.

13.6 Notice. All notices required or permitted by this Agreement must be in writing. Notice to the LLC must be given to its principal office or personally delivered to the custodian of the LLC's records. Notice to a Unit Holder must be given or personally delivered to the Unit Holder at the address on the Unit Holder Schedule. An address on the Unit Holder Schedule may be amended if a Unit Holder notifies the LLC of a different address in the manner specified herein.

13.7 Severability. Every provision of this Agreement is intended to be severable. If any term or provision of this Agreement is illegal or invalid for any reason, the illegality or invalidity will not affect the legality or validity of the remainder of this Agreement.

13.8 Number and Gender. All provisions and references to gender and number are deemed to refer to masculine, feminine or neuter, singular or plural, as the identity of the Person or Persons may require.

13.9 Binding Effect. Except as otherwise provided in this Agreement, every covenant, term and provision of this Agreement is binding upon and inures to the benefit of the Members and their respective heirs, legatees, legal representatives, successors and assigns.

13.10 Counterparts. This Agreement may be executed in any number of counterparts with the same effect as if all such parties executed the same document. All such counterparts constitute one agreement.

13.11 Ohio Law. The laws of the State of Ohio, excluding those relating to choice or conflicts of laws, govern the validity of this Agreement, the construction of its terms and the interpretation of the rights and duties of the parties hereto.

13.12 Representation. Each party hereby represents that each has had the opportunity to consult with his independent attorneys and/or tax advisors prior to the execution of this Agreement.

SECTION 14
ARBITRATION

Any dispute among the Members arising out of, relating to this Agreement, a breach hereof, or the operation of the business of the LLC, must be resolved by arbitration in Columbus, Ohio, in accordance with the rules of the American Arbitration Association then existing, provided that discovery as provided for under the Ohio Rules of Civil Procedure is

available to all parties to the arbitration. This agreement to arbitrate is specifically enforceable and the arbitration award is final and judgment may be entered upon it in any court having jurisdiction over the subject matter of the dispute.

IN WITNESS WHEREOF, this Agreement has been executed as of the date first above written.

PDG DOMUS MANUFACTURING LLC

PDG Domus Corporation, Manager

By: _____

Its: _____

MEMBER

Print Name: _____

APPENDIX

The following capitalized words used in this Agreement, and the singular, plural, and other derivatives thereof have the meanings set forth below:

"Act" means the Ohio Revised Code Title 17, Chapter 1705, et seq., as amended from time to time.

"Adjusted Capital Account Deficit" of a Unit Holder means the deficit balance, if any, in a Capital Account as of the end of the relevant Fiscal Year, after giving effect to the following adjustments:

(a) Increase such Capital Account by any amounts which such Person is obligated to restore to the LLC pursuant to Section 1.704-1(b)(2)(ii)(c) of the Regulations is deemed to be obligated to restore pursuant to the next to the last sentences of Section 1.704-2(g)(1) or Section 1.704-2(i)(5) of the Regulations;

(b) Decrease such Capital Account by the amount of the items described in Sections 1.704-1(b)(2)(ii)(d)(4), (5), and (6) of the Regulations.

The foregoing definition of Adjusted Capital Account Deficit is intended to comply with the provisions of Section 1.704-1(b)(2)(ii)(d) of the Regulations and must be interpreted consistently therewith.

"Agent" means any manager, director, officer, partner, Member, trustee, employee or agent of any Entity.

"Agreement" means this Operating Agreement as amended from time to time.

"Articles" means the Articles of Organization of the LLC as properly adopted and amended from time to time by the Members and filed with the Ohio Secretary of State pursuant to the Act.

"Assignee" means an assignee of Units who is not a Member at the time of the assignment and is not admitted as a Substitute Member.

"Capital Account" means the amount of cash and fair market value of services or property (net of any liabilities secured by contributed property that the LLC is considered to assume or take subject to under Section 752 of the Code) that a Unit Holder has contributed to the LLC as Capital Contributions pursuant to SECTION 6, adjusted as follows:

(a) The Capital Account is increased by all Profits allocated to such Person pursuant to SECTION 7.

(b) The Capital Account is decreased by (1) the amount of cash and the fair market value of all property disputed to such Person by the LLC (net of liabilities securing such distributed property that such Person is considered to assume or take subject to under Section 752 of the Code) and (2) all Losses allocated to such Person pursuant to SECTION 7.

(c) The Capital Account is credited in the case of an increase or debited in the case of a decrease to reflect such Person's allocable share of any adjustment to the adjusted

basis of LLC assets pursuant to Section 734(b) of the Code to the extent provided by Section 1.704-1 (b)(2)(iv)(m) of the Regulations.

(d) The Capital Account is unadjusted in any other manner required by Section 1.704-1 (b)(2)(iv) of the Regulations or otherwise, in order to be deemed' properly maintained for federal income tax purposes.

A Transferee of Units succeeds to the Capital Account attributable to the Units Transferred.

"Capital Contribution" means any contribution of cash, property or services to the LLC made by or on behalf of a Member pursuant to SECTION 6.

"Code" means the Internal Revenue Code of 1986, as amended from time to time, and any corresponding provisions of any succeeding law.

"LLC Minimum Gain" means the aggregate amounts of gain which would be realized by the LLC if it disposed of all property subject to Nonrecourse Liabilities in full satisfaction of such liabilities. Such amounts are calculated as described in Section 1.704-2(d)(1) of the Regulations.

"Distribution" means a transfer of cash or property to a Unit Holder on account of Units as described in SECTION 7.3. All amounts required to be withheld pursuant to Code Section 1446 or any other provision of federal, state, or local tax law are treated as Distributions to the Unit Holders subject to such requirement.

"Dissociation" means any action which causes a Person to cease being a Member as described in SECTION 10.1.

"Dissolution Event" means an event, the occurrence of which will result in the dissolution of the LLC pursuant to SECTION 11.1.

"Economic Interest" means a Person's right to share in the income, gains, losses, deductions, credit or similar items of, and to receive distributions from, the LLC, but does not include any other rights of a Member, including the right to vote or to participate in management.

"Entity" means any limited liability company, corporation, business association, partnership, joint venture, trust, employee benefit plan, or enterprise whether or not for profit.

"Financially Distressed" means (a) an assignment for the benefit of creditors; (b) the filing of a voluntary petition in bankruptcy or other pleading seeking relief as a debtor in any proceeding for the benefit of debtors; (c) the commencement of any bankruptcy or other proceeding for the relief of debtors that is not dismissed within 120 days of commencement; (d) the appointment of a trustee, receiver, or liquidator that is not vacated or stayed within 90 days; (e) the expiration of a stay of an appointment of a receiver, trustee, or liquidator that is not vacated within 90 days; or (f) the imposition of a charging order for the payment of any sum of money which remains undischarged for a period of 45 days during which time execution is not effectively stayed.

"Fiscal Year" means the reporting period defined in SECTION 3.2.

"First Round Units" shall mean those Units purchased in accordance with that certain Summary of Proposed Terms of $900,000 Offering of 18 Units in PDG Domus Manufacturing LLC dated June 8, 2001.

"Indemnitee" means any Person seeking indemnification from the LLC pursuant to SECTION 12 of this Agreement other than a Member who has been expelled from the LLC or who has withdrawn from the LLC in breach of his obligations under this Agreement.

"Majority-In-Interest" means Members holding from time to time a majority of the applicable Voting Interest.

"Majority Vote" means Members voting affirmatively on a matter holding in the aggregate more than 50% of the Voting Interests voting thereon.

"Manager" means the manager of the LLC appointed pursuant to Section 4 of this Agreement.

"Member" means any Person who has signed this Agreement as a Member or who is hereafter admitted as a Member of the LLC pursuant to this Agreement.

"Member Nonrecourse Debt" has the meaning set forth in Section 1.704-2(b)(4) of the Regulations.

"Member Nonrecourse Debt Minimum Gain" means an amount, with respect to each Member Nonrecourse Debt, equal to the LLC Minimum Gain that would result if such Member Nonrecourse Debt were treated as a Nonrecourse Liability, determined in accordance with Section 1-704-2(i)(3) of the Regulations.

"Member Nonrecourse Deductions" has the meaning set forth in Sections 1.704-2(i)(1) and (2) of the Regulations.

"Nonrecourse Liability" means any LLC liability (or portion thereof) for which no Unit Holder bears the economic risk of loss as determined in accordance with Sections 1.704-2(b)(3) and 1.752-1(a)(2) of the Regulations (without regard to whether those Sections apply to such liability).

"Net Cash Flow" shall mean, with respect to any fiscal year or other period, all cash revenues and funds received by the LLC (other than funds received as Capital Contributions), including any amounts removed from reserves by the Manager, reduced by the sum of the following: (i) all sums paid to lenders of the LLC during such fiscal year or other period, (ii) all reasonable cash expenditures made during such fiscal year or other period, and (iii) such reserves as the Manager reasonably determines to be necessary to fund future expenses (including capital expenditures); provided, however, that the LLC shall not maintain reserves for the construction of more than five plans at any given time absent a vote of holders of a majority of the First Round Units.

"Offering" means the sale of Units pursuant to that certain Summary of the Proposed Offering of 18 Units in PDG Manufacturing LLC dated June 8, 2001.

"Person" means a natural person or an Entity.

"Personal Representative" means the executor, administrator, trustee, or other Person holding title to the membership interest of a deceased Member.

"Proceeding" means any threatened, pending, or completed action, suit or proceeding whether civil, criminal, administrative or investigative (excluding actions by or in the name of the LLC).

"Profits" and "Losses" for any period means the taxable income or loss of the LLC for such period, as determined for federal income tax proposes, adjusted as follows:

(a) Tax-exempt income as described in Section 705(a)(1)(B) of the Code realized by the LLC during such Fiscal Year are taken into account as if it was not tax exempt;

(b) Expenditures of the LLC described in Section 705(a)(2)(B) of the Code for such year, including items treated under Section 1.704-1 (b)(2)(iv)(i) of the Regulations as items described in Section 705(a)(2)(B) of the Code, are taken into account as if they were deductible items;

(c) Items that are specially allocated pursuant to the Regulatory Allocations are not taken into account;

(d) With respect to property (other than money) which has been contributed to the capital of the LLC, Profit and Loss are computed in accordance with the provisions of Section 1.704-1(b)(2)(iv)(g) of the Regulations by computing depreciation, amortization, gain or loss based upon the value of such property on the books of the LLC;

(e) With respect to any property of the LLC which has been revalued as required or permitted by the Regulations under Section 704(b) of the Code, Profit or Loss are determined based upon the fair market value of such property as determined in such revaluation;

(f) The difference between the adjusted basis for federal income tax purposes and the fair market value of any asset of the LLC are treated as gain or loss from the disposition of such asset in the event (i) any new or existing Member acquires an additional interest in the LLC in exchange for a contribution to capital of the LLC; or (ii) such asset of the LLC is distributed to a Member pursuant to SECTION 7.3 or as consideration for a reduction of such Member's interest in the LLC or in liquidation of such interest as defined in Section 1.704-1(b)(2)(ii)(g) of the Regulations; and

(g) Interest paid on loans made to the LLC by a Member and salaries, fees and other compensation paid to any Member are deducted in computing Profit and Loss.

"Regulations" means regulations of the Department of the Treasury under the Code as such regulations may be changed from time to time.

"Regulatory Allocations" means the following allocations of income, gain, loss and deductions made in the following order:

(a) Minimum Gain Chargeback. Except as otherwise provided in Section 1.704-2(f) of the Regulations, if there is a net decrease in LLC Minimum Gain during any Fiscal Year, each Unit Holder must be specially allocated items of income and gain for such Fiscal Year (and, if necessary, subsequent-Fiscal Years) in an amount equal to such Person's share of the net decrease in LLC Minimum Gain, determined in accordance with Section 1.704-2(g) of the Regulations. Allocations pursuant to the previous sentence are made in proportion to the respective amounts required to be allocated to each Unit Holder pursuant thereto. The items to be so allocated are determined in accordance with Sections 1.704-2(f) of the Regulations. This definition is intended to comply with the minimum gain chargeback requirement in Section 1.704-2(f) of the Regulations and must be interpreted consistently therewith.

(b) Member Minimum Gain Chargeback. Except as otherwise provided in Section 1.704-(i)(4) of the Regulations, if there is a net decrease in Member Nonrecourse Debt Minimum

Gain during any Fiscal Year, each Unit Holder who has a share of the Member Nonrecourse Debt Minimum Gain, determined in accordance with Section 1.704-2(i)(5) of the Regulations, must be specially allocated items of LLC income and gain for such Fiscal Year (and, if necessary, subsequent Fiscal Years) in an amount equal to such Person's share of the net decrease in Member Nonrecourse Debt Minimum Gain, determined in accordance with Section 1.704-2(i)(4) of the Regulations. Allocations pursuant to the previous sentence are made in proportion to the respective amounts required to be allocated to each Unit Holder pursuant thereto. The items to be so allocated are determined in accordance with Sections 1.704-2(i)(4) and 1.704-2(j)(2) of the Regulations. This definition is intended to comply with the minimum gain chargeback requirement in Section 1.704-2(i)(4) of the Regulations and is to be interpreted consistently therewith.

(c) Qualified Income Offset. If any Unit Holder receives any adjustments, allocations, or distributions described in Sections 1.704-1(b)(2)(ii)(d)(4), (5) or (6) of the Regulations that causes such Person to have an Adjusted Capital Account Deficit as of the end of any Fiscal Year or increases such Person's Adjusted Capital Account Deficit, gross income and gain must be allocated to such Unit Holder in an amount and manner sufficient to eliminate such deficit as quickly as possible in accordance with Section 1.704-1(b)(2)(ii)(d) of the Regulations. Any such allocation of gross income or gain pursuant to this paragraph must be in proportion to the amounts of the Adjusted Capital Account Deficits. This definition is intended to constitute a "qualified income offset" within the meaning of Section 1.704-1 (b) (2)(ii)(d) of the Regulations.

(d) Nonrecourse Deductions. Nonrecourse Deductions for any Fiscal Year are specially allocated in proportion to Unit ownership.

(e) Member Nonrecourse Deductions. Member Nonrecourse Deductions for any Fiscal Year are specially allocated to the Unit Holders who bear the economic risk of loss with respect to the Member Nonrecourse Debt to which such Member Nonrecourse Deductions are attributable in accordance with Section 1.704-2(i)(1) of the Regulations.

(f) Curative Allocations. To the extent possible, all of the foregoing Regulatory Allocations are offset either with other Regulatory Allocations or with special allocations of other items of LLC income, gain, loss, or deduction pursuant to this Agreement. Therefore, notwithstanding any other provision of SECTION 7 (other than the Regulatory Allocations), such offsetting allocations of income, gain, loss or deduction must be made in whatever manner the Members determine appropriate by Majority Vote so that such offsetting allocations are made, each Capital Account balance is, to the extent possible, equal to the Capital Account balance such Person would have had if the Regulatory Allocations were not part of the Agreement in exercising their discretion hereunder, the Members must take into account future Regulatory Allocations that, although not yet made, are likely to offset other Regulatory Allocations previously made.

"SECTION" all underlined references to a SECTION means a section of the Agreement.

"Substitute Member" means a Transferee who is admitted as a Member.

"Transfer" means any sale, gift, assignment, pledge, granting of a security interest or other disposition of Units, including any disposition by operation of law.

"Transferee" means any Person to whom Transfers of Units have been made regardless of whether the Transferee has been made a Member.

"Transferor" means any Person who Transfers Units.

"Unit" means a fractional share of the membership interests in the LLC, the numerator of which is one and the denominator of which is the total number of Units outstanding from time to time.

"Unit Holder" means a Member or Assignee owning Units in the LLC.

"Unit Holder Schedule" means the schedule[s] attached reflecting the Unit Holders' names, addresses, Capital Contributions, and Unit ownership.

"Vote" means each Member's voting rights as provided for in SECTION 5.9 of this Agreement.

"Voting Interest" means, with respect to a Member, the right to Vote or participate in management and any right to information concerning the business and affairs of the LLC provided under the Act, except as limited by the provisions of this Agreement. The Voting Interests of the Members shall be determined as follows: every Member' s voting interest shall be the product of 100% multiplied by a fraction, the numerator of which shall be the number of Units owned by such Member, and the denominator of which shall be the total number of Units owned by all Members. For example, if a Member owns 100,000 Units and the total number of Units outstanding is 10,000,000, such Member's voting interest shall be 1%.

EXHIBIT A

UNITHOLDERS SCHEDULE

NAME	INITIAL CONTRIBUTION	NUMBER OF UNITS	ECONOMIC INTEREST	VOTING INTEREST
PDG Domus Corporation	Manager Contributed Assets	67	67	67
Nathan Wm. Pingel	$100,000 of Advances	2	2	2
Robert Hoffman	$50,000 of Advances	1	1	1
Revocable Trust of Max Hoffman Dated June, 1990	$50,000 of Advances	1	1	1

UPDATE

1st Amendment
to the
Operating Agreement
of
PDG DOMUS MANUFACTURING, LLC

December 20, 2007

In accordance with the terms, conditions and provisions of the Operating Agreement of **PDG Domus Manufacturing, LLC** as amended on February 1, 2004 (the "Operating Agreement"), the undersigned Manager of **PDG Domus Manufacturing, LLC**, an Ohio limited liability company (the "Company"), hereby proposes and submits the following amendment to the Operating Agreement for consideration, vote, approval, and adoption by the Members of the Company:

Section 4(b) Management of the LLC; Compensation shall be amended as follows:

1. **The words "Phantom Unit" appearing in Section 4(b) shall be replaced by the words "Non-Voting Unit".**

2. **The number "20" appearing in Section 4(b) shall be replaced by the number "28".**

This Amendment to the Operating Agreement of the Company has been authorized, approved and placed on the ballot for consideration, vote, approval and adoption of the Members of the Company by the Manager of the Company.

MANAGER:
PDG Domus Corporation

By: _____
Its: CFO

Dated: 12/20/07

Accepted by Member:

_____
Eric D. Freeberg
Print name

Dated: 1-24-08

2nd AMENDMENT
TO THE
OPERATING AGREEMENT
of
PDG DOMUS MANUFACTURING LLC

December 22, 2007

In accordance with the terms, conditions and provisions of the Operating Agreement of **PDG Domus Manufacturing LLC** as amended on February 1, 2004 (the "Operating Agreement"), the undersigned Manager of **PDG Domus Manufacturing LLC**, an Ohio limited liability company (the "Company"), hereby proposes and submits the following amendment to the Operating Agreement for consideration, vote, approval, and adoption by the Members of the Company:

Section 2, Formation, will be modified by adding the following new sub-paragraph at the end of Section 2:

2.7 Authorized Membership Interests. The LLC shall have three classes of membership interest ownership: (1) Units, as further defined in the Appendix, (2) A Units, as further defined in the Appendix, and 3) Non-Voting Units. As used in this Agreement, the term "Units" shall be deemed to include both Units and A Units, unless the context otherwise dictates; the term "Unit" shall not include A Units, unless the context otherwise dictates.

Except as otherwise provided in this Agreement or by the Act, the Non-Voting Units shall have all of the same attributes as the Units without any voting rights; however, the Manager shall have the discretion to establish the attributes of each of the Units or Non-Voting Unit (except as to the Non-Voting Units, the Manager shall have no discretion to change the ability to participate in voting) as it deems necessary when it grants such Units.

In order to conform with the above amendment, the following definitions set forth in the Appendix to the Operating Agreement will have to be deleted in their entirety and replaced with the following definitions:

"Unit" and "A Unit" means a fractional share of the membership interests in the LLC, the numerator of which is one, and the denominator of which is the total number of Units (including A Units) outstanding from time to time.

"Unit Holder" means a Member or Assignee owning either Unit or A Unit in the LLC.

This Amendment to the Operating Agreement of the Company has been authorized, approved and placed on the ballot for consideration, vote, approval and adoption of the Members of the Company by the Manager of the Company.

MANAGER:

PDG Domus Corporation

By: Robert M K

Its: CFO

Dated: 12/20/07

Accepted by Member:

Print name

Dated: 1-24-08

3rd Amendment
to the
Operating Agreement
of
PDG DOMUS MANUFACTURING LLC

December 20, 2007

In accordance with the terms, conditions and provisions of the Operating Agreement of **PDG Domus Manufacturing LLC** as amended on February 1, 2004 (the "Operating Agreement"), the undersigned Manager of **PDG Domus Manufacturing LLC**, an Ohio limited liability company (the "Company"), hereby proposes and submits the following amendment to the Operating Agreement for consideration, vote, approval, and adoption by the Members of the Company:

All of the sub-paragraphs of Section 7, Allocations and Distributions, shall be modified and amended as follows:

1) Sub-paragraph 7.1 Allocation of Profits shall be deleted in its entirety and replaced with the following language:

> "7.1 Allocation of Profits and Losses. After giving effect to the Regulatory Allocations, and in accordance with Section 704 of the Code, the Profits and Losses may be allocated among Unit Holders in proportions as determined by the Manager in it sole discretion, except that Losses may not be allocated to a Unit Holder to the extent that such allocation would cause such Unit Holder to have an Adjusted Capital Account Deficit or would increase such Person's Adjusted Capital Account Deficit."

2) Sub-paragraph 7.2 Allocations of Losses shall be deleted in its entirety and not replaced.

3) Sub-paragraph 7.3 Distributions shall be amended by renumbering it to sub-paragraph 7.2 Distributions.

4) Sub-paragraph 7.4 Allocations and Distributions to New Unit Holders shall be deleted in its entirety and not replaced.

5) Sub-paragraph 7.5 Capital Accounts shall be amended by renumbering it to sub-paragraph 7.3 Capital Accounts.

6) Sub-paragraph 7.6 Tax Allocations shall be amended by renumbering it to sub-paragraph 7.4 Tax Allocations.

This Amendment to the Operating Agreement of the Company has been authorized, approved and placed on the ballot for consideration, vote, approval and adoption of the Members of the Company by the Manager of the Company.

MANAGER:
PDG Domus Corporation
By: Robert M. P
Its: CEO
Dated: 12/20/07
Dated: _____

Accepted by Member:
_____
Print Name
1-24-08

Business Development Agreement

This Business Development Agreement (the "Agreement") is made and entered into as of this 24th day of August, 2006 by and between PDG Domus Manufacturing, LLC, an Ohio limited liability company ("PDG") and Arshot Investment Corporation, an Ohio corporation ("Arshot", which for purposes of this Agreement, shall also refer to all affiliates of Arshot).

Recitals

WHEREAS, PDG has developed a certain proprietary system for manufacturing residential structures and related products using molded resin components and tubular steel framework (the "System"); and

WHEREAS, Arshot is a real estate development company that designs, constructs and manages commercial and residential real estate projects primarily in and around the Central Ohio market;

WHEREAS, subject to the terms and conditions of this Agreement, Arshot desires to purchase from PDG certain residential homes that are manufactured using the System to be constructed on land owned by Arshot; and

WHEREAS, PDG has agreed, as partial consideration for Arshot's purchase of the homes, to grant Arshot a certain number of Phantom Units of Membership Interest in PDG (the "Phantom Units"), upon such terms and conditions as set forth herein.

Agreement

NOW, THEREFORE, in consideration of the foregoing, and of their mutual promises contained herein, PDG and Protean agree as follows:

Section 1. Purchase of System Homes. Subject to the contingencies set forth in Section 2 below and the satisfaction of all other terms and conditions of this Agreement, Arshot agrees to purchase the following number of System Homes from PDG:

(A) Brewery District – up to three (3) System Homes from PDG for its intended residential development on South Front Street, Brewery District, Columbus Ohio; or in the alternative, up to $150,000 of System Home component parts.

(B) Buckeye Lake – up to nine (9) System Homes from PDG for its intended residential developments at Buckeye Lake, Ohio; or in the alternative, up to $700,000 of System Home component parts.

(C) Linworth – up to fifty (50) System Homes from PDG for its intended residential development on State Rt. 161 in Linworth (Columbus), Ohio; or on the alternative, up to $4,000,000of System Home component parts.

Section 2. Contingencies to Arshot Purchase Obligation.

(A) Brewery District Purchase Contingencies. Arshot's obligations under this Agreement relating to the Brewery District Project are contingent upon the occurrence of each of the following events:

1) Arshot obtaining all necessary approvals and permits from any and all applicable governmental or quasi-governmental authorities, including but not limited to, the Brewery District Commission and the City of Columbus, OH;

2) Arshot obtaining all necessary approvals and permits from the City of Columbus and any other applicable governmental authority allowing Arshot to tear down the existing structure on Arshot's property in the Brewery District, Columbus, OH;

3) Arshot and PDG agreeing to the design and features of each model of the Brewery District System Homes, as well as agreeing to the final delivered price of each model of the Brewery District System Homes, which PDG acknowledges and agrees that in no event will the price to Arshot be higher than the lowest base price then being charged by PDG to any other person on a comparable basis (i.e., a most-favored nations price);

4) PDG providing sufficient evidence to Arshot that it can manufacture and deliver, on a timely basis and within a time frame agreed upon by both parties, each model of the agreed-upon System Homes for the Brewery District at a cost that is no greater on a per square foot basis as compared to stick built homes, when the homes are judged on an "apples to apples" basis; and

5) Arshot being satisfied, in good faith, that the then-existing market for the System Home product and architectural integrity thereof is satisfactory.

(B) Buckeye Lake Purchase Contingencies. Arshot's obligations under this Agreement relating to the Buckeye Lake Project are contingent upon the occurrence of each of the following events:

1) Arshot obtaining all necessary approvals and permits from any and all applicable governmental or quasi-governmental authorities, including but not limited to, Walnut and/or Perry Township and Fairfield County Regional Planning;

2) Arshot and PDG agreeing to the design and features of each model of the Buckeye Lake System Homes, as well as agreeing to the final delivered price of each model of the Buckeye Lake System Homes, which PDG acknowledges and agrees that in no event will the price to Arshot be higher than the lowest base price then being charged by PDG to any other person on a comparable basis (i.e., a most-favored nations price);

3) PDG providing sufficient evidence to Arshot that it can manufacture and deliver, on a timely basis and within a time frame agreed upon by both parties, each model of the agreed-upon System Homes for Buckeye Lake at a cost that is no greater on a per square foot basis as compared to stick built homes, when the homes are judged on an "apples to apples" basis; and

4) Arshot being satisfied, in good faith, that the then-existing market for the System Home product and architectural integrity thereof is satisfactory.

(C) Linworth Purchase Contingencies. Arshot's obligations under this Agreement relating to the Linworth Project are contingent upon the occurrence of each of the following events:

1) Arshot obtaining all necessary approvals and permits from any and all applicable governmental or quasi-governmental authorities, including but not limited to, the City of Columbus;

2) Arshot and PDG agreeing to the design and features of each model of the Linworth System Homes, as well as agreeing to the final delivered price of each model of the Linworth System Homes, which PDG acknowledges and agrees that in no event will the price to Arshot be higher than the lowest base price then being charged by PDG to any other person on a comparable basis (i.e., a most-favored nations price);

3) PDG providing sufficient evidence to Arshot that it can manufacture and deliver, on a timely basis and within a time frame agreed upon by both parties, each model of the agreed-upon System Homes for Linworth at a cost that is no greater on a per square foot basis as compared to stick built homes, when the homes are judged on an "apples to apples" basis; and

4) Arshot being satisfied, in good faith, that the then-existing market for the System Home product and architectural integrity thereof is satisfactory.

Each of the Arshot Project contingencies set forth above shall stand alone vis-à-vis the other Projects and the failure of one or more contingencies on a particular Project shall not impact the other Projects.

Arshot and PDG shall have the following time periods in which to satisfy or waive all of the contingencies for the respective Projects:

Brewery District	--	365 days from the date of this Agreement
Buckeye Lake	--	365 days from the date of this Agreement
Linworth	--	365 days from the date of this Agreement

Each of PDG and Arshot agree to act in good faith and with reasonable diligence to satisfy or waive the contingencies within the specified periods. Notwithstanding, should all contingencies not be satisfied or waived within the applicable time periods specified herein, either party shall have the right to terminate this Agreement with respect to that particular Project upon providing the other party with written notice of the same.

For each of the Projects listed above, upon the timely satisfaction or waiver of all of the contingencies for each respective Project set forth in Section 2 below and the satisfaction of all other terms and conditions of this Agreement, the parties agree to negotiate in good faith leading to the execution of a PDG Purchase Agreement for each of the respective Projects, a form of which is attached hereto as Exhibit A. Thereafter, the terms and conditions of the Purchase Agreement shall govern the construction and delivery of the respective PDG System Homes for that Project.

Section 3. Issuance of Phantom Units and Island Home Venture. Upon execution of the PDG Purchase Agreements for the minimum number of PDG System Homes as set forth in Section 1 hereof, or, in the event the parties fail to execute a Purchase Agreement due solely to PDG's inability to timely deliver the System Homes when Arshot is otherwise ready, willing and able, upon the satisfaction of all other contingencies or requirements set forth herein, PDG shall issue to Arshot or its designated affiliate or individual, the following number of Phantom Units in PDG:

Brewery District Project -- 2 Phantom Units
Buckeye Lake Project -- 2 Phantom Units
Linworth Project -- 2 Phantom Units

In the event Arshot purchases a lesser number of System Homes that set forth in Section 1 hereof, the amount of Phantom Units to be issued shall be adjusted proportionately. For example, if Arshot only purchases 25 System Homes for Linworth, it would be entitled to 1 Phantom Unit.

Each of the Phantom Units issued to Arshot or its designated affiliate hereunder shall be upon the same terms and conditions as are existing Phantom Units that have already been granted to the principles of PDG. PDG warrants to issue such Phantom Unit certificates or other evidence of ownership as is issued to other holders of PDG Phantom Units and to make such notations on the books and records of PDG as are necessary to confirm the ownership of the Phantom Units by Arshot and its status as a member thereof.

As further consideration of Arshot's obligations hereunder, the parties agree to negotiate in good faith to develop and enter into a joint venture or similar relationship pursuant to which the parties will develop, manufacture and market PDG System Homes in and around lakes, rivers and other bodies of water and pursuant to the general terms outlined in that certain letter from PDG to Arshot dated July 23, 2006.

Section 4. PDG Warranties. PDG agrees, represents and warrants to Arshot that all Phantom Units will be delivered free and clear of any liens, charges, or encumbrances and that PDG has the requisite power and authority under its Operating Agreement and otherwise to grant the Phantom Units and all rights applicable thereto. PDG agrees to execute and deliver such further instruments and take such further action as may be required to complete the transfer of any Phantom Units to Arshot.

Section 5. Miscellaneous. This Agreement shall be construed in accordance with and governed in all respects by the laws of Ohio, without regard to its conflicts of laws rules. Any notices required or permitted under this Agreement will be validly given the day of delivery in person or 3 days after deposit in the U. S. Mail, certified, postage prepaid, return receipt requested, or the next business day after deposit with a reputable overnight delivery service. This Agreement shall be binding on all successors and assigns of the parties hereto. Arshot may assign its right and obligations hereunder to any affiliate company. PDG may not assign either the obligation to provide the System homes nor the obligation to issue the Phantom Units to the purchaser of said homes, without the express written consent of Arshot, which consent may be withheld in Arshot's sole and absolute discretion.

Accepted, acknowledged and agreed to as of this 24th day of August, 2006

PDG DOMUS MANUFACTURING, LLC

By: Nathan Pingel

Title: CEO

ARSHOT INVESTMENT CORP.

By: William J. Schottenstein

Title: Secretary/Treasurer

Exhibit A

Form of PDG Domus Home Purchase Agreement

BREWERY DISTRICT HOME PURCHASE AGREEMENT

This Purchase Agreement (this "**Agreement**") made this _____ day of _____, _____ (the "**Effective Date**"), between _____, an _____, with offices at _____, Columbus, Ohio (**"Developer"**), and, PDG Domus Manufacturing LLC, an Ohio limited liability company, with offices at 426 E. Whittier Street, Columbus, Ohio (**"Domus"**).

NOW, THEREFORE, in consideration of the mutual promises contained herein, it is agreed as follows:

Section 1. Purchase of Home(s).

(A) Developer agrees to purchase from Domus, and Domus agrees to sell to Developer, _____ (___) homes (either one or collectively, the "**Home**") meeting the specifications described on **Schedule A** attached hereto and made a part hereof to be installed on Developers property located at _____ (the "Property").

(B) Within _____ (____) days following the execution of this Agreement, Developer will supply Domus with a legal description and street address for the lot(s) on which the Home will be installed (either one or collectively, the "**Lot**"). Developer will also provide Domus satisfactory evidence, in Domus' sole discretion, that Developer owns or controls the Lot and has the authority to install the Home on the Lot.

(C) Within _____ (____) days following the date Developer supplies Domus with the description and location of the Lot required by Section 1(B), above, Developer will, at its sole cost, provide Domus with (i) Evidence and verification of competition of Developers Responsibilities as defined in **Schedule D** attached hereto (ii) a recent soil test and (iii) a survey with the information set forth on **Schedule E** attached hereto, prepared by a surveyor approved by Domus and licensed by the State of Ohio. The survey must show a lot number for each Lot derived from subdivision maps or a metes and bounds legal description of the Lot if in a block of undeveloped acreage. The survey must also indicate the future location of the Home.

(D) Domus will have thirty (30) days following receipt of the information supplied to it by Developer under Sections 1(B) and 1(C) to approve the Lot, such approval to be evidenced by Domus' signing the survey and returning the survey to the Developer. If the original Lot is not approved by Domus, in its sole discretion, Developer will have fifteen (15) days to submit a replacement Lot together with a soil test and survey for each such replacement Lot. Domus shall have fifteen (15) days to approve such replacement Lot. If Domus does not accept the replacement Lot, the total number of Homes to be purchased by Developer (as set forth in Section 1(A), above), shall be adjusted accordingly.

(E) Within _____ (____) days after Domus has accepted Developer's Lots, as required by Section 1(D), Developer and Domus shall finalize decisions regarding interior and exterior selections for the Home (the "**Final Selections**").

(F) Developer shall notify Domus as it completes the responsibilities Developer assumes at its sole cost and expense that are set forth in **Schedule D** attached hereto.

Section 2. Foundation.

(A) Within _____ (____) days after all of the conditions of Section 1 have been satisfied, Domus will install the Domus pier foundation for each Home. Once the installation of the first foundation has commenced, Domus, subject to the provisions of Section 8, hereof, will begin the installation of a foundation for each Lot no later than two (2) weeks prior to scheduling production for the Home to be installed on that Lot.

(B) Domus will give written notice to Developer upon completion of each foundation. Completion of a foundation occurs at the time Domus has installed all piers necessary to construct the Home and Domus has removed from the Lot all equipment necessary for installation of the foundation.

Section 3. Materials.

Domus shall construct each Home in a good and workmanlike manner, in compliance with all laws, ordinances, orders, rules regulations and requirements applicable thereto, and strictly in accordance with the plans and specifications for the Home(s) model set forth on

Schedule A.

Section 4. Warranties.

EXCEPT AS SET FORTH IN THE WARRANTY ATTACHED HERETO AS SCHEDULE C, DOMUS MAKES NO WARRANTY OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE NOR ANY OTHER WARRANTY, EXPRESS, IMPLIED OR STATUTORY.

Section 5. Subcontractors.

(A) Domus may engage the services of subcontractors for portions of the work contemplated hereunder.

(B) All contracts between Domus and any subcontractor shall contain a provision acknowledging that the subcontractor is an agent of Domus and not an agent of Developer, that

the subcontractor shall be compensated by Domus alone, and that the subcontractor shall provide a lien waiver as to each Lot when work is completed.

Section 6. Risk of Loss and Insurance.

(A) **Domus.** The risk of loss for each Home will rest with Domus until the Home is installed on the Lot. While the Home is in production, Domus shall carry fire and extended casualty coverage in such amount as is necessary to repair any damage to the Home or to replace the Home in the event of an occurrence covered by such policies of insurance. In the event that a fire or other extended casualty occurs and the Home cannot be replaced or repaired by Domus within three (3) months after the date the fire or casualty occurs, Developer may elect to cancel the purchase of the Home. If Developer cancels the purchase of a damaged Home, Domus shall pay to Developer such portion of the insurance proceeds received by Domus as represents the deposits paid by the Developer on the Home.

(B) **Developer.** From and after the date the Home is installed on the Lot and until such time as Developer sells and transfers legal title to the Home and Lot, Developer shall maintain fire and extended casualty coverage in such amount as is necessary to repair any damage to the Home or to replace the Home in the event of an occurrence covered by such policies of insurance.

(C) Domus and Developer agree to deliver to the other certificates of insurance listing the other as an additional insured, evidencing the existence in force of the policies of insurance described in this Section.

(D) Domus shall carry worker's compensation insurance and disability insurance as required under the law of the State of Ohio.

Section 7. Consideration, Security, Default in Payment.

(A) Developer agrees to pay Domus the amount set forth on **Schedule A** (the "**Purchase Price**") for each Home.

(B) The Purchase Price will be paid upon notice of these milestones which may be in different order then as listed below:

i. Ten Thousand Dollars ($10,000) upon execution of this Agreement (the "**Initial Deposit**"). On the condition that Developer timely pays for each Home purchased hereunder, the Initial Deposit will be used as the Initial Deposit for each subsequent Home purchased hereunder until all Homes are installed. The deposit will be applied to the Purchase Price of the last Home purchased hereunder;

ii. Ten percent (10%) of the Purchase Price of a Home upon completion of cutting all steel for the structural cells of a Home and the manufacture of all exterior panels for the wall panels;

iii. Ten percent (10%) of the Purchase Price of a Home within ten (10) days following the date that written notice is delivered to Developer that Domus has completed the foundation for the Home;

iv. Balance of the Purchase Price upon written notice to Developer that the Home is fully installed per the plans and specifications on **Schedule A** and all interior and exterior finish work listed on **Schedule D** that is Domus' responsibility has been completed.

(C) Domus may, in its sole discretion, at any time prior to the installation of a foundation for a Home, require Developer to secure the payment for the balance of the Purchase Price for a Home with an irrevocable letter of credit supplied by Developer, in a form and from a bank acceptable to Domus.

In the event Developer fails to comply with Domus' requirement set forth in this Section 7(C), Domus may discontinue all work on Developer's Home, and in addition to any other rights or remedies available to Domus in law or equity, Domus shall be entitled to retain all payments given it by Developer so that Domus may complete the home and sell it, retaining all sale proceeds for itself.

(D) In the event Developer fails to pay any part of the Purchase Price to Domus as provided in Section 7(B), Domus may, as the case may be:

i. Draw down the irrevocable letter of credit or other form of security deposited with Domus by Developer, and/or
ii. Pursue any and all other remedies, legal or equitable, that are available to Domus.

(E) Developer may, in its sole discretion, at any time prior to the payment of any portion of the Purchase Price of a Home, require Domus to secure the delivery of a Home with an irrevocable letter of credit supplied by Domus, in a form and from a bank acceptable to Developer. In the event Domus fails to comply with Developer's requirement set forth in this Section 7(E), Developer shall be relieved of its obligations to purchase the Home, and in addition to any other rights or remedies available to Developer in law or equity, Developer shall be entitled to recover from the Domus letter of credit any payments made by Developer prior to such time.

Section 8. Completion and Delivery.

(A) Upon execution of this Agreement, the delivery of the Initial Deposit in the amount of $10,000 and the installation of the foundation on a Lot for a Home, or sooner at the discretion of Domus, a Home will be given a slot, as determined in Domus' sole discretion, in a rotational production schedule designed to give all of Domus' Home purchasers an approximate production time for their orders; provided, however, that if Developer is not reasonably satisfied with the proposed time frame for production of the Home and PDG is unwilling or unable to reach an acceptable resolution with Developer, Developer shall have the option to terminate this Agreement and all deposits previously paid to Domus shall be returned to Developer. Each time a Home is scheduled for production, Domus will obtain such permits as are necessary from state, county and/or municipal authorities to construct, transport and install the Home on its appropriate Lot.

(B) Developer agrees that Domus may commence the installation of a Home on a Lot once Domus completes production of the designated Home for that Lot, and delivers to Developer (via e-mail, phone, fax, or US mail) written notice of such completion. Production of a Home is completed for a Lot when the Ohio Bureau of Building Standards has approved a Home by placing stickers on each cell of the Home for such Lot in the plant prior to delivery of the Home.

(C) Domus shall make arrangements to deliver and assemble the cells for each Home on the Lot, at the sole cost and expense of Domus.

(D) In the event Developer refuses delivery of the Home pursuant to Section 8(C), and such refusal is not due to faulty or incomplete manufacturing of the Home or other breach of this Agreement by Domus, Domus may:

i. Arrange for and advance the cost of storage for the cells for the Home,
ii. Sell the Home to a different buyer on such terms and conditions as Domus determines are reasonable, in its sole discretion, and/or,
iii. Exercise the remedies set forth in Section 7(D)(ii) above.

Section 9. Change Orders.

Domus shall be under no obligation to accept change orders on a Home after Domus has scheduled the particular Home for production. However, if Domus agrees to accept a Change Order, it may demand full payment for the cost of making such change at the completion of the production and prior to installation of the Home to which the Change Order applies.

Section 10. Marketing.

Domus shall have no responsibility for marketing. All marketing shall be Developer's sole responsibility. Domus, at its discretion, may provide professional marketing materials, (floor plans, brochures, and elevations) for Developer to reproduce, upon terms and conditions determined by Domus, at Developer's sole cost.

Section 11. Purchasers.

Domus shall have no responsibility for meeting with Developer's purchasers. All direct inquiries received by Domus from purchasers shall be forwarded immediately to Developer. Domus shall not be bound by any discussions and agreements between Developer and its purchasers.

Section 12. Termination.

(A) Developer may terminate this Agreement upon written notice to Domus that Developer cannot comply with the provisions of Section 1(B), in which case any deposits made by Developer shall be returned to Developer, and both parties shall be released from any and all obligations hereunder.

(B) After delivery and installation of the first Home purchased hereunder, either party, upon giving three (6) months' written notice to the other party, may terminate this Agreement with respect to any future Home that has not been scheduled for production. During the three (3) month period, Domus shall complete the production and installation of all Homes for which Domus has already scheduled production, and Domus shall not accept new orders from Developer during this period. Developer shall be entitled to forward new orders not accepted by Domus to other contractors. The provisions of this Agreement regarding warranties and punchlist work shall survive this Agreement.

Section 13. Disputes.

Any disputes, which may arise under this contract, shall be submitted to arbitration under the laws of the State of Ohio and the rules of the American Arbitration Association with one arbitrator to be chosen by Domus and one to be chosen by Developer and the third to be chosen by the two so selected. The decision of a majority shall be binding and the cost of the proceeding shall be borne equally by Domus and Developer.

Section 14. Entire agreement.

This Agreement, together with the other written agreements and instruments executed concurrently herewith or pursuant to the provisions hereof, contains the entire agreement between the parties concerning the matters herein set forth and supersedes all prior agreements between them respecting such matters.

Section 15. Counterparts.

This Agreement may be executed in one or more counterparts, each of which shall be deemed an original, but all of which together shall constitute one and the same instrument. At the trial of any matter arising under this Agreement, only one counterpart need be produced.

Section 16. Headings.

Paragraph headings are for the purposes of convenience and identification only and shall not be used to interpret or construe this Agreement.

Section 17. Waivers.

(A) Except as herein expressly provided, no waiver by either party of any breach of this Agreement, or of any warranty or representation hereunder, shall be deemed to be a waiver by the same party of any other breach of any kind or nature (whether preceding or succeeding the breach in question, and whether or not of the same or similar nature).

No acceptance by a party of payment or performance after any such breach shall be deemed to be a waiver of any breach of this Agreement or of any representation or warranty hereunder, whether or not the party knows of the breach when it accepts such payment or performance.

(B) No failure by a party to exercise any right it may have under this Agreement or under law upon another party's default, and no delay in the exercise of that right, shall prevent it from exercising the right whenever the other party continues to be in default.

No such failure or delay shall operate as a waiver of any default or as a modification of the provisions of this Agreement.

Section 18. Gender and Number.

Whenever the singular or plural number or the masculine, feminine or neutral gender is used herein, it shall equally include the other(s).

Section 19. Notice.

Any notice which any party is required or may desire to give hereunder shall be by e-mail with a return receipt obtained, or in writing that can be personally delivered, transmitted by facsimile machine, or delivered by the United States Postal Service or private delivery service to the addresses below. Notice is deemed given when received.

To Domus:
PDG Domus Manufacturing LLC
426 E. Whittier St.
Columbus, OH 43206
Attention:_____

To Developer:
Arshot Investment Corp.
107 S. High Street, 3rd Floor
Columbus, Ohio 43215
Attention: William J. Schottenstein

Section 20. Modifications.

This Agreement may be modified only by a written document signed by representatives of both parties.

Section 21. Governing law, Binding effect.

(A) This Agreement shall be construed and enforced in accordance with the laws of the State of Ohio.

(B) This Agreement shall be binding upon, and inure to the benefit of, both parties and their respective heirs, representatives, successors and assigns.

IN WITNESS WHEREOF, the parties hereto have set their hands to this Agreement consisting of 9 pages and Schedules A through E on the day and year first written above.

Developer

_____

PDG Domus Manufacturing LLC

By: _____
President

Schedule A
Home(s) Description And Pricing

Model Name(s):

Foundations Supplied by: Domus X pilaster Developer

Foundation Inspection Fee:

Schedule B
Description of Security
for the
Purchase Price
of Home(s)

Schedule C
Warranties on the Home(s)

LIMITED WARRANTY

Homeowner's Warranty Service Policy

1. General. You are referred to here after as the Purchaser even though you will be reselling this home. This home has been constructed in accordance with accepted homebuilding practices to construct a scaled down version of a skyscraper. Our trained personnel for quality standards throughout the construction process have inspected it, and its design, quality control, and construction methods have been approved the state agency responsible for manufactured buildings and manufactured building parts.

2. Term. The terms of the various coverages of this Limited Warranty begin on the date on which your home is deeded to you. That date is referred to the Limited Warranty as the "Closing."

3. Coverage. PDG DOMUS MANUFACTURING LLC ("PDG") warrants the following:

- For a period of 30 years after Closing, the roof structure, foundation, walls and floors of your home will be free of major structural defects in materials or workmanship which significantly affect the load bearing functions of your home.
- For a period of two years after Closing, the plumbing, heating, and electric systems and water heaters will be free of defects in materials or workmanship due to installation.
- For a period of two years after Closing, the roofing system will be free of leaks caused by defects in materials or workmanship.
- For a period of one year after Closing, we will provide the services described in the Homeowner's Manual; for example, we will repair any cracked or broken bathroom tiles or any fastener pops or cracks in the walls or floors
- After a period of 90 days from Closing, we will come to your home to provide the services described in the Homeowner's Manual; for example, we will fill any foundation wall cracks that are 1/8 inch or larger with cement and repair or adjust doors.
- For your lifetime the Exterior Composite Panels on Purchaser's PDG home and roof when in the United States and Canada (including prefabricated residences located or to be located on a permanent building site) will remain free from manufacturing defects that cause (the structure of the panel to peeling, separations, or rusting, ("Nonconformities"). If the original Purchaser of the PDG home is an individual, the warranty term will be that original purchaser's lifetime. If the original purchaser of a PDG home is not an individual, the warranty term will be deemed to be 50 years. The warranty period for any Exterior Composite Panel repaired or replaced under this Warranty shall be equal to the remaining warranty period applicable to any Exterior Composite Panel originally installed on the residence. In the event of any Nonconformity covered by this or any implied warranty not disclaimed in Section 6, PDG will, at its sole option and at its expense, either repair or replace defective or damaged Exterior Composite Panels including all labor and materials necessary to perform the work. PDG MAY DISCONTINUE, MODIFY OR CHANGE THE COLOR OF ANY EXTERIOR COMPOSITE PANEL WITHOUT NOTICE AND SHALL BEAR NO LIABILITY FOR ANY SUCH COLOR CHANGE. IF PDG AGREES TO REPLACE EXTERIOR COMPOSITE PANELS UNDER THIS WARRANTY AND AN EXACT REPLACEMENT PRODUCT IS NOT AVAILABLE, PDG MAY SUBSTITUTE ANOTHER

EXTERIOR COMPOSITE PANELS IT DEEMS TO BE EQUIVALENT IN VALUE AND QUALITY. IF THE EXTERIOR COMPOSITE PANEL DOES NOT COMPLY WITH THIS LIMITED WARRANTY, PDG'S LIABILITY IS LIMITED TO THE REPAIR OR REPLACEMENT PROVISIONS SET FORTH ABOVE.

4. No Other Warranties. THIS LIMITED WARRANTY IS THE ONLY EXPRESS WARRANTY GIVEN. THIS LIMITED WARRANTY EXCLUDES INCIDENTAL OR CONSEQUENTIAL DAMAGES. IMPLIED WARRANTIES OF MERCHANTABILITY, FITNESS FOR A PARTICULAR PURPOSE OR HABITABILITY ARE LIMITED TO THE WARRANTY PERIODS SET FORTH HEREIN. SOME STATES DO NOT ALLOW THE EXCLUSION OR LIMITATION OF INCIDENTAL OR CONSEQUENTIAL DAMAGES OR OF IMPLIED WARRANTIES, SO PARTS OF THIS LIMITATION MAY NOT APPLY TO YOU. THIS LIMITED WARRANTY GIVES YOU SPECIFIC LEGAL RIGHTS, AND YOU MAY ALSO HAVE OTHER RIGHTS THAT VARY FROM STATE TO STATE. IN NO EVENT SHALL PDG BE LIABLE TO ANY PERSON FOR AN AMOUNT GREATER THAN THE VALUE OF THE REPAIR OR REPLACEMENT OF THE EXTERIOR COMPOSITE PANEL

Any dispute concerning this warranty shall be submitted to binding arbitration to a mutually agreed arbitrator; or, if the parties fail to agree, to the American Arbitration Association to be resolved using its Commercial Arbitration Rules. The jurisdiction of the arbitrator over the dispute shall be exclusive and the decision of the arbitrator shall be binding on the parties and nonappealable

5. Other Manufacturers' Warranties. Certain appliances and equipment in your home are subject to warranties granted by manufacturers. PDG hereby assigns and passes through to you the manufacturers', subcontractors' or other firms' warranties on all appliances and equipment found in your new home which contain such warranties. If PDG repairs, replaces or pays the cost of repairing or replacing under this Limited Warranty any defect or component for which the Homeowner is covered by a Manufacturer's Warranty or by any insurance, PDG will be subrogated automatically to the rights of the Homeowner under that Manufacturer's Warranty or insurance coverage, to the extent of the costs paid or incurred by PDG.

6. Exclusions from Coverage. This Limited Warranty does not extend to and PDG does not assume responsibility for any of the following:

i. Defects in appliances and equipment covered by manufacturers', subcontractors' or firms' warranties. (Any such warranties have been assigned to you.)
ii. Damage or chipping to appliance, light fixtures or electrical fixtures brought to the attention of PDG after Closing.
iii. Damage due to ordinary wear and tear, abusive use, or lack of proper repair or maintenance of your home.
iv. Defects which are the result of characteristics common to the materials used, including but not limited to warping and deflection of wood; fading and chalking of paint due to sunlight; cracks due to drying and curing of concrete, stucco, plaster, bricks and masonry; drying, shrinking and cracking of caulking and weather stripping.
v. The defects in items installed by you or anyone other than PDG.
vi. Work done by you or anyone other than PDG, its employees, subcontractors or agents.
vii. Acts of God such as lightning wind, storm, hurricane, tornado, earthquake, flood, or other severe weather, or similar natural phenomena.
viii. Conditions resulting from condensation on, or expansion or contraction of, materials.
ix. Damage resulting from undisclosed subsoil conditions, lawns, landscaping and defects caused by the failure to provide normal maintenance of the home.

x. In the event of damage by hail to the Exterior Composite Panel, the Purchaser should report the damage to his or her homeowner's insurance company to pursue coverage under a homeowner's insurance policy. To the extent the Exterior Composite Panel damaged by hail is not covered by the homeowner's insurance policy, PDG warrants to the Purchaser only that it will provide replacement material only for the damaged Exterior Composite Panel. The Purchaser shall be responsible for the payment of all installation, labor, freight costs, and for the purchase of any additional replacement material to replace both damaged and undamaged Exterior Composite Panel.

xi. Damage to the Exterior Composite Panel caused by (a) alterations to the structure after the original installation of buyer's home (b) improper installation of another product on the same wall, (c) use of accessories which do not properly receive and /or secure the product(s) to the wall, (d) impact of foreign objects, (e) discoloration caused by air pollution or exposure to harmful chemicals, and (f) discoloration caused by failure to power wash the Exterior Composite Panel at least twice yearly (or as specified depending on geographic area) with Domus approved waxes, or exposure to the elements or normal weathering less than of a delta e of 7 color units as measured by an industry standard color measurement device, is not covered by this warranty.

7. Claims Procedure. If a defect appears after 90 days of ownership that you think is covered by this Limited Warranty, you should submit, in writing, a service request describing the defect to our Warranty Service Department. If a defect appears during your first year of ownership that you think is covered by this Limited Warranty, you should arrange for a 90-day inspection as described in the Homeowner's Manual. You should call our Service Department only in the event of an emergency. Verbal requests for service other than emergencies will not be accepted.

8. Transferable. The 30 year portion of the Limited Warranty in paragraph 3 above is extended to you and all subsequent owners (if any) who take title and possession of the home for residential purposes during that time. In the event that you sell your home, you should understand that it is your responsibility to deliver the Homeowner s Manual and this Limited Warranty to any subsequent owner of the home. The Exterior Composite Panel warranty, except for the hail damage warranty noted in Section 6, may be transferred to the subsequent owner of the Buyer's Home has been installed if PDG is notified of change in ownership within ninety (90) days of the change. Failure to notify PDG of change in ownership shall relieve PDG of all further obligations hereunder. Upon change in ownership of the residence where the Exterior Composite Panels were originally installed and PDG's receipt of timely notice of change of ownership, the warranty period shall be fixed at fifty (50) years from the date of original installation.

9. Manual. With this Limited Warranty is the Homeowner's Manual. Please read it carefully. It contains important information regarding this Limited Warranty and your new home. Following its instructions may help preserve the value of your new home. This booklet also explains the responsibility of manufacturers' subcontractors or others for work done or equipment installed by them, together with the limitation of any warranties. Please note the specific terms of this warranty as well as the procedures that you should follow to obtain performance of warranty obligations that are contained in your Homeowner's Manual.

10. Standards. This Limited Warranty conform to the standards described in the Boca Code, an International standard for building that is superior to all local codes and those of local, regional and national builders associations.

11. As is Condition. Model homes are sold in as is condition. Manufacturers' warranties are prorated. Normal wear and tear on floor coverings, wall coverings and window treatments are not warranted. All structural warranties described above are in effect.

|ISSUED TO:

FOR BUYER'S HOME SERIAL # _____

PURCHASED BY BUYER ON: _____

ISSUED BY PDG DOMUS MANUFACTURING LLC

BY:_____

_____
Title

Schedule D
Domus and Developer Responsibilities

ITEM	Developer	Domus
Certificate of Insurance on structure	Yes , one week prior to installation	Yes , through installations
Property review (Code)	Yes	
Survey and boundaries marked	Yes	
Layout (set back provisions)	Yes	
Survey for layout at site for foundation (marked)	Yes	
Shoot grade for finished floor	Yes	
Architectural review (code review)	Yes	
Soil testing (reporting what is required for the home)	Yes	
Plot plan	Yes	
Utilities:		
Contact utilities	Yes	
Locating Existing Taps	Yes	
Review and verification	Yes	
Direction lines come to property (layout)	Yes	
Laterals	Yes	
Find existing Underground gas line	Yes	
Find existing water and sewage lines	Yes	
Open account with city (water sewage electricity)	Yes	
Hook-ups	Yes	
Curb cut arrangements	Yes	
Curb Cut	Yes	
Rough grade of lot	Yes	
Rough grade of foundation	Yes	

Fine grade lot	Yes	
Excavate driveway	Yes	
Trench and install Drainage pipe if needed	Yes	
Trench for underground electric	Yes	
Driveway installation	Yes	
Rack and sculpt lot	Yes	
Landscaping	Yes	
Security	Yes	
Plumbing trench inspection	Yes	
Foundation Inspection		Yes
Electric trench inspection		
Electrical exterior conduit	Yes	
Inspection for (occupancy permit)	Yes	
Have services turned on	Yes	
Electric drop	Yes	
Address numbers (certificate)	Yes	
Building permit	Yes	
Trenching and installation of utilities	Yes	
House installation		
Liability coverage	Yes, through installation	Yes, during installation
Drill pilaster holes		Yes
Trench foundation		Yes
Concrete for foundation Footer		Yes
Pilaster pour		Yes
Foundation inspection		Yes
Vapor barrier		Yes
Gravel for vapor barrier		Yes
Set steel polyesters		Yes
Installation varmint guard		Yes
Installation of housing components		Yes
Insurance	Yes	Yes
Shipping / trucking & driving		Yes
Assembly equipment		Yes
Areas to finish on site	Yes	
Installation team travels to site		Yes
Over night accommodation		
Electrical weather head-		Yes

conduit	
Plumbing hook up inspection	Yes
Gas hook up inspection	Yes
Electrical exterior disconnect box inspection	Yes
Clean up of House Interior	Yes
Q&A review and documentation	Yes
Billing	Yes
House to foundation assembly inspection	Yes

Schedule E
Survey Requirements

Survey. The Survey shall set forth:

1. An accurate metes and bounds description which shall contain the number of acres contained in the Premises;
2. Locate all existing easements, conditions and other recorded matters (setting forth deed book and page number of the recorded instrument creating the same), alleys, streets, roads, buildings, improvements, setback lines, rights-of-way and encroachments;
3. Show all dedicated public streets providing access to the Premises and whether such access is paved to the property line of the Premises;
4. Show the dimensions and total acreage of those portions of the Premises, if any, located in public rights-of-way;
5. Show the dimensions and total acreage of those portions of the Premises, if any, located in flood plain; and
6. Show the dimensions and total acreage of those portions of the Premises, if any, located within wetlands.

Agreement to Extend Business Development Agreement

This agreement is entered into this 24th day of August 2007, by and between PDG Domus Manufacturing LLC, an Ohio limited liability company with offices at 1909 E. Livingston Ave., Columbus, Ohio ("PDG") and Arshot Investment Corporation, an Ohio company with offices at 107 S. High Street, Columbus, OH ("Arshot", which for purposes of this Agreement shall also refer to any affiliates of Arshot).

BACKGROUND

Arshot entered into a business development agreement attached at Exhibit A (the "BDA") pursuant to which Arshot and PDG were working to develop designs to build up to sixty-two homes for Arshot which Arshot would then purchase. The BDA is based on performance within a reasonable time. PDG and Arshot want to extend the date for performance under the BDA.

Simultaneous with the execution of the BDA, PDG granted to Protean Investors, Ltd. ("Protean") an option to purchase shares of common stock of PDG, which option expired on May 15, 2007 (the "Option Grant"), a copy of which is attached hereto as Exhibit B.

NOW, THEREFORE, PDG and Arshot mutually agree as follows:

1) **Extension of BDA**. PDG and Arshot agree to extend the time period set forth in the BDA to satisfy or waive all contingencies for each of the Buckeye Lake, Brewery District and Linworth projects until December 31, 2008. Except as modified herein, all other terms and conditions of the BDA shall continue in full force and effect.

2) **Phantom Units**. The parties acknowledge that Section 3 of the BDA with respect to the issuance of phantom units shall remain in full force and effect.

3) **Extension of Option Grant**. As consideration for the extension of the BDA, PDG hereby renews and extends the Option Grant for a period terminating not later tan December 31, 2008. The option price for this extended grant shall be calculated under a "most-favored nation" approach such that as of the date of the exercise, the option price shall be equal to the lowest price that similar shares of PDG common stock were either offered or sold within 6 months of the exercise. Except as modified herein, all other terms and conditions of the Option Grant shall remain in full force and effect.

IN WITNESS WHEREOF, PDG, Arshot and Protean have executed this agreement on the day and year first written above.

PDG Domus Manufacturing LLC

By _____
Nathan Pingel

Arshot Investment Corporation

By _____
Print Name and Title
William J. Scholtustin, Sec/Treas.

Protean Investors, Ltd

By _____
Print Name and Title
William J. Scholtustin,
Manager

FORBEARANCE AGREEMENT

This **FORBEARANCE AGREEMENT** is entered into this ___ day of March 2008 by and among **Fifth Third Bank** ("Fifth Third"), with offices at 21 East State Street, Columbus, Ohio 43215; and **PDG Domus Manufacturing, LLC**, an Ohio limited liability company, having its principal place of business at 1919 East Livingston Avenue, Columbus, Ohio 43209 (the "Borrower"); **Nathan W. Pingel,** an individual residing at 426 East Whittier Street, Columbus, Ohio 43206; **Robert M. Hoffman**, an individual residing at 578 South Fifth Street, Columbus, Ohio 43206; **Daniel A. Rosen**, an individual residing at 92 South Dawson Avenue, Bexley, Ohio 43209; and **PDG Domus Corporation**, an Ohio corporation, located at 426 East Whittier Street, Columbus, Ohio 43206 ("PDG Corp.") (Messrs. Pingel, Hoffman, Rosen and PDG Corp. are collectively referred to as "Guarantors") (Borrower and Guarantors are collectively referred to as "Borrowers").

WHEREAS, Borrower is obligated to Fifth Third by virtue of a Revolving Note dated August 25, 2006, executed and delivered to Fifth Third by Borrower in the principal amount of $150,000.00 plus interest at Fifth Third's prime rate plus one and a half percent (prime + 1.50%) (the "Note") per annum. The Note is a renewal of a previous obligation.

WHEREAS, Mr. Pingel obligated himself to the repayment of the Note to Fifth Third by virtue of a Continuing Guaranty Agreement dated May 25, 2005 (the "Pingel Guaranty").

WHEREAS, Mr. Hoffman obligated himself to the repayment of the Note to Fifth Third by virtue of a Continuing Guaranty Agreement dated May 25, 2005 (the "Hoffman Guaranty").

WHEREAS, Mr. Rosen obligated himself to the repayment of the Note to Fifth Third by virtue of a Continuing Guaranty Agreement dated May 25, 2005 (the "Rosen Guaranty").

WHEREAS, PDG Corp. obligated itself to the repayment of the Note to Fifth Third by virtue of a Continuing Guaranty Agreement dated May 25, 2005 (the "PDG Corp. Guaranty")(the Pingel, Hoffman, Rosen, and PDG Corp. Guaranties are collectively referred to as the "Guaranties").

WHEREAS, Borrower granted Fifth Third a security interest in the assets of Borrower (the "PDG LLC Collateral") by virtue of a Security Agreement dated on May 25, 2005 to secure payment of the Note (the "PDG LLC Security Agreement"). Fifth Third properly perfected its interest in the PDG LLC Collateral by filing a financing statement with the Ohio Secretary of State.

WHEREAS, PDG Corp. granted Fifth Third a security interest in the assets of PDG Corp. (the "PDG Corp. Collateral") by virtue of a Security Agreement dated on May 25, 2005 to secure payment of the Note (the "PDG Corp. Security Agreement") (the PDG LLC Security Agreement and the PDG Corp. Security Agreement collectively referred to as the "Security Agreements"). Fifth Third properly perfected its interest in the PDG Corp. collateral by filing a financing statement with the Ohio Secretary of State (the Note, Guaranties, Security Agreements, and all

documents executed in connection therewith are collectively referred to as the "Loan Documents").

WHEREAS, the Note matured on August 25, 2007 and is in default because Borrower failed to pay the entire balance due and owing upon the Note's maturity. Borrowers acknowledge that the Note is in default and that they failed to pay, satisfy and discharge the obligations required by the Loan Documents.

WHEREAS, Borrowers have requested that Fifth Third forbear from taking action to collect the obligations due to Fifth Third under the Loan Documents.

WHEREAS, Fifth Third is agreeable to the requests, provided that certain covenants are entered into by Borrowers; and

WHEREAS, Borrowers are agreeable to the requirements imposed by Fifth Third.

NOW, THEREFORE, in consideration of the mutual promises and covenants contained herein, the parties agree as follows:

1. This Agreement is entered into freely and voluntarily by Borrowers who have had the opportunity to have this Agreement reviewed by legal counsel. Borrowers acknowledge that they have reviewed this Agreement, that their understanding of this Agreement is based upon their review and not based upon any statements, representations or actions of Fifth Third or their agents and that their execution of this Agreement is not under duress or coercion.

2. Borrowers agree that the facts set forth in the recitals above are true.

3. Borrowers acknowledge that they are in default under the terms of the Loan Documents and that this Agreement does not change the default of the parties.

4. Upon execution of this Agreement, Borrowers agree to pay Fifth Third a $750.00 fee as consideration for entering into this Agreement.

5. Upon execution of this Agreement, the interest rate on the Note shall be changed to the following: "The principal sum outstanding shall bear interest at a floating rate per annum equal to three percent (3.0%) in excess of the rate of interest per annum established from time to time by Fifth Third Bank at its principal office as its "Prime Rate", whether or not Fifth Third Bank shall at times lend to borrowers at lower rates of interest or, if there is no such prime rate, then such other rate as may be substituted by Fifth Third Bank for the prime rate (the "Interest Rate"). In the event of a change in said Prime Rate, the Interest Rate shall be changed immediately to such new Prime Rate. Interest shall be calculated based on a 360-day year and charged for the actual number of days elapsed."

6. During the Forbearance Period (as defined below), Borrower agrees to make payments in accordance with the terms of the Note as modified herein. Borrower also agrees to

make additional principal payments of $50,000.00 on March 25, 2008; June 8, 2008 and July 25, 2008. These additional principal payments will be applied on a prorate basis between the Note and the other obligation of Borrower to Fifth Third evidenced by a U.S. Small Business Administration Note.

7. On or before the expiration of the Forbearance Period (as defined below), Borrowers agree to pay to Fifth Third the outstanding obligations owed to Fifth Third under the Loan Documents and this Agreement.

8. Other than as set forth herein, Fifth Third shall not take any action to take any judgment and/or enforce any other rights it has, or may have, to collect the sums due Fifth Third, which shall expire on July 25, 2008 (the "Forbearance Period") as long as Borrowers are in compliance with the terms of this Agreement. If Borrower is in compliance with the terms of this Agreement, Fifth Third will extend the Forbearance Period an additional 90 days.

9. Borrowers may also be indebted to Fifth Third on other accounts and/or obligations, including but not limited to credit cards issued to Borrowers, and nothing contained within this Agreement affects or alters the obligations with respect to those other accounts or obligations other than specifically identified herein.

10. Borrowers will be in default under the terms of this Agreement upon the occurrence of any of the following events if not cured within seven days after Fifth Third provides written notice to Borrower describing in detail the event of default. Such written notice may be by facsimile or letter to Borrower.

A. The failure to make any payments in accordance with this Agreement or if any payment made to Fifth Third is returned for any reason as "unpaid."
B. Any other litigation or legal proceedings, including but not limited to proceedings related to receivership, assignment for the benefit of creditors, or any other insolvency proceeding, initiated against the Borrower and/or the Guarantors which litigation might materially affect Fifth Third's rights hereunder or the likelihood of Fifth Third receiving the payments required hereby.
C. The occurrence of any additional events of default under the Loan Documents.
D. Any representation made herein to Fifth Third that is materially false when made.
E. Any property owned by the Borrower or the Guarantors is/are seized, repossessed or turned over or any request is made to seize or repossess any such property or the Borrower or the Guarantors file a petition for relief under any chapter of the United States Bankruptcy Code or a bankruptcy petition is filed against any of the Borrowers under any chapter of the United States Bankruptcy Code.
F. Any reasonable request of Fifth Third for the execution of documents, providing of documentation, review of financial information or inspection of collateral is denied; and
G. Fifth Third deems itself insecure with respect to the repayment of the obligation under the Loan Documents based upon new facts and/or new events currently

unknown to Fifth Third or which arise subsequent to the execution of this Agreement.

H. Any overdraft situation exists in any bank account standing in the name of any Borrower, including any accounts in which any Borrower has an interest.

Upon the occurrence of any event of default, Fifth Third shall be entitled to proceed with any and all rights and remedies available to it under the Loan Documents and this Agreement, and all other documents and under applicable law, and to collect thereunder the obligations and/or any other sums owed Fifth Third. Notwithstanding the above, Fifth Third does not waive any existing defaults, including those known to Fifth Third and/or disclosed in this Agreement.

11. Borrowers hereby release and/or forever discharge Fifth Third, including its employees, agents, attorneys, officers, representatives, affiliates, successors, predecessors and assignees (collectively "Fifth Third") from any and all claims, demands, actions, causes of action, liabilities or costs which they have, may have, claim to have or allege to have against Fifth Third as of the execution of this Agreement, or which relate to this Agreement or the terms of this Agreement, whether known or unknown, now existing or hereafter arising, including but not limited to Fifth Third being the depository bank of Borrowers, the execution and delivery by Borrower and the Guarantors of the Loan Documents, the actions taken by Fifth Third to collect the sums owed pursuant to the Loan Documents, and/or any other actions taken by Fifth Third in connection with the obligations under the Loan Documents, or any other Note with Fifth Third Bank, or any renewal thereof.

12. In the event that any of the Borrowers file a voluntary bankruptcy petition, or an involuntary bankruptcy petition is filed against any of the Borrowers, the Borrower and the Guarantors shall waive any rights to enforce the automatic stay under Title 11, Section 362 of the Bankruptcy Code, and shall cooperate with Fifth Third in its obtaining relief from the automatic stay, including but limited to signing an agreed order or other filings necessary to effectuate such relief.

13. This Agreement sets forth the entire agreement of the parties and this Agreement may not be modified or amended except in a writing signed by both parties and this Agreement shall be interpreted pursuant to Ohio law. This Agreement shall only inure to the benefit of the parties hereto and no third-party, other than assignees of the parties, shall be entitled to enforce any provision of this Agreement. Any action which may be brought with respect to this Agreement shall be brought in the Franklin County Common Pleas Court and **THE PARTIES HERETO WAIVE ANY RIGHT TO TRIAL BY JURY IF ANY SUCH ACTION IS BROUGHT.**

14. <u>COGNOVIT AGREEMENT</u>. Borrower and Guarantors hereby authorize any attorney at law, including any attorney retained by Fifth Third, to appear in any court of record within the State of Ohio if the sums due pursuant to this Agreement are not paid when due, whether or not by acceleration, to waive issuance and service of process, to confess judgment against Borrower and Guarantor for the amount of principal and interest then appearing due, together with costs of suit, and to release all errors and right to review. Borrower and Guarantors hereby expressly (i) waives a conflict of interest in an attorney retained by Fifth Third confessing

judgment against Borrower and Guarantors upon this Agreement, and (ii) consents to the attorney retained by Fifth Third in receiving a legal fee from Fifth Third for legal services rendered for confessing judgment against Borrower and Guarantors upon this Agreement. A copy of this Agreement, certified by Fifth Third, may be filed in each such proceeding in place of filing the original as warrant of attorney.

In witness whereof, the parties hereto, by their duly authorized representatives, have executed this Agreement as of the date set forth above.

WARNING - BY SIGNING THIS PAPER, YOU GIVE UP YOUR RIGHT TO NOTICE AND COURT TRIAL. IF YOU DO NOT PAY ON TIME, A COURT JUDGMENT MAY BE TAKEN AGAINST YOU WITHOUT YOUR PRIOR KNOWLEDGE, AND THE POWERS OF A COURT CAN BE USED TO COLLECT FROM YOU REGARDLESS OF ANY CLAIMS YOU MAY HAVE AGAINST THE CREDITOR, WHETHER FOR RETURNED GOODS, FAULTY GOODS, FAILURE ON HIS PART TO COMPLY WITH THE AGREEMENT, OR ANY OTHER CAUSE.

FIFTH THIRD BANK

By: _____
Dolly Abbott, Portfolio Manager of Special Assets Group

BORROWER:
PDG DOMUS MANUFACTURING, LLC

By:_____
PDG Domus Corporation, Sole Manager
by Nathan Pingel, CEO

GUARANTOR:

NATHAN W. PINGEL

By: _____
Nathan W. Pingel, Individually

GUARANTOR:

ROBERT M. HOFFMAN

By: _____
Robert M. Hoffman, Individually

GUARANTOR:

DANIEL A. ROSEN

By: _____
Daniel A. Rosen, Individually

GUARANTOR:

PDG DOMUS CORPORATION

By:_____
Nathan Pingel, CEO

028 - FTCO

Fifth Third Bank

Revolving Note

OFFICER No. 09268
$150,000.00

NOTE No. 0905298360-00018 1/26
August 25, 2006
(Effective Date)

1. PROMISE TO PAY. On or before August 25, 2007 (the "Maturity Date"), the undersigned, PDG Domus Manufacturing LLC, an Ohio limited liability company located at 426 East Whittier Street, Columbus, Franklin County, Ohio 43206 ("Borrower") for value received, hereby promises to pay to the order of Fifth Third Bank, an Ohio banking corporation located at 21 East State Street, Columbus, Franklin County, Ohio 43215 for itself and as agent for any affiliate of Fifth Third Bancorp (together with its successors and assigns, the "Lender") the sum of One Hundred Fifty Thousand and 00/100 Dollars ($150,000.00) (the "Borrowing"), plus interest as provided herein, less such amounts as shall have been repaid in accordance with this Note. The outstanding balance of this Note shall appear on a supplemental bank record and is not necessarily the face amount of this Note, which record shall evidence the balance due pursuant to this Note at any time.

Principal and interest payments shall be made at Lender's address above unless otherwise designated by Lender in writing. Each payment hereunder shall be applied first to advanced costs, charges and fees, then to accrued interest, and then to principal, which will be repaid in inverse chronological order of maturity.

Lender, in its reasonable discretion, may loan hereunder to Borrower on a revolving basis such amounts as may from time to time be requested by Borrower, provided that: (a) the aggregate principal amount borrowed hereunder at any time shall not exceed the Borrowing, and (b) no Event of Default shall exist or be caused thereby. The entire principal balance, together with all accrued and unpaid interest and any other charges, advances and fees, if any, outstanding hereunder, shall be due and payable in full on the earlier of the Maturity Date or upon acceleration of this Note.

The principal sum outstanding shall bear interest at a floating rate per annum equal to 1.5% in excess of the rate of interest per annum established from time to time by Fifth Third Bank at its principal office as its "Prime Rate", whether or not Fifth Third Bank shall at times lend to borrowers at lower rates of interest or, if there is no such prime rate, then such other rate as may be substituted by Fifth Third Bank for the prime rate (the "Interest Rate"). In the event of a change in said Prime Rate, the Interest Rate shall be changed immediately to the percentage stated above in excess of such new Prime Rate. Interest shall be calculated based on a 360-day year and charged for the actual number of days elapsed, and shall be payable on the 25th day of each calendar month beginning on September 25, 2006.

Notwithstanding any provision to the contrary in this Note, in no event shall the interest rate charged on the Borrowing exceed the maximum rate of interest permitted under applicable state and/or federal usury law. Any payment of interest that would be deemed unlawful under applicable law for any reason shall be deemed received on account of, and will automatically be applied to reduce, the principal sum outstanding and any other sums (other than interest) due and payable to Lender under this Note, and the provisions hereof shall be deemed amended to provide for the highest rate of interest permitted under applicable law.

2. USE OF PROCEEDS. Borrower certifies that the proceeds of this loan are to be used for business purposes.

3. RENEWAL. This Note is issued, not as a payment toward, but as a continuation of, the obligations of Borrower to Lender pursuant to that certain note dated May 25, 2005, in the principal amount of $150,000.00 (together with all prior amendments thereto or restatements thereof the "Prior Note"). Borrower hereby acknowledges that there has been up to a 90-day extension of this Note granted by Lender since the Maturity Date of the Prior Note and Borrower ratifies such extension granted by Lender in all respects. Accordingly, this Note shall not be construed as a novation or extinguishment of, the obligations arising under the Prior Note, and its issuance shall not affect the priority of any security interest granted in connection with the Prior Note.

4. NOTE PROCESSING FEE. Lender may charge, and Borrower agrees to pay on the above Effective Date, a note processing fee in the amount of $250.00.

5. REPRESENTATIONS AND WARRANTIES. Borrower hereby warrants and represents to Lender the following:

(a) Organization and Qualification. Borrower is duly organized, validly existing and in good standing under the laws of the State of its organization, has the power and authority to carry on its business and to enter into and perform all documents relating to this loan transaction, and is qualified and licensed to do business in each jurisdiction in which such qualification or licensing is required. All information provided to Lender with respect to Borrower and its operations is true and correct.

(b) Due Authorization. The execution, delivery and performance by Borrower of the Loan Documents have been duly authorized by all necessary company action, and shall not contravene any law or any governmental rule or order binding on Borrower, or the articles of organization and operating agreement of Borrower, nor violate any agreement or instrument by which Borrower is bound nor result in the creation of a Lien on any assets of Borrower except the Lien granted to Lender herein. Borrower has duly executed and delivered to Lender the Loan Documents and they are valid and binding obligations of Borrower enforceable according to their respective terms, except as limited by equitable principles and by bankruptcy, insolvency or similar laws affecting the rights of creditors generally. No notice to, or consent by, any governmental body is needed in connection with this transaction.

(c) Litigation. There are no suits or proceedings pending or threatened against or affecting Borrower, and no proceedings before any governmental body are pending or threatened against Borrower except as otherwise specifically disclosed to Lender on or prior to the Effective Date or as set forth on any Litigation Exhibit which may be attached hereto.

(d) Business. Borrower is not a party to or subject to any agreement or restriction that may have a material adverse effect on Borrower's business, properties or prospects. Borrower has all franchises, authorizations, patents, trademarks, copyrights and other rights necessary to advantageously conduct its business. They are all in full force and effect and are not in known conflict with the rights of others.

(e) Licenses, etc. Borrower has obtained any and all licenses, permits, franchises, governmental authorizations, patents, trademarks, copyrights or other rights necessary for the ownership of its properties and the advantageous conduct of its business. Borrower possesses adequate licenses, patents, patent applications, copyrights, trademarks, trademark applications, and trade names to continue to conduct its business as heretofore conducted by it, without any conflict with the rights of any other person or entity. All of the foregoing are in full force and effect and none of the foregoing are in known conflict with the rights of others.

(f) Laws. Borrower is in material compliance with all laws, regulations, rulings, orders, injunctions, decrees, conditions or other requirements applicable to or imposed upon Borrower by any law or by any governmental authority, court or agency.

(g) Title. Borrower has good and marketable title to the assets reflected on the most recent balance sheet submitted to Lender, free and clear from all liens and encumbrances of any kind, except for (collectively, the "Permitted Liens") (a) current taxes and assessments not yet due and payable, (b) liens and encumbrances, if any, reflected or noted on such balance sheet or notes thereto, (c) assets disposed of in the ordinary course of business, and (d) any security interests, pledges, assignments or mortgages granted to Lender to secure the repayment or performance of the Obligations.

(h) Subsidiaries and Partnerships. Borrower has no subsidiaries and is not a party to any partnership agreement or joint venture agreement.

6. AFFIRMATIVE COVENANTS. Borrower covenants with, and represents and warrants to, Lender that, from and after the execution date of the Loan Documents until the Obligations are paid and satisfied in full:

(a) Access to Business Information. Borrower shall maintain proper books of accounts and records and enter therein complete and accurate entries and records of all of its transactions in accordance with reasonable cash accounting methods consistently applied in accordance with past practices and give representatives of Lender access thereto at all reasonable times, including permission to: (a) examine, copy and make abstracts from any such books and records and such other information which might be helpful to Lender in evaluating the status of the Obligations as it may reasonably request from time to time, and (b) communicate directly with any of Borrower's officers, employees, agents, accountants or other financial advisors with respect to the business, financial conditions and other affairs of the Borrower.

(b) Inspection of Collateral. Borrower shall give Lender reasonable access to the Collateral and the other property securing the Obligations for the purpose of performing examinations thereof and to verify its condition or existence.

(c) Financial Statements. Borrower shall maintain a standard and modern system for accounting and shall furnish to Lender:

(i) Within 45 days after the end of each quarter, a copy of Borrower's internally prepared consolidated financial statements for that quarter and for the year to date in a form reasonably acceptable to Lender, prepared and certified as complete and correct, subject to changes resulting from year-end adjustments, by the principal financial officer of Borrower;

(ii) Within 60 days after the end of each fiscal year, a copy of Borrower's internally prepared consolidated financial statements for that year in a form reasonably acceptable to Lender, prepared and certified as complete and correct by the principal financial officer of Borrower;

(iii) With the statements submitted above, a certificate signed by the principal financial officer of Borrower, (i) stating he is familiar with all documents relating to Lender and that no Event of Default specified herein, nor any event which upon notice or lapse of time, or both would constitute such an Event of Default, has occurred, or if any such condition or event existed or exists, specifying it and describing what action Borrower has taken or proposes to take with respect thereto, and (ii) setting forth, in summary form, figures showing the financial status of Borrower in respect of the financial restrictions contained herein;

(iv) Immediately upon any officer of Borrower obtaining knowledge of any condition or event which constitutes or, after notice or lapse of time or both, would constitute an Event of Default, a certificate of such person specifying the nature and period of the existence thereof, and what action Borrower has taken or is taking or proposes to take in respect thereof;

(v) Upon request of Lender, copies of all federal, state and local income tax returns and such other information as Lender may reasonably request;

All of the statements referred to in (i), (ii) and (v) above shall be in conformance with reasonable cash accounting methods consistently applied in accordance with past practices and give representatives of Lender access thereto at all reasonable times, including permission to examine, copy and make abstracts from any such books and records and such other information which might be helpful to Lender in evaluating the status of the loans as it may reasonably request from time to time.

With all financial statements delivered to Lender as provided in (i), (ii) and (v) above, Borrower shall deliver to Lender a Financial Statement Compliance Certificate in addition to the other information set forth therein, which certifies the Borrower's compliance with the financial covenants set forth herein and that no Event of Default has occurred.

If at any time Borrower has any additional subsidiaries which have financial statements that could be consolidated with those of Borrower under generally accepted accounting principles, the financial statements required by subsections (i), (ii) and (v) above shall be the financial statements of Borrower and all such subsidiaries prepared on a consolidated and consolidating basis.



(d) Condition and Repair. Borrower shall maintain its equipment and all Collateral used in the operation of its business in good repair and working order and shall make all appropriate repairs, improvements and replacements thereof so that the business carried on in connection therewith may be properly and advantageously conducted at all times.

(e) Insurance. At its own cost, Borrower shall obtain and maintain insurance against (a) loss, destruction or damage to its properties and business of the kinds and in the amounts customarily insured against by corporations with established reputations engaged in the same or similar business as Borrower and, in any event, sufficient to fully protect Lender's interest in the Collateral, and (b) insurance against public liability and third party property damage of the kinds and in the amounts customarily insured against by corporations with established reputations engaged in the same or similar business as Borrower. All such policies shall (i) be issued by financially sound and reputable insurers, (ii) name Lender as an additional insured and, where applicable, as loss payee under a Lender loss payable endorsement satisfactory to Lender, and (iii) shall provide for thirty (30) days written notice to Lender before such policy is altered or canceled. All of the insurance policies required hereby shall be evidenced by one or more Certificates of Insurance delivered to Lender by Borrower on the Closing Date and at such other times as Lender may request from time to time.

(f) Taxes. Borrower shall pay when due all taxes, assessments and other governmental charges imposed upon it or its assets, franchises, business, income or profits before any penalty or interest accrues thereon (provided, however, that extensions for filing and payment of such taxes shall be permitted hereunder if disclosed to and consented to by Lender), and all claims (including, without limitation, claims for labor, services, materials and supplies) for sums which by law might be a lien or charge upon any of its assets, provided that (unless any material item or property would be lost, forfeited or materially damaged as a result thereof) no such charge or claim need be paid if it is being diligently contested in good faith, if Lender is notified in advance of such contest and if Borrower establishes an adequate reserve or other appropriate provision required by generally accepted accounting principles and deposits with Lender cash or bond in an amount acceptable to Lender.

(g) Existence; Business. Borrower shall (a) maintain its existence as a limited liability company, (b) continue to engage primarily in business of the same general character as that now conducted, and (c) refrain from entering into any lines of business substantially different from the business or activities in which Borrower is presently engaged.

(h) Compliance with Laws. Borrower shall comply with all federal, state and local laws, regulations and orders applicable to Borrower or its assets including but not limited to all Environmental Laws, in all respects material to Borrower's business, assets or prospects and shall immediately notify Lender of any violation of any rule, regulation, statute, ordinance, order or law relating to the public health or the environment and of any complaint or notifications received by Borrower regarding to any environmental or safety and health rule, regulation, statute, ordinance or law. Borrower shall obtain and maintain any and all licenses, permits, franchises, governmental authorizations, patents, trademarks, copyrights or other rights necessary for the ownership of its properties and the advantageous conduct of its business and as may be required from time to time by applicable law.

(i) Notice of Default. Borrower shall, within ten (10) days of its knowledge thereof, give written notice to Lender of: (a) the occurrence of any event or the existence of any condition which would be, after notice or lapse of applicable grace periods, an Event of Default, and (b) the occurrence of any event or the existence of any condition which would prohibit or limit the ability of Borrower to reaffirm any of the representations or warranties, or to perform any of the covenants, set forth herein.

(j) Costs. Borrower shall reimburse Lender for any and all fees, costs and expenses including, without limitation, reasonable attorneys' fees, other professionals' fees, appraisal fees, environmental assessment fees (including Phase I and Phase II assessments), field exam audits, expert fees, court costs, litigation and other expenses (collectively, the "Costs") incurred or paid by Lender or any of its officers, employees or agents in connection with: (a) the preparation, negotiation, procurement, review, administration or enforcement of the Loan Documents or any instrument, agreement, document, policy, consent, waiver, subordination, release of lien,

termination statement, satisfaction of mortgage, financing statement or other lien search, recording or filing related thereto (or any amendment, modification or extension to, or any replacement or substitution for, any of the foregoing), whether or not any particular portion of the transactions contemplated during such negotiations is ultimately consummated, and (b) the defense, preservation and protection of Lender's rights and remedies thereunder, including without limitation, its security interest in the Collateral or any other property pledged to secure the Loans, whether incurred in bankruptcy, insolvency, foreclosure or other litigation or proceedings or otherwise. The Costs shall be due and payable upon demand by Lender. If Borrower fails to pay the Costs when upon such demand, Lender is entitled to disburse such sums as Obligations. Thereafter, the Costs shall bear interest from the date incurred or disbursed at the highest rate set forth in the Note(s). This provision shall survive the termination of this Agreement and/or the repayment of any amounts due or the performance of any Obligation.

(k) Other Amounts Deemed Loans. If Borrower fails to pay any tax, assessment, governmental charge or levy or to maintain insurance within the time permitted or required by this Note, or to discharge any Lien prohibited hereby, or to comply with any other Obligation, Lender may, but shall not be obligated to, pay, satisfy, discharge or bond the same for the account of Borrower. To the extent permitted by law and at the option of Lender, all monies so paid by Lender on behalf of Borrower shall be deemed Obligations and Borrower's payments under this Note may be increased to provide for payment of such Obligations plus interest thereon.

(l) Further Assurances. Borrower shall execute, acknowledge and deliver, or cause to be executed, acknowledged or delivered, any and all such further assurances and other agreements or instruments, and take or cause to be taken all such other action, as shall be reasonably necessary from time to time to give full effect to the Loan Documents and the transactions contemplated thereby.

7. NEGATIVE COVENANTS. Borrower covenants with, and represents and warrants to, Lender that, from and after the execution date hereof until the Obligations are paid and satisfied in full:

(a) Merger; Disposition of Assets. Borrower shall not (a) change its capital structure, (b) merge or consolidate with any entity, (c) amend or change its articles of organization and operating agreement or (d) sell, lease, transfer or otherwise dispose of, or grant any person an option to acquire, or sell and leaseback, all or any substantial portion of its assets, whether now owned or hereafter acquired, except for bona fide sales of Inventory in the ordinary course of business and dispositions of property which is obsolete and not used or useful in its business.

8. DEFINITIONS. Certain capitalized terms have the meanings set forth on any exhibit hereto, in the Security Agreement, if applicable, or any other Loan Document. All financial terms used herein but not defined on the exhibits, in the Security Agreement, if applicable, or any other Loan Document have the meanings given to them by generally accepted accounting principles. All other undefined terms have the meanings given to them in the Uniform Commercial Code as adopted in the state whose law governs this instrument. The following definitions are used herein:

(a) "Lien" means any security interest, mortgage, pledge, assignment, lien or other encumbrance of any kind, including interests of vendors or lessors under conditional sale contracts or capital leases.

(b) "Loan Documents" means any and all Rate Management Agreements and each and every document or agreement executed by any party evidencing, guarantying or securing any of the Obligations; and "Loan Document" means any one of the Loan Documents.

(c) "Obligation(s)" means all loans, advances, indebtedness and each and every other obligation or liability of Borrower owed to each of Lender and/or any affiliate of Fifth Third Bancorp, however created, of every kind and description whether now existing or hereafter arising and whether direct or indirect, primary or as guarantor or surety, absolute or contingent, liquidated or unliquidated, matured or unmatured, participated in whole or in part, created by trust agreement, lease overdraft, agreement or otherwise, whether or not secured by additional collateral, whether originated with Lender or owed to others and acquired by Lender by purchase, assignment or otherwise, and including, without limitation, all loans, advances, indebtedness and each and every obligation or liability arising under the loan document, any and all Rate Management Obligations (as defined in the

Loan Documents), letters of credit now or hereafter issued by Lender or any affiliate of Fifth Third Bancorp for the benefit of or at the request of Borrower, all obligations to perform or forbear from performing acts, and agreements, instruments and documents evidencing, guarantying, securing or otherwise executed in connection with any of the foregoing, together with any amendments, modifications and restatements thereof, and all expenses and attorneys' fees incurred by Lender hereunder or any other document, instrument or agreement related to any of the foregoing.

(d) "Rate Management Agreement" means any agreement, device or arrangement providing for payments which are related to fluctuations of interest rates, exchange rates, forward rates, or equity prices, including, but not limited to, dollar-denominated or cross-currency interest rate exchange agreements, forward currency exchange agreements, interest rate cap or collar protection agreements, forward rate currency or interest rate options, puts and warrants, and any agreement pertaining to equity derivative transactions (e.g., equity or equity index swaps, options, caps, floors, collars and forwards), including without limitation any ISDA Master Agreement between Borrower and Lender or any affiliate of Fifth Third Bancorp, and any schedules, confirmations and documents and other confirming evidence between the parties confirming transactions thereunder, all whether now existing or hereafter arising, and in each case as amended, modified or supplemented from time to time.

(e) "Rate Management Obligations" means any and all obligations of Borrower to Lender or any affiliate of Fifth Third Bancorp, whether absolute, contingent or otherwise and howsoever and whensoever (whether now or hereafter) created, arising, evidenced or acquired (including all renewals, extensions and modifications thereof and substitutions therefore), under or in connection with (i) any and all Rate Management Agreements, and (ii) any and all cancellations, buy backs, reversals, terminations or assignments of any Rate Management Agreement.

9. EVENTS OF DEFAULT. Upon the occurrence of any of the following events (each, an "Event of Default"), Lender may, at its option, without any demand or notice whatsoever, cease making advances and declare this Note and all Obligations to be fully due and payable in their aggregate amount, together with accrued interest and all prepayment premiums, fees, and charges applicable thereto:

(a) Any failure to make any payment when due of principal or accrued interest on this Note or any other Obligation and such nonpayment remains uncured for 10 days after written notice from Lender to Borrower of such default.

(b) Any representation or warranty of Borrower set forth in this Note or in any agreement, instrument, document, certificate or financial statement evidencing, guarantying, securing or otherwise related to, this Note or any other Obligation shall be materially inaccurate or misleading.

(c) Borrower shall fail to observe or perform any other material term or condition of this Note or any other term or condition set forth in any agreement, instrument, document, certificate or financial statement evidencing, guarantying or otherwise related to this Note or any other Obligation, or Borrower shall otherwise default in the observance or performance of any covenant or agreement set forth in any of the foregoing for 30 days after written notice from Lender to Borrower of such default.

(d) The dissolution of Borrower or of any endorser or guarantor of the Obligations, or the merger or consolidation of any of the foregoing with a third party, or the lease, sale or other conveyance of a material part of the assets or business of any of the foregoing to a third party outside the ordinary course of its business, or the lease, purchase or other acquisition of a material part of the assets or business of a third party by any of the foregoing.

(e) The creation of any Lien (except a lien to Lender) on, the institution of any garnishment proceedings by attachment, levy or otherwise against, the entry of a judgment against, or the seizure of, any of the property of Borrower or any endorser or guarantor hereof including, without limitation, any property deposited with Lender.

(f) In the reasonable judgment of Lender in good faith, any material adverse change occurs in the existing or prospective financial condition of Borrower that will affect the ability of Borrower to repay the Obligations.

(g) A commencement by the Borrower of a voluntary case under any applicable bankruptcy, insolvency or other similar law now or hereafter in effect; or the entry of a decree or order for relief in respect of the Borrower in a case under any such law or appointing a receiver, liquidator, assignee, custodian, trustee, sequestrator (or other similar official) of the Borrower, or for any substantial part of the property of Borrower, or ordering the wind-up or liquidation of the affairs of Borrower; or the filing and pendency for 30 days without dismissal of a petition initiating an involuntary case under any such bankruptcy, insolvency or similar law; or the making by Borrower of any general assignment for the benefit of creditors; or the failure of the Borrower of the Obligations generally to pay its debts as such debts become due; or the taking of action by the Borrower in furtherance of any of the foregoing.

(h) Nonpayment by the Borrower of any Rate Management Obligation relating to this Note when due or the breach by the Borrower of any term, provision or condition contained in any Rate Management Agreement.

10. REMEDIES. After the occurrence of an Event of Default, in addition to any other remedy permitted by law, Lender may at any time, without notice, apply the Collateral to this Note or such other Obligations, whether due or not, and Lender may, at its option, proceed to enforce and protect its rights by an action at law or in equity or by any other appropriate proceedings; provided that this Note and the Obligations shall be accelerated automatically and immediately if the Event of Default is a filing under the Bankruptcy Code.

Lender's rights and remedies hereunder are cumulative, and may be exercised together, separately, and in any order. No delay on the part of Lender in the exercise of any such right or remedy shall operate as a waiver. No single or partial exercise by Lender of any right or remedy shall preclude any other further exercise of it or the exercise of any other right or remedy. No waiver or indulgence by Lender of any Event of Default shall be effective unless in writing and signed by Lender, nor shall a waiver on one occasion be construed as a waiver of any other occurrence in the future.

11. LATE PAYMENTS; DEFAULT RATE; FEES. If any payment is not paid when due (whether by acceleration or otherwise) or within 10 days thereafter, undersigned agrees to pay to Lender a late payment fee as provided for in any loan agreement or 5% of the payment amount, whichever is greater with a minimum fee of $20.00. After an Event of Default, Borrower agrees to pay to Lender a fixed charge of $25.00, or Borrower agrees that Lender may, without notice, increase the Interest Rate by three percentage points (3%) (the "Default Rate"), whichever is greater. Lender may impose a non-sufficient funds fee for any check that is presented for payment that is returned for any reason. In addition, Lender may charge loan documentation fees as may be reasonably determined by the Lender.

12. ENTIRE AGREEMENT. Borrower agrees that there are no conditions or understandings which are not expressed in this Note and the documents referred to herein.

13. SEVERABILITY. The declaration of invalidity of any provision of this Note shall not affect any part of the remainder of the provisions.

14. ASSIGNMENT. Borrower agrees not to assign any of Borrower's rights, remedies or obligations described in this Note without the prior written consent of Lender. Borrower agrees that Lender may assign some or all of its rights and remedies described in this Note without notice to, or prior consent from, the Borrower.

15. MODIFICATION; WAIVER OF LENDER. The modification or waiver of any of Borrower's obligations or Lender's rights under this Note must be contained in a writing signed by Lender. Lender may perform Borrower's obligations, or delay or fail to exercise any of its rights or remedies, without causing a waiver of those obligations or rights. A waiver on one occasion shall not constitute a waiver on another occasion. Borrower's obligations under this Note shall not be affected if Lender amends, compromises, exchanges, fails to exercise, impairs or releases (i) any of the obligations belonging to any co- borrower, endorser or guarantor or (ii) any of its rights against any co- borrower, guarantor or endorser.

16. WAIVER OF BORROWER. Demand, presentment, protest and notice of dishonor, notice of protest and notice of default are hereby waived by Borrower, and any endorser or guarantor hereof. Each of Borrower, including but not limited to all co-makers and accommodation makers of this Note, hereby waives all suretyship defenses including but not limited to all defenses based upon impairment of Collateral and all suretyship defenses described in Section 3-605 of the Uniform Commercial Code (the "UCC"). Such waiver is entered to the full extent permitted by Section 3-605 (i) of the UCC.

17. GOVERNING LAW; CONSENT TO JURISDICTION. This Note is delivered in, is intended to be performed in, will be construed and enforceable in accordance with and governed by the internal laws of, the State of Ohio, without regard to principles of conflicts of law. Borrower agrees that the state and federal courts in the County where the Lender is located shall have exclusive jurisdiction over all matters arising out of this Note, and that service of process in any such proceeding shall be effective if mailed to Borrower at the address set forth herein.

18. **JURY WAIVER. BORROWER, AND ANY ENDORSER OR GUARANTOR HEREOF, WAIVE THE RIGHT TO A TRIAL BY JURY OF ANY MATTERS ARISING OUT OF THIS NOTE OR THE TRANSACTIONS CONTEMPLATED HEREBY.**

19. WARRANT OF ATTORNEY. Borrower authorizes any attorney of record to appear for it in any court of record in the State of Ohio, after maturity of this Note, whether by its terms or upon default, acceleration or otherwise, to waive the issuance and service of process, and release all errors, and to confess judgment against it in favor of Lender for the principal sum due herein together with interest, charges, court costs and attorneys' fees. Stay of execution and all exemptions are hereby waived. If this Note or any Obligation is referred to an attorney for collection, and the payment is obtained without the entry of a judgment, the obligors shall pay to the holder of such obligations its attorneys' fees. EACH OF BORROWER AND ANY ENDORSER OR ANY GUARANTOR AGREES THAT AN ATTORNEY WHO IS COUNSEL TO LENDER OR ANY OTHER HOLDER OF SUCH OBLIGATION MAY ALSO ACT AS ATTORNEY OF RECORD FOR BORROWER WHEN TAKING THE ACTIONS DESCRIBED ABOVE IN THIS PARAGRAPH. BORROWER AGREES THAT ANY ATTORNEY TAKING SUCH ACTIONS MAY BE PAID FOR THOSE SERVICES BY LENDER OR HOLDER OF SUCH OBLIGATION. BORROWER WAIVES ANY CONFLICT OF INTEREST THAT MAY BE CREATED BECAUSE THE ATTORNEY REPRESENTING THE BORROWER IS BEING PAID BY LENDER OR THE HOLDER OF SUCH OBLIGATION.

WARNING - BY SIGNING THIS PAPER YOU GIVE UP YOUR RIGHT TO NOTICE AND COURT TRIAL. IF YOU DO NOT PAY ON TIME A COURT JUDGMENT MAY BE TAKEN AGAINST YOU WITHOUT YOUR PRIOR KNOWLEDGE AND THE POWERS OF A COURT CAN BE USED TO COLLECT FROM YOU REGARDLESS OF ANY CLAIMS YOU MAY HAVE AGAINST THE CREDITOR WHETHER FOR RETURNED GOODS, FAULTY GOODS, FAILURE ON HIS PART TO COMPLY WITH THE AGREEMENT, OR ANY OTHER CAUSE.

BORROWER:

PDG Domus Manufacturing LLC, an Ohio limited liability company

By: PDG Domus Corporation, an Ohio corporation, Sole Manager

By: Nathan Pingel
(Authorized Signer)

NATHAN PINGEL CEO
(Print Name and Title)

028 - FTCO

Fifth Third Bank

Security Agreement

This Security Agreement (the "Agreement") is made as of May 25, 2005 by PDG Domus Manufacturing LLC, an Ohio limited liability company located at 426 East Whittier Street, Columbus, Franklin County, Ohio 43206, (the "Debtor") in favor of Fifth Third Bank, an Ohio banking corporation located at 21 East State Street, Columbus, Franklin County, Ohio 43215 for itself and as agent for any affiliate of Fifth Third Bancorp (the "Secured Party"). Debtor and Secured Party hereby agree as follows:

W I T N E S S E T H:

WHEREAS, Debtor is indebted to Secured Party in the aggregate principal amount of One Hundred Fifty Thousand and 00/100 Dollars ($150,000.00) pursuant to the Revolving Note, dated May 25, 2005, executed by Debtor and made payable to the order of Secured Party, in the principal amount of $150,000.00 (the "Note"), and all agreements, instruments and documents executed or delivered in connection with the foregoing or otherwise related thereto (collectively, together with any amendments, modifications, or restatements thereof, the "Loan Documents").

1. OBLIGATIONS. This assignment of collateral and grant of security interest shall secure all loans, advances, indebtedness and each and every other obligation or liability of Debtor owed to Secured Party and any affiliate of Fifth Third Bancorp, however created, of every kind and description, whether now existing or hereafter arising and whether direct or indirect, primary or as guarantor or surety, absolute or contingent, due or to become due, liquidated or unliquidated, matured or unmatured, participated in whole or in part, created by trust agreement, lease, overdraft, agreement, or otherwise, whether or not secured by additional collateral, whether originated with Secured Party or owed to others and acquired by Secured Party by purchase, assignment or otherwise, and including, without limitation, all loans, advances, indebtedness and each and every other obligation or liability arising under the Loan Documents, letters of credit now or hereafter issued by Secured Party or any affiliate of Fifth Third Bancorp for the benefit of or at the request of Debtor, all obligations to perform or forbear from performing acts, any and all Rate Management Obligations (as defined in the Loan Documents), and all agreements, instruments and documents evidencing, guarantying, securing or otherwise executed in connection with any of the foregoing, together with any amendments, modifications, and restatements thereof, and all expenses and attorneys' fees incurred or other sums disbursed by Secured Party under this Agreement or any other document, instrument or agreement related to any of the foregoing (collectively, the "Obligations").

2. COLLATERAL. The Debtor hereby grants to Secured Party a security interest in all right, title and interest of Debtor in the collateral now existing and hereafter arising or acquired by Debtor, regardless of where it is located, and defined as follows (together with all proceeds and products thereof and all additions and accessions thereto, replacements thereof, supporting obligations therefor, software related thereto, guaranties thereof, insurance or condemnation proceeds thereof, documents related thereto, all sales of accounts constituting a right to payment therefrom, all tort or other claims against third parties arising out of damage thereto or destruction thereof, all property received wholly or partly in trade or exchange therefor, all fixtures attached or appurtenant thereto, all leases thereof, and all rents, revenues, issues, profits and proceeds arising from the sale, lease, license, encumbrance, collection, or any other temporary or permanent disposition thereof, or any other interest therein, collectively, the "Collateral"):

(a) All Accounts, all Inventory, all Equipment, all General Intangibles, all Investment Property.

(b) All instruments, chattel paper, electronic chattel paper, documents, securities, moneys, cash, letters of credit, letter of credit rights, promissory notes, warrants, dividends, distributions, contracts, agreements, contract rights or other property, owned by Debtor or in which Debtor has an interest, including but not limited to, those which now or hereafter are in the possession or control of Secured Party or in transit by mail or carrier to or in the possession of any third party acting on behalf of Secured Party, without regard to whether Secured Party received the same in pledge, for safekeeping, as agent for collection or transmission or otherwise or whether Secured Party had conditionally released the same, and the proceeds thereof, all rights to payment from, and all claims against Secured Party, and any deposit accounts of Debtor with Secured Party, including all demand, time, savings, passbook or other accounts and all deposits therein.

(c) All assets and all personal property now owned or hereafter acquired; all now owned and hereafter acquired inventory, equipment, fixtures, goods, accounts, chattel paper, documents, instruments, farm products, general intangibles, supporting obligations, software, commercial tort claims, minerals, standing timber, growing crops and all rents, issues, profits, products and proceeds thereof, wherever any of the foregoing is located.

3. DEFINITIONS. Capitalized terms not otherwise defined in this Agreement shall have the meanings attributed thereto in the applicable version of the Uniform Commercial Code adopted in the jurisdiction in which Debtor is organized or, where appropriate, the jurisdiction in which the Collateral is located, as such definitions may be enlarged or expanded from time to time by legislative amendment thereto or judicial decision (the "Uniform Commercial Code"). As used herein, the following capitalized terms shall have the following meanings:

(a) "Accounts" means all accounts, accounts receivable, health-care insurance receivables, credit card receivables, contract rights, instruments, documents, chattel paper, tax refunds from federal, state or local governments and all obligations in any form including without limitation those arising out of the sale or lease of goods or the rendition of services by Debtor; all guaranties, letters of credit and other security and support obligations for any of the above; all merchandise returned to or reclaimed by Debtor; and all books and records (including computer programs, tapes and data processing software) evidencing an interest in or relating to the above; all winnings in a lottery or other game of chance operated by a governmental unit or person licensed to operate such game by a governmental unit and all rights to payment therefrom; and all "Accounts" as same is now or hereinafter defined in the Uniform Commercial Code.

(b) "Equipment" means all goods (excluding inventory, farm products or consumer goods), all machinery, machine tools, equipment, fixtures, office equipment, furniture, furnishings, motors, motor vehicles, tools, dies, parts, jigs, goods (including, without limitation, each of the items of equipment set forth on any schedule which is either now or in the future attached to Secured Party's copy of this Agreement), and all attachments, accessories, accessions, replacements, substitutions, additions and improvements thereto, all supplies used or useful in connection therewith, and all "Equipment" as same is now or hereinafter defined in the Uniform Commercial Code.

(c) "General Intangibles" means all general intangibles, choses in action, causes of action, obligations or indebtedness owed to Debtor from any source whatsoever, payment intangibles, software and all other intangible personal property of every kind and nature (other than Accounts) including without limitation patents, trademarks, trade names, service marks, copyrights and applications for any of the above, and goodwill, trade secrets, licenses, franchises, rights under agreements, tax refund claims, and all books and records including all computer programs, disks, tapes, printouts, customer lists, credit files and other business and financial records, the equipment containing any such information, and all "General Intangibles" as same is now or hereinafter defined in the Uniform Commercial Code.

(d) "Inventory" means goods, supplies, wares, merchandises and other tangible personal property, including raw materials, work in process, supplies and components, and finished goods, whether held for sale or lease, or furnished or to be furnished under any contract for service, or used or consumed in business, and also including products of and accessions to inventory, packing and shipping materials, all documents of title, whether negotiable or non-negotiable, representing any of the foregoing, and all "Inventory" as same is now or hereinafter defined in the Uniform Commercial Code.

(e) "Investment Property" means a security, whether certificated or uncertificated, security entitlement, securities account, commodity contract or commodity account and all "Investment Property" as same is now or hereafter defined in the Uniform Commercial Code.

4. WARRANTIES AS TO DEBTOR. Debtor hereby represents and warrants to Secured Party as follows:

(a) It is an Ohio limited liability company with a principal place of business located at the address otherwise set forth herein, and is duly organized, validly existing and in good standing under the laws of the State of Ohio.

(b) Debtor further warrants that its exact legal name is set forth in the initial paragraph of this Agreement, and that its Taxpayer I.D. is 31-1809413, and that its Organizational No. is 1232768.

(c) Exhibit A, attached to this Agreement and incorporated herein by reference, lists the location of any and all of the Collateral of Debtor.

5. WARRANTIES AS TO THE COLLATERAL. Debtor hereby represents and warrants to Secured Party that:

(a) Except for the security interest hereby granted, Debtor is, and as to any property which at any time forms a part of the Collateral, shall be, the sole owner of, with good and marketable title in, each and every item of the Collateral, or otherwise shall have the full right and power to grant a security interest in the Collateral, free from any lien, security interest or encumbrance whatsoever;

(b) Each item of Collateral is, and shall be, valid, and all information furnished to Secured Party with regard thereto is, and shall be, accurate and correct in all respects when furnished;

(c) None of the Collateral shall be sold, assigned, transferred, discounted, hypothecated or otherwise subjected to any lien, encumbrance or security interest, and Debtor shall defend such Collateral and each and every part thereof against all claims of all persons at any time claiming such Collateral or claiming any interest therein adverse to Secured Party;

(d) The provisions of this Agreement are sufficient to create in favor of Secured Party a valid and continuing lien on, and first security interest in, the types of Collateral in which a security interest may be perfected by the filing of UCC Financing Statements, and when such UCC Financing Statements are filed in the appropriate filing offices, and the requisite filing fees are paid, such filings shall be sufficient to perfect such security interests (other than Equipment affixed to real property so as to become fixtures);

(e) If any of the Collateral is or will be attached to real estate in such a manner as to become a fixture under applicable state law, that said real estate is not encumbered in any way, or if said real estate is encumbered, Debtor will secure from the lien holder or the party in whose favor it is or will become so encumbered a written acknowledgment and subordination to the security interest hereby granted in such form as is acceptable to Secured Party;

(f) The financial statements of Debtor for the most recent ended fiscal period and heretofore submitted, to the Secured Party are true and correct and there are no material adverse changes in the conditions, financial or otherwise, of Debtor since the date of said financial statements.

6. DEBTOR'S RESPONSIBILITIES. Debtor covenants with, and warrants to, Secured Party that Debtor shall:

(a) Furnish to Secured Party, in writing, a current list of all Collateral for the purpose of identifying the Collateral and, further, execute and deliver such supplemental instruments, documents, agreements and chattel paper, in the form of assignments or otherwise, as Secured Party shall require for the purpose of confirming and perfecting, and continuing the perfection of, Secured Party's security interest in any or all of such Collateral, or as is necessary to provide Secured Party with control over the Collateral or any portion thereof;

(b) At its expense and upon request of Secured Party, furnish copies of invoices issued by Debtor in connection with the Collateral, furnish certificates of insurance evidencing insurance on Collateral, furnish proof of payment of taxes and assessments on Collateral, make available to Secured Party, any and all of Debtor's books, records, written memoranda, correspondence, purchase orders, invoices and other instruments or writings that in any way evidence or relate to the Collateral;

(c) Keep the Collateral insured at all times against risks of loss or damage by fire (including so-called extended coverage), theft and such other casualties including collision in the case of any motor vehicle,

all in such amounts, under such forms of policies, upon such terms, for such periods and written by such companies or underwriters as is satisfactory to Secured Party. In all cases losses shall be payable to Secured Party and any surplusage shall be paid to Debtor. All policies of insurance shall provide for at least thirty (30) days prior written notice of cancellation to Secured Party. Should Debtor at any time fail to purchase or maintain insurance, pay taxes, or pay for any expense, incident or such insurance, pay such taxes, order and pay for such necessary items of preservation, maintenance or protection, and Debtor agrees to reimburse Secured Party for all expenses incurred under this paragraph;

(d) Pay all taxes or assessments imposed on or with respect to the Collateral;

(e) Keep all of the Collateral in good condition and repair, protecting it from weather and other contingencies which might adversely affect it as secured hereunder;

(f) Notify Secured Party immediately in writing of any information which Debtor has or may receive which might in any way adversely affect the value of the Collateral or the rights of Secured Party with respect thereto;

(g) Notify Secured Party promptly, in writing, of any change in the Debtor's exact legal name or any change in the location of the Collateral or of any place of business or mailing addresses or the establishment of any new place of business or mailing address;

(h) Pay all costs of filing any financing, continuation or termination statements with respect to the security interest created hereby;

(i) Upon the occurrence of an Event of Default or breach of any provision of this Security Agreement, pay all expenses and reasonable attorneys' fees of Secured Party; and Debtor agrees that said expenses and fees shall be secured under this Agreement;

(j) Maintain possession of all Collateral at the location disclosed to Secured Party and not to remove the Collateral from that location;

(k) Not sell, contract to sell, lease, encumber, or otherwise transfer the Collateral (other than inventory) until the Obligations have been paid and performed, Debtor acknowledging nonetheless that Secured Party has a security interest in the proceeds of such Collateral;

(l) Take any other and further action necessary or desirable as requested by Secured Party to grant Secured Party control over the Collateral, as "control" is defined in the applicable version of the Uniform Commercial Code, including without limitation (i) executing and/or authenticating any assignments or third party agreements; (ii) delivering, or causing the delivery of, any of the Collateral to the possession of Secured Party; or (iii) obtaining written acknowledgements of the lien of Secured Party and agreements of subordination to such lien from third parties in possession of the Collateral in a form acceptable to Secured Party. Debtor consents to and hereby authorizes any third party in an authenticated record or agreement between Debtor, Secured Party, and the third party, including but not limited to depository institutions, securities intermediaries, and issuers of letters of credit or other support obligations, to accept direction from Secured Party regarding the maintenance and disposition of the Collateral and the products and proceeds thereof, and to enter into agreements with Secured Party regarding same, without further consent of the Debtor.

7. ACCOUNTS RECEIVABLE. Debtor hereby agrees that, notwithstanding the fact that all or any part of the Obligations is not matured and Debtor is current in payment according to the tenor of the Obligations, Secured Party shall have the absolute right to take any one or all of the following actions:

(a) Secured Party may serve written notice on Debtor instructing Debtor to deliver to Secured Party all subsequent payments on accounts receivable which Debtor shall do until notified otherwise;

(b) Secured Party may notify the account debtor(s) of its security interest and instruct such account debtor(s) to make further payments on such accounts to Secured Party instead of to Debtor; and,

(c) Secured Party may serve written notice upon Debtor that all subsequent billings or statements of account rendered to any account debtor shall bear a notation directing the account debtor(s) to make payment directly to Secured Party. Any payment received by Secured Party pursuant to this paragraph shall be retained in a separate non-interest bearing account as security for the payment and performance of all Obligations of Debtor.

8. POWER OF ATTORNEY. Debtor hereby makes, constitutes and appoints Secured Party its true and lawful attorney in fact to act, with full power of substitution, with respect to the Collateral in any transaction, legal proceeding, or other matter in which Secured Party is acting pursuant to this Agreement, including but not limited to executing, authenticating and/or filing on its behalf: (i) UCC Financing Statements and amendments thereto reflecting the lien of Secured Party upon the Collateral and any other documents necessary or desirable to perfect or otherwise continue the security interest granted herein; and (ii) any third party agreements or assignments to grant Secured Party control over the Collateral, including but not limited to third party agreements between Debtor, Secured Party, and depository institutions, securities intermediaries, and issuers of letters of credit or other support obligations, which third party agreements direct the third party to accept direction from Secured Party regarding the maintenance and disposition of the Collateral and the products and proceeds thereof.

9. EVENTS OF DEFAULT. Any of the following events shall be an "Event of Default" hereunder:

(a) An event of default occurs under any agreement, instrument or document evidencing, guarantying, securing or otherwise executed or delivered in connection with any of the Obligations, as "Event of Default" shall be defined therein.

(b) Any representation or warranty of Debtor set forth in this Agreement or in any agreement, instrument, document, certificate or financial statement evidencing, guarantying, securing or otherwise related to, this Agreement or any other Obligation shall be materially inaccurate or misleading.

(c) Debtor shall fail to maintain in force the insurance required in this Agreement or in any agreement, instrument, document, certificate or financial statement evidencing, guarantying, securing or otherwise related to, this Agreement or any other Obligation, or Debtor shall otherwise default in the observance or performance of any covenant or agreement set forth in any of the foregoing for a period of 30 days.

10. REMEDIES. Upon the occurrence and until the waiver of an Event of Default, Secured Party may, without further notice to Debtor, at Secured Party's option, declare any note and all of the Obligations to become due and payable in its aggregate amount; provided that the Obligations shall be accelerated automatically and immediately if the Event of Default is a filing under the Bankruptcy Code. Secured Party may resort to the rights and remedies of a secured party under the Uniform Commercial Code, including but not limited to the right of a secured party to (a) enter any premises of Debtor, with or without legal process and take possession of the Collateral and remove it and any records pertaining thereto and/or remain on such premises and use it for the purpose of collecting, preparing and disposing of the Collateral; (b) ship, reclaim, recover, store, finish, maintain and repair the Collateral; and (c) sell the Collateral at public or private sale. Debtor will be credited with the net proceeds of any such sale only when they are actually received by Secured Party, and any requirement of reasonable notice of any disposition of the Collateral will be satisfied without notice to Debtor if the Collateral is of a type customarily sold on a recognized market or otherwise if such notice is sent to Debtor 10 days prior to such disposition. Debtor will, upon request, assemble the Collateral and any records pertaining thereto and make them available at a place designated by Secured Party. Secured Party may use, in connection with any assembly or disposition of the Collateral, any trademark, tradename, tradestyle, copyright, patent right, trade secret or technical process used or utilized by Debtor. No remedy set forth herein is exclusive of any other available remedy or remedies, but each is cumulative and in addition to every other remedy given under this Agreement, any of the Obligations, or now or hereafter existing at law or in equity or by statute. Secured Party may proceed to protect and enforce its rights by an action at law, in equity or by any other appropriate proceedings. No failure on the part of Secured Party to enforce any of the rights hereunder shall be deemed a waiver of such rights or of any Event of Default and no waiver of any Event of Default shall be deemed to be a waiver of any subsequent Event of Default.

11. MISCELLANEOUS PROVISIONS.

(a) All rights of Secured Party shall inure to the benefit of its successors and assigns and all obligations of Debtor shall bind the heirs, executors, administrators, successors and assigns of Debtor.

(b) Debtor acknowledges and agrees that, in addition to the security interests granted herein, Secured Party has a banker's lien and common law right of set-off in and to Debtor's deposits, accounts and credits held by Secured Party and Secured Party may apply or set-off such deposits or other sums against the Obligations upon the occurrence of an Event of Default as set forth in this Agreement.

(c) This Agreement contains the entire Agreement of the parties and no oral Agreement whatsoever, whether made contemporaneously herewith or hereafter shall amend, modify or otherwise affect the terms of this Agreement.

(d) All rights and liabilities hereunder shall be governed and limited by, and construed in accordance with, the laws of the State in which Debtor is organized.

(e) Any provision herein which may prove limited or unenforceable under any law or judicial ruling shall not affect the validity or enforceability of the remainder of this Agreement.

(f) Debtor hereby authorizes Secured Party to file a copy of this Agreement as a Financing Statement with appropriate county and state government authorities necessary to perfect Secured Party's security interest in the Collateral as set forth herein. Debtor hereby further authorizes Secured Party to file UCC Financing Statements on behalf of Debtor and Secured Party with respect to the Collateral.

SECURED PARTY:

Fifth Third Bank, an Ohio banking corporation

By: _____
(Signature)

Charles C Ramsey, VP
(Print Name and Title)

DEBTOR:

PDG Domus Manufacturing LLC, an Ohio limited liability company

By: PDG Domus Corporation, an Ohio corporation, Sole Manager

By: _____
(Authorized Signer)

NATHAN PINGEL CEO
(Print Name and Title)

EXHIBIT A

Collateral Locations

1909 East Livingston Avenue, Columbus, Franklin County, OH 43209 (Unit 3) CR NWP/PDG Domus MFG LLC

~~426 East Whittier Street, Columbus, Franklin County, OH 43206~~ CR NWP/on PDG Domus MFG LLC

0905298360 3/1/06

U.S. Small Business Administration

NOTE

SBA Loan #	EXP 168 192 5006
SBA Loan Name	PDG Domus Manufacturing, LLC
Date	March 17, 2006
Loan Amount	$254,000.00
Interest Rate	The interest rate on this Note will fluctuate. The initial interest rate is 9.50% per year.
Borrower	PDG Domus Manufacturing LLC, an Ohio limited liability company
Operating Company	N/A
Lender	Fifth Third Bank, an Ohio banking corporation

1. PROMISE TO PAY:

In return for the Loan, Borrower promises to pay to the order of Lender the amount of Two Hundred Fifty-Four Thousand and 00/100 ********** Dollars, interest on the unpaid principal balance, and all other amounts required by this Note.

2. DEFINITIONS:

"Collateral" means any property taken as security for payment of this Note or any guarantee of this Note.

"Guarantor" means each person or entity that signs a guarantee of payment of this Note.

"Loan" means the loan evidenced by this Note.

"Loan Documents" means the documents related to this loan signed by Borrower, any Guarantor, or anyone who pledges collateral.

"SBA" means the Small Business Administration, an Agency of the United States of America.

3. PAYMENT TERMS:

Borrower must make all payments at the place Lender designates. The payment terms for this Note are:

MATURITY: This Note will mature in 12 months from the date of the Note, subject to the renewal option set forth below.
REPAYMENT TERMS: This Note is a Revolving Line of Credit.
The interest rate on this Note will fluctuate. The initial interest rate is 9.50% per year. This initial rate is the prime rate on the date the SBA received the loan application, plus 2.00%. The initial interest rate must remain in effect until the first change period begins.
Borrower must pay a total of 12 payments of interest only on the disbursed principal balance beginning one month from the month this Note is dated and every month thereafter; payments must be made on the first calendar day in the months they are due. Principal is due and payable at maturity.

Lender will apply each installment payment first to pay interest accrued to the day Lender receives the payment, then to bring principal current, then to pay any late fees, and will apply any remaining balance to reduce principal.

The interest rate will be adjusted calendar quarterly (the "change period").

The "Prime Rate" is the prime rate in effect on the first business day of the month in which an interest rate change occurs, as published in the Wall Street Journal on the next business day. The adjusted interest rate will be 2.00% above the Prime Rate. Lender will adjust the interest rate on the first calendar day of each change period. The change in interest rate is effective on that day whether or not Lender gives Borrower notice of the change. The initial interest rate must remain in effect until the first change period begins.

The note shall be renewable annually for up to 84 months. The loan can only have a revolving feature for no more than 60 months.

Borrower agrees to be liable for all sums either; (a) advanced in accordance with the instructions of an authorized person or (b) credited to any of Borrower's accounts with Lender. The unpaid principal balance owing on this Note at any time may be evidenced by endorsements on this Note or by Lender's internal records, including daily computer printouts. Lender will no obligation to advance funds under this Note if: (a) Borrower or any guarantor is in default under the terms of this Note or any agreement that Borrower or guarantor has with Lender, including any agreement made in connection with the signing of this Note; (b) Borrower or any guarantor ceases doing business or is insolvent; (c) any guarantor seeks, claims or otherwise attempts to limit, modify or revoke such guarantor's guarantee of this Note or any other loan with Lender; (d) Borrower has applied funds provided pursuant to this Note for purposes other than those authorized by Lender; or (e) Lender in good faith deems itself insecure under this Note or any other agreement between Lender and Borrower; (f) there has been an unremedied adverse change in the financial condition, organization, management, operation, or assets of Borrower which would warrant withholding or not making further disbursement; or (g) Borrower has used funds for unauthorized purposes; or (h) Borrower has not complied with Lender's conditions for disbursements or other agreements.

OPTION TO RENEW: Although the repayment of the loan evidenced by this instrument has been designed as if it were to mature after the term established in the "Payment" section, hereinabove outlined, Borrower understands that Lender expressly reserves the right and option, exercisable at its discretion, to renew the Line of Credit, its unpaid principal balance under this Note, or both, on the first anniversary of the date of this Note and on each succeeding one (1) year anniversary of that date for a maximum period not to exceed seven (7) years from the original Note date and can have a revolving feature for no more than five (5) years from the original Note date, hereinafter referred to as "Renewal Date". In the event that Lender desires to exercise its option to renew, it shall provide notice to Borrower of such option. Upon receipt of notice of option to renew, Borrower shall pay any fees, which may then be due under this Note pertaining to the Lender's option to renew.

If SBA purchases the guaranteed portion of the unpaid principal balance, the interest rate becomes fixed at the rate in effect at the time of the earliest uncured payment default. If there is no uncured payment default, the rate becomes fixed at the rate in effect at the time of purchase.
All remaining principal and accrued interest is due and payable at maturity.

LATE CHARGE: If a payment on this Note is more than 10 days late, Lender may charge Borrower a late fee of up to 5.00% of the unpaid portion of the regularly scheduled payment.

4. DEFAULT:

Borrower is in default under this Note if Borrower does not make a payment when due under this Note, or if Borrower or Operating Company:

A. Fails to do anything required by this Note and other Loan Documents;
B. Defaults on any other loan with Lender;
C. Does not preserve, or account to Lender's satisfaction for, any of the Collateral or its proceeds;
D. Does not disclose, or anyone acting on their behalf does not disclose, any material fact to Lender or SBA;
E. Makes, or anyone acting on their behalf makes, a materially false or misleading representation to Lender or SBA;
F. Defaults on any loan or agreement with another creditor, if Lender believes the default may materially affect Borrower's ability to pay this Note;
G. Fails to pay any taxes when due;
H. Becomes the subject of a proceeding under any bankruptcy or insolvency law;
I. Has a receiver or liquidator appointed for any part of their business or property;
J. Makes an assignment for the benefit of creditors;
K. Has any adverse change in financial condition or business operation that Lender believes may materially affect Borrower's ability to pay this Note;
L. Reorganizes, merges, consolidates, or otherwise changes ownership or business structure without Lender's prior written consent; or
M. Becomes the subject of a civil or criminal action that Lender believes may materially affect Borrower's ability to pay this Note.

5. LENDER'S RIGHTS IF THERE IS A DEFAULT:

Without notice or demand and without giving up any of its rights, Lender may:

A. Require immediate payment of all amounts owing under this Note;
B. Collect all amounts owing from any Borrower or Guarantor;
C. File suit and obtain judgment;
D. Take possession of any Collateral; or
E. Sell, lease, or otherwise dispose of, any Collateral at public or private sale, with or without advertisement.

6. LENDER'S GENERAL POWERS:

Without notice and without Borrower's consent, Lender may:

A. Bid on or buy the Collateral at its sale or the sale of another lienholder, at any price it chooses;
B. Incur expenses to collect amounts due under this Note, enforce the terms of this Note or any other Loan Document, and preserve or dispose of the Collateral. Among other things, the expenses may include payments for property taxes, prior liens, insurance, appraisals, environmental remediation costs, and reasonable attorney's fees and costs. If Lender incurs such expenses, it may demand immediate repayment from Borrower or add the expenses to the principal balance;
C. Release anyone obligated to pay this Note;
D. Compromise, release, renew, extend or substitute any of the Collateral; and
E. Take any action necessary to protect the Collateral or collect amounts owing on this Note.

7. WHEN FEDERAL LAW APPLIES:

When SBA is the holder, this Note will be interpreted and enforced under federal law, including SBA regulations. Lender or SBA may use state or local procedures for filing papers, recording documents, giving notice, foreclosing liens, and other purposes. By using such procedures, SBA does not waive any federal immunity from state or local control, penalty, tax, or liability. As to this Note, Borrower may not claim or assert against SBA any local or state law to deny any obligation, defeat any claim of SBA, or preempt federal law.

8. SUCCESSORS AND ASSIGNS:

Under this Note, Borrower and Operating Company include the successors of each, and Lender includes its successors and assigns.

9. GENERAL PROVISIONS:

A. All individuals and entities signing this Note are jointly and severally liable.

B. Borrower waives all suretyship defenses.

C. Borrower must sign all documents necessary at any time to comply with the Loan Documents and to enable Lender to acquire, perfect, or maintain Lender's liens on Collateral.

D. Lender may exercise any of its rights separately or together, as many times and in any order it chooses. Lender may delay or forgo enforcing any of its rights without giving up any of them.

E. Borrower may not use an oral statement of Lender or SBA to contradict or alter the written terms of this Note.

F. If any part of this Note is unenforceable, all other parts remain in effect.

G. To the extent allowed by law, Borrower waives all demands and notices in connection with this Note, including presentment, demand, protest, and notice of dishonor. Borrower also waives any defenses based upon any claim that Lender did not obtain any guarantee; did not obtain, perfect, or maintain a lien upon Collateral; impaired Collateral; or did not obtain the fair market value of Collateral at a sale.

10. STATE-SPECIFIC PROVISIONS:

JURY WAIVER. BORROWER, AND ANY ENDORSER OR GUARANTOR HEREOF, WAIVE THE RIGHT TO A TRIAL BY JURY OF ANY MATTERS ARISING OUT OF THIS NOTE OR THE TRANSACTIONS CONTEMPLATED HEREBY.

Warrant of Attorney. Borrower, jointly and severally, authorizes any attorney of record to appear for it in any court of record in the State of Ohio, after maturity of this Note, whether by its terms or upon default, acceleration or otherwise, to waive the issuance and service of process, and release all errors, and to confess judgment against them in favor of Lender for the principal sum due herein together with interest, charges, court costs and attorneys' fees. Stay of execution and all exemptions are hereby waived. If this Note or any Obligation is referred to an attorney for collection, and the payment is obtained without the entry of a judgment, the obligors shall pay to the holder of such obligations its attorneys' fees. BORROWER AGREES THAT AN ATTORNEY WHO IS COUNSEL TO LENDER OR ANY OTHER HOLDER OF SUCH OBLIGATION MAY ALSO ACT AS ATTORNEY OF RECORD FOR BORROWER WHEN TAKING THE ACTIONS DESCRIBED ABOVE IN THIS PARAGRAPH. BORROWER AGREES THAT ANY ATTORNEY TAKING SUCH ACTIONS MAY BE PAID FOR THOSE SERVICES BY LENDER OR HOLDER OF SUCH OBLIGATION. BORROWER WAIVES ANY CONFLICT OF INTEREST THAT MAY BE CREATED BECAUSE THE ATTORNEY REPRESENTING SUCH ATTORNEY IS BEING PAID BY LENDER OR THE HOLDER OF SUCH OBLIGATION.

11. BORROWER'S NAME(S) AND SIGNATURE(S):

By signing below, each individual or entity becomes obligated under this Note as Borrower.

WARNING - BY SIGNING THIS PAPER YOU GIVE UP YOUR RIGHT TO NOTICE AND COURT TRIAL. IF YOU DO NOT PAY ON TIME A COURT JUDGMENT MAY BE TAKEN AGAINST YOU WITHOUT YOUR PRIOR KNOWLEDGE AND THE POWERS OF A COURT CAN BE USED TO COLLECT FROM YOU REGARDLESS OF ANY CLAIMS YOU MAY HAVE AGAINST THE CREDITOR WHETHER FOR RETURNED GOODS, FAULTY GOODS, FAILURE ON HIS PART TO COMPLY WITH THE AGREEMENT, OR ANY OTHER CAUSE.

PDG DOMUS MANUFACTURING LLC

By: _____
Nathan W. Pingel, President

Date: March 17, 2006

SECURITY AGREEMENT

March 17, 2006

PDG DOMUS MANUFACTURING LLC, an Ohio limited liability company, located at 1909 E. Livingston Avenue, Columbus, Ohio 43209 (hereinafter the "Debtor") jointly and severally if more than one, hereby assign(s) to **FIFTH THIRD BANK**, an Ohio banking corporation, located at 21 East State Street, Columbus, Ohio 43215, for itself and as agent for any affiliate of Fifth Third Bancorp (hereinafter the "Secured Party") as collateral and grant(s) to Secured Party a security interest in and to all items of property described in paragraph 2 of this Security Agreement (the "Agreement").

1. OBLIGATIONS: This assignment of collateral and grant of security interest shall secure all loans, advances, indebtedness and each and every other obligation or liability of Debtor owed to Secured Party and any affiliate of Fifth Third Bancorp, however created, of every kind and description, whether now existing or hereafter arising and whether direct or indirect, primary or as guarantor or surety, absolute or contingent, due or to become due, liquidated or unliquidated, matured or unmatured, participated in whole or in part, created by trust agreement, lease, overdraft, agreement, or otherwise, whether or not secured by additional collateral, whether originated with Secured Party or owed to others and acquired by Secured Party by purchase, assignment or otherwise, and including, without limitation, all loans, advances, indebtedness and each and every other obligation or liability arising under the Promissory Note, dated March 17, 2006, in the principal amount of $254,000.00, executed by Debtor and made payable to Secured Party, and all amounts represented by letters of credit now or hereafter issued by Secured Party for the benefit of or at the request of Debtor, all obligations to perform or forbear from performing acts, and all agreements, instruments and documents evidencing, guarantying or securing or otherwise executed in connection with any of the foregoing, together with any amendments, modifications, and restatements thereof, and all expenses and attorneys' fees incurred or other sums disbursed by Secured Party under this Agreement or any other document, instrument or agreement related to any of the foregoing (collectively the "Obligations").

2. COLLATERAL: The collateral hereby assigned and in which a security interest is granted includes that collateral now existing and hereafter arising or acquired by Debtor, regardless of where it is located, and is defined as follows (together with all proceeds and products thereof and all additions and accession thereto, replacements thereof, supporting obligations therefor, guaranties thereof, insurance or condemnation proceeds thereof, documents related thereto, all sales of accounts constituting a right to payment therefrom, all tort or other claims against third parties arising out of damage thereto or destruction thereof, all property received wholly or partly in trade or exchange thereof, all fixtures attached or appurtenant thereto, all leases thereof, and all rents, revenues, issues, profits and proceeds arising from the sale, lease, license, encumbrance, collection or any other temporary or permanent disposition thereof, or any other interest therein, collectively, the "Collateral"):

(a) all Accounts, all Inventory, all Equipment, all General Intangibles, all Investment Property;

(b) all instruments, chattel paper, electronic chattel paper, documents, securities, moneys, cash, letters of credit, letter of credit rights, promissory notes, warrants, dividends, distributions, commercial tort claims, contracts, agreements, contract rights or other property, owned by Debtor or in which Debtor has an interest, including but not limited to, those which are now or hereafter in the possession or control of Secured Party or in transit by mail or carrier to or in the possession of any third party acting on behalf of Secured Party, without regard to whether Secured Party received the same in pledge, for safekeeping, as agent for collection or transmission or otherwise or whether Secured Party had conditionally released the same, and the proceeds thereof, all rights to payment from, and all claims against Secured Party, and any

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deposit accounts of Debtor with Secured Party, including all demand, time, savings, passbook or other accounts and all deposits therein;

(c) all assets and personal property now owned or hereafter acquired; all now owned and hereafter acquired inventory, equipment, fixtures, goods, accounts, chattel paper, documents, instruments, farm products, general intangibles, supporting obligations, software, and all rents, issues, profits, products and proceeds thereof, wherever any of the foregoing is located;

(d) all commercial tort claims; and

(e) all proceeds and products of the Collateral and all additions and accessions to, replacements of, supporting obligations for, insurance or condemnation proceeds of, and documents covering Collateral, all sales of accounts, all tort or other claims against third parties arising out of damage or destruction of Collateral, all property received wholly or partly in trade or exchange for Collateral, all fixtures, all leases of Collateral and all rents, revenues, issues, profits and proceeds arising from the sale, lease, license, encumbrance, collection, or any other temporary or permanent disposition, of the Collateral or any interest therein.

3. DEFINITIONS: Capitalized terms not otherwise defined in this Agreement shall have the meanings attributed thereto in the applicable version of the Uniform Commercial Code adopted in the jurisdiction in which Debtor's principal residence is located or in the state in which Debtor is organized, or where appropriate, as the case may be, the jurisdiction in which the collateral is located, as such definitions may be enlarged or expanded from time to time by legislative amendment thereto or judicial decision (the "Uniform Commercial Code"). As used herein the following capitalized terms will have the following meanings:

(a) "Accounts" means all accounts, accounts receivable, health-care-insurance receivables, credit card receivables, contract rights, instruments, documents, chattel paper, tax refunds from federal, state or local governments and all obligations in any form including without limitation those arising out of the sale or lease of goods or the retention of services by Debtor; all guaranties, letters of credit and other security and supporting obligations for any of the above; all merchandise returned to or reclaimed by Debtor; and all books and records (including computer programs, tapes and data processing software) evidencing an interest in or relating to the above; all winnings in a lottery or other game of chance operated by a governmental unit or person licensed to operate such game by a governmental unit and all rights to payment therefrom; and all "Accounts" as same is now or hereafter defined in the Uniform Commercial Code.

(b) "Equipment" means all goods (excluding inventory, farm products or consumer goods), machinery, machine tools, equipment, fixtures, office equipment, furniture, furnishings, motors, motor vehicles, tools, dies, parts, jigs, goods (including, without limitation, each of the items of equipment set forth on any schedule which is either now or in the future attached to Secured Party's copy of this Agreement), and all attachments, accessories, accessions, replacements, substitutions, additions and improvements thereto, and all supplies used or useful in connection therewith, and all "Equipment" as same is now or hereafter defined in the Uniform Commercial Code.

(c) "General Intangibles" means all general intangibles, choses in action, causes of action, obligations or indebtedness owed to Debtor from any source whatsoever, payment intangibles, software and all other intangible personal property of every kind and nature (other than Accounts) including without limitation patents, trademarks, trade names, service marks, copyrights and applications for any of the above, and goodwill, trade secrets, licenses, franchises, rights under agreements, tax refund claims, and all books and records including all computer programs, disks, tapes, printouts, customer lists, credit

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files and other business and financial records, and the equipment containing any such information, and all "General Intangibles" as same is now or hereafter defined in the Uniform Commercial Code.

(d) "Inventory" means all goods, supplies, wares, merchandises and other tangible personal property, including raw materials, work in process, supplies and components, and finished goods, whether held for sale or lease, or furnished or to be furnished under any contract for service, or used or consumed in business, and also including products of and accessions to inventory, packing and shipping materials, and all documents of title, whether negotiable or non-negotiable, representing any of the foregoing, and all "Inventory" as same is now or hereafter defined in the Uniform Commercial Code.

(e) "Investment Property" means a security, whether certificated or uncertificated, security entitlement, securities account, commodity contract or commodity account and all "Investment Property" as same is now or hereafter defined in the Uniform Commercial Code.

4. WARRANTIES AS TO DEBTOR: Debtor hereby represents and warrants to Secured Party as follows:

(a) It is an Ohio limited liability company located at the address otherwise set forth herein, and is duly organized, validly existing and in good standing under the laws of the State of Ohio.

(b) Debtor further warrants that its exact legal name is set forth in the initial paragraph of this Agreement, and that its Organizational Number is 1232768.

(c) Exhibit A, attached to this Agreement and incorporated herein by reference, lists the location of any and all of the Collateral of Debtor.

5. WARRANTIES AS TO COLLATERAL: Debtor hereby represents and warrants to Secured Party that:

(a) Except for the security interest hereby granted, Debtor is, and as to any property which at any time forms a part of the Collateral, shall be, the sole owner of, with good and marketable title in, each and every item of the Collateral, or otherwise shall have the full right and power to grant a security interest in the Collateral, free from any lien, security interest or encumbrance whatsoever;

(b) Each item of Collateral is, and shall be, valid, and all information furnished to Secured Party with regard thereto is, and shall be, accurate and correct in all respects when furnished;

(c) None of the Collateral shall be sold (except for sales of inventory in the ordinary course of business), assigned, transferred, discounted, hypothecated, or otherwise subjected to any lien, encumbrance or security interest, and that Debtor shall defend such Collateral and each and every part thereof against claims of all persons at any time claiming such Collateral or claiming any interest therein adverse to Secured Party;

(d) The provisions of this Agreement are sufficient to create in favor of Secured Party a valid and continuing lien on, and first security interest in, the types of Collateral in which a security interest may be perfected by the filing of UCC Financing Statements, and when such UCC Financing Statements are filed in the requisite filing offices, and the requisite filing fees are paid, such filings shall be sufficient to perfect such security interest (other than Equipment affixed to real property so as to become fixtures);

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(e) If any of the Collateral is or will be attached to real estate in such a manner as to become a fixture under applicable state law, that said real estate is not encumbered in any way, or if said real estate is encumbered, Debtor will secure from the lien holder or the party in whose favor it is or will become so encumbered a written acknowledgment and subordination to the security interest hereby granted or a written disclaimer of any interest in the Collateral, in such form as is acceptable to Secured Party; and

6. DEBTOR'S RESPONSIBILITIES: Debtor covenants with, and warrants to, Secured Party that Debtor shall:

(a) Furnish to Secured Party, in writing, a current list of all Collateral for the purpose of identifying the Collateral and, further, execute and deliver such supplemental instruments, documents, agreements and chattel paper, in the form of assignments or otherwise, as Secured Party shall require for the purpose of confirming and perfecting, and continuing the perfection of, Secured Party's security interest in any or all of such Collateral, or as is necessary to provide Secured Party with control over the Collateral or any portion thereof;

(b) At its expense and upon request of Secured Party, furnish copies of invoices issued by Debtor in connection with the Collateral, furnish certificates of insurance evidencing insurance on Collateral, furnish proof of payment of taxes and assessments on Collateral, make available to Secured Party, any and all of Debtor's books, records, written memoranda, correspondence, purchase orders, invoices and other instruments or writings that in any way evidence or relate to the Collateral;

(c) Keep the Collateral insured at all times against risks of loss or damage by fire (including so-called extended coverage), theft and such other casualties including collision in the case of any motor vehicle, all in such amounts, under such forms of policies, upon such terms, for such periods and written by such companies or underwriters as is satisfactory to Secured Party. In all cases losses shall be payable to Secured Party and any surplusage shall be paid to Debtor. All policies of insurance shall provide for at least thirty (30) days prior written notice of cancellation to Secured Party. Should Debtor at any time fail to purchase or maintain insurance, pay taxes, or pay for any expense, incident or such insurance, pay such taxes, order and pay for such necessary items of preservation, maintenance or protection, and Debtor agrees to reimburse Secured Party for all expenses incurred under this paragraph;

(d) Pay all taxes or assessments imposed on or with respect to the Collateral;

(e) Keep all of the Collateral in good condition and repair, protecting it from weather and other contingencies which might adversely affect it as secured hereunder;

(f) Notify Secured Party immediately in writing of any information which Debtor has or may receive which might in any way adversely affect the value of the Collateral or the rights of Secured Party with respect thereto;

(g) Notify Secured Party promptly, in writing, of any change in the location of the Collateral or of any place of business or mailing addresses or the establishment of any new place of business or mailing address;

(h) Pay all costs of filing any financing, continuation or termination statements with respect to the security interest created hereby;

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(i) Upon the occurrence of an Event of Default or breach of any provision of this Security Agreement, pay all expenses and reasonable attorneys' fees of Secured Party; and Debtor agrees that said expenses and fees shall be secured under this Agreement;

(j) Maintain possession of all Collateral at the location disclosed to Secured Party and not to remove the Collateral from that location;

(k) Not sell, contract to sell, lease, encumber, or otherwise transfer the Collateral (other than inventory) until the Obligations have been paid and performed, Debtor acknowledging nonetheless that Secured Party has a security interest in the proceeds of such Collateral; and

(l) Take any other and further action necessary or desirable as requested by Secured Party to grant Secured Party control over the Collateral, as "control" is defined in the applicable version of the Uniform Commercial Code, including without limitation (i) executing and/or authenticating any assignments or third party agreements; (ii) delivering, or causing the delivery of, any of the Collateral to the possession of Secured Party; (iii) obtaining written acknowledgments of the lien of Secured Party and agreements of subordination to such lien from third parties in possession of the Collateral in a form acceptable to Secured Party. Debtor consents to and hereby authorizes any third party in an authenticated record or agreement between Debtor, Secured Party, and the third party, including but not limited to depository institutions, securities intermediaries, and issuers of letters of credit or other support obligations, to accept direction from Secured Party regarding the maintenance and disposition of the Collateral and the products and proceeds thereof, and to enter into agreements with Secured Party regarding same, without further consent of the Debtor.

7. ACCOUNTS RECEIVABLE: Debtor hereby agrees that, notwithstanding the fact that all or any part of the Obligations is not matured and Debtor is current in payment according to the tenor of the Obligations, Secured Party shall, provided that an Event of Default has occurred, have the absolute right to take any one or more of the following actions:

(a) Secured Party may serve written notice on Debtor instructing Debtor to deliver to Secured Party all subsequent payments on accounts receivable which Debtor shall do until notified otherwise;

(b) Secured Party may notify the account debtor(s) of its security interest and instruct such account debtor(s) to make further payments on such accounts to Secured Party instead of to Debtor; and

(c) Secured Party may serve written notice upon Debtor that all subsequent billings or statements of account rendered to any account debtor shall bear a notation directing the account debtor(s) to make payment directly to Secured Party. Any payment received by Secured Party pursuant to this paragraph shall be retained in a separate non-interest bearing account as security for the payment and performance of all Obligations of Debtor.

8. POWER OF ATTORNEY: Debtor hereby makes, constitutes and appoints Secured Party its true and lawful attorney in fact to act, with full power of substitution, with respect to the Collateral in any transaction, legal proceeding, or other matter in which Secured Party is acting pursuant to this Agreement, including, but not limited to executing, authentication and/or filing on its behalf: (i) UCC Financing Statements reflecting the lien of Secured Party upon the Collateral and any other documents necessary or desirable to perfect or otherwise continue the security interest granted herein; and (ii) any third party agreements or assignments to grant Secured Party control over the Collateral, including but not limited to third party agreements between Debtor, Secured Party, and depository institutions, securities intermediaries, and issuers of letters of credit or other support obligations, which third party agreements direct the third

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party to accept direction from Secured Party regarding the maintenance and disposition of the Collateral and the products and proceeds thereof.

9. EVENTS OF DEFAULT: Any of the following events shall be an "Event of Default":

(a) An event of default occurs under any agreement, instrument or document evidencing, guarantying, securing or otherwise executed or delivered in connection with any of the Obligations, as "Event of Default" shall be defined therein.

(b) Any representation or warranty of Debtor set forth in this Agreement or in any agreement, instrument, document, certificate or financial statement evidencing, guarantying, securing or otherwise related to, this Agreement or any other Obligation shall be materially inaccurate or misleading.

(c) Debtor shall fail to maintain in force the insurance required in this Agreement or in any agreement, instrument, document, certificate or financial statement evidencing, guarantying, securing or otherwise related to, this Agreement or any other Obligation, or Debtor shall otherwise default in the observance or performance of any covenant or agreement set forth in any of the foregoing for a period of 30 days.

(d) The death, legal incompetence or dissolution of Debtor or of any endorser or guarantor of the Obligations, or the merger or consolidation of any of the foregoing with a third party, or the lease, sale or other conveyance of a material part of the assets or business of any of the foregoing to a third party outside the ordinary course of its business, or the lease, purchase or other acquisition of a material part of the assets or business of a third party by any of the foregoing.

(e) Any failure to submit to Secured Party current financial information upon request.

(f) The creation of any lien (except a lien to Secured Party) on, the institution of any garnishment proceedings by attachment, levy or otherwise against, the entry of a judgment against, or the seizure of, any of the property of Debtor or any endorser or guarantor of the Obligations, including, without limitation, any property deposited with Secured Party.

(g) In the judgment of Secured Party, any material adverse change occurs in the existing or prospective financial condition of Debtor that may affect the ability of Debtor to repay any of the Obligations, or Secured Party deems itself insecure.

(h) A commencement by the Debtor or any endorser or guarantor of the Obligations of a voluntary case under any applicable bankruptcy, insolvency or other similar law now or hereafter in effect; or the entry of a decree or order for relief in respect of the Debtor or any endorser or guarantor of the Obligations in a case under any such law or appointing a receiver, liquidator, assignee, custodian, trustee, sequestrator (or other similar official) of the Debtor or any endorser or guarantor of the Obligations, or for any substantial part of the property of Debtor or any endorser or guarantor of the Obligations, or ordering the wind-up or liquidation of the affairs of Debtor or any endorser or guarantor of the Obligations; or the filing and pendency for 30 days without dismissal of a petition initiating an involuntary case under any such bankruptcy, insolvency or similar law; or the making by Debtor or any endorser or guarantor of the Obligations of any general assignment for the benefit of creditors; or the failure of Debtor or any endorser or guarantor of the Obligations generally to pay its debts as such debts become due; or the taking of action by the Debtor or any endorser or guarantor of the Obligations in furtherance of any of the foregoing.

10 REMEDIES. Upon the occurrence and until the waiver of an Event of Default, Secured Party may, without further notice to Debtor, at Secured Party's option, declare any note and all of the Obligations to become due and payable in its aggregate amount; provided that the Obligations shall be accelerated automatically and immediately if the Event of Default is a filing under the Bankruptcy Code. Secured Party may resort to the rights and remedies of a secured party under the Uniform Commercial Code, including but not limited to the right of a secured party to (a) enter any premises of Debtor, with or

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without legal process and take possession of the Collateral and remove it and any records pertaining thereto and/or remain on such premises and use it for the purpose of collecting, preparing and disposing of the Collateral; (b) ship, reclaim, recover, store, finish, maintain and repair the Collateral; and (c) sell the Collateral at public or private sale. Debtor will be credited with the net proceeds of such sale only when they are actually received by Secured Party, and any requirement of reasonable notice of any disposition of the Collateral will be satisfied if such notice is sent to Debtor 10 days prior to such disposition. Debtor will, upon request, assemble the Collateral and any records pertaining thereto and make them available at a place designated by Secured Party. Secured Party may use, in connection with any assembly or disposition of the Collateral, any trademark, trade name, tradestyle, copyright, patent right, trade secret or technical process used or utilized by Debtor. No remedy set forth herein is exclusive of any other available remedy or remedies, but each is cumulative and in addition to every other remedy given under this Agreement, and of the Obligations, or now or hereafter existing at law or in equity or by statute. Secured Party may proceed to protect and enforce its rights by an action at law, in equity or by any other appropriate proceedings. No failure on the part of Secured Party to enforce any of the rights hereunder shall be deemed a waiver of such rights or of any Event of Default and no waiver of any Event of Default shall be deemed to be a waiver of any subsequent Event of Default.

11. MISCELLANEOUS PROVISIONS:

(a) All rights of Secured Party shall inure to the benefit of its successors and assigns and all obligations of Debtor shall bind the heirs, executors, administrators, successors and assigns of Debtor.

(b) Debtor acknowledges and agrees that, in addition to the security interests granted herein, Secured Party has a banker's lien and common law right of set-off in and to Debtor's deposits, accounts and credits held by Secured Party and Secured Party may apply or set-off such deposits or other sums against the Obligations upon the occurrence of an Event Default as set forth in paragraph 10 of this Agreement.

(c) This Agreement contains the entire Agreement of the parties and no oral Agreement whatsoever, whether made contemporaneously herewith or hereafter shall amend, modify or otherwise affect the terms of this Agreement.

(d) All rights and liabilities hereunder shall be governed and limited by and construed in accordance with the laws of the state where Debtor's principal residence or the state in which the Debtor is organized, as the case may be, is located.

(e) Any provision herein which may prove limited or unenforceable under any law or judicial ruling shall not affect the validity or enforceability of the remainder of this Agreement.

(f) Debtor hereby authorizes Secured Party to file a copy of this Agreement as a Financing Statement with appropriate county and state government authorities necessary to perfect Secured Party's security interest in the Collateral as set forth herein. Debtor hereby further authorizes Secured Party to file UCC Financing Statements on behalf of Debtor and Secured Party with respect to the Collateral.

(g) The Loan secured by this lien was made under a United States Small Business Administration (SBA) nationwide program which uses tax dollars to assist small business owners. If the United States is seeking to enforce this document, then under SBA regulations:

(i) When SBA is the holder of the Note, this document and all documents evidencing or securing this Loan will be construed in accordance with federal law.

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(ii) Lender or SBA may use local or state procedures such as filing papers, recording documents, giving notice, foreclosing liens, and other purposes. By using these procedures, SBA does not waive any federal immunity from local or state control, penalty, tax or liability. No Borrower or Guarantor may claim or assert against SBA any local or state law to deny any obligation of Borrower, or defeat any claim of SBA with respect to this Loan.

Any clause in this document requiring arbitration is not enforceable when SBA is the holder of the Note secured by this instrument.

SECURED PARTY:

FIFTH THIRD BANK

By: _____

Its: Vice President

DEBTOR:

PDG DOMUS MANUFACTURING LLC

By: _____

Nathan W. Pingel, President

EXHIBIT A

Collateral Locations

1909 E. Livingston Avenue, Columbus, Ohio 43209

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SMALL BUSINESS ADMINISTRATION (SBA)

SBA LOAN #	**EXP 168 192 5006**
SBA LOAN NAME	**PDG DOMUS MANUFACTURING LLC, AN OHIO LIMITED LIABILITY COMPANY**
DATE OF ORIGINAL NOTE	**MARCH 17, 2006**
ORIGINAL PRINCIPAL AMOUNT	**$254,000.00**

THIS AMENDMENT TO NOTE (this "Amendment") is entered into as of this ____day of _____, 200__, **effective nunc pro tunc March 17, 2007,** by and between **PDG DOMUS MANUFACTURING LLC, AN OHIO LIMITED LIABILITY COMPANY** organized and existing under the laws of the state of **Ohio** with its principal offices located at **1909 E. Livingston Avenue, Columbus, OH 43209** (the "Borrower") and **FIFTH THIRD BANK**, an Ohio banking corporation with its principal offices located at 38 Fountain Square Plaza, Cincinnati, Ohio 45263 (the "Lender").

RECITALS:

WHEREAS, the Lender and Borrower entered into that certain Promissory Note dated as of **March 17, 2006** (such note, together with all extensions, renewals, amendments and other modifications thereto from time to time, including this Amendment, hereinafter the "Note"); and

WHEREAS, in connection with the Note, the Lender, the Borrower and/or one or more third parties may have entered into guaranties, security agreements, mortgages, pledge agreements or other documents, instruments, certificates and agreements relating thereto (together with all extensions, renewals, amendments and other modifications thereto from time to time, collectively, the "Loan Documents") further evidencing and/or securing the Loan; and

WHEREAS, Borrower and Lender desire to amend the Note to modify certain terms thereof and make certain other modifications as may be more specifically set forth herein, all on the terms and subject to the conditions more fully set forth at length herein.

NOW, THEREFORE, in consideration of the foregoing recitals, the terms of which are incorporated herein and made a material part hereof, and other good and valuable consideration, the receipt, adequacy and sufficiency of which are hereby acknowledged, the parties hereto agree to amend the Note as follows:

1. Certain Definitions. Capitalized terms used herein as defined terms, which are not otherwise defined herein, but which are defined in the Note shall have the same meanings herein as specified in the Note.

2. Amendments. Section 3 of the Note is hereby amended as set forth below. To the extent any term or provisions of the Note are expressly contrary to or otherwise inconsistent

with the terms set forth in this Amendment, the terms of this Amendment shall supersede such contrary or inconsistent terms to the extent of any such inconsistency.

(a) Extension of Maturity Date. The Maturity Date of the Note is hereby extended until **July 25, 2008.**

(b) **Borrower shall pay contemporaneously with the execution of this Amendment all accrued and unpaid interest under the Note**.

3. Fees. The Borrower agrees to pay on the date of this Amendment a fee equal to $**N/A,** which fee, once paid, shall be deemed fully earned and non-refundable.

4. Continuation of Original Note. This Amendment is a continuation of the Note and shall not be construed as a novation or extinguishment of the obligations arising under the Note as originally issued, and the issuance of this Amendment shall not impair the priority of any security interest granted in connection with the Note. The execution of this Amendment shall not be deemed to be a waiver of any Default under the Note.

5. Conditions to Effectiveness. This Amendment shall be effective when the Borrower shall have delivered to the Lender, in form and substance satisfactory to the Lender, the following items: (a) this Amendment fully signed by Borrower and Lender; and (b) such additional information and materials as Lender may reasonably request.

6. General.

(a) Except as modified hereby, the Note remains unaltered and in full force and effect. This Amendment shall be considered an integral part of the Note, and all references to the Note in the Note itself or any other Loan Documents shall, on and after the date of this Amendment, be deemed to be references to the Note as amended by this Amendment. All principal outstanding on the Loan on the date of execution of this Amendment shall be considered for all purposes to be outstanding under the Note, as amended by this Amendment.

(b) Nothing contained herein will be construed as waiving any default under the Loan Documents or will affect or impair any right, power or remedy of the Lender under or with respect to the Note or any of the other Loan Documents. The modification or waiver of any of Borrower's obligations or Lender's rights under the Note or this Amendment must be contained in a writing signed by Lender. Lender may perform Borrower's obligations, or delay or fail to exercise any of its rights or remedies, without causing a waiver of those obligations or rights. A waiver on one occasion shall not constitute a waiver on another occasion. The Borrower's obligations under this Note shall not be affected if Lender amends, compromises, exchanges, fails to exercise, impairs or releases (i) any of the obligations belonging to any co-borrower, endorser or guarantor or (ii) any of its rights against any co-borrower, guarantor or endorser.

(c) This Amendment will be binding upon and inure to the benefit of Borrower and Bank and their respective successors and assigns. This Amendment may (but need not) be physically attached to and made a part of the original Note and deemed an allonge thereto.

(d) All representations, warranties and covenants made by Borrower herein will survive the execution and delivery of this Amendment.

(e) This Note is delivered in, is intended to be performed in, will be construed and enforceable in accordance with and governed by the internal laws of, the State of Ohio, excluding its conflicts of law rules and except to the extent preempted by the federal laws or regulations of the United States of America pursuant to Section 7 of the Note or otherwise.

(f) Borrower agrees that the state and federal courts in the County where the Lender is located shall have jurisdiction over all matters arising out of this Note and the Borrower irrevocably hereby submits to such jurisdiction and agrees that service of process in any such proceeding shall be effective if mailed to the Borrower via first class US mail at the address set forth herein.

(g) Borrower agrees that there are no conditions or agreements which are not expressed in the Note, this Amendment or the other Loan Documents and that the foregoing represent the entire agreement between the parties.

(h) The declaration of invalidity of any provision of the Note or this Amendment shall not affect any part of the remainder of the provisions thereof. Nothing in this Amendment or the Note shall be constructed to allow the accrual or collection of interest in excess of the maximum rate allowed by applicable law. Any provision purporting to allow such interest shall be construed as allowing interest to accrue thereunder at such maximum permitted rate.

(i) The Borrower agrees not to assign any of Borrower's rights, remedies or obligations described in the Note without the prior written consent of Lender. The Borrower agrees that Lender may assign some or all of its rights and remedies described in the Note without notice to, or prior consent from, the Borrower.

(j) Each and every reference to and any and all representations, warranties, covenants and undertakings of, Borrower in the Note or the other Loan Documents, including without limitation defaults, shall be deemed to apply to each person or entity executing the Note (if more than one) and any and all guarantors of the Loan, jointly and severally.

(k) **THE BORROWER, AND ANY ENDORSER OR GUARANTOR HEREOF, WAIVE THE RIGHT TO A TRIAL BY JURY OF ANY MATTERS ARISING OUT OF THE NOTE, THIS AMENDMENT OR THE TRANSACTIONS CONTEMPLATED HEREBY.**

(l) This Amendment may be executed in one or more counterparts, each of which will be deemed an original and all of which together will constitute one and the same instrument.

[REMAINDER OF PAGE INTENTIONALLY LEFT BLANK]

IN WITNESS WHEREOF, the Borrower has executed this Amendment as of the date written above.

JURY WAIVER: THE UNDERSIGNED, AND ANY ENDORSER OR GUARANTOR HEREOF, WAIVE THE RIGHT TO A TRIAL BY JURY OF ANY MATTERS ARISING OUT OF THIS NOTE, OR THE TRANSACTIONS CONTEMPLATED HEREBY.

WARRANT OF ATTORNEY: The undersigned, jointly and severally, authorize any attorney-at-law to appear in any court of record after maturity of this note, whether by acceleration or otherwise, to waive the issuance and service of process and to confess judgment against them in favor of the bank for the principal sum due hereon together with interest, charges, court costs and attorney's fees, and release all errors, rights of appeal, exemptions and stays of execution. The undersigned also agrees that the attorney acting for the undersigned as set forth in this paragraph may be compensated by Bank for such services, and the undersigned waive any conflict of interest caused by such representation and compensation arrangement. This warrant of attorney to confess judgment shall be construed under the laws of the State of Ohio.

WARNING
BY SIGNING THIS PAPER YOU GIVE UP YOUR RIGHT TO NOTICE AND COURT TRIAL. IF YOUDO NOT PAY ON TIME A COURT JUDGMENT MAY BE TAKEN AGAINST YOU WITHOUT YOUR PRIORKNOWLEDGE AND THE POWERS OF A COURT CAN BE USED TO COLLECT FROM YOU REGARDLESS OF ANY CLAIMS YOU MAY HAVE AGAINST THE CREDITOR WHETHER FOR RETURNED GOODS,FAULTY GOODS, FAILURE ON HIS PART TO COMPLY WITH THE AGREEMENT, OR ANY OTHER CAUSE.

BORROWER:

PDG DOMUS MANUFACTURING LLC, AN OHIO LIMITED LIABILITY COMPANY

WITNESS/ATTEST

By:_____
Name:
Title:

By:_____
Name: Nathan W. Pingel, President

LENDER:

FIFTH THIRD BANK

By: _____
Name: Dolly Rekhi Abbott
Title: Asst. Vice President

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CONTRACT FOR THE CONSTRUCTION OF A HOME ON OWNER'S LOT

This Contract for Construction of a Home ("Contract") was signed on _____, 20____, by and between _____, ("Owner") and _____, a(n) _____ (insert type of entity if other than an individual), ("Builder"). For simplicity in the preparation and reading of this Contract, Owner and Builder are referred to in the singular notwithstanding whether or not there are, in fact, more than one Owner or Builder.

In consideration of the mutual promises contained herein and for other good and valuable consideration the receipt and sufficiency of which is hereby acknowledged, Owner and Builder agree that Builder shall construct for Owner, and Owner shall pay to builder for the improvements constructed by Builder at _____ (insert property address) a single family residence ("Home") upon the following terms and conditions.

1. The Work. Unless otherwise specified herein, Builder shall furnish all the materials and perform all of the labor for the construction of the Home. The construction shall be performed in accordance with the plans and specifications (provided if there is a variance between the plans and the specifications, Builder shall perform the construction in accordance with the specifications), and the Home shall be generally located as depicted upon the site plan (the plans, specifications and site plan are sometimes jointly referred to for simplicity as the "Plans") which Owner has examined and approved, and which Plans are made a part of this Contract by reference. The construction undertaking as described by this paragraph in hereinafter sometimes referred to as the "Work".

2. Contract Sum. Owner shall pay Builder for performance of the Work, subject to additions and deletions by Change Orders as hereafter provided, the sum of _____ Dollars ($_____) (the "Contract Sum"), payable as set forth in Paragraphs Three and Four below.

3. Construction Deposit. Owner agrees to deposit with Builder the sum of _____ Dollars ($_____) upon the execution of this Contract by Owner, and the additional sum of _____ Dollars ($_____) at the earlier of the date of the satisfaction of the conditions described in Paragraph Six herein, or upon the Start of Construction (as such phrase is hereafter defined). Such deposits are hereinafter sometimes jointly referred to as the "Construction Deposit". Builder shall have the right to use the Construction Deposit to obtain any necessary alterations to the Plans, required permits and otherwise for the completion of the Work. Owner acknowledges that such Construction Deposit shall not be subject to any escrow, trust, or security agreement, nor shall interest accrue thereon.

Owner and Builder agree that the Construction Deposit shall be applied and disbursed as follows:

(a) If Owner is unable to satisfy the conditions described in Paragraph Six herein, the Construction Deposit shall be returned by Builder to Owner subject only to deductions therefrom to reimburse Builder for reasonable expenses incurred by Builder in preparation for the intended construction of the Home such as expenses associated with necessary or requested revisions to the Plans, permit fees, site preparation, costs, etc.; provided, however, in the event such expenses incurred by Builder in preparation for the intended construction of the Home exceed the Construction Deposit, then Owner shall promptly reimburse Builder for such expenses incurred by Builder, in excess to such Construction Deposit, then Owner shall promptly reimburse Builder for such expenses incurred by Builder in excess of such Construction Deposit. Upon return of the applicable portion of the Construction Deposit by Builder to Owner, or the reimbursement by Owner to Builder

for such expenses incurred by Builder in excess of the Construction Deposit, this Contract shall be terminated and both parties shall be released from any further liability to the other.

(b) If Owner fails or refuses to comply with the terms of the Contract, then without causing the limitation of any other right or remedy to which Builder may be entitled to avail itself, Builder may (i) apply the Construction Deposit as described in Paragraph Fourteen herein; and (ii) require Owner to immediately reimburse Builder for the amount by which any expenses incurred by Builder anticipation of the intended construction of the Home exceed the Construction Deposit received by Builder from Owner.

(c) Otherwise, the Construction Deposit shall be applied against the Contract Sum.

4. Progress Payments. Upon a request by Builder for a payment ("Application for Payment"), Owner shall make payments on the balance of the Contract Sum remaining due to Builder after deduction of the Construction Deposit as follows:

Percentage	Dollar Amount	Status of the Work
_____%	$_____	Upon Completion of the foundation.
_____%	$_____	Upon Completion of the framing.
_____%	$_____	Upon Completion of the drywall.
_____%	$_____	Upon Completion of the finish and trim.
_____%	$_____	Upon Substantial Completion of the Work.

The above described payments are hereinafter sometimes referred to as "Progress Payments". Subject to the limitations herein provided, Owner will disburse each Progress Payment requested by Builder within seventy-two (72) hours after Builder submits the Application for Payment. Owner and/or Owner's agent may inspect the Work described in any Application for Payment submitted by Builder; however, such inspection shall not suspend, delay or otherwise affect Owner's obligation to disburse the Progress Payment within said seventy-two (72) hour period, unless Owner can reasonably demonstrate

that the Work has not been performed in accordance with the Plans or unless the parties otherwise mutually agree. In addition, and without limiting any other provision of this Contract, Owner agrees that to the extent Owner believes that any particular element of the Work has not been performed or completed in accordance with the Plans, that Owner will not withhold any other progress payment(s) or portion thereof not relating to the portion of the Work in question, and that Owner will otherwise attempt in good faith to resolve the issue(s) in question with Builder, or otherwise immediately undertake the procedure described within Paragraph Twenty-Five herein entitled "Procedure in Case of Disputes".

Progress Payments which are due and unpaid shall bear interest from the date such Progress Payment is due until paid in full at the Prime Rate as such rate is published in the Wall Street Journal on the first business day of each month, plus _____ percent (_____%) per annum.

Notwithstanding anything previously set forth in this Paragraph Four to the contrary, Builder and Owner acknowledge that in the event Owner has secured financing for the payment of the Contract Sum from a lender (as opposed to the situation where the Owner has provided Builder with other evidence of Owner's ability to satisfy the Contract Sum without the need of a construction loan) that Owner's lender may wish to modify certain aspects of the schedule and method for making the Progress Payments described within this paragraph, and to this end Builder and Owner agree to undertake reasonable modifications to the same provided such proposed modifications do not cause either party any undue hardships. Any such modifications shall be reduced to writing and signed by both parties.

5. Payment of Subcontractors and Materialmen. Builder will promptly pay all subcontractors and materialmen from each Progress Payment. Builder shall provide to Owner as part of each Application for Payment a list of the subcontractors and materialmen to be paid from such Application for Payment. Builder shall thereafter furnish to Owner, within ten (10) days after Owner disburses a Progress Payment, or upon the submission of the next Application for Payment by Builder, as mutually agreed upon by Owner and Builder, copies of releases of liens executed by each subcontractor and

materialmen named in the applicable Application for Payment confirming that each such subcontractor and materialman have received payment of the sum due from such Progress Payment. Owner shall not be obligated to disburse any subsequent Progress Payment until the Builder furnishes Owner with copies of such lien releases for each prior Progress Payment or, in the event of a dispute between Builder and a subcontractor or materialman, proof that the amount of such payment has been deposited in escrow pending the resolution of such dispute.

6. Financing Conditions/Confirmation of Ability to Satisfy Contract Sum. All obligations of both parties under this Contract are expressly contingent upon Owner obtaining a construction loan in the amount of _____ Dollars ($_____) on terms and conditions satisfactory to Owner within _____ (_____) calendar days of the execution of this Contract, or in the event Owner does not require the use of such a construction loan to pay and satisfy the Contract Sum, Owner otherwise provides Builder within _____ (_____) calendar days of the execution of this Contract with evidence satisfactory to Builder of Owner's ability to satisfy the Contract Sum without the need of a construction loan.

In the event Owner successfully obtains such construction loan (or at the option of Builder a commitment to make such construction loan), Owner shall immediately notify Builder of the same in writing, and shall further provide to Builder for Builder's review and approval a copy of the promissory note, mortgage and loan agreement (or at the option of Builder the loan commitment letter issued by the lending institution confirming such commitment of the lending institution to make such construction loan), or such other evidence as Builder shall deem satisfactory in order to establish that Owner has, in fact, obtained the same (or will be able to obtain the same).

If Owner makes a good faith effort and is not able to obtain the loan or a loan commitment as described above within the time period specified above and so notifies Builder in writing of the same, this Contract shall be terminated, all parties shall be released from their obligations hereunder, and

Construction Deposit, if any, shall be returned to Owner, less the deductions for expenses incurred by Builder permitted under Paragraph Three (a) herein, unless Owner and Builder mutually agree in writing to extend the time period specified above, or otherwise mutually agree in writing to waive the financing condition described within this Paragraph Six.

Similarly, in the event Owner represented that Owner would not require a construction loan in order to satisfy the Contract Sum, but Owner was unable to provide evidence to Builder of Owner's ability to satisfy the Contract Sum without the need of a construction loan satisfactory to Builder within the time period specified above, this Contract shall be terminated, all parties shall be released from their obligations hereunder, and the Construction Deposit, if any, shall be returned to Owner less the deductions for expenses incurred by Builder permitted under Paragraph Three (a) herein, unless Owner and Builder mutually agree in writing to extend the time period specified above, or otherwise mutually agree in writing to waive the requirement described in this Paragraph Six.

If Owner: (a) fails to make an application for a loan or fails to use good faith efforts to obtain such loan; or (b) otherwise fails to use good faith efforts to provide evidence to Builder of Owner's ability to satisfy the Contract Sum without the need of such a loan, Builder may, at Builder's option, retain the Construction Deposit as herein provided without waiving any rights Builder may otherwise have under this Contract, or at law or in equity.

7. Start of Construction, Construction Schedule and Effect of Delays. Builder can neither imply nor guarantee a firm completion and availability date. However, Builder will use commercially reasonable efforts to commence the Work in a timely manner and to complete the Work within _____ (_____) days after Start of Construction. To this end for the purposes of this Contract the phrase "Start of Construction" shall mean the date excavation first commenced upon the Premises (as such term is hereafter defined). Builder will not, however, under any circumstances be obligated to undertake

the Start of Construction until after the conditions described in Paragraph Six herein have been satisfied or waived.

Owner acknowledges that Builder's ability to meet the construction schedule described above will be directly affected by any Change Orders requested by Owner, Owner's failure to timely select any options not heretofore specified within the Plans, and/or Owner's interference with the construction process itself.

Further, Owner acknowledges that Builder shall not be liable for any delay in the completion of the Work caused by weather, fire, or other casualty or act of God, nor shall Builder be liable for any delay in the completion of the Work caused by strike, walk out, governmental control, inability to obtain materials or supplies, or other regulations, restrictions, or conditions over which Builder has no reasonable control.

To this end Owner further acknowledges that Builder shall not be liable to make, provide, or compensate Owner for any accommodations Owner may require as a result of a delay in the completion of the Work. Further, Builder shall not be liable for damages resulting from the loss of a permanent loan commitment or increased loan costs associated with such permanent loan, including but not limited to additional appraisal or reappraisal fees, inspection or reinspection fees, origination and/or discount fees, or increased interest rates arising or associated with a delay in the completion of the Work.

8. Costs of Financing. Owner agrees that, unless otherwise set forth herein to the contrary, Owner shall be responsible for any and all costs or fees instituted or charged by Owner's lender, whether to be paid prior to, at, or after the completion of the Work.

9. Changes and Modifications. To be effective any changes or modifications to the Plans must be by written Change Order signed by both parties. Each Change Order shall set forth the additional compensation [which compensation may, at Builder's option, include an additional fee of _____ Dollars ($_____) for the administration of the Change Order] to be paid to Builder by Owner or the credit to be received by Owner from Builder as a result of the changes or

modifications in the Plans. Payment in full of the additional compensation, if any, shall be made at the time of signing a Change Order or as specified thereon.

10. Possession. Upon execution of this Contract, Owner delivers to Builder possession of the real property upon which the Work is to be performed ("Premises"), and agrees that until Builder has completed the Work as required by this Contract, and provided Builder is not otherwise in default hereunder, that Builder shall have exclusive possession of the same subject only to the limitations described within the remaining portion of this paragraph.

Prior to the completion of the Work, Owner may visit the Premises and inspect the Home, provided Owner is accompanied by Builder or Builder's representative. When visiting the Premises, Owner agrees that Owner shall not interfere with, restrict, interrupt, harass or obstruct construction or its progress, physically, by nuisance or in any other manner. In the event the Owner does not so interfere, restrict, interrupt, harass, or obstruct construction or its progress, Builder shall notify Owner of the same and if Owner fails to immediately cease and desist, Builder may, at Builder's option, undertake such action as is necessary to restrain Owner from further visiting the Premises or otherwise declare a breach of this Contract by Owner, and be entitled to the rights and remedies described herein, or as allowed at law or in equity.

Further, Owner acknowledges that if Owner (including invitees and guests of Owner) visits the Home prior to the completion of the Work, such visit shall be at Owner's risk. In this respect, by the execution of this Contract, Owner further releases, discharges, indemnifies and agrees to hold Builder and its employees, subcontractors and materialmen harmless from any and all claims, costs (including attorney fees), liability or damages arising as a result of such visit, including injury to person or property.

11. Construction Representations. Construction of the Work shall substantially conform to the Plans, allowing minor deviations occasioned by expediency, practicality, and the availability of labor and materials. That is, in the event Builder is unable to obtain the exact materials specified in the Plans, Builder

shall have the right to substitute materials of similar pattern, design, and quality. Further, Builder expressly reserves the right to make such modifications, additions, or deletions to the Plans as may be required by Owner's lending institution or in order to meet any applicable building or zoning code requirements. The terms and conditions of the immediately preceding sentences notwithstanding, if Builder elects to make a deviation from the Plans as allowed above, Builder shall nonetheless consult with Owner regarding the same prior to undertaking such alteration.

In the event that a substantial physical modification or deviation from the Plans is necessary for whatever reason including if the same is due to soil or other lot conditions (building setback lines, easements, etc.), Builder may, at Builder's option, elect to terminate this Contract and apply the Construction Deposit as described under Paragraph Three (a) herein, in which case both parties hereto shall be relieved of any further obligations hereunder.

12. Completion of the Work. The Work shall be deemed to be complete ("Substantial Completion") upon the earlier of the approval of the final inspection of the Home by the appropriate building inspector, or the approval of the Home by Owner's lending institution.

Owner agrees that the failure of Builder to complete any pre-occupancy/walk-through item or other minor items not required by the appropriate governmental entity in order to issue a Certificate of Occupancy (including items such as asphalt, sod, Landscaping, etc.) shall not be grounds to withhold payment from Builder, nor shall Builder be required to set up an escrow or to accept less than the full amount required hereunder because of such incomplete items, provided that Builder undertakes in writing to complete such items within a reasonable time after receipt of the final Progress Payment. In the event an escrow is required by Owner's lending institution, or a completion, performance, or similar bond is required by the appropriate governing authority, and the same relates to obligations of Owner, Owner's agents or subcontractors or the requirements of Owner's lending institution (i.e., in the event Owner has agreed to provide certain finish related work such as sod, landscaping, painting, etc. or Owner's lending institution or

applicable governing authority seeks assurances that the same will be completed), then the funds necessary to establish the escrow or pay for the bond shall be provided by Owner. Nothing set forth within the preceding sentence is intended to require the Owner to provide funds for such escrow, or such completion, performance, or similar bond if the portion of the Work for which such escrow, or such completion, performance, or similar bond as required relates to items for which Owner has already heretofore paid Builder.

13. Limited Warranty. Unless otherwise agreed to by the parties, upon Substantial Completion of the Work, Builder will provide Owner with a limited warranty substantially similar and generally as comprehensive as the form approved by the BIA. A copy of the limited warranty will be provided to Owner on the execution of this Contract. Further, as soon as possible after Substantial Completion of the Work, Builder will turn over, assign, and pass through to Owner all appropriate manufacturer's warranties and guarantees on appliances and equipment. Builder's limited warranty as referenced above will not cover those appliances, equipment, or consumer products which have separate warranties provided by manufacturers or suppliers and are assigned to Owner by Builder on or after the date of Substantial Completion of the Work.

14. Remedies in the Event of Default. In the event of a default by Owner, Builder shall, in addition and without limitation to all of the rights and remedies at law or in equity available to Builder, at the sole option of Builder, be entitled to elect one or more of the following remedies:

(a) In the event the Start of Construction has not occurred:

(i) To retain the Construction Deposit as liquidated damages, it being agreed to by the parties that the actual damages which would be suffered by Builder would be difficult or impossible to ascertain as of the date of execution of this Contract, that the amount of the proposed liquidated damages are reasonable and not so

dispropor-tionate as to constitute a penalty, and that the same is the true intention of the parties to this Contract; or

(ii) To apply the Construction Deposit on the account of Owner and proceed with an action at law or in equity for damages for breach of contract.

(b) In the event the Start of Construction has occurred:

(i) Builder may at its option continue to work toward the completion of the Work, and be entitled to receive Progress Payments when due from Owner without the actions of Builder in continuing toward the completion of the Work acting as a waiver of any rights or remedies which Builder may have under this Contract or at law or in equity, and without such actions otherwise being deemed as an admission by Builder of any liability or any continuing obligation to complete the Work. To this end, Builder may at Builder's sole option and discretion elect at any time thereafter to discontinue Builder's efforts to complete the Work as described within this subparagraph (i) and avail itself of any other right or remedy to which Builder may be entitled at law or in equity or under the terms of this Contract including but not limited to the rights of Builder to cease any further efforts to complete the Work as described under subparagraph (ii) below.

(ii) Builder may cease any further efforts to complete the Work and remove all of Builder's and Builder's subcontractor's and materialmen's tools, materials and supplies from the Premises as more specifically provided within Paragraph Twenty-Six herein, and upon undertaking such action Builder shall be entitled to immediately receive payment in full for all Work completed through the date Builder discontinued efforts to complete the Work including but not limited to any and all monies due and payable to subcontractors and/or materialmen or Builder.

Further, Builder shall be entitled in addition thereto to receive _____ percent (_____%) of the Progress Payments remaining due and payable under the Contract as liquidated damages, it being agreed to by the parties that the actual damages which would be suffered by Builder would be difficult or impossible to ascertain as of the date of execution of this Contract, that the amount of the proposed liquidated damages are reasonable and not so disproportionate as to constitute a penalty, and that the same is the true intention of the parties to this Contract.

(c) Notwithstanding whether or not the Start of Construction has occurred, Owner shall be responsible for any and all damages arising as a result of such default, including but not limited to direct, indirect, consequential, and/or incidental. To this end and without limitation Builder shall be entitled to recover from Owner as an element of the damages incurred by Builder the reasonable attorney fees and other professional fees including the fees of expert witnesses incurred by Builder as a result of such default.

(d) Interest shall accrue on any sums arising as a result of the application of this paragraph as of the date such monies were first due and payable at a rate equal to the Prime Rate as published in the Wall Street Journal on the first business day of each month plus _____ percent (_____%) per annum.

15. Notices. Any notice or communication which must be given or required to be given pursuant to the terms of this Contract shall be in writing and hand delivered or mailed by United States Registered Mail, return receipt requested, and sent to the respective party at the address set forth herein.

16. Radon Notification. Owner acknowledges that Builder has not represented any special expertise in the measurement or reduction of radon gas levels within a home. To this end, Builder specifically disclaims any express or implied warranties that the Home will be free from radon gas or that

the level of radon gas present within the Home will meet or be less than the maximum desired level prescribed by the United State Environmental Protection Agency. Builder shall provide to Owner on written request certain additional literature more fully describing issues associated with the presence of radon gas within residential construction.

17. Selection of Subcontractors. In the event Owner selects and/or requests that Builder utilizes the services or acquire materials from a particular subcontractor and/or materialmen, or in the event Owner elects independent of this Contract to utilize the services or acquire materials from a particular subcontractor and/or materialmen, and in the event Builder consents to the same (provided, however, Builder may withhold its consent to the same in its sole and absolute discretion), then Owner by such request or action specifically waives any warranties, responsibilities, or liabilities as against Builder which may arise as a result of the use of such subcontract and/or materialmen, and the portion of the Work and/or materials completed or supplied by such subcontractors and /or materialmen.

In addition, in such event, Owner shall be responsible for (and shall require each subcontractor and/or materialmen to be responsible for) obtaining all licenses, permits and inspections associated with the portion of the Work completed by such subcontractors and/or materialmen, and maintaining liability insurance and benefit coverages (i.e., worker's compensation coverages, unemployment compensation coverages, etc.) relating to such subcontractor and/or materialman. To this end, Owner further releases, discharges, indemnifies and agrees to hold Builder and its employees, subcontractors and materialmen harmless from any and all claims, costs [including attorney fees and other professional fees as described in Paragraph Fourteen (c) above], liability or damages arising as a result of the failure of Owner (or Owner subcontractors and/or materialmen) to comply with the obligations of this paragraph.

Further, during the period such subcontractors and/or materialmen are working at the Premises, and thereafter upon completion of the portion of the Work undertaken by such subcontractor and/or materialmen, Owner shall be responsible for obtaining and shall require such subcontractor and/or

materialmen to provide appropriate lien waivers attesting to the amount of the Work so completed, the number and names of sub-subcontractors, laborers, or other materialmen utilized, and the amount of monies received from the Owner for such Work to date.

18. Wooded Lot Exclusion. Owner and Builder agree that the representations and agreements set forth in the Addendum attached to this Contract concerning the trees and vegetation on the Premises are incorporated herein by reference. In no such Addendum is attached then this paragraph shall be without any application.

19. Independent Contractor. Except with respect to the events described in Paragraph Seventeen above, Owner and Builder agree that Builder is serving as an independent contractor under this Contract and that all employees, laborers and subcontractors employed by Builder in connection with the Work shall be the employees or agents of an the responsibility of Builder. In addition, and once again except with respect to the events described in Paragraph Seventeen above, Builder shall be responsible for satisfying all state and federal employment laws and regulations with respect to such laborers and employees hired by Builder, including without limitation all applicable income tax withholding requirements, social security withholding requirements, unemployment compensation premiums, workers compensation premiums, fair labor standard laws, employment discrimination laws, civil rights laws, occupational safety laws and sales tax requirements.

20. Insurance. Owner shall obtain and maintain at its expense from the date of the Start of Construction through the later of the date of Substantial Completion or the date Builder receives the final Progress Payment described Paragraph Four herein, a policy or policies of property insurance in a form and with such coverages commonly known as "All Risk" insurance covering the Work. Such policy or policies of insurance shall: (a) be written in amounts and with companies reasonably satisfactory to Builder; (b) name Builder as an additional insured as its interests may appear thereunder; and (c) contain a provision prohibiting the insurer from cancelling or modifying such policy or policies of insurance without

providing Builder with thirty (30) days prior written notice of the same. Owner shall provide Builder with reasonable evidence of the same. In the event Owner is unable to obtain a policy or policies of insurance as described above, Owner shall immediately notify Builder of the same and Builder agrees to cooperate with Owner in attempting to obtain the same in Builder's name (rather than in Owner's name); provided Owner agrees to pay in addition to Contract Sum the cost of obtaining and maintaining the same. In the event such policy or policies of insurance are maintained in the name of Builder, Builder shall request that the insurer name Owner as an additional insured under such policy or policies of insurance as its interests may appear and shall provide Owner with reasonable evidence of the same. To the extent certain materials intended to be used with respect to the Work are not covered under the All Risk insurance coverage described above (such as items in transit, or uninstalled materials) Builder shall effect and maintain similar property damage insurance with respect to the same.

Builder shall obtain and maintain at its expense liability insurance coverage for claims for bodily injury or death which may arise out of Builder operations under the Contract. Owner shall otherwise be responsible for purchasing and maintaining Owner's liability insurance independent of the aforementioned Builder's liability insurance.

21. Liens. Provided that Owner timely pays all Progress Payments due under this Contract for work performed, Builder shall maintain the Premises free of any liens for labor or materials furnished pursuant to this Contact. Owner agrees that Builder shall be entitled to negotiate for the removal of any such lien with the subcontractor and/or materialmen responsible therefore; provided, however, that within sixty (60) days after Owner notifies Builder that an affidavit of mechanic's lien has been filed, Builder shall either (i) remove any such lien by payment or bonding such lien off at Builder's expense, or (ii) pay into escrow with an agent mutually selected by Builder and Owner a sum equal to the amount of such lien to be held by such escrow agent until such lien is released of record; provided, however, in the event such lien is not released of record within one hundred eighty (180) days of the date such monies are deposited in

escrow, and unless Builder either: (a) can demonstrate to Owner that Builder has and is actively pursuing the release of such lien; or (b) completes the removal of the lien from the Premises in compliance with Ohio Revised Code Section 1311.11 (generally detailing the bonding of a lien off of real property) within ten (10) additional days thereafter, then escrow agent may be authorized by Owner to use such funds to pay and satisfy such lien. Owner shall be liable for the cost of removing any liens filed against the Premises as a result of Owner's failing to make full and/or timely Progress Payments or Owner's otherwise interfering or delaying the progress of the Work performed pursuant to this Contract.

22. Laws; Regulations. Except with respect to the events described in Paragraph Seventeen above, Builder shall obtain all permits necessary for the performance of the Work, and the Builder shall cause all subcontractors to obtain any permits necessary for any Work to be performed by such subcontractors. In the event that as a result of the actions or inactions of Owner, a fee or charge due to a governmental authority for a permit or inspection is increased over that which it otherwise would have been, Owner shall be responsible to pay the same. Builder and all subcontractors employed by Builder shall comply with all applicable laws, ordinances, codes and regulations governing the Work and the materials furnished pursuant to this Contract.

23. Owner's Use of Architect and/or Engineer; Effect on Local Codes and Industry Standards. In the event Owner retains (or has retained) an architect to provide or modify the Plans and/or an engineer to seal or certify the Plans, Builder assumes no responsibility to assure that the Plans are drawn or written by the architect, or as sealed or certified by the engineer (as applicable) in accordance with good industry standards, applicable laws, statutes or local building code requirements or regulations and to this end notwithstanding any terms or conditions or this Contract to the contrary, Builder shall not be liable for any costs, expenses or damages arising to Owner in the event such Plans fail to comply with applicable laws, ordinances, codes and regulations and/or good industry standards provided Builder completed the Work in accordance with such Plans.

24. Product Data and Product Samples. Builder makes no warranty of any kind as to the accuracy or sufficiency of Product Data or Product Samples specified within the Plans.

25. Procedure in Case of Disputes. In the event Owner believes that Builder has provided Work which does not conform to the Plans, Owner shall promptly provide written notice to Builder of the same specifying with reasonable certainty the nature and effect of such claims. Thereafter, Builder shall be afforded a reasonable opportunity to review and evaluate such claims, and to the extent necessary to complete such evaluation, Builder may request additional information and/or a meeting with Owner and/or architect or engineer (if applicable) at the Premises to discuss the same. After completion of such review to the extent Builder agrees with Owner, Owner shall provide Builder with a reasonable opportunity to cure any such agreed upon non-conformity and in this respect Owner agrees not to remove Builder from the job or order Builder to stop work so long as Builder diligently undertakes to cure the same. In the event after completion of such review by Builder there is a claim(s), dispute(s) or other matter in question over which Builder and Owner cannot agree to a resolution thereof, Owner and Builder agree that a decision as to the disputed item(s) shall be reached through arbitration, which shall be conducted in a prompt and expeditious manner and in accordance with the following general guidelines. Owner and Builder agree that they shall each select and pay for the services of an arbitrator for a total of two (2) arbitrators, and that from and among those two (2) arbitrators, an additional arbitrator shall be selected to perform the arbitration. The fees of the additional arbitrator shall be split by Owner and Builder. All arbitrators (without regard to how they were selected or appointed) must have reasonable knowledge of the construction industry. Thereafter, a hearing shall be held within five (5) business days after the selection and determination of the final arbitrator. The decision of the arbitrators at such hearing shall be final and binding upon the parties. Owner and Builder agree that in the interest of expeditiously resolving the dispute, the arbitration shall be generally conducted in accordance with the Construction Industry Arbitration Association Rules, as promulgated by the American Arbitration Association, excepting only the timing elements therein which

otherwise may conflict with requirements of this paragraph. Owner and Builder additionally agree that in the case of such a claim or dispute, time is of the essence and that the most expeditious reasonable method of arbitration as set forth above shall be used, and further, that all of the parties shall be bound by the outcome of such arbitration.

26. Right to Remove Materials, Supplies and Tools. Notwithstanding any other language in this Contract, in the event Owner orders Builder off the job, or in the event as a result of the default of Owner Builder voluntarily leaves the job in accordance with Paragraph Fourteen herein (or other applicable law), Builder reserves the right, and Owner agrees to allow Builder and Builder's subcontractors and materialmen to visit the Premises to retrieve tools, equipment, uninstalled materials and supplies which are rightfully the property of Builder and Builder's subcontractors or materialmen, provided, however, Builder agrees on behalf of Builder and Builder's subcontractors and materialmen not to remove any uninstalled materials and supplies for which Builder has already been paid by Owner pursuant to a Progress Payment.

27. Waiver of Owner and Indemnification of Builder. In the event that as a result of the default of Owner, Builder voluntarily leaves the job in accordance with Paragraph Fourteen herein (or other applicable law), or in the event (except for those situations where the Builder is in default hereunder) Owner orders Builder to stop work, or otherwise removes Builder from the job (and notwithstanding whether or not Owner has complied with the Procedure in Case of Dispute provision of this Contract), Owner waives any claims for subsequent damage to the Premises due to stop work order, or the removal or withdrawal of Builder from the job, including but not limited to damage from the natural elements or as a result of third parties arising as the result or Work in progress not being adequately secured or protected, and Owner agrees to indemnify and hold Builder harmless from any costs, expenses, [including attorney fees, and other professional fees as described in Paragraph Fourteen (c) herein] liabilities or damages arising as a result of Builder's pre-existing contractual arrangement with any subcontractor or materialmen.

28. Ownership of Plans. In the event Builder has provided the Plans to be used under this Contract, Owner acknowledges that Owner shall have no ownership rights in the Plans, and that Owner shall be liable to Builder for the reuse or resale of the Plans.

29. Use of Broker; Indemnification. Owner and Builder acknowledge that _____ (none if none inserted) has (have) acted as a Broker(s) in connection with the execution of this Contract and to this end _____ agrees to be responsible to pay and satisfy any and all fees associated with the same. Owner and Builder agree to indemnify and hold the other party harmless from any and all claims made against the other party by any person or entity claiming to have acted as a Broker, finder or agent for the other party in connection with the execution of this Contract.

30. Miscellaneous. This Contract is personal and may not be assigned by either party without the written consent of the other. All obligations of Owner [if more than one (1)] hereunder shall be joint and several. Time shall be of the essence of all provisions hereunder. This Contract shall be binding upon the respective successors, assigns, heirs and personal representatives of the parties. In compliance with fair housing laws, no party shall in any manner discriminate against any purchaser because of race, creed, sex or national origin. This Contract contains the entire understanding of the parties hereto, and all agreements heretofore made between the parties have merged into this Contract, which fully and completely expresses the parties' agreements. This Contract may not be changed or terminated by anything other than a written agreement executed by the parties hereto. Only Paragraph Thirteen of this Contract shall survive the completion of the construction of the Work and the payment of the entire Contract Sum. Words of any gender herein shall include the other gender where appropriate. This Contract shall not be effective until executed by an authorized representative of Builder.

31. Duration of Offer. This offer shall be open for acceptance to midnight, _____, 20___.

(This space Intentionally Left Blank)

_____	_____
Owner Signature	Owner Signature
_____	_____
Owner's Name Printed	Owner's Name Printed
_____	_____
Owner's Street Address	Owner's Telephone Numbers
_____	
Owner's City and State	

The foregoing offers is accepted this _____ day of _____, 20_____.

BUILDER

_____	_____
	Builder's Street Address
By:_____	_____
	Builder's City and State
Its:_____	_____
	Builder's Telephone Number

THE BUILDING INDUSTRY ASSOCIATON OF CENTRAL OHIO, INC., RECOMMENDS THAT ALL PARTIES TO THIS CONTRACT BE REPRESENTED BY LEGAL COUNSEL.

EMPLOYMENT AGREEMENT

BETWEEN

PDG Domus Manufacturing LLC

AND

Dan Rosen

DATED:

EMPLOYMENT AGREEMENT

THIS EMPLOYMENT AGREEMENT (the "Agreement") is made and entered into as of the ____ day of _____, 2001, by and between PDG Domus Manufacturing LLC ("Company"), with its principal office located at 426 E. Whittier, Columbus, OH Dan Rosen ("Employee").

WHEREAS, Company wishes to engage the Employee as Vice President of Operations, and Government/Builder Relations and

WHEREAS, Employee wishes to serve in such capacity.

NOW, THEREFORE, in consideration of the mutual agreements hereinafter set forth, the parties hereto, intending to be legally bound, hereby agree as follows:

Section 1. Appointment. Company hereby employs Employee, and Employee hereby accepts such employment as Vice President of Operations, and Government and Builder Relations subject to, and in accordance with, the terms and conditions of this Agreement.

Section 2. Term of Employment. Employee's employment shall be for a term of one (1) year and shall become effective upon approval of the Company's Board of Managers. Compensation as described in Section 3 shall commence at such time as the Company is manufacturing _____ homes per month or one year from the date hereof, whichever is later.

Section 3. Compensation. Employee's salary shall be payable at the rate and in the form as agreed upon from time to time by the parties. At the time such compensation level is agreed upon, a short document shall be completed, dated and signed, and attached hereto as "Exhibit A".

Section 4. Employee's Title and Duties. Company hires Employee as Vice President of Operations, and Government/Builder Relations. Employee's duties shall include, without limitation:

- Land acquisition
- Builder and developer liaison
- Municipal and county government liaison
- HUD liaison and aiding in obtaining HUD approval for the Company's products
- Aiding in obtaining Industrial Housing Commission approvals in Ohio and other states
- Obtaining local market information for development of the Company's products
- Aiding in obtaining lender acceptance of the Company's products
- Working with nonprofit organizations established to provide housing
- Aiding in obtaining financing through corporate angel network, venture capital, strategic alliance, bank, and lease financing
- Pre-selling the first two years production capacity for the Company's first micro plant

- Working with lending institutions to obtain lending approval for the Company's products sold to both builders and end buyers
- Assisting the President with operations
- And such other assignments as the President gives in writing to Employee

Section 5. Full-Time Requirement. Employee will devote his entire time, attention, and energy to the business of Company during his employment, and shall not engage in any other business activity, regardless of whether such activity is pursued for profit, gain, or other pecuniary advantage, except as permitted in this Section 5. Employee may spend such of his own time as is necessary to operate Owners Development Realty until all its existing properties or those it has in contract as of the date hereof are completed. In the future, Employee is not prohibited from making personal investments in any other businesses which do not otherwise violate the terms of this Agreement, so long as those investments do not require Employee to participate in the operation of the companies in which he invests.

Section 6. Reimbursement of Expenses. Employee may incur reasonable expenses for promoting Company's business, including expenses for entertainment, travel, and similar items. Company hereby agrees to reimburse Employee for all such necessary business expenses after Employee presents an itemized account of his expenditures, together with receipts, vouchers, and other supporting material, and provided that, Employee obtains the Company's prior written approval for such expenses.

Section 7. Benefits. Employee shall be entitled to the standard benefits available to all employees of Company, including without limitation, health insurance, dental insurance, vision care coverage, except for vacation days, for which Employee shall be permitted two weeks. Employee shall be entitled to participate in Company's stock option plan for management and pension plan, if and when established, in the manner and to the extent outlined in the stock option plan and pension plan documents.

Section 8. Confidentiality. Employee, during his term of employment, will have access to, and become familiar with, confidential information, including records, marketing methods and techniques, members, select employee groups (present and prospective), and other information and data which are regularly used in the operation of the business of Company. Employee shall not use or disclose any of such confidential information directly or indirectly, either during the term of this Agreement, or any time thereafter, except as required in the course of his employment with Company. All files, records, documents, drawings, specifications, equipment, and other items owned by or relating to Company or its business, whether prepared by Employee or otherwise coming into his possession, shall remain the exclusive property of Company and shall not be removed from the premises of Company, except as required in the course of Employee's employment.

Section 9. Covenant Not to Compete. During his term of employment and for a period of one (1) year thereafter, Employee shall not alone, together or in association with others, as owner, shareholder, employee, officer, director, partner, lender, investor, consultant, principal, agent, independent contractor, co-venturer or in any other capacity, directly or indirectly, engage

in, have a financial interest in or be in any way connected or affiliated with, or render advice or service to, any person, firm or business or enterprise which is in competition with the Company within Franklin County and those counties contiguous thereto. This Agreement shall be in effect regardless of the reason for Employee's termination,

Section 10. Termination. This Agreement shall terminate at the discretion of the Board if there is breach of this agreement, malfeasance or actions consisting of gross negligence, or at the completion of the term for this Agreement, or in the event the Employer ceases operations due to a lack of operating capital sufficiently great enough to begin manufacturing operations. If Nathan Pingel, loses majority voting control over Employer's issued shares during the first year of this Agreement, then Employer may not terminate this Agreement during the first year of Employee's employment regardless of the reason. After the first year of Employee's employment, Employer will regain the right to terminate Employee pursuant to this Section 10.

Any termination of this Agreement shall be effective immediately and Employee shall be entitled to no further compensation or benefits hereunder except any continuing benefits expressly required by law. The obligations of Employee as set forth in Sections 8 and 9 above shall survive any termination of this Agreement.

Section 11. Annual Review. Company shall provide Employee with a written annual review and evaluation of his job performance. The first such annual review shall occur in 2002. Such review shall be furnished to Employee by the 27th day of February each year while this Agreement is in effect. Employee shall remind the Chairman of the Board by Company of each year that his evaluation date is approaching. Company may also require Employee to furnish Company with a written response to each review. Each review and response shall be in a form and substance to be directed by Company.

Section 12. Indemnification. Company agrees to indemnify and hold harmless from liability and expenses associated with claims made against Employee in connection with activities Employee was performing on behalf of Company provided said activities were intended to benefit Company, were performed in good faith, and were within the scope of Employee's duties.

Section 13. Waiver. No purported waiver by any party of any default by another party of any term of provision contained herein shall be deemed to be a waiver of such term or provision unless the waiver is in writing and signed by the waiving party. No such waiver shall in any event be deemed a waiver of any subsequent default under the same or any other term of provision contained herein.

Section 14. Entire Agreement. This Agreement sets forth the entire understanding among the parties concerning the subject matter of this Agreement and incorporated all prior negotiation and understandings. There are no covenants, promises, agreements, conditions, or understanding, either oral or written, between them relating to the subject matter of this Agreement other than those set forth herein. No alteration, amendment, change, or addition to

this Agreement shall be binding upon any party unless in writing and signed by the party to be charged.

Section 15. Successors. Each and all of the provisions of this Agreement shall be binding upon and inure to the benefit of the parties hereto, and except as otherwise specifically provided in this Agreement, their respective heirs, legal representatives, successors, and assigns;' provided, however, that neither this Agreement, nor any rights herein granted, may be assigned, transferred, or encumbered by any party.

Section 16. Notices. Any consent, waiver, notice, demand, request or other instrument required or permitted to be given under this Agreement shall be in writing and deemed to have been properly given when delivered in person or three (3) days after being sent by certified mail or required United States Mail, return receipt requested, postage prepaid, addressed:

IF TO COMPANY:

426 E. Whittier, Columbus, OH 43206

IF TO EMPLOYEE:

_____ Dawson Ave., Columbus, OH 43209

Any party may change its address for notices in the manner set forth above.

Section 17. Partial Invalidity. If any term or provision of this Agreement or the application thereof to any person or circumstance shall be invalid or unenforceable, the remainder of this Agreement, or the application of such term or provision to persons or circumstances, other than those as to which it is held invalid, shall both be unaffected thereby and each term or provision of this Agreement shall be valid and be enforced to the fullest extent permitted by law.

Section 18. Governing Law. This Agreement shall be governed and construed by the provisions hereof and in accordance with the laws of the State of Ohio applicable to agreements to be performed in the State of Ohio. Further, the parties hereto expressly agree that in the event of litigation concerning the construction or operation of this Agreement, jurisdiction and venue shall be proper in the court of Common Pleas of Franklin County, Ohio.

Section 19. Counterparts. This Agreement may be executed in any number of counterparts, all of which shall constitute one in the same instrument, and any party hereto may execute this Agreement by signing one or more counterparts.

Section 20. Third Parties. Nothing herein expressed or implied is intended or shall be construed to confer upon, or give any person, other than the parties hereto and their successors or assigns, any rights or remedies under or by reason of this Agreement.

The parties have caused this Agreement to be executed as of the date first above-written.

PDG Domus Manufacturing LLC

By:_____
Nathan Pingel, President

EMPLOYEE:

_____
Dan Rosen

EXHIBIT A

ATTACHMENT TO EMPLOYMENT AGREEMENT
BETWEEN
PDG DOMUS MANUFACTURING LLC
AND
DAN ROSEN

Compensation of Employee from the date described in Section Two, above, as Vice President of Operations, and Government and Builder Relations, until changed shall be $75,000 per annum.

Employee shall be entitled to receive a yearly bonus out of a bonus pool established by the Company in such amount as determined in the sole discretion of the Company's management.

Employee shall be entitled to participate in the Employee Incentive Plan on such terms and conditions as determined in the sole discretion of the Company's management. Initially, that shall permit Employee to receive one phantom unit under such plan for each full year of service he performs for the Company, up to two units. The first two phantom units will be equal to one-half of one percent of the Company's profits, losses, gains and cash flow and will be subject to the terms and conditions of the Employee Incentive Plan as adopted by the Company.

PDG Domus Manufacturing LLC

Date: _____ By:_____
Nathan Pingel, President

Date: _____

_____
Dan Rosen, Employee

EMPLOYMENT AGREEMENT

BETWEEN

PDG Domus Manufacturing LLC

AND

Nathan Pingel

DATED:

EMPLOYMENT AGREEMENT

THIS EMPLOYMENT AGREEMENT (the "Agreement") is made and entered into as of the ___ day of _____, 2001, by and between PDG Domus Manufacturing LLC ("Company"), with its principal office located at 426 E. Whittier, Columbus, OH Nathan Pingel ("Employee").

WHEREAS, Company wishes to engage the Employee as Chief Executive Officer and President

WHEREAS, Employee wishes to serve in such capacity.

NOW, THEREFORE, in consideration of the mutual agreements hereinafter set forth, the parties hereto, intending to be legally bound, hereby agree as follows:

Section 1. Appointment. Company hereby employs Employee, and Employee hereby accepts such employment as President subject to, and in accordance with, the terms and conditions of this Agreement.

Section 2. Term of Employment. Employee's employment shall be for a term of one (1) year and shall become effective upon (a) approval of the Company's Board of Managers.

Section 3. Compensation. Employee's salary shall be payable at the rate and in the form as agreed upon from time to time by the parties. At the time such compensation level is agreed upon, a short document shall be completed, dated and signed, and attached hereto as "Exhibit A".

Section 4. Employee's Title and Duties. Company hires Employee as Chief Executive Officer and President. Employee's duties shall include, without limitation, overseeing

- Marketing Direction
- Product Development and Design
- Operating Issues
- Management Issues
- Distribution Strategies
- Finance Strategies

Section 5. Full-Time Requirement. Employee will devote his entire time, attention, and energy to the business of Company during his employment, and shall not engage in any other business activity, regardless of whether such activity is pursued for profit, gain, or other pecuniary advantage, except as permitted in this Section 5. Employee may spend such of his own tim, as is necessary, to find other management for, or to wind down, his other businesses. In the future, Employee is not prohibited from making personal investments in any other businesses which do not otherwise violate the terms of this Agreement, so long as those investments do not require Employee to participate in the operation of the companies in which he invests.

Section 6. Reimbursement of Expenses. Employee may incur reasonable expenses for promoting Company's business, including expenses for entertainment, travel, and similar items. Company hereby agrees to reimburse Employee for all such necessary business expenses after Employee presents an itemized account of his expenditures, together with receipts, vouchers, and other supporting material, and provided that, Employee obtains the Company's prior written approval for such expenses.

Section 7. Benefits. Employee shall be entitled to the standard benefits available to all employees of Company, including without limitation, health insurance, dental insurance, vision care coverage, except for vacation days, for which Employee shall be permitted two weeks. Employee shall be entitled to participate in Company's stock option plan for management and pension plan, if and when established, in the manner and to the extent outlined in the stock option plan and pension plan documents.

Section 8. Confidentiality. Employee, during his term of employment, will have access to, and become familiar with, confidential information, including records, marketing methods and techniques, members, select employee groups (present and prospective), and other information and data which are regularly used in the operation of the business of Company. Employee shall not use or disclose any of such confidential information directly or indirectly, either during the term of this Agreement, or any time thereafter, except as required in the course of his employment with Company. All files, records, documents, drawings, specifications, equipment, and other items owned by or relating to Company or its business, whether prepared by Employee or otherwise coming into his possession, shall remain the exclusive property of Company and shall not be removed from the premises of Company, except as required in the course of Employee's employment.

Section 9. Covenant Not to Compete. During his term of employment and for a period of one (1) year thereafter, Employee shall not alone, together or in association with others, as owner, shareholder, employee, officer, director, partner, lender, investor, consultant, principal, agent, independent contractor, co-venturer or in any other capacity, directly or indirectly, engage in, have a financial interest in or be in any way connected or affiliated with, or render advice or service to, any person, firm or business or enterprise which is in competition with the Company within Franklin County and those counties contiguous thereto. This Agreement shall be in effect regardless of the reason for Employee's termination,

Section 10. Termination. This Agreement shall terminate at the discretion of the Board if there is breach of this agreement, malfeasance or actions consisting of gross negligence, or at the completion of the term for this Agreement.

Any termination of this Agreement shall be effective immediately and Employee shall be entitled to no further compensation or benefits hereunder except any continuing benefits expressly required by law. The obligations of Employee as set forth in Sections 8 and 9 above shall survive any termination of this Agreement.

Section 11. Annual Review. Company shall provide Employee with a written annual review and evaluation of his job performance. The first such annual review shall occur in 2002. Such review shall be furnished to Employee by the 27th day of February each year while this Agreement is in effect. Employee shall remind the Chairman of the Board by Company of each year that his evaluation date is approaching. Company may also require Employee to furnish Company with a written response to each review. Each review and response shall be in a form and substance to be directed by Company.

Section 12. Indemnification. Company agrees to indemnify and hold harmless from liability and expenses associated with claims made against Employee in connection with activities Employee was performing on behalf of Company provided said activities were intended to benefit Company, were performed in good faith, and were within the scope of Employee's duties.

Section 13. Waiver. No purported waiver by any party of any default by another party of any term of provision contained herein shall be deemed to be a waiver of such term or provision unless the waiver is in writing and signed by the waiving party. No such waiver shall in any event be deemed a waiver of any subsequent default under the same or any other term of provision contained herein.

Section 14. Entire Agreement. This Agreement sets forth the entire understanding among the parties concerning the subject matter of this Agreement and incorporated all prior negotiation and understandings. There are no covenants, promises, agreements, conditions, or understanding, either oral or written, between them relating to the subject matter of this Agreement other than those set forth herein. No alteration, amendment, change, or addition to this Agreement shall be binding upon any party unless in writing and signed by the party to be charged.

Section 15. Successors. Each and all of the provisions of this Agreement shall be binding upon and inure to the benefit of the parties hereto, and except as otherwise specifically provided in this Agreement, their respective heirs, legal representatives, successors, and assigns;' provided, however, that neither this Agreement, nor any rights herein granted, may be assigned, transferred, or encumbered by any party.

Section 16. Notices. Any consent, waiver, notice, demand, request or other instrument required or permitted to be given under this Agreement shall be in writing and deemed to have been properly given when delivered in person or three (3) days after being sent by certified mail or required United States Mail, return receipt requested, postage prepaid, addressed:

IF TO COMPANY:

426 E. Whittier, Columbus, OH 43206

IF TO EMPLOYEE:

426 E. Whittier., Columbus, OH 43206

Any party may change its address for notices in the manner set forth above.

Section 17. Partial Invalidity. If any term or provision of this Agreement or the application thereof to any person or circumstance shall be invalid or unenforceable, the remainder of this Agreement, or the application of such term or provision to persons or circumstances, other than those as to which it is held invalid, shall both be unaffected thereby and each term or provision of this Agreement shall be valid and be enforced to the fullest extent permitted by law.

Section 18. Governing Law. This Agreement shall be governed and construed by the provisions hereof and in accordance with the laws of the State of Ohio applicable to agreements to be performed in the State of Ohio. Further, the parties hereto expressly agree that in the event of litigation concerning the construction or operation of this Agreement, jurisdiction and venue shall be proper in the court of Common Pleas of Franklin County, Ohio.

Section 19. Counterparts. This Agreement may be executed in any number of counterparts, all of which shall constitute one in the same instrument, and any party hereto may execute this Agreement by signing one or more counterparts.

Section 20. Third Parties. Nothing herein expressed or implied is intended or shall be construed to confer upon, or give any person, other than the parties hereto and their successors or assigns, any rights or remedies under or by reason of this Agreement.

The parties have caused this Agreement to be executed as of the date first above-written.

PDG Domus Manufacturing LLC

By: _____
Robert Hoffman, Vice President and CFO

EMPLOYEE:

_____
Nathan Pingel

EXHIBIT A

ATTACHMENT TO EMPLOYMENT AGREEMENT
BETWEEN
PDG DOMUS MANUFACTURING LLC
AND
NATHAN PINGEL

Compensation of Employee from the date he first begins full time employment as CEO and President until changed shall be $75,000 per annum. Until that time and while he is working on the plant floor to move through the Ohio Industrial Housing Process, he shall receive_____ per annum.l

Employee shall be entitled to receive a yearly bonus out of a bonus pool established by the Company in such amount as determined in the sole discretion of the Company's management.

Employee shall be entitled to participate in the Employee Incentive Plan on such terms and conditions as determined in the sole discretion of the Company's management. Initially, that shall permit Employee to receive one phantom unit under such plan for each full year of service he performs for the Company, up to two units. The first two phantom units will be equal to one-half of one percent of the Company's profits, losses, gains and cash flow and will be subject to the terms and conditions of the Employee Incentive Plan as adopted by the Company.

PDG Domus Manufacturing LLC

Date: _____ By:_____
Robert M. Hoffman, Vice President

Date: _____
_____
Nathan Pingel, Employee

EMPLOYMENT AGREEMENT

BETWEEN

PDG Domus Manufacturing LLC

AND

Robert M. Hoffman

DATED:

EMPLOYMENT AGREEMENT

THIS EMPLOYMENT AGREEMENT (the "Agreement") is made and entered into as of the ___ day of _____, 2001, by and between PDG Domus Manufacturing LLC ("Company"), with its principal office located at 426 E. Whittier, Columbus, OH Robert M. Hoffman ("Employee").

WHEREAS, Company wishes to engage the Employee as Vice President and Chief Financal Officer and

WHEREAS, Employee wishes to serve in such capacity.

NOW, THEREFORE, in consideration of the mutual agreements hereinafter set forth, the parties hereto, intending to be legally bound, hereby agree as follows:

Section 1. Appointment. Company hereby employs Employee, and Employee hereby accepts such employment as Vice President and CFO subject to, and in accordance with, the terms and conditions of this Agreement.

Section 2. Term of Employment. Employee's employment shall be for a term of one (1) years and shall become effective upon approval of the Company's Board Managers. Compensation as described in Section 3 shall commence at such time as the Company is manufacturing _____ homes per month. Until that time, Employee shall devote as must time as he has available, as determined in his sole discretion.

Section 3. Compensation. Employee's salary shall be payable at the rate and in the form as agreed upon from time to time by the parties. At the time such compensation level is agreed upon, a short document shall be completed, dated and signed, and attached hereto as "Exhibit A".

Section 4. Employee's Title and Duties. Company hires Employee as Vice President and CFO of. Employee's duties shall include, without limitation, overseeing

- Aiding with obtaining HUD approval for the Company's products
- Aiding in obtaining lender acceptance of the Company's products
- Working with nonprofit organizations established to provide housing
- Aiding in obtaining financing through corporate angel network, venture capital, strategic alliance, bank, and lease financing
- Working with lending institutions to obtain lending approval for the Company's products sold to both builders and end buyers
- And such other assignments as the President gives in writing to Employee

Section 5. Full-Time Requirement. Employee will devote his entire time, attention, and energy to the business of Company during his employment, and shall not engage in any other business activity, regardless of whether such activity is pursued for profit, gain, or other pecuniary

advantage, except as permitted in this Section 5. Employee may spend such of his own time, as is necessary, to find other management for, or to wind down, his other businesses. In the future, Employee is not prohibited from making personal investments in any other businesses which do not otherwise violate the terms of this Agreement, so long as those investments do not require Employee to participate in the operation of the companies in which he invests.

Section 6. Reimbursement of Expenses. Employee may incur reasonable expenses for promoting Company's business, including expenses for entertainment, travel, and similar items. Company hereby agrees to reimburse Employee for all such necessary business expenses after Employee presents an itemized account of his expenditures, together with receipts, vouchers, and other supporting material, and provided that, Employee obtains the Company's prior written approval for such expenses.

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Section 8. Confidentiality. Employee, during his term of employment, will have access to, and become familiar with, confidential information, including records, marketing methods and techniques, members, select employee groups (present and prospective), and other information and data which are regularly used in the operation of the business of Company. Employee shall not use or disclose any of such confidential information directly or indirectly, either during the term of this Agreement, or any time thereafter, except as required in the course of his employment with Company. All files, records, documents, drawings, specifications, equipment, and other items owned by or relating to Company or its business, whether prepared by Employee or otherwise coming into his possession, shall remain the exclusive property of Company and shall not be removed from the premises of Company, except as required in the course of Employee's employment.

Section 9. Covenant Not to Compete. During his term of employment and for a period of one (1) year thereafter, Employee shall not alone, together or in association with others, as owner, shareholder, employee, officer, director, partner, lender, investor, consultant, principal, agent, independent contractor, co-venturer or in any other capacity, directly or indirectly, engage in, have a financial interest in or be in any way connected or affiliated with, or render advice or service to, any person, firm or business or enterprise which is in competition with the Company within Franklin County and those counties contiguous thereto. This Agreement shall be in effect regardless of the reason for Employee's termination,

Section 10. Termination. This Agreement shall terminate at the discretion of the Board if there is breach of this agreement, malfeasance or actions consisting of gross negligence, or at the completion of the term for this Agreement.

Any termination of this Agreement shall be effective immediately and Employee shall be entitled to no further compensation or benefits hereunder except any continuing benefits expressly required by law. The obligations of Employee as set forth in Sections 8 and 9 above shall survive any termination of this Agreement.

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Section 12. Indemnification. Company agrees to indemnify and hold harmless from liability and expenses associated with claims made against Employee in connection with activities Employee was performing on behalf of Company provided said activities were intended to benefit Company, were performed in good faith, and were within the scope of Employee's duties.

Section 13. Waiver. No purported waiver by any party of any default by another party of any term of provision contained herein shall be deemed to be a waiver of such term or provision unless the waiver is in writing and signed by the waiving party. No such waiver shall in any event be deemed a waiver of any subsequent default under the same or any other term of provision contained herein.

Section 14. Entire Agreement. This Agreement sets forth the entire understanding among the parties concerning the subject matter of this Agreement and incorporated all prior negotiation and understandings. There are no covenants, promises, agreements, conditions, or understanding, either oral or written, between them relating to the subject matter of this Agreement other than those set forth herein. No alteration, amendment, change, or addition to this Agreement shall be binding upon any party unless in writing and signed by the party to be charged.

Section 15. Successors. Each and all of the provisions of this Agreement shall be binding upon and inure to the benefit of the parties hereto, and except as otherwise specifically provided in this Agreement, their respective heirs, legal representatives, successors, and assigns;' provided, however, that neither this Agreement, nor any rights herein granted, may be assigned, transferred, or encumbered by any party.

Section 16. Notices. Any consent, waiver, notice, demand, request or other instrument required or permitted to be given under this Agreement shall be in writing and deemed to have been properly given when delivered in person or three (3) days after being sent by certified mail or required United States Mail, return receipt requested, postage prepaid, addressed:

IF TO COMPANY:

426 E. Whittier, Columbus, OH 43206

IF TO EMPLOYEE:

528 S. Fifth St., Columbus, OH 43206

Any party may change its address for notices in the manner set forth above.

Section 17. Partial Invalidity. If any term or provision of this Agreement or the application thereof to any person or circumstance shall be invalid or unenforceable, the remainder of this Agreement, or the application of such term or provision to persons or circumstances, other than those as to which it is held invalid, shall both be unaffected thereby and each term or provision of this Agreement shall be valid and be enforced to the fullest extent permitted by law.

Section 18. Governing Law. This Agreement shall be governed and construed by the provisions hereof and in accordance with the laws of the State of Ohio applicable to agreements to be performed in the State of Ohio. Further, the parties hereto expressly agree that in the event of litigation concerning the construction or operation of this Agreement, jurisdiction and venue shall be proper in the court of Common Pleas of Franklin County, Ohio.

Section 19. Counterparts. This Agreement may be executed in any number of counterparts, all of which shall constitute one in the same instrument, and any party hereto may execute this Agreement by signing one or more counterparts.

Section 20. Third Parties. Nothing herein expressed or implied is intended or shall be construed to confer upon, or give any person, other than the parties hereto and their successors or assigns, any rights or remedies under or by reason of this Agreement.

The parties have caused this Agreement to be executed as of the date first above-written.

PDG Domus Manufacturing LLC

By:_____

Nathan Pingel, President

EMPLOYEE:

_____
Robert M. Hoffman

EXHIBIT A

ATTACHMENT TO EMPLOYMENT AGREEMENT
BETWEEN
PDG DOMUS MANUFACTURING LLC
AND
ROBERT M. HOFFMAN

Compensation of Employee from the date he first begins full time employment as CFO and Vice President until changed shall be $75,000 per annum.

Employee shall be entitled to receive a yearly bonus out of a bonus pool established by the Company in such amount as determined in the sole discretion of the Company's management.

Employee shall be entitled to participate in the Employee Incentive Plan on such terms and conditions as determined in the sole discretion of the Company's management. Initially, that shall permit Employee to receive one phantom unit under such plan for each full year of service he performs for the Company, up to two units. The first two phantom units will be equal to one-half of one percent of the Company's profits, losses, gains and cash flow and will be subject to the terms and conditions of the Employee Incentive Plan as adopted by the Company.

.

PDG Domus Manufacturing LLC

Date: _____ By:_____
Nathan Pingel CEO and President

Date: _____ _____
Robert M. Hoffman, Employee

OPTION AGREEMENT

This Option Agreement ("Agreement") between PDG Domus Manufacturing LLC, an Ohio Limited Liability Company ("PDG") and ARIZONA HOMES TO GO, LLC, an Ohio LIMITED LIABILITY COMPANY ("Licensee").

RECITALS

A. PDG Domus Corporation, an affiliate of PDG, owns the exclusive rights to a system (the "PDG Home Construction System") for the design and manufacture of residential structures using unique, patented technology and on demand manufacturing methods protected by U.S. Patent No. 6,112,473 which issued on September 5, 2000 and U.S. Patent No. 6,349,509.B1, both entitled MOLDED WALL PANEL AND HOUSE CONSTRUCTION.

B. PDG Domus Corporation has granted PDG an exclusive license to the PDG Home Construction System for the construction of manufactured buildings in the field of single and multi-family residential construction involving dwellings and outbuildings (the "Residential Construction Field").

C. The parties desire that PDG grant Licensee an option (the "Option") to enter into one or more exclusive sublicenses of the PDG Home Construction System for the States of Arizona (the "Arizona License") and Colorado (the "Colorado License") (the Arizona License and the Colorado License being hereinafter collectively referred to as the "Licenses") as further provided in this Agreement and a right of first refusal (the "First Refusal Right") to be a sublicensee of the PDG Home Construction System for the States of Texas, Utah and Nevada.

D. PDG desires to grant the Option to Licensee to induce Licensee to assist PDG with the development of business plans to exploit the housing markets in the Southwest United States.

IN WITNESS WHEREOF, PDG and Licensee agree as follows:

1. Purchase and Grant of Option

(a) PDG hereby grants to Licensee an option to acquire the Licenses in consideration of Licensee providing PDG with marketing information requested by PDG, for Arizona and Colorado, and the Southwest United States, at Licensee's sole cost.

2. Exercise of the Option for the Arizona License

(a) The Option may be exercised for the Arizona License for a period of six (6) months following:

(1) PDG supplying Licensee with formal budgets to (1) build a manufacturing plant in Arizona based on PDG's plant at 1909 E. Livingston Ave., Columbus, OH (the "PDG Plant"), but capable of manufacturing 300 homes per year with two (2) shifts, (2) staff the manufacturing plant, (3) purchase the information technology necessary for the plant's operation and (4) formal budgets specifically requested by Licensee which are appended hereto as Exhibit A upon execution of this Agreement, all of which will be supplied to Licensee within six (6) months following the completion of Five (5) homes from PDG's facility in Columbus, OH.

3. Initial Royalties for Arizona License

(a) Upon Licensee's exercise of the Option for the Arizona License, Licensee shall pay PDG initial royalties of $1,880,000 as follows:

(1) $126,000 will be paid upon exercise of the Option for the Arizona License.

(2) $126,000 will be due upon approval of the Arizona Home by the Ohio Industrial Housing Commission.

(3) $126,000 will be due upon the start of construction or modification of the plant to manufacture homes in Arizona.

(4) $126,000 will be due upon approval by the Arizona Industrial Housing Commission ("AZIHC") of the design of the home to ship and be sold in Arizona (the "Arizona Home").

(5) $126,000 will be due upon the manufacture of the first ten (10) homes from Licensee's manufacturing plant in Arizona.

(6) The remaining $1,250,000 (the "Initial Royalty Balance") will bear interest at 2 points over the prime rate as published in the Wall Street Journal and will begin upon the manufacture of ten (10) homes from Licensee's manufacturing plant in Arizona. Until interest on the Initial Royalty Balance begins, installments equal to the royalty for single and multi-family homes set forth below will be paid and applied to the principal of the Initial Royalty Balance. Once interest begins, all amounts received will first be applied to interest, then to principal. At the end of ten (10) years from the date interest first begins, any unpaid portion of the Initial Royalty Balance including interest will be due and payable in full.

(b) Licensee agrees that the Arizona License will be solely for Residential Construction Field for Arizona and that License shall not be permitted to

directly or indirectly sell or distribute products incorporating the PDG Home Construction System outside of Arizona.

4. Ongoing Royalties and Equity under the Arizona License

(a) $450 per multi-family unit and $900 per single family unit on all sales up to $125,000 by Licensee to nonaffiliated buyers, with the royalty on *only* single family units increasing by $250 for each additional $25,000 added to the sales price over $125,000. Royalty shall be included as a line item on the closing statement of any home built pursuant to the Licenses and shall be paid directly to PDG by the title company upon closing.

(b) Licensee will form a limited liability company to exploit the Arizona License or any other license granted by PDG to Licensee or an affiliate of Licensee and PDG receive 2% of the equity in any such entity.

5. Plant Construction and Operation under the Licenses

(a) PDG will begin preparation of plans and specifications for the construction of a manufacturing facility for Licensee and have them completed within 270 days following Licensee's exercise of the Option for the Arizona License. The facility will be built by PDG on a turnkey basis. Progress payments will be made to PDG under a mutually agreed upon time schedule for planning and construction of the facility. All plans, specifications, schedules and construction shall be based upon construction standards in the PDG Plant and those that are usual and customary in Arizona.

(b) Licensee agrees to pay for: all costs to design a home that can be manufactured and sold in both Ohio and Arizona which are necessary and consistent with PDG's experience in Columbus, OH, to design a home; to construct or remodel a facility in Arizona (the "AZ Plant"); and to construct all equipment necessary for the AZ Plant to provide the capacity to manufacture 300 homes per year with two (2) shifts, that is consistent with the operation of PDG's "Plant". Licensee will also purchase the information system specified and costed out by PDG that is consistent with the information system used by PDG Plant. Licensee will pay cost, plus the G&A set forth in the business plan pro forma attached as Exhibit A, and a 5% profit over and above cost or turnkey, as the case may be. All direct and indirect costs to get the AZ Plant operational including, among other things, shipping and travel costs will also be paid by Licensee.

(c) During construction or remodeling of the AZ Plant, PDG will accurately calculate the scale of plant size and production levels, and provide Licensee with such information so it may calculate start-up costs and begin to secure skilled labor, management, and office staff, for the AZ Plant, which shall be costs of Licensee's.

(d) Licensee and all of its sub contractors exposed to PDG's confidential information or trade secrets identified as such in writing by PDG will execute non-disclosure agreements prepared by PDG. Failure to execute these documents precludes involvement in the project.

(e) Once the AZ Plant is operational, Licensee agrees to maintain all production standards, procedures and processes required by PDG to be followed that are consistent with the PDG Plant.

(f) Licensee agrees not to make molds or design changes to the AZ Plant, its systems, or equipment.

(g) PDG will promptly provide Licensee with all on going R&D information and updated design changes as soon as PDG obtains or develops same. PDG agrees to promptly provide Licensee with any new technologies and enhancements at cost plus G&A set forth in Exhibit A, plus 5% profit. Licensee will not be charged for new technologies or enhancements that PDG may develop during the time between the start and completion of the Arizona Plant, provided, that Licensee will be responsible for out of pocket costs to implement such new technologies and enhancements.

6. Materials, Molds, Equipment, and Plant Expansion

(a) Licensee agrees to purchase materials and equipment that meet PDG specifications needed for the AZ Plant or any future plants constructed by Licensee in any territories where Licensee has license rights from PDG. PDG shall have the right of first refusal to provide the same materials to Licensee at the same price FOB the AZ Plant as obtainable by Licensee from other vendor's meeting PDG specifications.

(b) Licensee agrees all molds and proprietary plant equipment for the AZ Plant and future plants must be purchased from a PDG affiliate at the affiliate's actual cost, plus G&A as set forth in the PDG business plan pro forma attached hereto, plus a 5% mark-up.

(c) Licensee agrees PDG shall have the right of first refusal to provide future construction or expansion services to Licensee at the same price FOB the AZ Plant as obtainable by Licensee from other Vendor's prepared to build or expand a plant as specified by PDG.

7. Colorado License and First Refusal Right Texas, Nevada and Utah

(a) Licensee may exercise the Option for the Colorado License within 270 days following the manufacture of ten (10) homes from the AZ Plant, provided, Licensee's operation of the AZ Plant is consistent with the way the PDG Plant is operated. Except for royalties, all terms for the Colorado License will be identical with the terms of the Arizona License

Agreement, and will apply to homes shipped in from the AZ Plant or built in a Colorado Plant. The initial royalties under the Colorado License shall be $1,000,000, to be paid in the same manner and bearing interest at the same rate as the Initial Royalty Balance under the AZ License.

(b) Licensee will have a "First Right of Refusal" on any licenses offered by PDG for Texas, Utah and Nevada, and PDG will notify Licensee of any offers to obtain a license for Texas, Utah, and Nevada, that PDG is considering and willing to accept, provided, that PDG shall furnish a copy of such offers to Licensee and Licensee shall have thirty (30) days from the receipt of such offers to notify PDG in writing that it is ready, willing and able to purchase such licenses on the same terms and conditions contained therein.

8. Preparation of License Agreement and First Refusal Right Agreement

(a) The parties agree that a definitive License Agreement and First Right of Refusal Agreement incorporating the major points of this Agreement shall be prepared and executed within 60 days following after Licensee shall exercise its option herein.

(b) Terms relating to Licensee's performance and PDG's right to compete with Licensee in states for which Licensee has obtained a license if such performance standards are not met, will be based upon the operation of the PDG Plant.

(c) The license agreement contemplated hereby will include a 30 day notice of default provision to Licensee with a 60 day right to cure by Licensee.

9. Termination of License

(a) If the Licensee fails to perform the terms of this Agreement or the terms of any subsequent agreement prepared pursuant to this Agreement, or files for any form of bankruptcy protection, or ceases operation, then the Licenses which Licensee has the option to purchase or has purchased under this Agreement will revert back to PDG and the First Refusal Right shall terminate. As to production levels under the License Agreement to be prepared pursuant to this Agreement, if Licensee fails to meet such levels, the exclusivity of the Licenses will end, and PDG or another organization selected by PDG shall be able to compete with Licensee in the states granted to Licensee under the License.

(b) If PDG files a liquidating bankrupcy, or if as a result of PDG being acquired or PDG's assets being acquired, Licensee's operations are substantially affected because the operational costs or standards of operation required by PDG before being acquired change, Licensee may terminate its license agreement and continue to own and operate all assets,

that Licensee acquired from PDG up to the date of termination. In the event of termination, Licensee will not be entitled to use the PDG name. In no event will Licensee ever acquire an interest in any PDG patent.

10. Condition Subsequent

(a) If the subscription agreement between PDG Domus Corporation ("PDG Corp"), PDG's Manager, and Licensee pursuant to which Licensee is to purchase eight (8) shares of stock in PDG Corp for $15,000 per share is not executed and funded by November 4, 2003, this Agreement will terminate.

The parties agree to these terms this 24 day of OCTOBER, 2003.

PDG DOMUS MANUFACTURING LLC

By: _____
Nathan Pingel, President

ARIZONA HOMES TO GO, LLC

By: _____
DAVID J GUIMOND ~~President~~ MANAGER

DR11.102103

This form approved and copyrighted © by the Building Industry Association of Central Ohio for exclusive use of its members. Use by anyone not a member of the BIA, in good standing, is unauthorized use.

REAL ESTATE PURCHASE AGREEMENT FOR CONSTRUCTION PURCHASE AND SALE OF A HOME ON LOT OWNED BY BUILDER

This Agreement for the purchase of a home was signed on _____, 20_____, by and between _____, a(n) _____ (insert type of entity if other than individual), "Seller". For simplicity in preparation of this Agreement, Buyer and Seller are referred to in the singular notwithstanding whether or not there are, in fact, more than one Buyer or Seller.

In consideration of the following mutual promises, Buyer and Seller agree that Seller shall sell and convey to Buyer, and Buyer shall purchase from Seller and pay for the improvements and real property upon which the improvements are constructed located at _____ (insert property address) ("Home") upon the following terms and conditions.

1. CONSTRUCTION UNDERTAKING. Unless otherwise specified herein Seller shall furnish all the material and perform all of the work for the construction of the Home in accordance with the plans and specifications which Buyer has examined and approved, and which plans and specifications are made a part of this Agreement.

2. PURCHASE PRICE. The total price for the Home shall be _____ Dollars ($_____), payable as follows:

Initial deposit paid on execution of offer	$ _____
Additional deposit due on satisfaction of financing conditions described in Paragraph Four herein	$ _____
Balance due at closing	$ _____
Total	$ _____

The amount described above is subject to adjustment at closing for the items described within this Agreement.

3. DEPOSITS. Seller retains the right to use all deposits for construction or other purposes, and Buyer acknowledges that such deposits shall not be subject to any escrow, trust, or security agreement, nor shall interest accrue thereon.

Buyer and Seller further agree that Buyer's deposit(s) as provided herein shall be disbursed as follows:

(a) If this offer is not accepted by Seller, the deposit(s) shall be promptly returned to Buyer;

(b) If this offer is accepted by Seller, the deposit(s) shall be applied on the purchase price when the transaction is closed;

(c) If this offer is accepted by Seller and Buyer fails or refuses to comply with the terms of this Agreement, then the deposit(s) may be applied by Seller at Seller's option as described in Paragraph Seventeen (17) herein.

4. FINANCING CONDITIONS. All obligations of both parties are expressly contingent upon Buyer obtaining a loan commitment in the amount of _____ Dollars ($_____) on terms and conditions satisfactory to Buyer within _____ calendar days of the acceptance of this Agreement. In the event Buyer successfully obtains such loan commitment, Buyer shall immediately notify Seller of the same in writing, and shall further provide to Seller a copy of the loan commitment letter issued by the lending institution confirming such loan commitment, or such other evidence as Seller shall deem satisfactory in order to establish that Buyer has, in fact, obtained the same.

If Buyer makes a good faith effort and is not able to obtain the loan commitment described above within the time period specified above and so notifies Seller in writing of the same, this Agreement shall be terminated, all parties shall be released from their obligations hereunder, and all deposit(s) shall be returned to Buyer (except Seller may retain that portion of the deposit(s) necessary to reimburse Seller for

any out-of-pocket expenses incurred by Seller, including but not limited to, fees paid by Seller to prepare or modify plans and specifications, obtain permits, etc.), unless Buyer and Seller mutually agree in writing to extend the time period specified above, or otherwise mutually agree in writing to waive the financing condition described within this paragraph.

If Buyer fails to make an application for a loan commitment or fails to use good faith efforts to obtain such loan commitment, Seller may, at Seller's option, retain any and all deposit(s) as liquidated damages described in Paragraph Seventeen (17) herein without waiving any rights Seller may otherwise have at law or in equity, or Seller may, at Seller's option, pursue such other rights and remedies as Seller may have at law or in equity.

5. CONSTRUCTION SCHEDULE AND EFFECTS OF DELAYS. Seller can neither imply nor guarantee a firm completion and availability date. However, Seller will use commercially reasonable efforts to complete the construction of the Home within _____ (_____) days after construction commences. Seller will not, however, be obligated to commence construction until after the financing conditions described in Paragraph Four herein have been satisfied or waived.

Buyer acknowledges that Seller's ability to meet the construction schedule described above will be directly affected by any change orders requested by Buyer, Buyer's failure to timely select any options not heretofore specified within the plans and specifications, and/or Buyer's interference with the construction process itself.

Further, Seller shall not be liable for any delay in the completion of construction caused by weather, fire, or other casualty or act of God, nor shall Seller be liable for any delay in the completion of the construction caused by strike, walk out, governmental control, inability to obtain materials or supplies, or other regulations, restrictions, or conditions over which Seller has no reasonable control or for which Seller is not responsible.

In this respect, Seller shall not be obligated to make, provide, or compensate Buyer for any accommodations to Buyer as a result of construction delays or any other delays associated with the completion of the construction of the Home or the closing of the sale thereof. Further, Seller shall not be obligated or have any responsibility for loss of the loan commitment or increased loan costs, including but not limited to additional appraisal or reappraisal fees, inspection or reinspection fees, origination and/or discount fees, or increased interest rates arising or associated with construction delays or any other delays associated with the final construction of the Home or the closing of the sale thereof.

6. COSTS OF FINANCING. Buyer agrees that, unless otherwise set forth herein to the contrary, Buyer shall be responsible for any and all costs or fees instituted or charged by Buyer's lender, whether to be paid prior to, at, or after the closing. These charges may include, by way of example, but not by way of limitation, survey expenses and additional title insurance charges such as mortgagee title insurance commitment fee, simultaneous issue fee or other title insurance premiums for mortgage title insurance, Variable Rate Endorsement charge, and/or Environmental Protection Agency Endorsement charges.

7. CHANGES AND MODIFICATIONS. To be effective any changes or modifications in the plans and specifications must be by written change order signed by both parties. Each change order shall set forth the additional compensation to be paid to Seller by Buyer (or credited to Buyer and Seller) as a result of the changes or modifications in the plans and specifications. Payment in full of the additional compensation shall be made at the time of signing a change order or as specified thereon.

8. POSSESSION. Possession shall be given to Buyer at the time of closing. Prior to the time of closing, Buyer may visit the Home, provided Buyer is accompanied by Seller or Seller's representative. When visiting the Home, Buyer agrees that Buyer shall not interfere with, restrict, interrupt, harass or obstruct construction or its progress, physically, by nuisance, or in any other manner. In the event Buyer does so interfere, restrict, interrupt, harass, or obstruct construction or its progress, Seller shall

notify the Buyer of the same and if Buyer fails to immediately cease and desist, Seller may, at Seller's option, undertake such action as is necessary to restrain Buyer from further visiting the Home or otherwise declare a breach of this Agreement and a failure to perform the same, in which event the Seller shall be entitled to such remedies as are set forth herein or available at law or in equity. Further, Buyer acknowledges that if Buyer visits the Home prior to the time of closing, such visit shall be at Buyer's risk. In this respect, by execution of this Agreement, Buyer further releases and discharges Seller and its employees and agents from any and all claims, liability or damages arising as a result of such visit, including injury to person or property.

9. CONSTRUCTION REPRESENTATIONS. Construction of the Home shall substantially conform to the plans and specifications, allowing minor deviations occasioned by expediency, practicality, and the availability of labor and materials. That is, in the event the Seller is unable to obtain the exact materials specified in the plans and specifications, the Seller shall have the right to substitute materials of similar pattern, design and quality. Further, Seller expressly reserves the right to make such modifications, additions, or deletions to the plans and specifications as may be required by Buyer's lending institution or in order to meet any applicable building or zoning code requirements. In the event that a substantial physical modification or deviation from the plans and specifications is necessary due to soil or other lot conditions (building setback lines, easements, etc.), Seller may, at Seller's option, elect to terminate this Agreement and refund to Buyer the deposit(s), in which case all parties hereto shall be relieved of any further obligations hereunder.

10. CLOSING. This purchase and sale shall be closed as soon as reasonably possible after the work is substantially complete, but not later than five calendar days after the approval of the final inspection by the appropriate building inspector. The work shall be deemed to be substantially complete upon the earlier of the approval of the final inspection of the Home by the appropriate building inspector, or the approval of the Home by the Buyer's lending institution. In the event closing is delayed at the request

or through the fault of Buyer or Buyer's lending institution, the balance of the purchase price shall bear interest at the greater of (i) the Prime Rate as such term is defined in the Wall Street Journal plus four percent (4%); or (ii) eighteen percent (18%) per annum, in either case determined from the date the work is substantially complete as defined herein, and all prorations shall be made to such date without further adjustment.

Within two business days prior to the closing, Buyer and Seller shall walk through the Home and prepare a list of items which may need to be completed after the closing ("punch list"). Buyer agrees that the failure of Seller to complete any such punch list item or other minor items not required by the appropriate governmental entity in order to issue a Certificate of Occupancy (including items such as sod and landscaping) shall not operate to delay the closing, nor shall Seller be required to set up an escrow or to accept less than the full amount required hereunder on the account of such incomplete items, provided that Seller undertakes in writing to complete such items within a reasonable time after closing. In the event an escrow is required by the Buyer's lending institution, or a completion, performance, or similar bond is required by the appropriate governing authority, and the same relates to obligations of the Buyer or the requirements of Buyer's lending institutions (i.e. Buyer has agreed to provide certain finish related work such as sod, landscaping, painting, etc. or Buyer's lending institution seeks assurance that the same will be completed), then the funds necessary to establish the escrow or pay for the bond shall be provided by the Buyer.

11. EVIDENCE OF TITLE. Seller shall furnish and pay for an owner's title insurance commitment and policy [ALTA Form B (1970 REV. 10-17-70 & REV. 10-17-84)] in the amount of the purchase price, with a copy of subdivision plat or condominium plat. The title evidence shall be certified to within thirty (30) days prior to closing with an endorsement at 8:00 a.m. on the business day prior to the date of closing, and shall show in Seller marketable title in fee simple free and clear of all liens and encumbrances except: (a) those created by or assumed by Buyer; (b) those specifically set forth in this

Agreement; (c) zoning ordinances; (d) legal highways; and (e) covenants, restrictions, conditions and easements of record which do not unreasonably interfere with the use of the Home as a residence or otherwise relate to a general plan of development for the subdivision. As hereinabove set forth, Buyer shall pay any additional costs incurred in connection with mortgagee title insurance issued for the protection of Buyer's lender. If Buyer shall desire a survey, or if Buyer's lender shall require the same, Buyer shall pay the cost thereof.

If title to all or part of the real estate is unmarketable, as determined by Ohio law with reference to the Ohio State Bar Association's Standards of Title Examination, or is subject to liens, encumbrances, easements, conditions, restrictions or encroachments other than those excepted in this contract, Seller shall within thirty (30) days after written notice thereof, remedy or remove any such defect, lien, encumbrance, easement, condition, restriction or encroachment or obtain title insurance without exception therefor. At closing Seller shall sign an affidavit with respect to off-record title matters in accordance with the community custom. For the purpose of the preceding sentence an affidavit substantially similar in form and content to the form prescribed by the Columbus Bar Association (1980) shall be deemed to be in accordance with community custom.

12. DEED. Seller shall convey to Buyer marketable title in fee simple by transferable and recordable general warranty deed, with release of dower, if any, free and clear of all liens and encumbrances not excepted by this contract, and the following (None, if nothing inserted):

_____

_____

13. **TAXES AND ASSESSEMENTS**. At closing Seller shall pay or credit on the purchase price all delinquent real estate taxes, including penalty and interest, all special assessments which are a lien through the date of closing, and all agricultural use tax recoupments for years through the year of closing. At closing Seller shall also pay or credit on the purchase price all other unpaid real estate taxes

which are a lien for years prior to closing and a portion of such real estate taxes for the year of closing prorated through date of closing and based on a 365-day year and, if undetermined, on the most recently available real estate tax rate and valuation, giving effect to applicable exemptions, recently voted millage, change in valuation, etc., whether or not certified. Such proration shall be final.

In the event the real property upon which the Home is situated is a subdivided lot which is part of a subdivision which has been filed of record recently enough so that the real estate taxes reflect acreage valuations only (i.e. there are no separate valuations for the newly subdivided lots), then the Seller may, at the Seller's option, provide a letter to the Buyer at closing agreeing to prorate real estate taxes as described herein, at such time as the subdivided lot has been given a separate tax valuation from the acreage (in such case, no proration will be made at closing), or Seller may adjust the real estate taxes at closing based upon the acreage contained in the subdivided lot as compared to the total acreage contained in the parent (master) parcel, and based upon a reasonable determination as to whether Seller or Buyer will ultimately receive the applicable tax bill.

Seller states, to the best of Seller's knowledge, that as of closing no improvements or services (site or area) will have been installed or furnished, or notification received from public authority of future improvements, of which any part of the cost may be assessed against the real estate, except the following: (None, if nothing inserted). _____.

Buyer agrees to assume the balance of all assessments and reassessments, both special or otherwise, which become a lien on or after the date of closing.

14. UTILITIES. Seller shall pay, through the date of closing, all accrued utility charges. Buyer shall pay all charges (whether lump or recurring) for deposits for and use of utilities from and after the date of closing, and Buyer shall take such other action as is necessary to assure that all utilities are in the name of Buyer as of the date of closing.

15. DAMAGE OR DESTRUCTION OF PROPERTY. Risk of loss to the Home shall be borne by Seller until closing, provided that if any property covered by this Agreement shall be substantially damaged or destroyed before this transaction is closed, Seller may, at Seller's option, terminate this Agreement and return to Buyer the deposit(s), in which case all parties to this Agreement shall be relieved of any further obligations to each other arising under this Agreement.

16. LIMITED WARRANTY. At closing, Seller will provide Buyer with a limited warranty substantially similar and generally as comprehensive as the form approved by the Building Industry Association of Central Ohio, Inc. A copy of the limited warranty shall be provided to Buyer on request but not later than closing. Further, at closing or as soon as possible thereafter, Seller will turn over, assign, and pass through to Buyer all appropriate manufacturer's warranties and guarantees on appliances and equipment. Seller's limited warranty as referenced above will not cover those appliances, equipment, or consumer products which have separate warranties provided by manufacturers or suppliers and are assigned to Buyer by Seller on or after the date of closing.

17. DEFAULT. In the event of a default by Buyer, Seller shall, in addition to all of the rights and remedies at law or in equity available to Seller, at the sole option of Seller, be entitled to elect one of the following rights or remedies:

(a) To retain any and all deposit(s) as liquidated damages, it being agreed to by the parties that the actual damages which would be suffered by the Seller would be difficult or impossible to ascertain as of the date of execution of this Agreement, that the amount of the proposed liquidated damages are reasonable and not so disproportionate as to constitute a penalty, and that the same is the true intention of the parties to this Agreement, in which event all parties shall be relieved of further liability to each other arising under this Agreement; or

(b) To apply any and all deposit(s) on the account of Buyer and proceed with an action at law or in equity for damages for breach of contract or recovery of the balance of the purchase price.

18. NOTICES. Any notice or communication which must be given or required to be given pursuant to the terms of this Agreement shall be in writing and hand delivered or mailed by United States Registered Mail, return receipt requested, and sent to the respective party at the address set forth herein.

19. RADON NOTIFICATION. Seller claims no expertise in the measurement or reduction of radon gas levels. Further, Seller specifically disclaims any express or implied warranties that the Home will be free from radon gas or that the level of radon gas present within the Home will meet minimum standards prescribed by the United States Environmental Protection Agency. Seller shall provide to Buyer on request certain additional literature more fully describing issues associated with the presence of radon gas within residential construction.

20. SELECTION OF SUBCONTRACTORS. In the event Buyer selects and/or requests that Seller utilize the services or acquire materials from a particular subcontractor and/or materialmen, and in the event Seller consents to the same (provided, however, Seller may withhold its consent to the same in its sole and absolute discretion), then Buyer by such request specifically waives any warranties, responsibilities, or liabilities as against Seller which may arise as a result of the use of such subcontractor and/or materialmen, and the work and/or materials completed or supplied by such subcontractors and/or materialmen.

21. INDEMNIFICATION. Buyer represents and warrants that no one other than the Broker/ Salesman described in Paragraph Twenty-Three (23) below has been retained and/or contacted by Buyer with respect to the purchase of the Home and the execution of this Agreement, and Buyer agrees to and does indemnify and hold Seller harmless from any claims made by any Broker/Salesman other than those described in Paragraph Twenty-Three (23) below for the payment of commissions arising as a result of the

purchase of the Home or the execution of this contract and the actions and/or inactions of Buyer relating to the same.

22. MISCELLANEOUS. This Agreement is personal and may not be assigned by either party without the written consent of the other. All obligations of the Buyer (if more than one) hereunder shall be joint and several. Time shall be of the essence of all provisions hereunder. This Agreement shall be binding upon the respective successors, assigns, heirs and personal representatives of the parties. In compliance with fair housing laws, no party shall in any manner discriminate against any purchaser because of race, creed, sex, or national origin. This Agreement contains the entire understanding of the parties hereto, and all agreements heretofore made between the parties have merged into this Agreement, which fully and completely expresses the parties' agreements. Neither party is relying upon any statement or representation not embodied in this Agreement by the other. This Agreement may not be changed or terminated by anything other than a written agreement executed by the parties hereto. This Agreement shall survive the closing. Words of any gender herein shall include the other gender where appropriate. This Agreement shall not be effective until executed by an authorized representative of the Seller.

23. COMMISSION. If this purchase and sale is closed, at closing Seller shall pay a real estate commission to _____ in the amount of _____ Dollars ($_____).

24. ADDENDUMS. Attached hereto and incorporated herein by reference are the following addendums:

_____ Insulation Disclosure _____ Wooded Lot Agreement

_____ Landscape Maintenance Information _____ Other _____ _____

25. OTHER. (None, if nothing inserted) _____

_____

26. DURATION OF OFFER. This offer shall be open for acceptance to midnight, _____, 20_____.

_____ _____
Buyer Buyer

_____ _____
Buyer's Address Buyer's Phone

_____ _____ Check here to indicate survivorship
Names on Deed language should be included in Deed

The foregoing offer is accepted this _____ day of _____, 20_____.

SELLER:

_____ _____
By: Seller's Address
Its:

_____
Seller's Phone

THIS FORM HAS BEEN PREPARED BY THE BUILDING INDUSTRY ASSOCIATION OF CENTRAL OHIO, INC. AND IS FOR USE BY ITS MEMBERS ONLY. ANY OTHER USE OF THIS AGREEMENT BY INDIVIDUALS OR ENTITIES WHO ARE NOT MEMBERS OF THE BUILDING INDUSTRY ASSOCIATION OF CENTRAL OHIO, INC., IS STRICTLY PROHIBITED.

THE BUILDING INDUSTRY ASSOCIATION OF CENTRAL OHIO, INC., RECOMMENDS THAT ALL PARTIES TO THIS AGREEMENT BE REPRESENTED BY LEGAL COUNSEL.

Seller (or Broker/Salesman where applicable) acknowledges receipt of the sum of _____ Dollars ($_____) cash/check which shall be held, deposited, and disbursed pursuant to Paragraph Three above.

_____
Seller (or Broker/Salesman) where applicable



LIMITED WARRANTY

Homeowner's Warranty Service Policy

1. General. You are referred to here after as the Purchaser even though you will be reselling this home. This home has been constructed in accordance with accepted homebuilding practices to construct a scaled down version of a skyscraper. Our trained personnel for quality standards throughout the construction process have inspected it, and its design, quality control, and construction methods have been approved the state agency responsible for manufactured buildings and manufactured building parts.

2. Term. The terms of the various coverages of this Limited Warranty begin on the date on which your home is deeded to you. That date is referred to the Limited Warranty as the "Closing."

3. Coverage. PDG DOMUS MANUFACTURING LLC (“PDG”) warrants the following:

- For a period of 30 years after Closing, the roof structure, foundation, walls and floors of your home will be free of major structural defects in materials or workmanship which significantly affect the load bearing functions of your home.
- For a period of two years after Closing, the plumbing, heating, and electric systems and water heaters will be free of defects in materials or workmanship due to installation.
- For a period of two years after Closing, the roofing system will be free of leaks caused by defects in materials or workmanship.
- For a period of one year after Closing, we will provide the services described in the Homeowner's Manual; for example, we will repair any cracked or broken bathroom tiles or any fastener pops or cracks in the walls or floors
- After a period of 90 days from Closing, we will come to your home to provide the services described in the Homeowner's Manual; for example, we will fill any foundation wall cracks that are 1/8 inch or larger with cement and repair or adjust doors.
- For your lifetime the Exterior Composite Panels on Purchaser’s PDG home and roof when in the United States and Canada (including prefabricated residences located or to be located on a permanent building site) will remain free from manufacturing defects that cause (the structure of the panel to peeling, separations, or rusting, ("Nonconformities"). If the original Purchaser of the PDG home is an individual, the warranty term will be that original purchaser’s lifetime. If the original purchaser of a PDG home is not an individual, the warranty term will be deemed to be 50 years. The warranty period for any Exterior Composite Panel repaired or replaced under this Warranty shall be equal to the remaining warranty period applicable to any Exterior Composite Panel originally installed on the residence. In the event of any Nonconformity covered by this or any implied warranty not disclaimed in Section 6, PDG will, at its sole option and at its expense, either repair or replace defective or damaged

Exterior Composite Panels including all labor and materials necessary to perform the work. PDG MAY DISCONTINUE, MODIFY OR CHANGE THE COLOR OF ANY EXTERIOR COMPOSITE PANEL WITHOUT NOTICE AND SHALL BEAR NO LIABILITY FOR ANY SUCH COLOR CHANGE. IF PDG AGREES TO REPLACE EXTERIOR COMPOSITE PANELS UNDER THIS WARRANTY AND AN EXACT REPLACEMENT PRODUCT IS NOT AVAILABLE, PDG MAY SUBSTITUTE ANOTHER EXTERIOR COMPOSITE PANELS IT DEEMS TO BE EQUIVALENT IN VALUE AND QUALITY. IF THE EXTERIOR COMPOSITE PANEL DOES NOT COMPLY WITH THIS LIMITED WARRANTY, PDG'S LIABILITY IS LIMITED TO THE REPAIR OR REPLACEMENT PROVISIONS SET FORTH ABOVE.

4. No Other Warranties. THIS LIMITED WARRANTY IS THE ONLY EXPRESS WARRANTY GIVEN. THIS LIMITED WARRANTY EXCLUDES INCIDENTAL OR CONSEQUENTIAL DAMAGES. IMPLIED WARRANTIES OF MERCHANTABILITY, FITNESS FOR A PARTICULAR PURPOSE OR HABITABILITY ARE LIMITED TO THE WARRANTY PERIODS SET FORTH HEREIN. SOME STATES DO NOT ALLOW THE EXCLUSION OR LIMITATION OF INCIDENTAL OR CONSEQUENTIAL DAMAGES OR OF IMPLIED WARRANTIES, SO PARTS OF THIS LIMITATION MAY NOT APPLY TO YOU. THIS LIMITED WARRANTY GIVES YOU SPECIFIC LEGAL RIGHTS, AND YOU MAY ALSO HAVE OTHER RIGHTS THAT VARY FROM STATE TO STATE. IN NO EVENT SHALL PDG BE LIABLE TO ANY PERSON FOR AN AMOUNT GREATER THAN THE VALUE OF THE REPAIR OR REPLACEMENT OF THE EXTERIOR COMPOSITE PANEL

Any dispute concerning this warranty shall be submitted to binding arbitration to a mutually agreed arbitrator; or, if the parties fail to agree, to the American Arbitration Association to be resolved using its Commercial Arbitration Rules. The jurisdiction of the arbitrator over the dispute shall be exclusive and the decision of the arbitrator shall be binding on the parties and nonappealable

5. Other Manufacturers' Warranties. Certain appliances and equipment in your home are subject to warranties granted by manufacturers. PDG hereby assigns and passes through to you the manufacturers', subcontractors' or other firms' warranties on all appliances and equipment found in your new home which contain such warranties. If PDG repairs, replaces or pays the cost of repairing or replacing under this Limited Warranty any defect or component for which the Homeowner is covered by a Manufacturer's Warranty or by any insurance, PDG will be subrogated automatically to the rights of the Homeowner under that Manufacturer's Warranty or insurance coverage, to the extent of the costs paid or incurred by PDG.

6. Exclusions from Coverage. This Limited Warranty does not extend to and PDG does not assume responsibility for any of the following:

i. Defects in appliances and equipment covered by manufacturers', subcontractors' or firms' warranties. (Any such warranties have been assigned to you.)
ii. Damage or chipping to appliance, light fixtures or electrical fixtures brought to the attention of PDG after Closing.
iii. Damage due to ordinary wear and tear, abusive use, or lack of proper repair or maintenance of your home.
iv. Defects which are the result of characteristics common to the materials used, including but not limited to warping and deflection of wood; fading and chalking of paint due to sunlight; cracks due to drying and curing of concrete, stucco, plaster, bricks and masonry; drying, shrinking and cracking of caulking and weather stripping.

v. The defects in items installed by you or anyone other than PDG.

vi. Work done by you or anyone other than PDG, its employees, subcontractors or agents.

vii. Acts of God such as lightning wind, storm, hurricane, tornado, earthquake, flood, or other severe weather, or similar natural phenomena.

viii. Conditions resulting from condensation on, or expansion or contraction of, materials.

ix. Damage resulting from undisclosed subsoil conditions, lawns, landscaping and defects caused by the failure to provide normal maintenance of the home.

x. In the event of damage by hail to the Exterior Composite Panel, the Purchaser should report the damage to his or her homeowner's insurance company to pursue coverage under a homeowner's insurance policy. To the extent the Exterior Composite Panel damaged by hail is not covered by the homeowner's insurance policy, PDG warrants to the Purchaser only that it will provide replacement material only for the damaged Exterior Composite Panel**.** The Purchaser shall be responsible for the payment of all installation, labor, freight costs, and for the purchase of any additional replacement material to replace both damaged and undamaged Exterior Composite Panel.

xi. Damage to the Exterior Composite Panel caused by (a) alterations to the structure after the original installation of buyer's home (b) improper installation of another product on the same wall, (c) use of accessories which do not properly receive and /or secure the product(s) to the wall, (d) impact of foreign objects, (e) discoloration caused by air pollution or exposure to harmful chemicals, and (f) discoloration caused by failure to power wash the Exterior Composite Panel at least twice yearly (or as specified depending on geographic area) with Domus approved waxes, or exposure to the elements or normal weathering less than of a delta e of 7 color units as measured by an industry standard color measurement device, is not covered by this warranty.

7. Claims Procedure. If a defect appears after 90 days of ownership that you think is covered by this Limited Warranty, you should submit, in writing, a service request describing the defect to our Warranty Service Department. If a defect appears during your first year of ownership that you think is covered by this Limited Warranty, you should arrange for a 90-day inspection as described in the Homeowner's Manual. You should call our Service Department only in the event of an emergency. Verbal requests for service other than emergencies will not be accepted.

8. Transferable. The 30 year portion of the Limited Warranty in paragraph 3 above is extended to you and all subsequent owners (if any) who take title and possession of the home for residential purposes during that time. In the event that you sell vour home, you should understand that it is your responsibility to deliver the Homeowner s Manual and this Limited Warranty to any subsequent owner of the home. The Exterior Composite Panel warranty, except for the hail damage warranty noted in Section 6, may be transferred to the subsequent owner of the Buyer's Home has been installed if PDG is notified of change in ownership within ninety (90) days of the change. Failure to notify PDG of change in ownership shall relieve PDG of all further obligations hereunder. Upon change in ownership of the residence where the Exterior Composite Panels were originally installed and PDG's receipt of timely notice of change of ownership, the warranty period shall be fixed at fifty (50) years from the date of original installation.

9. Manual. With this Limited Warranty is the Homeowner's Manual. Please read it carefully. It contains important information regarding this Limited Warranty and your new home. Following its instructions may help preserve the value of your new home. This booklet also explains the responsibility of manufacturers subcontractors or others for work done or equipment

installed by them, together with the limitation of any warranties. Please note the specific terms of this warranty as well as the procedures that you should follow to obtain performance of warranty obligations that are contained in your Homeowner's Manual.

10. Standards. This Limited Warranty conform to the standards described in the Boca Code, an International standard for building that is superior to all local codes and those of local, regional and national builders associations.

11. As is Condition. Model homes are sold in as is condition. Manufacturers 'warranties are prorated. Normal wear and tear on floor coverings, wall coverings and window treatments are not warranted. All structural warranties described above are in effect.

|ISSUED TO:

FOR BUYER'S HOME SERIAL # _____

PURCHASED BY BUYER ON: _____

ISSUED BY PDG DOMUS MANUFACTURING LLC

BY:_____

_____
Title

LICENSE AGREEMENT

This License Agreement (the "Agreement") is entered into this 15th day of June, 2001 between PDG Domus Manufacturing LLC (the "LLC") and PDG Domus Corporation (the "Corporation").

RECITALS

A The LLC owns U.S. Patent No. 6,112,473 entitled MOLDED WALL PANEL AND HOUSE CONSTRUCTION.

B The parties desire that the LLC grant the Corporation an exclusive license of the Licensed Patents (as hereinafter defined) for all fields other than the Residential Construction Field (as hereinafter defined).

1 **Definitions:** For purposes of this Agreement, the following capitalized terms shall have the meanings ascribed to them:

1.1 "Patents" shall mean U.S. Patent No. 6,112,473 entitled MOLDED WALL PANEL AND HOUSE CONSTRUCTION which issued on September 5, 2000 and any corresponding foreign patent applications that may issue thereon throughout the world, and all extensions, renewals, divisions, continuations, continuations-in-part, patents of addition, and/or reissues thereof and all Improvement Patents.

1.2 "Improvement" shall mean any invention the practice of which would infringe the claims of any Patent, which invention is made by the LLC or the Corporation or under their direction and control during the term of this Agreement.

1.3 "Improvement Patents" shall mean any patent applications and any patents issuing thereon throughout the world including any extensions, renewals, divisions, continuations, continuations-in-part, patents of addition, and/or reissues thereof filed upon an Improvement.

1.4 "Commercial Sale" shall mean any transaction which transfers to a purchaser physical possession of and title to a Licensed Product.

1.5 "Confidential Information" shall mean all non-public or proprietary information disclosed by the LLC to the Corporation or by the Corporation to the LLC pursuant to this Agreement.

1.6 "Residential Construction Field" shall mean and include the construction of manufactured buildings in the field of single and multi family residential construction including dwellings and outbuildings.

1.7 "Licensed Fields" shall mean and include all applications of the Licensed Patents other than the Residential Construction Field.

1.8 "Licensed Product" shall mean any product covered by a valid claim in a Licensed Patent.

1.9 "Net Sales" shall mean the actual gross sales of Licensed Products upon their Commercial Sale, including all packaging, instructional or other charges made to a purchaser, but less customary trade discounts and refunds or credits allowed for shortages, returns, or defective articles and transportation or shipping charges and/or taxes billed by the Corporation or its sublicensees to their customers.

2 **License to the Corporation:**

2.1 The LLC hereby grants to the Corporation, upon the terms and conditions set forth herein, an exclusive world-wide license under the Licensed Patents in the Licensed Fields, including, without limitation, the right to manufacture, use and sell Licensed Products. The license includes the right to grant sublicenses to third parties on terms and conditions deemed reasonable in the Corporation's sole discretion subject to the provisions of this Agreement.

3 **Payments:**

3.1 Royalties: The Corporation shall pay to the LLC a royalty of three and one-half percent (3.5%) of Net Sales of Licensed Products manufactured, used or sold by the Corporation.

3.2 Sublicenses: The Corporation shall pay to the LLC a royalty of three and one-half percent (3.5%) of the Net Sales of Licensed Products manufactured, used or sold by third parties under license from the Corporation, except for the sale of Licensed Products by such third parties which incorporate or utilize Licensed Products on which a royalty has previously been paid to the LLC by the Corporation or a sublicensee, and to the extent that a royalty has previously been paid to the LLC by the Corporation or a sublicensee.

3.3 Accrual: Royalties shall accrue at the time the Corporation or a sublicensee of the Corporation has actually received funds for sales of Licensed Products. The Corporation and its sublicensees shall use reasonable efforts, consistent with industry standards, to collect promptly from their customers for all such sales.

3.4 Reporting: The Corporation shall provide written reports to the LLC within sixty (60) days after the close of each semi-annual calendar period in which sales have been made by the Corporation or its sublicensees. The royalty report submitted to the LLC shall indicate the Net Sales and royalties due for the prior six months period and be accompanied by payment of those royalties. The Corporation shall keep accurate books and records sufficient to enable the LLC to verify the accuracy of the royalties reported. Upon reasonable advance notice to the Corporation, the LLC may have an independent auditor inspect the Corporation's books and records relating to the calculation of royalties due hereunder during the Corporation's normal business hours. If, as a result of such an inspection, the Corporation is obligated (whether by Agreement, arbitration or court order) to pay a net deficiency of ten percent (10%) or more of any semi-annual royalty payment, then the Corporation shall pay to the LLC the balance due, plus simple interest (at the prime lending rate of the Huntington National Bank,

Columbus, Ohio) from that date to the actual date of payment, and the costs of the audit related to that semi-annual payment incurred by the LLC. In the event that any overpayment is found to exist in any semi-annual royalty payment, such overpayment shall be credited against any past or future obligations of the Corporation hereunder at the Corporation's election.

3.5 Foreign Royalty Payments: With respect to sales in countries outside the United States, royalties shall be payable in U.S. Dollars at the rate of exchange published in The Wall Street Journal (Midwest Edition) on the last business day of the accounting period in which the royalty accrues.

3.6 No Stacking: No multiple royalties shall be payable because any Licensed Products are or shall be covered by more than one Licensed Patent.

3.7 Credit for Patent Expenses: The Corporation may deduct as credits from royalties or other payments due under Sections 3.1 and 3.2 of this Agreement one-half of all expenses incurred by the Corporation pursuant to Section 4.3 of this Agreement.

4 **Patents:** The Corporation shall be responsible for the acquisition and maintenance of Licensed Patents subject to the following:

4.1 Ownership of Licensed Patents: The Corporation shall be and remain the owner of the Licensed Patents.

4.2 Filing and Maintenance: Effective with the date of this Agreement, the Corporation shall, at its expense, diligently prepare, file and maintain all domestic and foreign patent applications and patents, including those heretofore issued or filed, comprising the Licensed Patents. **[PLEASE CONFIRM THAT THIS IS THE INTENT.]** Notwithstanding anything to the contrary herein, the LLC shall have the right in its reasonable judgment to request that the Corporation file such applications or take such actions at the Corporation's expense deemed necessary or desirable to protect the inventions and discoveries covered by the Licensed Patents or comprising Improvements. The LLC shall be given reasonable opportunities to advise the Corporation, and the Corporation shall provide to the LLC copies of each application and all Patent Office actions and responses. The Corporation shall advise the LLC of its intention to abandon any such patent application or patent thirty (30) days prior to taking such action. Thereafter, all rights in the application or patent shall automatically revert to the LLC.

4.3 Expenses: The Corporation shall bear the expenses associated with the filing, prosecution and maintenance of Licensed Patents including, without limitation, filing, maintenance, and attorneys' fees and shall be entitled to credit those expenses against the royalties and payments otherwise due and owing to the LLC to the extent permitted by Section 3.7 of this Agreement.

5 **Patent Infringement:**

5.1 Notification of Infringement: Each party shall notify the other of any infringement of the Licensed Patents known to such party by any person and shall provide the other with the available evidence, if any, of such infringement. If the Corporation or the LLC has actual notice of infringement by any person of Licensed Patents the respective officers of the parties shall confer to determine in good faith an appropriate course of action to enforce the Patent Rights or otherwise abate the infringement thereof.

5.2 The Corporation's Rights and Obligations: If the Corporation determines that enforcement of patent rights is appropriate, the Corporation shall have the right, but not the obligation, at its own expense, to take appropriate action to enforce the Licensed Patents. In all events, however, if the Corporation acts to enforce a patent, the LLC shall have the right, but not the obligation, to participate in the enforcement of such patent rights at its expense. All amounts recovered in any action to enforce such patent rights undertaken by the Corporation and the LLC, whether by judgment or settlement, shall be applied first to the recovery of expenses incurred by the Corporation and the LLC to enforce such patent rights (on a pro rata basis if insufficient funds are available from such recovery to fully reimburse both parties) and the balance of any recovery shall be apportioned on the basis of the relative damage sustained by the Corporation and the LLC as a consequence of such infringement. The Corporation shall indemnify the LLC against an order for costs or expenses incurred by the LLC in proceedings initiated by the Corporation, unless the LLC has elected to participate in such proceedings. If, within 2 months after notice of infringement, the Corporation has not commenced an action to enforce such patent rights or thereafter ceases to diligently pursue such action, the LLC shall have the right, but not the obligation, as the same relates to the Residential Construction Field or otherwise, at its expense, to take appropriate action to enforce such patent rights. All amounts recovered in any action to enforce such patent rights solely undertaken by the LLC at its expense, whether by judgment or settlement, shall be retained by the LLC. The parties shall fully cooperate with each other in the planning and execution of any action to enforce the Licensed Patents. Neither party shall enter into any settlement that includes the grant of a license under, an agreement not to enforce, or any statement prejudicial to the validity or enforceability of, any patent rights without the consent of the other, which consent shall not be withheld unreasonably.

5.3 Residential Construction Field: Notwithstanding anything to the contrary herein, the LLC shall have the right, if it so elects and at its sole expense, to enforce patent rights relating to the Residential Construction Field with the prior consent of the Corporation (which consent will not be unreasonably withheld), and any recoveries as a result of any such enforcement action shall be retained by the LLC.

5.4 Declaratory Actions: In the event that a declaratory judgment action alleging invalidity or non-infringement of any of the Licensed Patents shall be brought against the Corporation and/or the LLC, such party, at its option, shall have the right, within 60 days after commencement of such action, to intervene in the defense of the action at its own expense. If any action is brought against the Corporation or the LLC alleging infringement of a patent right or license of any third party as the result of the manufacture, use or sale of Licensed Products, the parties shall promptly discuss and endeavor to agree on the best way to respond. Absent agreement by the parties as to the basis on which such costs and damages are to be shared, all

such costs and damages (including attorneys' fees and the amount of any settlement) incurred by a party shall be subject to indemnification in accordance with the applicable provision of Section 5.2 of this Agreement.

6 **Indemnification:**

6.1 Corporation's Right to Indemnification: The LLC shall indemnify the Corporation, pay on demand and protect, defend, save and hold harmless the Corporation from and against any and all claims incurred by or asserted against the Corporation of whatever kind or nature, including, without limitation, any claim or liability based upon negligence, warranty, strict liability, violation of government regulation or infringement of patent or other proprietary rights, arising from or occurring as a result of (i) any use of the Licensed Patents in the Residential Construction Field or the use of such patent rights by the LLC or any affiliate, agent, licensee or customer of the LLC and (ii) any breach of this Agreement by the LLC. The Corporation shall promptly notify the LLC of any claim with respect to which the Corporation is seeking indemnification hereunder, upon becoming aware thereof, and permit the LLC at its sole cost and expense to defend against such claim and shall cooperate in the defense thereof. Neither the Corporation nor the LLC shall enter into any settlement of any such claim without the express written consent of the other party, which consent shall not unreasonably be withheld or delayed. The Corporation may, at its option and expense, have its own counsel participate in any proceeding which is under the direction of the LLC and will cooperate with the LLC and its insurer, if any, in the disposition of any such matter, provided, however, that if the LLC fails to defend such claim, the Corporation shall have the right to defend such claim itself and recover from the LLC all reasonable attorneys' fees and expenses incurred by it during the course of such defense.

6.2 The LLC's Right to Indemnification: The Corporation shall indemnify the LLC, pay on demand and protect, defend, save and hold harmless the LLC from and against any and all claims incurred by or asserted against the LLC of whatever kind or nature, including, without limitation, any claim or liability based upon negligence, warranty, strict liability, violation of government regulation or infringement of patent or other proprietary rights, arising from or occurring as a result of (i) any use of the Licensed Patents in the Licensed Fields or the use of the Licensed Patents by the Corporation or any affiliate, agent, sublicensee or customer of the Corporation; and (ii) any breach of this Agreement by the Corporation. The LLC shall promptly notify the Corporation of any claim with respect to which the LLC is seeking indemnification hereunder, upon becoming aware thereof, and permit the Corporation at its sole cost and expense to defend against such claim and shall cooperate in the defense thereof. Neither the Corporation nor the LLC shall enter into any settlement of any such claim without the express written consent of the other party, which consent shall not be reasonably withheld or delayed. The LLC may, at its option and expense, have its own counsel participate in any proceeding which is under the direction of the Corporation and will cooperate with the Corporation and its insurer, if any, in the disposition of such matter; provided, however, that if the Corporation fails to defend such claim, the LLC shall have the right to defend such claim and recover from the Corporation all attorney's fees and expenses incurred by it during the course of such defense.

7 **Confidentiality and Non-Competition:**

7.1 Confidential Information: Any party receiving Confidential Information shall maintain the confidential status thereof and use commercially reasonable efforts to prevent the disclosure of any Confidential Information to any other person and to ensure that such Confidential Information is used only for the purposes specifically authorized herein. The foregoing restriction shall not apply to any Confidential Information which is (i) independently developed by the receiving party outside the scope of this Agreement, (ii) in the public domain at the time of its receipt or thereafter becomes part of the public domain through no fault of the receiving party, (iii) received without an obligation of confidentiality from a third party having a lawful right to disclose such information, (iv) released from the restrictions of this Section 7 by the express written consent of the disclosing party, (v) disclosed to any permitted assignee or sublicensee of either the Corporation or the LLC hereunder or under the sublicense agreements (if such assignee or sublicensee is subject to comparable provisions), or (f) required by law, statute, rule or court order to be disclosed (the disclosing party shall, however, use commercially reasonable efforts to obtain confidential treatment of any such disclosure). The obligation set forth in this Section shall survive for a period of ten (10) years from the termination or expiration of this Agreement. Without limiting the generality of the foregoing, the LLC and the Corporation each shall use commercially reasonable efforts to obtain confidentiality agreements from its respective employees and agents, similar in scope to this Section, to protect the Confidential Information.

7.2 Permitted Disclosures: Notwithstanding the provisions of Section 7.1, the LLC and the Corporation may, to the extent necessary, disclose and use Confidential Information, consistent with the rights of the LLC and the Corporation otherwise granted hereunder, (i) for the purpose of engaging in research and development, conducting testing and marketing programs, or securing institutional or government approval to test or market any products or services; (ii) for the purpose of securing patent protection for an invention, discovery or technology or (iii) to the extent necessary or useful in the commercialization of any technology, invention or discovery, if the party hereto disclosing such Confidential Information uses commercially reasonable efforts to obtain an agreement from any person to whom such Confidential Information is disclosed to preserve the confidentiality thereof upon terms reasonably equivalent to those set forth herein.

7.3 Non-Competition: During the term of this Agreement and for a period of three (3) years thereafter (i) the LLC shall not directly or indirectly, as a shareholder, partner, investor, employee or otherwise, compete with the Corporation or the Corporation's sublicensees in any of the Licensed Fields; and (ii) the Corporation shall not, directly or indirectly, as a shareholder, partner, investor, contractor, or otherwise, compete with the LLC or the LLC's sublicensees in the Residential Construction Field.

8 **Term and Termination:**

8.1 Term: Unless earlier terminated pursuant to Section 8.2, this Agreement shall remain in effect until the time that last of the Licensed Patents has expired with respect to the Licensed Patents.

8.2 Termination: This Agreement may be terminated on the occurrence of any of the following events:

8.2.1. Breach: A party is in breach of any material obligation under this Agreement which breach is not cured within sixty (60) days after written notice thereof from the other party.

8.2.2. Notice by the Corporation: The Corporation may give sixty (60) days' notice of termination to the LLC, provided that at the end of such sixty (60) day period the Corporation shall terminate the manufacture, sale and/or use of Licensed Products, except for disposition of inventory on hand, for which royalties shall be paid in accordance with this Agreement.

8.2.3. Consent: The parties agree in writing that this Agreement shall be terminated.

8.2.4. Liquidation: The Corporation is liquidated, i.e., substantially all of its assets are sold to satisfy its obligations to creditors.

8.3 Effect of Termination: Unless otherwise agreed by the parties in writing, the termination of this Agreement for any reason shall not affect the rights or obligations of either party arising prior thereto (including, without limitation, the parties indemnification obligations under Section 6).

9 **Warranties and Representations:**

9.1 The Corporation: The Corporation represents and warrants that it has taken all action necessary to enter into this Agreement, that it has all rights and authority necessary to enter into this Agreement and to perform its obligations hereunder, and that the execution of this Agreement by the Corporation and the performance of its obligations hereunder will not violate any contractual obligation to any third party or any obligation imposed on the Corporation as a matter of law.

9.2 The LLC: The LLC represents and warrants that it has taken all action necessary to enter into this Agreement, that it has all rights, title and authority necessary to enter into this Agreement, to convey the rights granted hereunder and to perform its obligations hereunder, and that the execution of this Agreement by the LLC and the performance of its obligations hereunder will not violate any contractual obligation to any third party or any obligation imposed on the LLC as a matter of law.

THE LLC EXPRESSLY DISCLAIMS ANY REPRESENTATION THAT THE LICENSED PATENTS ARE VALID PATENTS OR THAT THEY WILL SURVIVE LITIGATION, THAT THE USE OR PRACTICE OF THE LICENSED PATENTS [OR THE KNOW-HOW] WILL NOT INFRINGE THE RIGHTS OF ANY THIRD PARTY, THAT ANY LICENSED PATENTS [OR THE KNOW-HOW] CAN BE EMPLOYED IN COMMERCIAL APPLICATIONS OR THAT LICENSED PRODUCTS OR LICENSED SERVICES WILL BE OF ANY COMMERCIAL VALUE WHATSOEVER, AND NO SUCH REPRESENTATIONS OR WARRANTIES SHOULD BE IMPLIED. THE CORPORATION AGREES THAT IT IS

OBTAINING THE LICENSES HEREIN GRANTED WITHOUT ANY REPRESENTATIONS OF VALUE, MERCHANTABILITY OR FITNESS FOR USE.

10 **General Provisions:**

10.1 Notices: Any payment or notice to be made hereunder shall be sufficiently made or given, effective on the day of receipt, by: (a) personal delivery; (b) United States mail, duly certified or registered; or (c) by delivery by a recognized national courier service, with postage or fee prepaid and addressed as follows:

To the LLC:

With a copy to:

To the Corporation:

10.2 Any party may, from time-to-time, by written notice to the other in the manner specified, designate a different address or representative to receive notice.

10.3 Amendment: This Agreement may not be altered, amended or modified, except in a writing executed by the LLC and the Corporation.

10.4 Non-Waiver: Failure by a party to enforce any provision of this Agreement or to assert a claim because of a breach hereof shall not be deemed a waiver of the right to enforce the same or any other provision of this Agreement for a subsequent breach.

10.5 Construction: This Agreement shall be interpreted and construed under the substantive laws of the State of Ohio.

10.6 Assignability: Either party may assign its rights under this Agreement; provided, however, that the assigning party shall not thereby be relieved of its obligations hereunder.

10.7 Force Majeure: No party shall be liable in damages or have the right to terminate this Agreement for any delay or default in performing hereunder if such delay or default is caused by conditions beyond its control including, without limitation, acts of G-d, government restrictions, wars or insurrections.

10.8 Further Assistance: The parties shall execute such further documents and take such further action as may be requested by the other to effect their obligations under this Agreement.

10.9 Independent Contractors: The parties acknowledge that each of them is acting as an independent contractor in the exercise of its rights and the performance of its obligations under this Agreement. Nothing contained herein shall be construed as making the Corporation

the agent of the LLC, as making the LLC the agent of the Corporation or as creating a partnership or joint venture between any of the parties.

IN WITNESS WHEREOF, the parties hereto have caused this Agreement to be duly executed as of the date first above written.

PDG DOMUS CORPORATION

By: _____
Nathan Wm. Pingel, President

PDG DOMUS MANUFACTURING LLC
By: PDG DOMUS CORPORATION

By: _____
Nathan Wm. Pingel, President



PDG Domus Manufacturing LLC
Wealth Building Program

PDG Domus is interested in seeing its team members prosper since the prosperity of PDG Domus is based on their efforts. PDG Domus has created a unique program to help its team members prosper – The PDG Domus Wealth Building Program.

The Wealth Building Program is designed to allow PDG Domus team members to build their wealth for the future. PDG Domus sets aside one (1) per cent of its sales revenues into a fund that is distributed to team members working in PDG. One (1/2) half of the fund is distributed equally among team members; the remaining one (1/2) half of the fund is distributed among team members based upon evaluations of their performance. The fund is completely distributed to team members in each year in which PDG Domus has sufficient profits and cash flow after the establishment of reasonable reserves.

Team members use their distributions from the fund to purchase PDG Domus homes. Team members can sell these homes or rent these homes to create an additional source of revenue for themselves and their family, or to build their own retirement nest egg.

Information on how to purchase and sell, or rent PDG Domus homes will be provided to our team members to provide them with the knowledge they need to be successful at this program.

PDG DOMUS MANUFACTURING LLC
PDG CENTRAL EMPLOYEE BONUS PARTICIPATION PLAN

PDG DOMUS MANUFACTURING, LLC (the "Company") hereby establishes, creates and adopts the **PDG DOMUS MANUFACTURING LLC EMPLOYEE MANUFACTURING FACILITY BONUS PARTICIPATION PLAN** ("Plan"). This Plan is a voluntary plan established for the purpose of providing an incentive for certain hourly and salaried workers in the Company's manufacturing plant(s) to expand, increase and improve the profits and prosperity of the Company and to assist the Company in attracting and keeping manufacturing plant workers whom the Company expends substantial sums on to train and keep current in the Company's unique manufacturing systems.

1. Establishment of Plan. The Company hereby establishes, creates and adopts the **PDG DOMUS MANUFACTURING LLC EMPLOYEE MANUFACTURING FACILITY BONUS PARTICIPATION PLAN**, all in accordance with and subject to the provisions of this Plan.

2. Definitions. The following words shall have the meaning for purposes of this Plan as set forth herein.

a. Manager. PDG Domus Corporation, the managing member Company, as the same may exist from time to time.

b. Bonus Plan Administrator. The Bonus Plan Administrator ("Administrator") is appointed by the Manager to assume the responsibility of the Manager in administering the Plan. The Administrator will consist of at least three (3) members, two (2) of which shall be officers of the Company, and one (1) of which shall be a person who is not a member, officer, or director of the Company.

c. The Company. PDG Domus Manufacturing LLC and all of its subsidiaries.

d. Participants. All hourly and salaried employees who work in any Company manufacturing facility whether floor workers, plant managers, or roving Company personnel whose sole function is to manage more than one plant, who have been employed for at least a six (6) months of a calendar year, and have executed the Participation Agreement attached as Schedule 1.

e. Plan. This Employee Bonus Participation Plan.

3. Administration. This Plan shall in all respects be administered by the Manager or the Administrator ("Administrator"). The interpretation and construction of any provision of the Plan and all decisions of the Manager or the Administrator shall be final, conclusive and binding. No member of the Manager or the Administrator shall be held liable or responsible for any action

taken or determination made by such individual in good faith. Any tax or accounting elections, decisions, or changes made by the Manager or Administrator shall be final, conclusive and binding. The Manager or Administrator shall be entitled to make all such decisions without regard to the effect on the bonus amounts granted hereunder.

4. Eligibility. All Participants working full time (40 hours per week, 52 weeks per year, exclusive of paid holidays, excused absences, and permissible vacations) are eligible to participate in the Plan.

5. Creation of Bonus Pool. A Bonus Pool equal to one (1) percent of the Company's gross sales is hereby created from which annual bonuses will be paid to Participants, provided that the Bonus Pool available to pay bonuses to Participants shall not exceed the net cash flow, exclusive of debt or equity financings, remaining after payment of all expenses, loan repayments, distributions to members to cover federal taxes, and reasonable reserves established by the Company. If Bonuses are not paid or are not fully paid because of insufficient net cash flow, such unpaid portions will not accrue and will not be payable in the future.

6. Participant's Share of Bonus Pool.

a. The Bonus Pool will be divided into two equal portions, the General Pool and the Specific Pool. The General Pool will be divided equally among all Participants at PDG Central. The Specific Pool will be divided among all of the Participants at that PDG Central based on the evaluation of their individual performance as determined by the Chief Executive Officer of the Company.

b. The total amount allocable to a Participant from both the General and the Specific Pools will be reduced by any charges incurred by such Participant for mistakes as set forth in Schedule 2 attached hereto.

7. Disability During a Calendar Year. Bonus Pool payments shall be made to a Participant if on disability during a calendar year, provided the disability does not exceed 90 days.

8. Covenant Not to Compete; Non-Disclosure Agreement. During the period of the Participant's employment with the Company and continuing for three (3) years following the termination of the Participant's employment with the Company, the Participant shall not alone, together or in association with others, as owners, shareholder, employee, officer, director, partners, lender, investor, consultant, principal, agent, independent contractor, co-venturer or in any other capacity, directly or indirectly, engage in, have a financial interest in or be in any way connected or affiliated ith, or render advice or service to, any person, firm or business or enterprise which is in competition with the Company within any county where a plant is located, and those counties contiguous thereto. This Agreement shall be in effect regardless of the reason for the Participant's termination.

Without limiting the foregoing, the parties specifically acknowledge and agree that the time period and scope of the non-competition covenants provided for herein are reasonable and that they understand the terms and covenants contained in this Section 7.

If any restriction set forth in this Section 8 is found by any court of competent jurisdiction to be unenforceable because it extends for too long a period of time, or too great a range of activities, or in too broad a geographic area, it shall be interpreted to extend only over the maximum period of time, range of activities or geographic area as to which such court shall consider enforceable.

Participant shall keep the LLC Information (as defined below) provided to him/her by or on behalf of the Company strictly confidential and will not, without the prior written consent of the Company, disclose the LLC Information in any manner whatsoever, in whole or in part to any third party, unless such third party is an employee, agent, subcontractor of Participant or the Company who has read and agreed to the terms of this Agreement.

"LLC Information" means all information regarding the Technology and the business of the Company, including without limitation, the material suppliers, home and building designs, equipment descriptions and plans, technical information and data, marketplace strategy, and other ideas and information, plans, business strategies related to or involving design, services, implementation, pricing or distribution of pre-manufactured homes, outbuildings and parts and assets of the Company which is of a confidential or sensitive nature and not available to or generally known by the public.

9. Payments to Participants. Payments from the Bonus Pool to Participants shall be made on or before April 30 following the end of each calendar year for which the bonus was calculated.

10. Forfeiture of Bonus Pool Participation. A Participant shall forfeit any and all existing or future benefits under this Plan, and shall repay all benefits received under the Plan, excluding any bonus payments received prior to the end of the last Calendar Year, if any of the following events shall occur:

a. The Participant shall commit an admitted or judicially proven act of fraud, embezzlement or dishonesty during his course of employment against the Company;

b. The Participant shall violate the covenant not to compete contained in Paragraph 8 hereof;

c. The Participant discloses confidential information or trade secrets to a competitive company while employed by the Company or following his termination of employment.

11. Claims Procedure. The following terms and conditions apply to any claims for a benefit under the Plan.

a. Claims for Benefit. A claim for a benefit under the Plan shall be made in writing to the Manager or Administrator. If such claim is wholly or partially denied, the Manager shall, within a reasonable period of time, but no later than ninety (90) days after receipt of the claim, notify the Participant of the denial of the claim. Such notice of denial shall (i) be in writing, (ii) be written in a manner calculated to be understood by the claimant, and (iii) contain (1) the specific reason or reasons for denial of the claim, (2) a specific reference to the pertinent Plan provisions upon which the denial is based, (3) a description of any additional material or information necessary for the Participant to perfect the claim, along with an explanation why such material or information is necessary, and (4) an explanation of the Plan's claim review procedure.

b. Request for Review of Denial of Claim. Within one hundred twenty (120) days of the receipt by the Participant of the written notice of denial of the claim, or such later time as shall be deemed reasonable taking into account the nature of the benefit subject to the claim and any other attendant circumstances or if the claim has not been granted within a reasonable period of time, the Participant may file a written request with the Manager or Administrator that it conduct a full and fair review of the denial of the Participant's claim for a benefit, including the conducting of a hearing, if deemed necessary by the Manager or Administrator. In connection with the claimant's appeal of the denial of his benefit, the claimant may review pertinent documents and may submit issues and comments in writing.

c. Decision on Review of Denial of Claim. The Manager or Administrator shall deliver to the Participant a written decision on the claim promptly, but not later than sixty (60) days after the receipt of the Participant's request for review, except that if there are special circumstances (such as the need to hold a hearing) which require an extension of time for processing, the aforesaid sixty (60) day period shall be extended to one hundred twenty (120) days. Such decision shall (a) be written in a manner calculated to be understood by the Participant, (b) include specific reasons for the decision, and (c) contain specific references to the pertinent plan provisions upon which the decision is based.

12. Withholding of Taxes. It is understood and agreed by the Participants that the Company will withhold and pay all Federal, state and local taxes required to be withheld and paid with respect to any payment of benefits hereunder.

13. Agreement of Participants.

a. Acknowledgment of At Will Employment. The Participants by electing to participate in this Plan acknowledge and agree that, unless they are a party to a valid and binding written contract of employment with the Company (an "Employment Agreement"), they are employed at will and not subject to any contract of employment of any kind or nature whatsoever. It is further acknowledged and agreed that, unless expressly provided to the contrary in an Employment Agreement, the Participants' employment with the Company is subject to termination by the Participants or the Company at any time and for any reason whatsoever without recourse by either party of any kind or for any reason whatsoever.

b. No Employment Agreement Intended. Neither the Plan nor this Agreement with the Participants is intended to constitute an agreement of employment, and nothing contained herein shall be construed as establishing any employment relationship with the Company except at will as provided herein.

c. Acknowledgement and Release. The Participants have read and understand the terms of this Plan and acknowledge the valid business purpose for all of the provisions contained herein. Further, the Participants in consideration of this Plan hereby release the Company from any claim, charge, cause, expense or demand relating to or arising out of or from the Participants' employment with the Company or the termination thereof without regard to the reason thereof or relating to or arising out of the administration of this Plan.

d. Disputes. The Participants agree that any dispute hereunder or with respect to their employment or the termination thereof which cannot be settled, shall, upon the election of either party, be subject to binding arbitration in accordance with the commercial arbitration rules of the American Arbitration Association, and judgment upon the award of the arbitrators may be rendered by any court of competent jurisdiction. A majority decision of the arbitrators shall be sufficient to render a binding decision. Arbitration shall take place in Columbus, Ohio, and judgment shall be made in accordance with Ohio law.

e. Compensation. The Participants acknowledge that all payments hereunder are compensatory in nature.

14. Termination. The Manager shall have the unlimited right to terminate this Plan either in whole or in part at any time or in any manner determined by the Manager to be appropriate without regard to the reason; provided, however, that such termination shall not have the effect of limiting any Participants' rights to payments which have already accrued.

15. Amendment or Modification. This Plan may be amended or modified by the Manager at any time, for any reason, and in any manner without prior notice to anyone.

16. Alienation of Benefits. No right or benefit or payment under this Plan shall be subject to anticipation, sale, assignment, pledge, encumbrance, or charge, and any attempt to anticipate, sell, assign, pledge, encumber, or charge the same shall be void. No right or benefit or payment hereunder shall in any manner be liable for or subject to the debts, contracts, liabilities, or torts of the person entitled to such benefits. If any Participant or any other person entitled to payments hereunder shall become bankrupt or attempt to anticipate, alienate, sell, assign, pledge, encumber, or charge any right or benefit or payment hereunder, then such right or benefit or payment shall terminate.

17. Corporate Changes. In the event of any corporate change that affects the nature of the underlying capital structure of the Company, this Plan will be amended to reflect such change or will be terminated.

18. Challenge to the Plan. In the event the Participant makes any challenge to the Plan or its administration, the Manager may in its discretion terminate the Plan. Further, if the Participant's challenge is not adjudicated in his favor, he shall pay the Company all of its out of pocket costs incurred in connection with defending any challenge to the Plan or its administration.

19. Effective Date. This Plan shall be effective upon actual approval by the Manager and with respect to the Participants, upon their execution of a Participation Agreement.

IN WITNESS WHEREOF, the undersigned hereby adopts the Plan as of _____, 200___.

PDG DOMUS MANUFACTURING LLC

By_____
Nathan Wm. Pingel, President/CEO

SCHEDULE 1
PDG DOMUS MANUFACTURING LLC
PDG CENTRAL EMPLOYEE BONUS PARTICIPATION PLAN

TO: PDG DOMUS MANUFACTURING LLC

The undersigned employee of PDG DOMUS MANUFACTURING LLC. (the "Participant), hereby agrees to accept and participate in the PDG DOMUS MANUFACTURING LLC PDG Central Employee Bonus Participation plan (the "Plan"), effective as of the date hereof. Except as otherwise set forth herein, defined terms used in this Participation Agreement shall have the meanings assigned to them in the Plan.

The undersigned has read the Plan and understands and agrees to accept and be bound by the terms and conditions thereof, as the same may be amended from time to time.

The undersigned further agrees and understands that by signing this Participation Agreement he is waiving or otherwise giving up certain rights.

GENERAL PARTICIPANT INFORMATION

Participant Name: _____
Social Security Number _____
Marital Status: Married ____ Single _____

Spouse's Name: _____
Social Security Number _____

I hereby certify that the above information is correct. If my marital status changes, I agree to promptly notify my employer.

Dated this _____ day of _____, ____.

_____ _____
Participant Witness

Accepted:
PDG DOMUS MANUFACTURING LLC

By:_____

Date:_____

SCHEDULE 2
TO THE
PDG DOMUS MANUFACTURING LLC
BONUS PLAN PARCIPATION PLAN

Reductions to a Participant's Share of the Bonus Participation Plan

During each calendar year, the Company will maintain records of any mistakes made by a Participant that affects the Company performance in a negative way.

When a mistake negatively affecting the Company occurs, the immediate supervisor of the Participant will prepare a Incident Report based upon empirical facts and interviews with other Participants. The report will include:

- The nature of the mistake,
- The Participant(s) directly involved in causing the mistake,
- The reason for the occurrence of the mistake,
- What could have been done to prevent the mistake,
- A percentage allocation of fault between the involved Participants if more than one

A copy of the Incident Report will be kept on file with the Company, and copies will be and the Participants involved in the mistake.

A Participant's share of the Bonus Participation Plan will be reduced by the total cost to the Company to correct mistakes negatively affecting the Company made by a Participant. A Participant determined to have made a mistake affecting quality may file a claim pursuant to Section 11 of the Plan if the Participant disagrees with the findings in the Quality Control Incident Report.

PDG DOMUS MANUFACTURING LLC
PDG CENTRAL EXECUTIVE OFFICER BONUS PARTICIPATION PLAN

PDG DOMUS MANUFACTURING, LLC (the "Company") hereby establishes, creates and adopts the **PDG DOMUS MANUFACTURING LLC PDG CENTRAL EXECUTIVE OFFICER BONUS PARTICIPATION PLAN** ("Plan"). This Plan is a voluntary plan established for the purpose of providing an incentive for certain hourly and salaried workers in the Company's manufacturing plant(s) to expand, increase and improve the profits and prosperity of the Company and to assist the Company in attracting and keeping manufacturing plant workers whom the Company expends substantial sums on to train and keep current in the Company's unique manufacturing systems.

1. Establishment of Plan. The Company hereby establishes, creates and adopts the **PDG DOMUS MANUFACTURING LLC PDG CENTRAL OFFICER BONUS PARTICIPATION PLAN**, all in accordance with and subject to the provisions of this Plan.

2. Definitions. The following words shall have the meaning for purposes of this Plan as set forth herein.

a. Manager. PDG Domus Corporation, the managing member Company, as the same may exist from time to time.

b. Bonus Plan Administrator. The Bonus Plan Administrator ("Administrator") is appointed by the Manager(President) to assume the responsibility of the Manager in administering the Plan. The Administrator will consist of at least three (3) members, two (2) of which shall be officers of the Company, and one (1) of which shall be a person who is not a member, officer, or director of the Company.

c. The Company. PDG Domus Manufacturing LLC and all of its subsidiaries.

d. Participants. All Company salaried officers who have been employed for at least a six (6) months of a calendar year, and have executed the Participation Agreement attached as Schedule 1.

e. Plan. This Employee Bonus Participation Plan.

3. Administration. This Plan shall in all respects be administered by the Manager or the Administrator ("Administrator"). The interpretation and construction of any provision of the Plan and all decisions of the Manager or the Administrator shall be final, conclusive and binding. No member of the Manager or the Administrator shall be held liable or responsible for any action taken or determination made by such individual in good faith. Any tax or accounting elections, decisions, or changes made by the Manager or Administrator shall be final, conclusive and

binding. The Manager or Administrator shall be entitled to make all such decisions without regard to the effect on the bonus amounts granted hereunder.

4. Eligibility. All Participants working full time (40 hours per week, 52 weeks per year, exclusive of paid holidays, excused absences, and permissible vacations) are eligible to participate in the Plan.

5. Creation of Bonus Pool. A Bonus Pool equal to nine tenth of one (00.90) percent of the Company's gross sales is hereby created from which annual bonuses will be paid to Participants, provided that the Bonus Pool available to pay bonuses to Participants shall not exceed the net cash flow, exclusive of debt or equity financings, remaining after payment of all expenses, loan repayments, distributions to members to cover federal taxes, and reasonable reserves established by the Company. If Bonuses are not paid or are not fully paid because of insufficient net cash flow, such unpaid portions will not accrue and will not be payable in the future.

6. Participant's Share of Bonus Pool.

a. The Bonus Pool will be divided into two equal portions, the General Pool and the Specific Pool. The General Pool will be divided equally among all Participants at PDG Central. The Specific Pool will be divided among all of the Participants at PDG Central based on the evaluation of their individual performance as determined by the Chief Executive Officer of the Company.

b. The total amount allocable to a Participant from both the General and the Specific Pools will be reduced by any charges incurred by such Participant for defective work quality as set forth in Schedule 2 attached hereto.

7. Disability During a Calendar Year. Bonus Pool payments shall be made to a Participant if on disability during a calendar year, provided the disability does not exceed 90 days.

8. Covenant Not to Compete; Non-Disclosure Agreement. During the period of the Participant's employment with the Company and continuing for three (3) years following the termination of the Participant's employment with the Company, the Participant shall not alone, together or in association with others, as owners, shareholder, employee, officer, director, partners, lender, investor, consultant, principal, agent, independent contractor, co-venturer or in any other capacity, directly or indirectly, engage in, have a financial interest in or be in any way connected or affiliated with, or render advice or service to, any person, firm or business or enterprise which is in competition with the Company within any county where a plant is located, and those counties contiguous thereto. This Agreement shall be in effect regardless of the reason for the Participant's termination.

Without limiting the foregoing, the parties specifically acknowledge and agree that the time period and scope of the non-competition covenants provided for herein are reasonable and that they understand the terms and covenants contained in this Section 7.

If any restriction set forth in this Section 8 is found by any court of competent jurisdiction to be unenforceable because it extends for too long a period of time, or too great a range of activities, or in too broad a geographic area, it shall be interpreted to extend only over the maximum period of time, range of activities or geographic area as to which such court shall consider enforceable.

Participant shall keep the LLC Information (as defined below) provided to him/her by or on behalf of the Company strictly confidential and will not, without the prior written consent of the Company, disclose the LLC Information in any manner whatsoever, in whole or in part to any third party, unless such third party is an employee, agent, subcontractor of Participant or the Company who has read and agreed to the terms of this Agreement.

"LLC Information" means all information regarding the Technology and the business of the Company, including without limitation, the material suppliers, home and building designs, equipment descriptions and plans, technical information and data, marketplace strategy, and other ideas and information, plans, business strategies related to or involving design, services, implementation, pricing or distribution of pre-manufactured homes, outbuildings and parts and assets of the Company which is of a confidential or sensitive nature and not available to or generally known by the public.

9. Payments to Participants. Payments from the Bonus Pool to Participants shall be made on or before April 30 following the end of each calendar year for which the bonus was calculated.

10. Forfeiture of Bonus Pool Participation. A Participant shall forfeit any and all existing or future benefits under this Plan, and shall repay all benefits received under the Plan, excluding any bonus payments received prior to the end of the last Calendar Year, if any of the following events shall occur:

a. The Participant shall commit an admitted or judicially proven act of fraud, embezzlement or dishonesty during his course of employment against the Company;

b. The Participant shall violate the covenant not to compete contained in Paragraph 8 hereof;

c. The Participant discloses confidential information or trade secrets to a competitive company while employed by the Company or following his termination of employment.

11. Claims Procedure. The following terms and conditions apply to any claims for a benefit under the Plan.

a. Claims for Benefit. A claim for a benefit under the Plan shall be made in writing to the Manager or Administrator. If such claim is wholly or partially denied, the Manager shall, within a reasonable period of time, but no later than ninety (90) days after receipt of the claim, notify the Participant of the denial of the claim. Such notice of denial shall (i) be in writing, (ii) be written in a manner calculated to be understood by the claimant, and (iii) contain (1) the specific reason or reasons for denial of the claim, (2) a specific reference to the pertinent Plan provisions upon which the denial is based, (3) a description of any additional material or information necessary for the Participant to perfect the claim, along with an explanation why such material or information is necessary, and (4) an explanation of the Plan's claim review procedure.

b. Request for Review of Denial of Claim. Within one hundred twenty (120) days of the receipt by the Participant of the written notice of denial of the claim, or such later time as shall be deemed reasonable taking into account the nature of the benefit subject to the claim and any other attendant circumstances or if the claim has not been granted within a reasonable period of time, the Participant may file a written request with the Manager or Administrator that it conduct a full and fair review of the denial of the Participant's claim for a benefit, including the conducting of a hearing, if deemed necessary by the Manager or Administrator. In connection with the claimant's appeal of the denial of his benefit, the claimant may review pertinent documents and may submit issues and comments in writing.

c. Decision on Review of Denial of Claim. The Manager or Administrator shall deliver to the Participant a written decision on the claim promptly, but not later than sixty (60) days after the receipt of the Participant's request for review, except that if there are special circumstances (such as the need to hold a hearing) which require an extension of time for processing, the aforesaid sixty (60) day period shall be extended to one hundred twenty (120) days. Such decision shall (a) be written in a manner calculated to be understood by the Participant, (b) include specific reasons for the decision, and (c) contain specific references to the pertinent plan provisions upon which the decision is based.

12. Withholding of Taxes. It is understood and agreed by the Participants that the Company will withhold and pay all Federal, state and local taxes required to be withheld and paid with respect to any payment of benefits hereunder.

13. Agreement of Participants.

a. Acknowledgment of At Will Employment. The Participants by electing to participate in this Plan acknowledge and agree that, unless they are a party to a valid and binding written contract of employment with the Company (an "Employment Agreement"), they are employed at will and not subject to any contract of employment of any kind or nature whatsoever. It is further acknowledged and agreed that, unless expressly provided to the contrary in an Employment Agreement, the Participants' employment with the Company is subject to termination by the Participants or the

Company at any time and for any reason whatsoever without recourse by either party of any kind or for any reason whatsoever.

b. No Employment Agreement Intended. Neither the Plan nor this Agreement with the Participants is intended to constitute an agreement of employment, and nothing contained herein shall be construed as establishing any employment relationship with the Company except at will as provided herein.

c. Acknowledgement and Release. The Participants have read and understand the terms of this Plan and acknowledge the valid business purpose for all of the provisions contained herein. Further, the Participants in consideration of this Plan hereby release the Company from any claim, charge, cause, expense or demand relating to or arising out of or from the Participants' employment with the Company or the termination thereof without regard to the reason thereof or relating to or arising out of the administration of this Plan.

d. Disputes. The Participants agree that any dispute hereunder or with respect to their employment or the termination thereof which cannot be settled, shall, upon the election of either party, be subject to binding arbitration in accordance with the commercial arbitration rules of the American Arbitration Association, and judgment upon the award of the arbitrators may be rendered by any court of competent jurisdiction. A majority decision of the arbitrators shall be sufficient to render a binding decision. Arbitration shall take place in Columbus, Ohio, and judgment shall be made in accordance with Ohio law.

e. Compensation. The Participants acknowledge that all payments hereunder are compensatory in nature.

14. Termination. The Manager shall have the unlimited right to terminate this Plan either in whole or in part at any time or in any manner determined by the Manager to be appropriate without regard to the reason; provided, however, that such termination shall not have the effect of limiting any Participants' rights to payments which have already accrued.

15. Amendment or Modification. This Plan may be amended or modified by the Manager at any time, for any reason, and in any manner without prior notice to anyone.

16. Alienation of Benefits. No right or benefit or payment under this Plan shall be subject to anticipation, sale, assignment, pledge, encumbrance, or charge, and any attempt to anticipate, sell, assign, pledge, encumber, or charge the same shall be void. No right or benefit or payment hereunder shall in any manner be liable for or subject to the debts, contracts, liabilities, or torts of the person entitled to such benefits. If any Participant or any other person entitled to payments hereunder shall become bankrupt or attempt to anticipate, alienate, sell, assign, pledge, encumber, or charge any right or benefit or payment hereunder, then such right or benefit or payment shall terminate.

17. Corporate Changes. In the event of any corporate change that affects the nature of the underlying capital structure of the Company, this Plan will be amended to reflect such change or will be terminated.

18. Challenge to the Plan. In the event the Participant makes any challenge to the Plan or its administration, the Manager may in its discretion terminate the Plan. Further, if the Participant's challenge is not adjudicated in his favor, he shall pay the Company all of its out of pocket costs incurred in connection with defending any challenge to the Plan or its administration.

19. Effective Date. This Plan shall be effective upon actual approval by the Manager and with respect to the Participants, upon their execution of a Participation Agreement.

IN WITNESS WHEREOF, the undersigned PDG Domus Corporation, the Manager of the Company, hereby adopts the Plan as of _____, 200___.

PDG DOMUS MANUFACTURING LLC

By_____
Nathan Wm. Pingel, President/CEO

SCHEDULE 1
PDG DOMUS MANUFACTURING LLC
PDG CENTRAL EXECUTIVE OFFICER BONUS PARTICIPATION PLAN

TO: Manager
PDG DOMUS MANUFACTURING LLC

The undersigned employee of PDG DOMUS MANUFACTURING LLC. (the "Participant), hereby agrees to accept and participate in the PDG DOMUS MANUFACTURING LLC PDG CENTRAL OFFICER BONUS PARTICIPATION PLAN (the "Plan"), effective as of the date hereof. Except as otherwise set forth herein, defined terms used in this Participation Agreement shall have the meanings assigned to them in the Plan.

The undersigned has read the Plan and understands and agrees to accept and be bound by the terms and conditions thereof, as the same may be amended from time to time.

The undersigned further agrees and understands that by signing this Participation Agreement he is waiving or otherwise giving up certain rights.

GENERAL PARTICIPANT INFORMATION

Participant Name: _____
Social Security Number _____
Marital Status: Married ____ Single _____

Spouse's Name: _____
Social Security Number _____

I hereby certify that the above information is correct. If my marital status changes, I agree to promptly notify my employer.

Dated this _____ day of _____, ____.

_____ _____
Participant Witness

Accepted:
PDG DOMUS MANUFACTURING LLC

By:_____

Date:_____

SCHEDULE 2
TO THE
PDG DOMUS MANUFACTURING LLC
PDG CENTRAL OFFICER BONUS PLAN PARCIPATION PLAN

Reductions to a Participant's Share of the Bonus Participation Plan

During each calendar year, the Company will maintain records of any mistakes made by a Participant that affects the Company performance in a negative way.

When a mistake affecting the Company negatively occurs, the immediate supervisor of the Participant will prepare a Incident Report based upon empirical facts and interviews with other Participants. The report will include:

- The nature of the mistake,
- The Participant(s) directly involved in causing the mistake,
- The reason for the occurrence of the mistake,
- What could have been done to prevent the mistake,
- The cost of materials to correct the mistake,
- The cost of labor to correct mistake,
- Any other direct cost empirically obtained that affects quality.
- A percentage allocation of fault between the involved Participants if more than one

A copy of the Incident Report will be kept on file with the Company, and copies will be and the Participants involved in the mistake.

A Participant's share of the Bonus Participation Plan will be reduced by the total cost to the Company to correct mistakes negatively affecting the Company made by a Participant. A Participant determined to have made a mistake affecting quality may file a claim pursuant to Section 11 of the Plan if the Participant disagrees with the findings in the Quality Control Incident Report.

OHIO SECRETARY OF STATE
PROCESSING STATEMENT
10/05/95

05285-0223

CHARTER NUMBER: 918817
ROLL AND FRAME: 5285-0223

CORPORATION:	DOCUMENT NUMBER	CODE	FEE
PDG DOMUS CORPORATION	95092943701	ARF	85.00

034811

RETURN TO: RICHARD L. MANN
32 W HOSTER ST S-230
COLUMBUS OH 43215-5633

TOTAL : 85.00

0377

05285-0224

The State of Ohio

Bob Taft

Secretary of State

918817

Certificate

It is hereby certified that the Secretary of State of Ohio has custody of the Records of Incorporation and Miscellaneous Filings; that said records show the filing and recording of: ARF

of:

PDG DOMUS CORPORATION

United States of America
State of Ohio
Office of the Secretary of State

Recorded on Roll 5285 at Frame 0225 of the Records of Incorporation and Miscellaneous Filings.

Witness my hand and the seal of the Secretary of State at Columbus, Ohio, this 29TH day of SEP ,

A.D. 19 95 .

Bob Taft

Bob Taft
Secretary of State

9509243701

05285-0225

ARTICLES OF INCORPORATION
OF
PDG DOMUS CORPORATION

6/29/95
#85

The undersigned, desiring to form a corporation for profit under the Ohio General Corporation Law, does hereby certify:

FIRST: The name of the corporation is PDG Domus Corporation.

SECOND: The place in Ohio where the principal office of the corporation is to be located is in the City of Columbus, Franklin County.

THIRD: The purpose of purposes for which the corporation is formed are to engage in any lawful act or activity for which corporations may be formed under Section 1701.01 to 1701.98, inclusive, of the Ohio Revised Code and any amendments heretofore or hereafter made thereto.

FOURTH: The maximum number of shares which the corporation is authorized to have outstanding is ~~seven~~ eight hundred fifty (850), all of which shall be common shares without par value.

FIFTH: The board of directors may fix and determine and vary the amount of working capital of the corporation; determine whether any (and, if any, what part) of the surplus, however created or arising, shall be used or disposed of or declared in dividends or paid to shareholders; and, without action by the shareholders, use and apply such surplus, or any part thereof, or such part of the stated capital of the corporation as is permitted under the laws of the State of Ohio, at any time or from time to time, in the purchaser acquisition of shares of any class, voting trust certificates for shares, bonds, debentures, notes, script, warrants, obligations, evidence of indebtedness of the corporation, or other securities of the corporation, to such extent or amount and in such manner and upon such terms as the board of directors shall deem expedient and without regard to any provisions which may hereafter be contained in the corporation's articles of incorporation with respect to the redemption of shares of any class at the option of the corporation.

SIXTH: Every statute of the State of Ohio hereafter enacted, whereby rights or privileges of shareholders of a corporation organized under the Ohio General Corporation Law are increased, diminished, or in any way affected, or whereby effect is given to any action authorized, ratified, or approved by less than all the shareholders of any such corporation, shall apply to the corporation and shall bind every shareholder to the same extent as if such statute had been in force at the date of filing of these articles of incorporation.

SEVENTH: A director or officer of the corporation shall not be disqualified by his office from dealing or contracting with the corporation as a vendor, purchaser, employee, agent, or otherwise. No transaction or contract or act of the corporation shall be void or voidable or in any way affected or invalidated by reason of the fact that any director or officer, or any firm of which any director or officer is a shareholder, director, or trustee, or any trust of which any director or officer is a trustee or beneficiary, is in any way interested in such transaction or contract or act. No director or officer shall be accountable or responsible to the corporation for or in respect to any transaction or contract or act of the corporation or for any gains or profit directly or indirectly

realized by him by reason of the fact that he or any form of which he is a trustee or beneficiary, is interested in such transaction or contract or act, provided the fact that such director or officer or such firm or corporation or such trust is so interested shall have been disclosed or shall have been known to all of the directors or to such directors as shall be present at any meeting of the board of directors at which action upon such contract of transaction or act shall have been taken. Any director may be counted in determining the existence of a quorum at any meeting of the board of directors which shall authorize, ratify, or approve any such contract or transaction or act, and any officer of the corporation may take any action within the scope of his authority respecting such contract or transaction or act with like force and effect as if he or any firm of which he is a member, or any corporation of which he is a shareholder, director, or trustee, or any trust of which he is a trustee or beneficiary, were not interested in such transaction or contract or act. Without limiting or qualifying the foregoing, if in any judicial or other inquiry, suit, cause, or proceeding, the question of whether a director or officer of the corporation has acted in good faith is material, then notwithstanding any statute or rule of law or of equity to the contrary (if any there be), his good faith shall be presumed, in the absence of proof to the contrary by clear and convincing evidence.

EIGHTH: No holder of shares of any class of the corporation shall be entitled as such, as a matter of right, to subscribe for or purchase shares of any class, now or hereafter authorized, or to purchase or to subscribe for securities convertible into or exchangeable for shares of the corporation, or to which shall appertain or be attached any warrants or rights entitling the holder thereof to subscribe for or purchase shares, except such rights of subscription or purchase, if any, at such price or prices, and upon such terms and conditions as the board of directors in its discretion may from time to time determine.

NINTH: Notwithstanding any provision of any statute of the State of Ohio, now or hereafter in force, requiring for any purpose the vote, consent, waiver, or release of the holders of shares entitling them to exercise two-thirds or any other proportion of the voting power of the corporation or of any class or classes of shares thereof, any action may be taken by the vote of the holders of shares entitling them to exercise a majority of the voting power of the corporation or of such class or classes, unless the proportion designated by such statute cannot be altered by these articles.

September 27, 1995

Nathan W. Pingel

ORIGINAL APPOINTMENT OF STATUTORY AGENT 05285-0227

The undersigned, being at least a majority of the incorporators of:

PDG Domus Corporation,
(NAME OF CORPORATION)

hereby appoint Nathan W. Pingel,
(NAME OF AGENT)

(a natural person resident in this state) or (a corporation having a business address in this state) (strike phrase not applicable) upon whom (which) any process, notice or demand required or permitted by statute to be served upon the corporation may be served.

His (Its) complete address is 426 East Whittier Street.,
(STREET OR AVENUE)

Columbus, Franklin County, Ohio 43206
(CITY OR VILLAGE), (COUNTY) (ZIP)

Nathan W. Pingel

AGENT'S ADDRESS MUST BE ZIP CODED

(Incorporators names should be typed/printed beneath their signatures.)

Columbus, Ohio

September 1995

PDG Domus Corporation
(NAME OF CORPORATION)

Gentlemen: I hereby accept appointment as agent of your corporation upon whom process, tax notices or demands may be served.

(SIGNATURE OF AGENT)

BY
(Signature of Officer Signing and Title if Agent is a Corporation)

REMARKS: ALL ARTICLES OF INCORPORATION MUST BE ACCOMPANIED BY AN ORIGINAL APPOINTMENT OF AGENT. THERE IS NO FILING FEE FOR THIS APPOINTMENT.

UNIFORM COMMERCIAL CODE FILING

(1)

☑ CORPORATIONS FILING

CORPORATIONS ONLY

☐ EXPEDITE SERVICE ☐ PICK-UP ☐ MAIL

CORRESPONDENCE

PLEASE RETURN THE ATTACHED DOCUMENTS TO:

RICHARD L. MANN
NAME OF YOUR FIRM OR COMPANY

ATTENTION

37 W. HOSTER ST. S-230, Columbus, OHIO 43215-5273
STREET, CITY, STATE, ZIP CODE

05285-0223

(614) 224-5427
TELEPHONE NUMBER

UCC ONLY

☐ MAIL ☐ PICK-UP

IF NOT CHECKED, IT WILL BE MAILED.

CODE OF REGULATIONS

OF

PDG DOMUS CORPORATION

ARTICLE I

MEETING OF SHAREHOLDERS

§ 1.1 Annual Meeting.

The annual meeting of the shareholders, for the purpose of electing directors and transacting such other business as may come before the meeting, shall be held on such date and at such time during the month of October of each year as the Board of Directors may from year to year fix, or if the Board of Directors fails so to fix a date and time for the meeting in any year, at 2:00 P.M. the first Tuesday of said month of such year, if not a legal holiday, but if that day is a legal holiday under Ohio law, the annual meeting shall be held on the first succeeding day which is not a Sunday or legal holiday. If for any reason the election of directors is not held at the annual meeting or any adjournment thereof, the Board of Directors shall cause the election to be held at a special shareholders' meeting as soon thereafter as is convenient. At any such special meeting, the shareholders may elect directors and transact any other business with the same effect as at an annual meeting.

§ 1.2 Special Meetings.

A special meeting of the shareholders may be called by the chairman of the board, if any, or the president, or by a majority of the directors acting with or without a meeting, or by the holders of record of twenty-five percent (25%) of all the shares outstanding at the time of the calling of such meeting and then entitled to be voted at a shareholders' meeting. Upon delivery to the president or secretary of a request in writing for a shareholders' meeting by any persons entitled to call such meeting, it shall be the duty of the officer to whom the request is delivered to give notice to the shareholders of such meeting. Said request shall specify the objects or purposes and the date and hour for such meeting. The date shall be at least seven (7) and not more than sixty (60) days after delivery of the request. If, upon such a request, such officer does not within five (5) days call the meeting, the person making such request may call it by

giving notice as provided in §1.4, or by causing it to be given by any designated representative.

§1.3 Place of Meetings.

All shareholders' meetings shall be held at such place or places, within or without the State of Ohio, as may from time to time be fixed by the Board of Directors, or if not so fixed, then as shall be specified in the respective notices or waivers of notice thereof.

§1.4 Notice of Meetings.

Every shareholder shall furnish the secretary of the company with an address at which notices of meetings and all other corporate notices may be served on or mailed to him. Except as otherwise expressly required by law, notice of each shareholders' meeting, whether annual or special, shall be given not more than sixty (60) days and at least seven (7) days before the date specified for the meeting, by the president or secretary, or, in case of their refusal or failure to do so, by the person or persons entitled to call such meeting, to each shareholder entitled to notice of the meeting, by delivering a written or printed notice thereof to him personally or by posting it in a postage-prepaid envelope addressed to him at his address furnished by him as above provided, or, if he shall not have furnished such address, then at his post-office address last known to the sender. Except when expressly required by law, no publication of any notice of a shareholders' meeting shall be required. If shares are transferred after notice has been given, notice need not be given to the transferee. A record date may be fixed for determining the shareholders entitled to notice of any meetings of shareholders, in accordance with the provisions of -1.13. Every notice of a special shareholders' meeting, besides stating the time and place of the meeting, shall state briefly the objects or purposes thereof as may be specified by the person or persons requesting or calling the meeting. Only the business provided for in such notice shall be taken up at the meeting. Notice of the adjourned meeting need not be given if the time and place to which it is adjourned are fixed and announced at the meeting at which the adjournment is taken.

§1.5 Waiver of Notice.

Any shareholder, either before or after any meeting, may waive any notice thereof required by law, the Articles or these Regulations. Waivers must be in writing and filed with or entered upon the records of the meeting. Notice of a meeting will be deemed to have been waived by any shareholder who attends such meeting either in person or by

proxy, and who does not, before or at the commencement of the meeting, protest the lack of proper notice.

§1.6 Quorum.

At all shareholders' meetings, the holders of shares entitling them to exercise a majority of the voting power of the company, present in person or by proxy and entitled to vote, shall constitute a quorum for the transaction of business, except when a greater number is required by law, the Articles of Incorporation, or these Regulations. In the absence of a quorum at any meeting or any adjournment thereof, a majority in voting power of the shareholders present in person or by proxy and entitled to vote or, in the absence of all the shareholders, any officer entitled to preside or act as secretary of the meeting, may adjourn the meeting from time to time. At any adjourned meeting at which a quorum is present, any business may be transacted which might have been transacted at the meeting as originally called.

§1.7 Organization.

At each shareholders' meeting, the chairman of the board, if any, or, in his absence, the president, or, in the absence of both of the, a chairman chosen by a majority in voting power of the shareholders present in person or by proxy and entitled to vote, shall act as chairman, and the secretary of the company, or, in his absence, any assistant secretary, or, in the absence of all of them, any person whom the chairman of the meeting appoints, shall act as secretary of the meeting.

§1.8 Order of Business.

The order of business at all shareholders' meetings shall be as follows:

1. Roll call.
2. Appointment of inspectors of election, if requested.
3. Proof of notice of meeting or waiver thereof.

A QUORUM BEING PRESENT:

4. Reading of minutes of preceding meeting and acting thereon, unless dispensed with by unanimous consent.
5. Report of Board of Directors, if any.
6. Reports of officers, if any.
7. Reports of committees, if any.
8. Election of Directors, if any.
9. Unfinished business, if any.

10. New business, if any.

The order of business at any meeting may, however, by changed by the vote of a majority in voting power of those present in person or by proxy and entitled to vote, or by their unanimous consent. The treasurer shall, in his report at the annual meeting, or the meeting held in lieu thereof, lay before the meeting the financial statements referred to below in §3.11(e), unless dispensed with by unanimous consent.

§1.9 Voting.

Each holder of a share or shares of the class or classes entitled to vote by law or the Articles of Incorporation shall be entitled to one vote in person or by proxy for each such share registered in his name on the books of the company. As provided below in §1.12 of this Article I, a record date for determining which shareholders are entitled to vote at any meeting may be fixed. Shares of its own stock belonging to the company shall not be voted directly or indirectly. Persons holding voting shares in a fiduciary capacity shall be entitled to vote the shares so held. A shareholder whose voting shares are pledged shall be entitled to vote the shares standing in his name on the books of the company. Upon demand for a share vote upon any question by any shareholder present in person or by proxy at any meeting and entitled to vote thereat, such share vote shall immediately be taken. Upon request of any such shareholder, a share vote shall be by ballot. Each ballot shall be signed by the shareholder voting, or in his name by his proxy if there be such proxy, and shall state the number of shares voted by him. Otherwise, share votes shall be made orally.

§1.10 Proxies.

Any shareholder who is entitled to attend a shareholders' meeting, or to vote thereat, or to assent or to give consents in writing, shall be entitled to exercise such right and any other of his rights by a proxy or proxies appointed by a writing signed by such shareholder, which need not be sealed,witnessed, or acknowledged. Except as herein otherwise specifically provided, actions taken by proxy or proxies shall be governed by the provisions of the Ohio Revised Code.

§1.11 Inspectors of Elections.

Inspectors of election may be appointed and act as provided in the Ohio Revised Code.

§1.12 Fixing Record Date.

The Board of Directors may fix in advance a date, not exceeding sixty (60) days preceding the date of any meeting of shareholders, or the date for the payment of any dividend, or the date for the allotment of rights, or the date when any change or conversion or exchange of shares shall go into effect, as a record date for the determination of the shareholders entitled to notice of such meeting, or to receive any such dividend, or to receive any such allotment of rights, or to exercise the rights in respect of any such change, conversion, or exchange. Only the shareholders of record on the date so fixed shall be entitled to receive notice of such meeting, or to vote at such meeting, or to receive payment of such dividend, or to receive such allotment of rights, or to exercise such rights, as the case may be, notwithstanding any transfer of any share on the books of the company after such record date. The shareholders of record on any such date shall be determined as of the close of business on that date.

§1.13 List of Shareholders at Meetings.

Upon request of any shareholder at least ten (10) days prior to any meeting of shareholders, there shall be produced at such meeting an alphabetically arranged list, or classified lists, of the shareholders of record as of the applicable record date, who are entitled to vote, showing their respective addresses and the number and classes of shares held by each.

§1.14 Action in Writing in Lieu of Meeting.

Any action which, by virtue of any provisions of the laws of Ohio, the Articles, or these Regulations, may be taken at a meeting of the shareholders, may be taken without a meeting if authorized by a writing signed by all the holders of shares who would be entitled to notice of a meeting called for the purpose of taking such action.

ARTICLE II

BOARD OF DIRECTORS

§2.1 General Powers of Board.

The powers of the company shall be exercised, its business and affairs shall be conducted, and its property shall be controlled by the Board of Directors, except as otherwise provided by the law of Ohio, the Articles or these Regulations.

§2.2 Number and Qualifications.

Consistent with the provisions of the Ohio Revised Code, the number of directors shall be at least three, provided that where all shares of the corporation are owned of record by one or two shareholders, the number of directors may be less than three but not less than the number of shareholders. The number of directors may be fixed or changed at a meeting of the shareholders called for the purpose of electing directors at which a quorum is present, by the affirmative vote of the holders of a majority of shares which are represented at the meeting and entitled to vote on such proposal, but no such reduction in number of directors shall of itself have the effect of shortening the term of any incumbent director. A director need not be a shareholder of the company.

§2.3 Compensation and Expenses.

The Directors shall not be entitled to such compensation unless the Board of Directors determines that directors shall be compensated. No director shall be precluded from serving the company as an officer or in any other capacity, or from receiving compensation therefor. Directors may be reimbursed for their reasonable expenses incurred in the performance of their duties, including the expense of traveling to and from meetings of the Board, if such reimbursement is authorized by a majority of them.

§2.4 Election of Directors.

At each meeting of the shareholders for the election of directors at which a quorum is present, the persons receiving the greatest number of votes shall be the directors. Any shareholder may cumulate his votes at an election of directors upon fulfillment of the conditions prescribed in the Ohio Revised Code.

§2.5 Term of Office.

Unless he shall earlier resign, is removed as hereinafter provided, dies, or is adjudged mentally incompetent, each director shall hold office until his successor is elected and qualified.

§2.6 Resignations.

Any director may resign by giving written notice to the president or the secretary of the company. Such resignation shall take effect at the time specified therein. Unless otherwise specified therein, the acceptance of a resignation shall not be necessary to make it effective.

§2.7 Vacancies.

A vacancy in the Board of Directors may be filled by a majority vote of the remaining directors, even though they are less than a quorum, until the shareholders hold an election to fill the vacancy. Shareholders entitled to elect directors may elect a director to fill any vacancy in the Board (whether or not the vacancy has previously been temporarily filled by the remaining directors) at any shareholders' meeting called for that purpose.

§2.8 Bylaws, Etc.

The Board of Directors may adopt a Code of Bylaws to govern the transaction of its business; the manner of calling, and the places and manner of holding its meetings; and any other matters which it determines to include therein; but no provision thereof may conflict with any provision of these regulations. (See, also, §4.3, below.)

§2.9 Quorum and Manner of Acting.

A majority of the number of directors fixed in or established pursuant to §2.2 as at the time of any meeting of the Board of Directors, must be present in person at such meeting in order to constitute a quorum for the transaction of business. The act of a majority of the Directors present at any meeting at which a quorum is present shall be the act of the Board of Directors. In the absence of a quorum, a majority of those directors present may adjourn a meeting from time to time until a quorum is had. Notice of an adjourned meeting need not be given. The directors shall act only as a Board. Individual directors shall have no power as such.

§2.10 Removal of Directors.

Any directors may be removed, either with or without cause, at any time, by the affirmative vote of a majority in voting power of the shareholders of record of the company entitled to vote, taken at a special meeting of the shareholders called for that purpose. The vacancy in the Board of Directors caused by any such removal may be filled by the shareholders at such meeting.

§2.11 Action in Writing in Lieu of Meeting.

Any action which, by virtue of any provision of the laws of Ohio, the Articles, or these Regulations, may be taken at a meeting of the directors, may be taken without a meeting if authorized by a writing signed by all the directors.

ARTICLE III

OFFICERS

§3.1 Number and Titles.

The officers of the company shall be a president, a treasurer, one or more assistant treasurers, if needed, a secretary, and one or more assistant secretaries, if needed. There may, in addition, be a chairman of the board and a vice president, at any time during which the board shall see fit to cause either of such offices to be filled. Furthermore, if there is more than one vice president, the board may in its discretion, establish designations for the vice presidencies so as to distinguish them as to their functions or their order. Any person may hold two or more offices and perform the duties thereof, except that no person may be a vice president, secretary or assistant secretary while he is president, and no person may at the same time be treasurer and an assistant treasurer or secretary and an assistant secretary. If one person is elected to the offices of secretary and treasurer, he shall be known as the secretary-treasurer, and all of the duties and authority assigned to, and all of the references made to, both the secretary and treasurer in these Regulations and in the code of bylaws shall apply to the secretary-treasurer. The Board of Directors shall have the discretion to determine from time to time the number of vice presidents the company shall have, whether or not assistant treasurers and assistant secretaries are needed, and, if so, the number of assistant treasurers and assistant secretaries the company shall have.

§3.2 Election, Term of Office, Qualifications, Compensation and Other Transactions.

The officers shall be elected by the Board of Directors. Each shall be elected for an indeterminate term and shall hold office during the pleasure of the Board of Directors. The Board of Directors may hold annual elections of officers. At any time after one year following an election of a full slate of officers, an election of officers shall be held within thirty (30) days after delivery to the president or the secretary of a written request for such election by any director. The notice of the meeting held in response to such request shall specify that an election of officers is one of the purposes thereof. The president must be a director; and if he ceases to be a director, he shall immediately cease to be president. The qualifications of all other officers shall be such as the Board of Directors may establish. The Board of Directors shall fix the compensation for each officer, if any.

Upon request of the president of the company as to any other officer or officers and upon request of a majority of the members of the Board of Directors acting individually, as to the president, any officer receiving compensation shall enter into an agreement between the company and himself and thereby such officer shall agree to reimburse the company for any amount of the officer's salary, the deduction for which is disallowed the company by the Internal Revenue Service as being unreasonable in amount. The president is authorized to execute such agreements on behalf of the company except where the subject agreement concerns the president's salary, in which case any other officer shall be authorized to execute the agreement on behalf of the company. Execution of such a reimbursement agreement upon request, as set forth above, is a condition of future employment, and the president is authorized to discharge any officer who refuses to comply with the discharge any officer who refuses to comply with the provisions herein, and likewise the Board of Directors is empowered to discharge the president from office if he refuses so to comply. Although all compensation will be bargained for on an arm's length basis, and every effort will be made to establish reasonable compensation, the application of tax laws are subject to uneven interpretation and the company needs to examine its economic cost of compensation and its deductibility is a factor that significantly affects that economic cost to the company, as well as the company's cash flow and profit.

If any person who is a member of the Board of Directors or a shareholder of the company causes the rental of real or personal property to the company, the rental arrangement shall be fair, shall be bargained for at arm's length, and as a condition of any rental arrangement, shall provide that said lessor agrees to reimburse the company for any amount paid under said agreement the deduction for which is disallowed the company by the Internal Revenue Service as being unreasonable in amount, or bargained for not at arm's length. The president is authorized to execute such agreements on behalf of the company except where the subject agreement concerns the president's interest, in which case the other officers shall be authorized to execute the agreement on behalf of the company. It is in this manner that the company can evaluate the true economic cost of payment under the agreement in that its deductibility is a factor that significantly affects that economic cost to the company, as well as the company's cash flow and profit.

§3.3 Additional Officers, Agents, Etc.

In addition to the officers mentioned in §3.1, the company may have such other officers, agents, and

committees as the Board of Directors may deem necessary and may appoint, each of whom or each member of which shall hold office for such period, have such authority, and perform such duties as may be provided in these Regulations or in the Code of Bylaws adopted by the Board, or as the Board may from time to time determine. The Board of Directors may delegate to any officer or committee the power to appoint any subordinate officers, agents or committees. In the absence of any officer, or for any other reason, the Board of Directors may deem sufficient, the Board of Directors may delegate, for the time being, the powers and duties, or any of them of such officer to any other officer, or to any director.

§3.4 Removal.

Any officer may be removed, either with or without cause, at any time, by the Board of Directors at any meeting, the notice (or waivers of notice) of which shall have specified that such removal action was to be considered. Any officer appointed by an officer or committee to which the Board shall have delegated the power of appointment may be removed, either with or without cause, by the committee or superior officer (including successors) who made the appointment, or by any committee or officer upon whom such power of removal may be conferred by the Board of Directors.

§3.5 Resignations.

Any officer may resign at any time by giving written notice to the Board of Directors, the president, or the secretary. Any such resignation shall take effect at the time specified therein. Unless otherwise specified therein, the acceptance of such resignation shall not be necessary to make it effective.

§3.6 Vacancies.

A vacancy in any office because of death, resignation, removal, disqualification or otherwise, shall be filled in the manner prescribed for regular appointments or elections to such office.

§3.7 Powers, Authority and Duties of Officers.

Officers of the company shall have the powers and authority conferred and the duties prescribed by law, in addition to those specified or provided for in other sections of this ARTICLE III.

§3.8 The Chairman of the Board.

The chairman of the board, if and while there be an incumbent of the office, shall preside at all meeting of the shareholders and of the directors at which he is present. He shall have and exercise general supervision over the conduct of the company's affairs and over its other officers, subject, however, to the control of the Board of Directors. He shall see that all orders and resolutions of the Board of Directors are carried into effect. He shall from time to time report to the Board of Directors all matters within his knowledge which the interest of the company may require to be brought to the notice of the Board.

§3.9 The President.

If and while there is no incumbent of the office of chairman of the board, and during the absence or disability of the chairman of the board, the president shall have the duties and authority specified above in §3.8. subject to the control of the Board of Directors, the president shall superintend and manage the business of the company; coordinate and supervise the work of its other officers, except the chairman of the board; employ, direct, fix the compensation of, discipline, and discharge its personnel; employ agents, professional advisers and consultants; and perform all functions of a general manager of the company's business. As provided in the Ohio Revised Code, he may sign certificates for shares in the company. He may sign, execute and deliver in the name of the company all deeds, mortgages, bonds, contracts and other instruments either when specially authorized by the Board of directors or when required or deemed necessary or advisable by him in the ordinary conduct of the company's normal business, except in cases where the signing and execution thereof shall be expressly delegated by these Regulations or by the Board of some other officer or agent of the company or shall be required by law or otherwise to be signed or executed by some other officer or agent. He may cause the seal of the company to be fixed to any instrument. He shall, in general, perform all duties incident to the office of the president and such other duties as from time to time may be assigned to him by the Board of Directors.

§3.10 The Vice President.

The vice presidents shall perform such duties as may be assigned to them, individually or collectively, by the board of Directors or by the president. In the absence of disability of the president, one or more of the vice presidents may perform such duties of the president as the president or the Board of Directors may designate.

§3.11 The Treasurer.

If required by the board of Directors, the treasurer shall give bond for the faithful discharge of his duties in such penal sum and with such sureties as the Board of Directors shall determine. He shall:

(a) Have charge and custody of, and be responsible for, all funds, securities, notes, contracts, deeds, documents, and all other indicia of title in the company and valuable effects of the company; receive and give receipts for moneys payable to the company from any sources whatsoever; deposit all moneys in the name of the company in such banks, trust companies, or other depositaries as shall be selected by or pursuant to the directions of the Board of Directors; cause such funds to be disbursed by checks or drafts on the authorized depositaries of the company, signed as the Board of Directors may require; and be responsible for the accuracy of the amounts of, and cause to be preserved proper vouchers for,all moneys disbursed;

(b) Have the right to require from time to time reports or statements giving such information as he may desire with respect to any and all financial transactions of the company from the officers, employees, or agents transacting the same;

(c) Keep or cause to be kept, at the principal office or such other office or offices of the company as the Board of Directors shall from time to time designate, correct records of the moneys, business, and transactions of the company and exhibit those record to any director of the company upon application of such office;

(d) Render to the Board of Directors or the chairman of the board or the president whenever requested an account of the financial condition of the Company and of all his transactions as treasurer and, as soon as may be after the close of each fiscal year, make and submit to the Board of Directors a like report for such fiscal year; and

(e) Lay before each annual meeting of the shareholders or the meeting held in lieu of it, the financial statement required by the Ohio Revised code, and furnish copies of such statements to shareholders as required by said Ohio Revised Code.

§3.12 The Assistant Treasurers.

The assistant treasurers shall perform such duties as from time to time may be assigned to them, individually or collectively, by the Board of Directors, by the president,

or by the treasurer. In the absence or disability of the treasurer, one or more of the assistant treasurers may perform such duties of the treasurer as the treasurer, the president, or the Board of Directors may designate.

§3.13 The Secretary.

The secretary shall:

(a) Keep the minutes of all meetings of the shareholders and of the Board of Directors in one or more books provided for that purpose;

(b) See that all notices are duly given in accordance with these Regulations or as required by law;

(c) Be custodian of the corporate records;

(d) Have charge, directly or through such transfer agent or agents and registrar or registrars as the Board of Directors may appoint, of the issue, transfer, and registration of certificates for shares in the company and of the records thereof, such records to be kept in such manner as to show at any time the number of shares in the company issued and outstanding, the manner in which and time when such shares were paid for, the names and addresses of the holders of record thereof, the numbers and classes of shares held by each, and the time when each became the holder thereof;

(e) Keep and have charge of the original or duplicate stock ledger provided for below in ARTICLE V;

(f) Exhibit at all reasonable times to any director the aforesaid records of the issue, transfer, and registration of such certificates, upon application at the place where those records are kept;

(g) Have available at each shareholders' meeting the list or lists required by -1.13, above, if requested, certified by the officer or agent in charge of the transfer of shares;

(h) Sign (or see that the treasurer or other proper officer of the company thereunto authorized by the Board of Directors signs), with the president or vice president, certificates for shares in the company;

(i) See that the books, reports, statements, certificates, and all other documents and records required by law are properly kept and filed; and

(j) In general, perform all duties incident to the office of secretary and such other duties as from time to time may be assigned to him by the Board of Directors or the president.

§3.14 The Assistant Secretaries.

The assistant secretaries shall perform such duties as from time to time may be assigned to them, individually or collectively, by the Board of Directors, by the president, or by the secretary. In the absence or disability of the secretary, one or more of the assistant secretaries may perform such duties of the secretary as the secretary, the president or the Board of Directors may designate.

ARTICLE IV

SHARES AND THEIR TRANSFER

§4.1 Certificate for Shares.

Every owner of one or more shares in the company shall be entitled to a certificate or certificates, which shall be in such form as the Board of Directors prescribes, certifying the number and class of paid-up shares in the company owned by him. The certificates for the respective classes of such shares shall be numbered in the order in which they are issued and shall be signed in the name of the company by the president or any vice president and by the secretary, any assistant secretary, treasurer, or any assistant treasurer. A record shall be kept of the name of the owner or owners of the shares represented by each such certificate and the number of shares represented thereby, the date thereof, and in case of cancellation, the date of cancellation. Every certificate surrendered to the company for exchange or transfer shall be cancelled, and no new certificate or certificates shall be issued in exchange for any existing certificate until such existing certificates shall have been so cancelled, except in cases provided for below in §4.4.

§4.2 Transfer of Shares.

Transfers of shares in the company shall be made only on the books of the company by the registered holder thereof, his legal guardian, executor or administrator, or by his attorney thereunto authorized by power of attorney duly executed and filed with the secretary of the company or with a transfer agent appointed by the Board of Directors, and on surrender of the certificate or certificates for such shares. The person in whose name shares stand on the books of the company shall, to the full

extent permitted by law, be deemed the owner thereof for all purposes as regards the company.

§4.3 Regulations.

The Board of Directors may make such rules and regulations as it may deem expedient, not inconsistent with these Regulations, concerning the issue, transfer, and registration of certificates for shares. Any such rules and regulations, to be effective, shall be incorporated in the Code of Bylaws. It may appoint one or more transfer agents or one or more registrars, or both, and may requires all certificates for shares to bear the signature or either or both.

§4.4 Lost, Destroyed and Mutilated Certificates.

If any certificate for shares becomes worn, defaced, or mutilated but is still substantially intact and recognizable, the directors, upon production and surrender thereof, shall order it cancelled, and a new certificate issued in lieu of it. The holder of any shares shall immediately notify the company if a certificate therefor shall be lost, destroyed or mutilated beyond recognition. The Board of Directors may require the owner of the certificate which is alleged to have been lost, destroyed, or mutilated beyond recognition, or his legal representative to give the company a bond with such surety or sureties, and in such penal sum, as it may direct, to indemnify the company and its directors and officers against any claim that may be made against it or any of them on account of the issuance of such new certificate in place of the allegedly lost, destroyed, or mutilated certificate. The board of Directors may, however, refuse to issue any such new certificate except pursuant to legal proceedings under the laws of Ohio.

§4.5 Restrictions Upon Transfer of Shares.

The Secretary, transfer agent, if any, and any other officers shall not be obligated to accept and recognize any transfer of shares unless the shareholder seeking to transfer the same shall have first offered the shares to the company disclosing the price at which the same are to be sold and further disclosing the identity of the intended purchaser. The Company shall have thirty (30) day period, the owner of such shares shall then offer the same in writing to the other shareholders of the company, as their identity appears upon the corporate records at the date, disclosing the identity of the proposed purchaser of the shares and the purchase price for the same. Such other shareholders shall have a like right within thirty (30) days next ensuing to purchase such shares for the same

price. If two or more shareholders desire to purchase such shares, such shareholders so notifying the owner shall be deemed to have the right to make such purchase on a basis proportionate to their then company stock ownership. If at the expiration of the second period of thirty (30) days, no shareholder has elected to purchase such shares, the owner thereof shall e entitled to complete his intended sale and transfer.

The provisions of the next preceding paragraph of this Code of Regulations shall be considered as creating a binding contract and agreement between the shareholders of this company, and the fact of this restriction shall be noted upon all certificates issued for shares of the company.

ARTICLE V

EXAMINATION OF BOOKS BY SHAREHOLDER

The Board of Directors may make reasonable rules prescribing under what conditions and regulations the books, records, accounts and documents of the company, or any of them, shall be open to the inspection of the shareholders. No shareholders shall be denied any right to inspect any book, record, account, or document of the company which is conferred by the Ohio Revised Code. An original or duplicate stock ledger showing the names and addresses of the shareholders and the number and class of shares issued or transferred of record to or by them from time to time shall at all times during the usual hours for business be open to the examination of every shareholder at the principal office or place of business of the company in the State of Ohio.

ARTICLE VI

DIVIDENDS, SURPLUS, ETC.

Subject to the provisions of the Articles of Incorporation and of these Regulations, and to the extent and as permitted by the Ohio Revised Code or any future statute of like tenor or effect, the Board of Directors may declare dividends upon the shares in the company whenever and in such amounts as the Articles of Incorporation may provide, or as, in the Board's opinion, the condition of the affairs of the company render advisable. The Board of Directors shall not, however, declare dividends unless such dividend will not breach any contract or covenant of the company, and it is reasonably believed that after such dividend the company will be able to pay its obligations as

they become due in the usual course of its affairs, and such dividend will not cause the assets of the company to be less than its liabilities plus stated capital. From time to time, the Board may set aside from or create against annual net profits or assets in excess of the company's liabilities plus stated capital such sum or sums as the Board may deem proper, as reserves to meet contingencies, or for equalizing dividends, or for the purpose of maintaining or increasing the property or business of the company. All net profits and assets in excess of liabilities plus stated capital, until actually declared in dividends,or used and applied for the purposes set out in the ARTICLE VI, shall be deemed to have been so set aside by the Board of Directors for one or more of said purposes.

ARTICLE VII

SEAL

The company shall have no seal.

ARTICLE VIII

AMENDMENT OF REGULATIONS

This Code of Regulations may be amended or changed by the affirmative vote of the holders of record of shares entitling them to exercise a majority of the voting power on such proposal at any meeting of the shareholders, the notice of which meeting has contained a copy of the proposed amendment of this Code of Regulations, or at any annual meeting, or without a meeting by the written consent of the holders of record of shares entitling them to exercise two-thirds of the voting power on such proposal.

(END OF CODE OF REGULATIONS)

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PDG DOMUS MANUFACTURING LLC
MANUFACTURING FACILITY EMPLOYEE BONUS PARTICIPATION PLAN

PDG DOMUS MANUFACTURING, LLC (the "Company") hereby establishes, creates and adopts the **PDG DOMUS MANUFACTURING LLC EMPLOYEE MANUFACTURING FACILITY BONUS PARTICIPATION PLAN** ("Plan"). This Plan is a voluntary plan established for the purpose of providing an incentive for certain hourly and salaried workers in the Company's manufacturing plant(s) to expand, increase and improve the profits and prosperity of the Company and to assist the Company in attracting and keeping manufacturing plant workers whom the Company expends substantial sums on to train and keep current in the Company's unique manufacturing systems.

1. Establishment of Plan. The Company hereby establishes, creates and adopts the **PDG DOMUS MANUFACTURING LLC EMPLOYEE MANUFACTURING FACILITY BONUS PARTICIPATION PLAN**, all in accordance with and subject to the provisions of this Plan.

2. Definitions. The following words shall have the meaning for purposes of this Plan as set forth herein.

a. Manager. PDG Domus Corporation, the managing member of the Company, as the same may exist from time to time.

b. Bonus Plan Administrator. The Bonus Plan Administrator ("Administrator") is appointed by the Manager to assume the responsibility of the Manager in administering the Plan. The Administrator will consist of at least three (3) members, two (2) of which shall be officers of the Company, and one (1) of which shall be a person who is not a member, officer, or director of the Company.

c. The Company. PDG Domus Manufacturing LLC and all of its subsidiaries.

d. Participants. All hourly and salaried employees who work in any Company manufacturing facility whether floor workers, plant managers, or roving Company personnel who manage more than one plant, who have been employed for at least a six (6) months of a calendar year, and have executed the Participation Agreement attached as Schedule 1.

e. Plan. This Employee Bonus Participation Plan.

3. Administration. This Plan shall in all respects be administered by the Manager or the Administrator ("Administrator"). The interpretation and construction of any provision of the Plan and all decisions of the Manager or the Administrator shall be final, are conclusive and binding. No officer or director of the Manager, nor the Administrator shall be held liable or

responsible for any action taken or determination made by such individual in good faith. Any tax or accounting elections, decisions, or changes made by the Manager or Administrator shall be final, conclusive and binding. The Manager or Administrator shall be entitled to make all such decisions without regard to the effect on the bonus amounts granted hereunder.

4. Eligibility. All Participants working full time (40 hours per week, 52 weeks per year, exclusive of paid holidays, excused absences, and permissible vacations) are eligible to participate in the Plan.

5. Creation of Bonus Pool. A Bonus Pool shall be created for each Company manufacturing facility which will be divided into two equal portions, the General Pool and the Specific Pool. The Bonus Pool for each manufacturing facility shall equal to one (1) percent of the Company's gross sales from the particular manufacturing facility at which the Participant works is hereby created from which annual bonuses will be paid to Participants, provided that the Bonus Pool available to pay bonuses to Participants shall not exceed the net cash flow, exclusive of debt or equity financings, remaining after payment of all expenses, loan repayments, distributions to members to cover federal taxes, and reasonable reserves established by the Company. If Bonuses are not paid or are not fully paid because of insufficient net cash flow, such unpaid portions will not accrue and will not be payable in the future.

6. Participant's Share of Bonus Pool.

a. The General Pool for each manufacturing facility will be divided equally among all Participants at that manufacturing facility. The Specific Pool for each manufacturing facility will be divided among all of the Participants at that manufacturing facility based on the evaluation of their individual performance as determined by the standards set forth on Schedule 2 attached hereto.

b. The total amount allocable to a Participant from both the General and the Specific Pools will be reduced by any charges incurred by such Participant for defective work quality as set forth in Schedule 3 attached hereto.

7. Disability During a Calendar Year. Bonus Pool payments shall be made to a Participant if on disability during a calendar year, provided the disability does not exceed 90 days.

8. Covenant Not to Compete; Non-Disclosure Agreement. During the period of the Participant's employment with the Company and continuing for three (3) years following the termination of the Participant's employment with the Company, the Participant shall not alone, together or in association with others, as owners, shareholder, employee, officer, director, partners, lender, investor, consultant, principal, agent, independent contractor, co-venturer or in any other capacity, directly or indirectly, engage in, have a financial interest in or be in any way connected or affiliated ith, or render advice or service to, any person, firm or business or enterprise which is in competition with the Company within any county where a plant is located,

and those counties contiguous thereto. This Agreement shall be in effect regardless of the reason for the Participant's termination.

Without limiting the foregoing, the parties specifically acknowledge and agree that the time period and scope of the non-competition covenants provided for herein are reasonable and that they understand the terms and covenants contained in this Section 7.

If any restriction set forth in this Section 8 is found by any court of competent jurisdiction to be unenforceable because it extends for too long a period of time, or too great a range of activities, or in too broad a geographic area, it shall be interpreted to extend only over the maximum period of time, range of activities or geographic area as to which such court shall consider enforceable.

Participant shall keep the LLC Information (as defined below) provided to him/her by or on behalf of the Company strictly confidential and will not, without the prior written consent of the Company, disclose the LLC Information in any manner whatsoever, in whole or in part to any third party, unless such third party is an employee, agent, subcontractor of Participant or the Company who has read and agreed to the terms of this Agreement.

"LLC Information" means all information regarding the Technology and the business of the Company, including without limitation, the material suppliers, home and building designs, equipment descriptions and plans, technical information and data, marketplace strategy, and other ideas and information, plans, business strategies related to or involving design, services, implementation, pricing or distribution of pre-manufactured homes, outbuildings and parts and assets of the Company which is of a confidential or sensitive nature and not available to or generally known by the public.

9. Payments to Participants. Payments from the Bonus Pool to Participants shall be made on or before April 30 following the end of each calendar year for which the bonus was calculated.

10. Forfeiture of Bonus Pool Participation. A Participant shall forfeit any and all existing or future benefits under this Plan, and shall repay all benefits received under the Plan, excluding any bonus payments received prior to the end of the last Calendar Year, if any of the following events shall occur:

a. The Participant shall commit an admitted or judicially proven act of fraud, embezzlement or dishonesty during his course of employment against the Company;

b. The Participant shall violate the covenant not to compete contained in Paragraph 8 hereof;

c. The Participant discloses confidential information or trade secrets to a competitive company while employed by the Company or following his termination of employment

11. Claims Procedure. The following terms and conditions apply to any claims for a benefit under the Plan.

a. Claims for Benefit. A claim for a benefit under the Plan shall be made in writing to the Manager or Administrator. If such claim is wholly or partially denied, the Manager shall, within a reasonable period of time, but no later than ninety (90) days after receipt of the claim, notify the Participant of the denial of the claim. Such notice of denial shall (i) be in writing, (ii) be written in a manner calculated to be understood by the claimant, and (iii) contain (1) the specific reason or reasons for denial of the claim, (2) a specific reference to the pertinent Plan provisions upon which the denial is based, (3) a description of any additional material or information necessary for the Participant to perfect the claim, along with an explanation why such material or information is necessary, and (4) an explanation of the Plan's claim review procedure.

b. Request for Review of Denial of Claim. Within one hundred twenty (120) days of the receipt by the Participant of the written notice of denial of the claim, or such later time as shall be deemed reasonable taking into account the nature of the benefit subject to the claim and any other attendant circumstances or if the claim has not been granted within a reasonable period of time, the Participant may file a written request with the Manager or Administrator that it conduct a full and fair review of the denial of the Participant's claim for a benefit, including the conducting of a hearing, if deemed necessary by the Manager or Administrator. In connection with the claimant's appeal of the denial of his benefit, the claimant may review pertinent documents and may submit issues and comments in writing.

c. Decision on Review of Denial of Claim. The Manager or Administrator shall deliver to the Participant a written decision on the claim promptly, but not later than sixty (60) days after the receipt of the Participant's request for review, except that if there are special circumstances (such as the need to hold a hearing) which require an extension of time for processing, the aforesaid sixty (60) day period shall be extended to one hundred twenty (120) days. Such decision shall (a) be written in a manner calculated to be understood by the Participant, (b) include specific reasons for the decision, and (c) contain specific references to the pertinent plan provisions upon which the decision is based.

12. Withholding of Taxes. It is understood and agreed by the Participants that the Company will withhold and pay all Federal, state and local taxes required to be withheld and paid with respect to any payment of benefits hereunder.

13. Agreement of Participants.

a. Acknowledgment of At Will Employment. The Participants by electing to participate in this Plan acknowledge and agree that, unless they are a party to a valid and binding written contract of employment with the Company (an "Employment Agreement"), they are employed at will and not subject to any contract of employment of

any kind or nature whatsoever. It is further acknowledged and agreed that, unless expressly provided to the contrary in an Employment Agreement, the Participants' employment with the Company is subject to termination by the Participants or the Company at any time and for any reason whatsoever without recourse by either party of any kind or for any reason whatsoever.

b. No Employment Agreement Intended. Neither the Plan nor this Agreement with the Participants is intended to constitute an agreement of employment, and nothing contained herein shall be construed as establishing any employment relationship with the Company except at will as provided herein.

c. Acknowledgement and Release. The Participants have read and understand the terms of this Plan and acknowledge the valid business purpose for all of the provisions contained herein. Further, the Participants in consideration of this Plan hereby release the Company from any claim, charge, cause, expense or demand relating to or arising out of or from the Participants' employment with the Company or the termination thereof without regard to the reason thereof or relating to or arising out of the administration of this Plan.

d. Disputes. The Participants agree that any dispute hereunder or with respect to their employment or the termination thereof which cannot be settled, shall, upon the election of either party, be subject to binding arbitration in accordance with the commercial arbitration rules of the American Arbitration Association, and judgment upon the award of the arbitrators may be rendered by any court of competent jurisdiction. A majority decision of the arbitrators shall be sufficient to render a binding decision. Arbitration shall take place in Columbus, Ohio, and judgment shall be made in accordance with Ohio law.

e. Compensation. The Participants acknowledge that all payments hereunder are compensatory in nature.

14. Termination. The Manager shall have the unlimited right to terminate this Plan either in whole or in part at any time or in any manner determined by the Manager to be appropriate without regard to the reason; provided, however, that such termination shall not have the effect of limiting any Participants' rights to payments which have already accrued.

15. Amendment or Modification. This Plan may be amended or modified by the Board of Directors at any time, for any reason, and in any manner without prior notice to anyone.

16. Alienation of Benefits. No right or benefit or payment under this Plan shall be subject to anticipation, sale, assignment, pledge, encumbrance, or charge, and any attempt to anticipate, sell, assign, pledge, encumber, or charge the same shall be void. No right or benefit or payment hereunder shall in any manner be liable for or subject to the debts, contracts, liabilities, or torts of the person entitled to such benefits. If any Participant or any other person entitled to payments hereunder shall become bankrupt or attempt to anticipate, alienate, sell,

assign, pledge, encumber, or charge any right or benefit or payment hereunder, then such right or benefit or payment shall terminate.

17. Limited Liability Company Changes. In the event of any limited liability company changes that affects the nature of the underlying capital structure of the Company, this Plan will be amended to reflect such change or will be terminated.

18. Challenge to the Plan. In the event the Participant makes any challenge to the Plan or its administration, the Manager may in its discretion terminate the Plan. Further, if the Participant's challenge is not adjudicated in his favor, he shall pay the Company all of its out of pocket costs incurred in connection with defending any challenge to the Plan or its administration.

19. Effective Date. This Plan shall be effective upon actual approval by the Manager and with respect to the Participants, upon their execution of a Participation Agreement.

IN WITNESS WHEREOF, the undersigned hereby adopts the Plan as of _____, 200___.

PDG DOMUS MANUFACTURING LLC

By_____
Nathan Wm. Pingel, President/CEO

SCHEDULE 1
PDG DOMUS MANUFACTURING LLC
MANUFACTURING FACILITY EMPLOYEE BONUS PARTICIPATION PLAN

TO: PDG DOMUS MANUFACTURING LLC

The undersigned employee of PDG DOMUS MANUFACTURING LLC. (the "Participant), hereby agrees to accept and participate in the **PDG DOMUS MANUFACTURING LLC MANUFACTURING FACILITY BONUS POOL PARTICPATION PLAN** (the "Plan"), effective as of the date hereof. Except as otherwise set forth herein, defined terms used in this Participation Agreement shall have the meanings assigned to them in the Plan.

The undersigned has read the Plan and understands and agrees to accept and be bound by the terms and conditions thereof, as the same may be amended from time to time.

The undersigned further agrees and understands that by signing this Participation Agreement he is waiving or otherwise giving up certain rights.

GENERAL PARTICIPANT INFORMATION

Participant Name: _____
Social Security Number _____
Marital Status: Married ____ Single _____

Spouse's Name: _____
Social Security Number _____

I hereby certify that the above information is correct. If my marital status changes, I agree to promptly notify my employer.

Dated this _____ day of _____, ____.

_____ _____
Participant Witness

Accepted:
PDG DOMUS MANUFACTURING LLC

By:_____

Date:_____

SCHEDULE 2
TO THE
PDG DOMUS MANUFACTURING LLC
MANUFACTURING FACILITY BONUS POOL
PARTICPATION PLAN

Key Performance Indicator Points ("KPIP") Awarded to Each Participant

The Plant Manager and Team Leader(s) of each Company plant, mold making, or research and development facility will meet thirty (30) days following the end of each calendar year to determine a Participant's share of the Specific Pool portion of the Bonus Participation Pool. The Plant Manager and Team Leader(s) will determine each Participant's level of performance using the KPIPs described below.

KPIPs will be awarded to Participants in the following two (2) categories:

- Technical Skills Applied (TSA)
- Human Skill Applied (HSA)

Each of these two (2) categories are further subdivided as follows:

KEY PERFORMANCE INDICATORS (KPI)	
Technical Skills Applied (TSA) ❑ Weld ❑ Cut steel ❑ Operate a forklift ❑ Use laminating equipment ❑ Paint using any type of system ❑ Install electrical systems ❑ Install plumbing systems ❑ Drywall ❑ Compete and install interior detail (trim) ❑ Use all equipment needed to do on site installation of completed PDG Domus products ❑ Communications equipment ❑ HVAC installation	Human Skill Applied (HSA) ❑ Strong Oral & Written Communications ❑ Team Player ❑ Personnel Management, especially in a team environment ❑ Understanding of the value of Diversity in a team environment ❑ Computer Skills ❑ Budget & Schedule Management

Up to ten (10) KPIPs may be allocated to a Participant from each of the subcategories listed above allocated to it.

A Participant in the Specific Pool will receive a percentage of the Specific Pool equal to the number of KPIPs awarded to such Participant divided by the total number of KPIPs awarded to all Participants in the Specific Pool.

SCHEDULE 3
TO THE
PDG DOMUS MANUFACTURING LLC
BONUS PLAN PARCIPATION PLAN

Reductions to a Participant's Share of the Bonus Participation Plan

During each calendar year, the Plant Manager and Team Leader(s) of all Company manufacturing, mold making, or research and development facility will maintain records of any mistakes made by a Participant that affects the quality of a Company product, tooling or mold, or research and development project.

When a mistake affecting the quality of a Company product, tooling or mold, or research and development project occurs, the Team Leader will prepare a Quality Control Incident Report based upon empirical facts and interviews with Participants on the team with the Participants involved in the mistake. The report will include:

- The nature of the mistake,
- The Participant(s) directly involved in causing the mistake,
- The reason for the occurrence of the mistake,
- What could have been done to prevent the mistake,
- The cost of materials to correct the mistake,
- The cost of labor to correct mistake,
- Any other direct cost empirically obtained that affects quality.
- A percentage allocation of fault between the involved Participants if more than one

A copy of the Quality Control Incident Report will be kept on file with the Plant Manager, and copies will be provided to the Company's central management and the Participants involved in the mistake.

Each Quality Control Incident Report regarding a particular Participant will be attached to the determination of Key Performance Indicator Points for such Participant that is forwarded to the Board of Directors or Administrator in connection with the Plan.

A Participant's share of the Bonus Participation Plan will be reduced by the total cost to the Company to correct mistakes affecting quality made by a Participant in any Company manufacturing, mold making, or research and development facility. A Participant determined to have made a mistake affecting quality may file a claim pursuant to Section 11 of the Plan if the Participant disagrees with the findings in the Quality Control Incident Report.

WHAT THE WARRANTIES COVER

The warranties covers the steel structure of your home including floors and the systems in your home (e.g., plumbing, electrical, HVAC), exterior side and roofing panels, cabinetry; appliances; sinks, plumbing fixtures; coverings and flooring; and a catch all category of everything else which we call "parts".

The manufacturer of each finished component or appliance in your home will provide the warranty. In certain cases that will be a company other then PDG DOMUS, for example, appliances or furnaces. PDG DOMUS will provide the major warranties for structure and systems. At your closing, you will receive a package of all the warranties including information on how to contact the party giving the warranty. Please refer to this Manual and applicable warranty material before making repairs to make sure you do not accidentally void a warranty. PDG DOMUS provides a 30 year limited warranty on the structure that can be transferred to a subsequent purchaser of your home once you have completed our Warranty Transfer Form that can be obtained by calling our office, and a 2 year limited warranty on the systems in your home excluding appliances and fixtures supplied by other manufacturers. Certain items relative to installation are covered by PDG DOMUS for 30 days following the closing on your home, for example, caulking, grout, and carpet. Other items are only covered by PDG DOMUS if you notify us of the defect prior to closing on your home, for example, damage to cabinets, countertops, sinks, tubs and showers. Information about warranties as to who provides them and the time frame over which they apply are discussed throughout this Manual. The standards that apply to our warranties are described at the end of this Manual,

PDG DOMUS homes are designed to significantly reduce minor "aesthetic" repairs, for example, minor cracking in wallboard or fastener pops (where a fastener has slightly backed itself out of wallboard "popping" the paint up). In the unlikely event an "aesthetic" repair is needed, our warranty covers it. We will schedule up to two home tune-up visits in the first year to make these types of repairs. It is best that you give your home a chance to be broken in over a period of time so that you don't waste your tune-up visits from us on less than everything that can take place in the first year of your owning your home. We suggest a 6 month visit if needed, and a 12 month visit if needed.

WHAT THE WARRANTIES DO NOT COVER

Your home is built like a skyscraper but on a much smaller scale. Although we do not expect you will need any repairs to your home, there are some geological and climatic events that are beyond normal for the area your home is located in that even the solid design and construction of your home won't withstand, e.g., tornadoes, earthquake, winds up to 110mph. These extraordinary situations are generally covered by insurance that you may already have in place. Still, it is wise to review your insurance to at least learn what coverage you have.

RESPONSIBILITIES OF PDG DOMUS AND HOMEOWNER

A PDG DOMUS home requires little or no maintenance during its lifetime. The tolerances and standards your home will meet are listed in a separate section at the end this manual. The Homeowner's responsibilities are described below. They are basic common sense and not difficult, but they must be done to keep your warranties in force.

AIR CONDITIONING, HEATING AND VENTILATION, INSULATION, AND ENERGY MANAGEMENT

Air Conditioning and Heating. Your home is designed to provide both forced air and radiant heating and cooling. This is because the ductwork in your home has been integrated into the home's structure as contrasted with a stick built home with ductwork hung inside your home. This will reduce the temperature differences between floors in your home. If there are still temperature differences which make you uncomfortable, remember that without separate heating systems for the different areas of your home, it is nearly impossible to maintain a uniform temperature throughout your home because of the different distances the forced air must travel to a particular floor. To improve this condition, you may restrict the airflow in registers on the lower floors while leaving the registers on upper floors completely open. For valuable information on keeping the ventilation in your home at the same levels as when it left the plant, review PDG Domus' web site describes how your home operates. Your street address is your entry code to the web site.

On some models, the air conditioner and furnace for your home are contained in a single unit located outside the home to reduce inconvenience to the Homeowner. By locating the unit outside, it may be accessed if needed without requiring you to be at home for a repairman. *Your heating and cooling unit is covered by the manufacturer's warranty, not the PDG DOMUS warranty*. You should read the owners manual for your combination air conditioning and heating unit as it provides important information on the system's operation, filter replacement, care, maintenance, owner responsibilities, and warranty.

Insulation. Your home is designed to have greater energy efficiency then any other home under $300,000. The tolerances between integral parts of the home are extremely tight as compared to a stick built home, and when that is combined with the unique insulation system, an average R-37 rating is achieved throughout the entire home. This has resulted in your home having a five star Home Energy Rating from the Ohio Department of Development and a Certificate of Validation from the U.S. EPA for meeting the Energy Star® Homes criteria. Your home has a Home Energy Rating of 87.8 (out of 100).

As of the date of installation, it will cost less to heat and cool your home than a comparable stick built home. This is because the exterior walls and roof in your home use an integrated panel inserted into the home structure. The panel is a composite made of 5

major parts that are bonded, welded and bolted together. 1. Exterior laminated composite panel. 2. Steel super structure. 3. Structural foam injected when the panel is in a press. 4. Interior fire rated Gipson wallboard panel. 5. Composite doorframe and composite window frames which will not rot. This is different from the way a stick built home is insulated and built homes.

Energy Management. There are other common sense things you can do to further improve the energy efficiency of the home and to increase. They include, among other things,

- Keeping window coverings closed during hot days.
- Adjusting your thermostat higher when you are home and turning it lower when you are not home.
- Leaving the fan on to circulate the air throughout the home.
- Not turning the system on and off repeatedly.
- Making sure dirt, landscaping, debris, leaves, and snow are not around the system so there is proper airflow.
- Never covering the heating and air conditioning condenser or screens.

APPLIANCES

Several manufacturers provide appliances for your home. The appliances include refrigerator, stove, and hot water heater, **These appliances are covered by the manufacturer's warranties provided to you in a warranty package at your home closing. These appliances are not covered by our warranty.** You should read all warranty information and make sure you have sent in any warranty registration information. If there is a problem with any appliance, you should contact the manufacturer or agency specified in the warranty information the manufacturer supplied.

Before contacting the manufacturer, you may want to see if a minor problem exists which you can solve yourself.

- If it is an electric appliance, make sure it is plugged in and the circuit breaker has not been tripped.
- If it is a gas appliance, make sure the pilot light is lit. If there is no pilot light, make sure the electric to the igniter is plugged in. IF YOU SUSPECT A GAS LEAK, TURN OFF THE GAS OFF AT THE VALVE NEAR THE GAS METER AND CALL THE GAS COMPANY. UNTIL THE LEAK IS REPAIRED, DO NOT USE SOURCES OF IGNITION, e.g., MATCHES, LIGHTERS, ELECTIC DEVICES THAT ARC OR SPARK.

If you do have to call the manufacturer or a service agency, have all the information your warranty package indicates you should have on hand when you call.

BATHTUBS, SINKS, MILDEW, AND CAULKING

Bathtubs, Sinks. Different materials are used in the manufacturing of these items. They include stainless steel, coated steel, fiber-reinforced plastic, and cultured marble. **We are responsible for repairing defects like scratches, chips, cracks, or other imperfections that you notify us about in writing up until closing**.

After closing, you are responsible for the care and maintenance of your bathtub sinks, and showers. Coated steel and cultured marble are resistant to many things, but they can still be damaged from carelessness. Be careful not to drop heavy objects on these surfaces, and when purchasing cleaners, make sure the label indicates it is safe for the surface you want to use it on. Take care not to place hot objects in the stainless steel sink in the kitchen because it may discolor the sink's surface. Take care not to place hot objects in any tub or sink including the stainless steel sink in the kitchen because it may discolor the sink's surface.

Class Shower Doors and Shower Stalls. These items are best cleaned with dishwashing detergent unless there has been a build up of hard water minerals. Ordinary soap will do the job. Shower door tracks come equipped with weep holes. Their purpose is to permit water running down the shower door to be collected and directed back into the shower area. When the weep holes become blocked, they do not work efficiently permitting water to leave the shower enclosure. *You should clean the weep holes regularly to make sure the flow of water is unobstructed by soap buildup. (Never use abrasives on a fiberglass or solid surfaces sink/ tub.)*

Mildew. Mildew is not covered by your warranty since it arises from excess humidity and lack of cleanliness, both of which are within the homeowner's control. **Since mildew is the homeowner's responsibility, it is not covered under your home warranty.**

Caulking and Tile Grout. Caulking is used to seal the seams between your tub and/or shower enclosures and the walls and floors to prevent water invasion from the tub or shower. This is a flexible material, but with time, it can lose its flexibility and begin to exhibit cracking. Make it a habit to inspect the caulking every six months and replace it if cracking appears. Tile grout serves the same purpose for tile as caulking does for the bath and/or shower enclosure. Tile grout should also be inspected along with caulking to make sure it is not cracking. **Inspecting and repairing caulking and tile grout normally occur and are homeowner responsibilities. Your warranty only covers these items for the first 30 days after you close on your home.**

CABINETS AND VANITIES

The PDG DOMUS home comes with cabinets and vanities made of different materials that you selected including wood, and wood with a meolmime surface. To care for these, use the same wood cleaners and wood polishes for the wood cabinets, as you

would use for your wood furniture. As for the wood cabinets with melomime surface, use soft scrubs or soap and water. Never use abrasive cleaners on your cabinets or vanities.

The PDG DOMUS home is within 1/8th of an inch of square both inside and outside of the home. This translates into all items attached inside the home be nearly perfectly square which reduces the amount of adjustment that drawers and cabinet doors should require. The PDG DOMUS home structure is within 3/16th of an inch of square. This translates into all items attached inside the home be nearly perfectly square which reduces the amount of adjustment that drawers and cabinet doors should require. If for some reason, these parts should need adjustment, it will be done on one of the home tune-up visits you may request during the first year after you close on your home.

If you notice scratches or other imperfections in your cabinets or vanities, you must advise us about them prior to your home closing for us to be responsible for warranty coverage.

COMPONENT CONSTRUCTION

The PDG DOMUS home is, a group of structural components, made of composites, wielded steel and man made materials for finishing. Included are finished wood and other natural products. It is delivered to the site with all exterior and interior walls, plumbing, HVAC, and electrical systems in-place, with the finished components assembled on site. The use of .25" / 3/16" inch steel tube for the welded structural shape and 3/16th / .125 inch steel plate for the floors coupled with steel composite and PDG DOMUS patented approach of building, allows us to build your home like a skyscraper but on a smaller scale. The result is greater strength because of the materials we use – steel – and much tighter tolerances because of its superior structural characteristics. The floors and stairs don't creak, there are no loose or uneven floors, and the structure itself takes much greater wind loads, and snow loads on the roof, than wood structures. Your home is built to be square within a 3/16th of an inch from the floor to the ceiling super structure.

CONDENSATION

Condensation in a home occurs when moist air comes in contact with a surface that is colder than the air. The result is the moisture condenses forming water on the colder surface. You should control the climate in your home to prevent condensation since it can sometimes cause damage to drywall, wallpaper, paint or woodwork. **Condensation is a climatic condition that only you can control, so it is not covered by the PDG DOMUS warranty.**

Certain areas and parts of your home are more susceptible to condensation because they are generally colder than the air inside either all the time or seasonally. These include pipes, basement walls, and windows. During summer months when air conditioning makes it cooler inside, basements and windows may show signs of condensation.

Certain steps can be taken to eliminate condensation from your home. They are simple common sense things that you can easily do.

- Use the bathroom exhaust fans to remove humidity in the air from showering or bathing, or crack the bathroom window at least 1" to 2" while showering.
- In the laundry room, crack the window at least 1" to 2", during washing and drying, and inspect the dryer to make sure it is properly venting.
- If you have a humidifier in your home, only use an additional one in the basement if the extra humidity justifies it.
- Be careful about the placement of plants as they can add humidity to the air during watering. To avoid this, you may want to place them in well, ventilated areas.
- Remember that opening the windows during damp, humid weather allows the humidity into the home. You may want to avoid letting the humidity in or set the humidifier in the home (if one came with the home) a little higher until the humidity inside the home is reduced.

COUNTERTOPS

General. Countertops are not integral parts of the home. They are placed on top of cabinets and vanities then attached to the wall. This results in a seam between the backsplash and the countertop that is caulked to achieve a seal. Countertops separate from the backsplash as a normal occurrence because of the shrinkage of countertop material so they are not covered in your warranty. Likewise, allowing water to accumulate on the seams in your countertop, or around the sink area can result in moisture invading the underlying wood causing it to warp. Caulking the seam between the backsplash and countertop as needed, and keeping your countertops dry will keep them beautiful and functional. YOU MUST NOTIFY US OF DAMAGE TO COUNTERTOPS PRIOR TO CLOSING FOR PDG DOMUS TO BE RESPONSIBLE FOR THEIR REPAIR.

Laminated Countertops. Laminate material is an excellent material for countertops because it is generally scratch resistant, stain resistant, and moderately heat resistant. Still, laminate is not indestructible so you need to take care not to cause cigarette burns, scratches from knives or other utensils, damage from dropping heavy objects on the surface, or damage to the surface by placing hot pots, pans or baking dishes on it. Mild non-abrasive cleaners will provide proper cleaning of the countertops.

Cultured Marble Countertops. The cultured marble countertop appears to have a tougher surface than a laminate, however, it is not as durable. Greater care should be taken to avoid dropping heavy objects on the surface, which can cause cracking, breaking, or chips. Also, more attention should be directed to keeping the surface clean since cultured marble can stain. Finally, be careful with open flames and cigarettes because surface burns from them cannot be removed from your cultured marble countertop. Use a cleaning product formulated for this surface.

DISPOSALS

Your disposal is covered by the manufacturer's warranty. You should read the manufacturer's information on care and maintenance of your disposal. Some general rules on its care are:

- Do not send bones or hard material through.
- Do not send fibrous inorganic or organic materials through, for example, corn husks, peanut shells, banana peels.
- Always run water through the disposal while you are operating it, especially with greasy foods.

Resetting the Disposal. Your disposal may stop operating while in use, or it may not begin when started. Many times this is due to your disposal being asked to dispose of something it cannot process, in which case the automatic shut-off engages. If this happens, turn off the disposal, wait a few minutes, press the reset button located on your disposal, and then restart your disposal by turning on the switch. If the disposal does not begin operating, immediately refer to the disposal owner's manual.

BE EXTREMELY CAREFUL IF YOU ATTEMPT TO REPAIR THE DISPOSAL YOURSELF. READ THE OWNER'S MANUAL AND MAKE SURE THE CIRCUIT BREAKER IS TURNED OFF BEFORE YOU PLACE YOUR HAND OR ANYTHING ELSE IN THE DISPOSAL.

DOORS

Exterior doors are equipped with adjustable thresholds to be adjustable so they will always maintain a tight seal with the weather stripping on the jamb and door header, and the door gasket. When the doors are installed, they lightly press against the jamb and weather stripping to make the doors seal tightly. Over time, the door may get out of adjustment, and the weather stripping and door gasket may lose some of their material qualities, all of which is normal. To maintain the tight seal for your exterior doors, you may have to make adjustments to your door over time. You should also check to make sure gaskets and weather stripping are in good condition. THESE ARE ROUTINE MAINTENANCE ITEMS THAT ARE YOUR RESPONSIBILITY.

Over time, exterior doors will show wear and tear due to a variety of things including amount of sun, weather exposure, door material, and type of finish on the door. **This is normal due to climactic conditions and is not covered by our warranty.**

Steel Exterior Doors. Extreme variances in temperature between the outside and inside of your home can cause your door to warp slightly making it more difficult to lock or deadbolt since the male part of the lock bind against the female side of the lock. Also make sure that scratches, cuts, or other damage that exposes the bare metal should be repaired as they will rust. To maintain the beauty of your door, re-coat it when the finish

begins to weather. **THESE ITEMS ARE EITHER THE RESULT OF NORMAL WEAR AND TEAR OR CLIMATIC CONDITIONS BEYOND OUR CONTROL AND WE ARE NOT RESPONSIBLE FOR DAMAGE.**

Interior Doors. Interior doors are made of either hardwood or a product made of pressed wood, sometimes referred to as hardboard. Doors are painted or stained and coated with lacquer depending on your personal decorating preferences. If your interior doors get out of adjustment during the first year following your closing, we will adjust them at either of your two home tune-up visits as long as it is not the result of owner neglect. Over the life of your home, your wood doors will be susceptible to expansion and contraction due to the temperature and humidity changes that affect all wood surfaces. The tightness of a PDG DOMUS home will go a long way to reducing this, however, expansion and contraction may still occur to some degree. If it does occur, it might be noticed in the shrinkage of a door panel on an interior door exposing bare wood. This is a natural condition and, therefore, not covered after closing on your home or under your warranty. It is your responsibility to tough up any bare areas as needed.

GARAGE DOORS

Overhead garage doors are moved through the use of extremely tight spring mechanisms, which can be very dangerous if you are not acquainted with how to repair or adjust them. NEVER ATTEMPT TO REMOVE, REPAIR OR ADJUST THE GARAGE DOOR SPRING WITHOUT THE HELP OF A PROFESSIONAL AS THEY CAN CAUSE SERIOUS DEATH OR INJURY IF NOT WORKED ON CORRECTLY.

Overhead garage doors operated by motor have electric eye mechanisms located on the door rails about 1" from the floor. These electric eyes are safety features that will reverse the garage door and raise it if an obstruction breaks the electric eye beam while the door is closing. To work properly, the electric eyes must be in alignment with one another. This can be determined by closing the garage door while there is an obstruction placed between the two electric eyes. If the door does not reverse itself to the opening mode, the electric eyes need to be aligned with one another. **You should regularly check the alignment of the electric eyes since this is an important safety feature of the garage door.**

The garage door should be lubricated and serviced yearly. This requires the owner to place a few drops of oil on the roller where the roller and shaft join and to check to make sure all screws, nuts and other fasteners are still on tightly. Do not place oil on or in the track the rollers move in.

Overhead garage doors have tracks for rollers and do not seal along the door edges or bottom. Because of this it is not unusual to light around the edges and bottom of the door, or to have some water entry during periods of heavy rain.

Metal garage doors are coated at the factory, but painted just before installation in the garage. If the surface of the metal garage door is scratched or damaged after your closing, you will be responsible to repaint the surface to prevent rust and corrosion.

DRAINS

The plumbing fixtures in your home are equipped with U-shaped drainpipes that act as a barrier to airborne bacterial and sewer gas entering your home through your pipes. These are called drain traps, and in order for them to work, they must have water in the U-shape. With plumbing fixtures that are regularly used, this is not a problem, but if there are plumbing fixtures that are not regularly used, you should run water in them regularly to make sure there is water in the drain trap.

The U-shape of the drain trap can be a source of clogging problems although, at the same time, it is the U-shape that protects against sewer gas and airborne bacteria. PDG DOMUS will make sure there is no clogging of your drains when you close on your home, but after closing, you are responsible to prevent and/or correct clogs.

DRYWALL

During the home settling process of a typical stick construction, nails in the drywall to back themselves forming a nail pop ("fastener pops" in a PDG DOMUS home since there are not nails), and joints between the sheets of drywall to appear. Joints between drywall sheets should not show since the drywall installed in your home is done in such a way as to limit or eliminate the effects of the settling process. At closing, your drywall will be perfect. The freeze-thaw cycle also has an effect on a home since the entire structure will shrink and expand during these cycles. This will also cause cracks to appear in the drywall. These are minimized in the PDG DOMUS home since the walls can expand and contract separately from the rest of the home, reducing the stress on the drywall, and reducing cracking.

Hanging Pictures and Drywall Repair. The construction of your PDG DOMUS home is much superior to typical stick built homes. In a typical stick built home, the interior and exterior walls have a cavity between them, further divided by wood studs between the interior and exterior wall in which wiring and plumbing are run, and insulation is placed. The same is true for an interior wall in the typical stick built home. In a PDG DOMUS home, there is no cavity; the wall is a composite in which the exterior and interior walls are bonded together with structural insulating foam providing a much higher level of energy efficiency then can be obtained from a stick built home. The same is true of interior walls in the PDG DOMUS home.

You will hang pictures and other items on the walls in much the same way you do with typical drywall walls. The only difference will be that you must always use a wall anchor since there are only steel tube studs in your home, not wood studs. When using

the wall anchor, drill through the drywall into the structural insulating foam. Your anchor will be more securely attached then had it been used with the wall in a stick built home where the anchor would have a cavity around it versus the structural insulating foam in a PDG DOMUS home.

EASEMENTS

Several types of easements or limitations may affect your PDG DOMUS home. The needs of utilities and/or governmental agencies to have access to your property are generally the reason for easements. Examples of these needs might be the repair of underground or overhead utilities, or underground water or sewer pipe. Before digging on your property for any reason, it is your responsibility to contact your utility company who will most likely stake their underground lines to make sure your digging does not damage their assets. **(Call the Ohio Utility Protection Services at 1-800-362-2746.)**

Zoning ordinances or restrictions in your deed may limit the use of your property. These may affect fences, types of landscaping, outbuildings, or later aesthetic applications you make to your PDG DOMUS home. It is your responsibility to determine if any such ordinances or restrictions apply to work or changes you want to make to your property or PDG DOMUS home.

ELECTRICAL SYSTEMS

Your new home has been wired in full compliance with applicable state code requirements and safety standards for the normal use of electrical appliances. You can plug a normal appliance into any electrical outlet without overloading a circuit. When, however, you use one circuit to operate many small appliances or a large appliance, you can trip the circuit breaker. Call a licensed electrical contractor to remedy the problem if this occurs frequently.

Electrical Supply. The main control panel is usually located in the kitchen utility closet and contains electrical circuit breakers that control all of the electrical power to your home. PDG DOMUS has labeled the breakers in this panel to indicate the area that each breaker controls. Check the main breaker in the main control panel in the event of a total loss of power. If it does not involve the main control panel, check with your local utility company to see if the power outage affects other homes in your neighborhood. If the main breaker isn't the problem and you find that the outage only affects your home, you should call a licensed electrician.

Hall Switches/Outlets. Sometimes, a wall outlet may not be working. First, check to see if the nonworking outlet is an outlet controlled by a wall switch. For convenience, rooms not equipped with ceiling lights will use the wall switch to sometimes control one outlet for a lamp.) If that isn’t the problem, check the breaker. If the area in question is controlled by more than one switch and the light switch still isn't working, be sure that one of the other switches wasn't used to turn the light off.

Ground Fault Circuit Interrupters (gfci). We are required by code to install Gfci receptacles in basement, bath, kitchen, exterior, and garage outlets. Heavy appliances such as compressors, space heaters, or power tools can trip the gfci receptacles that have a built-in element that senses fluctuations in power. In addition, excessive moisture (from prolonged heavy rains or long, hot showers) can cause gfcis to trip. In most cases, a single gfci receptacle controls more than one receptacle. (A refrigerator or freezer might have single dedicated circuit from the main control panel. Do not plug a refrigerator or freezer into a gfci-controlled receptacle.)

All gfci receptacles are equipped with test and reset buttons. You should press the test button occasionally to make sure it's functioning correctly. Pressing the test button will trip the circuit returning power to the receptacle when you press the reset button. A gfci that trips during normal use may indicate that the appliance has a worn cord or is faulty in some way and needs to be investigated. Be sure to check the gfci receptacles if your power is interrupted before calling for service.

Lighting. When a light fails to come on, check the bulbs to see if they are loose or burned out and that they are the correct wattage for the fixture. Check the breakers next. If the problem isn't solved after you've followed these steps contact a licensed electrical contractor.

Light Fixtures. Light fixtures tarnish and lose their luster under normal use so it your responsibility to maintain your light fixtures according to the manufacturer's recommendations. Since this is your responsibility, PDG DOMUS will not replace worn or tarnished light fixtures.

Repeated Tripping of Circuits. For a circuit breaker that repeatedly trip, unplug all items connected to it then reset the breaker. If it trips when nothing is connected to it, contact a licensed electrical contractor. If the circuit remains on, either the circuit was overloaded or one of the items that were plugged into the circuit was defective. Worn cords may cause circuits to trip, and are a source of electrical hazard. You may need to check electrical cords and discard or repair any that are worn.

Ceiling Fans. Do not hang a ceiling fan from a standard lighting box without adding additional support to carry the extra weight.

Power Surges. Power surges are beyond our control and result from local conditions that can cause burned-out bulbs, appliance damage, or equipment damage. Your warranty doesn't cover damage that might result. If you experience a power surge, refer to your homeowner's insurance policy; many policies provide coverage. You may also want to install surge protectors, which can be purchased at most appliance stores.

Precautions. Every year, misused or improperly installed electrical equipment is responsible for causing many household fires. Contact a licensed electrician if you plan to alter your electrical equipment. Please check with us first if you plan on adding additional electrical features to your home after you have closed to make sure that this work does

not void your mechanical warranty. Never use light bulbs with wattages that are higher than the fixture's manufacturer recommends. Never touch an electrical appliance or fixture if your hands are wet or you are standing in water. Teach small children to stay away from electrical outlets and fixtures, and cover wall outlets with specially designed childproof covers.

Expect a small amount of airflow through the outlets if they are installed on exterior walls This is a normal occurrence and PDG DOMUS is not responsible for correcting this situation when it occurs.

During your one-year, house tune-up period, your electrical switches, fixtures and outlets should operate as intended, or we will repair or replace them as necessary.

EXPANSION AND CONTRACTION

Expansion and contraction is caused by changes in the temperature and humidity, and effects nearly the materials used in your home. Expansion and contraction can affect different materials in different ways. Small cracks in the foundation, in drywall, in paint near corners and moldings, and in concrete are all evidence of expansion and contraction. These cracks are a normal part of the settling process and don't affect the strength of your home in any way. Caulk is another material that commonly shows signs of expanding and contracting. (Caulking is a routine maintenance item; you need to recaulk regularly.)

EXTERIOR LOT AND PROPERTY LINES

A mortgage survey will be completed before your home is built and lot lines will be established. After you move in, if you plan to install a fence or some other boundary feature at your property line, contact a surveyor since the mortgage survey is generally not accurate enough for installing fencing. This simple precaution will ensure that you do not encroach on the property of others.

EXTERIOR PANEL

PDG DOMUS manufactured the exterior panel for the sides and roof of your home to be tough. It is more durable than any natural wood, artificial stucco, wood, brick or wood product, used to cover the exterior of a home - and the PDG DOMUS exterior panel is flame retardant. Even with this toughness built-in, the exterior panel can show signs of weathering. This weathering process is normal and doesn't indicate defects of any kind.

If an exterior panel is ever damaged, you can call a contractor or PDG SERVICE person. All persons who work on the home should review the PDG Domus web site for instruction on how to repair and maintenance damaged sections and, if necessary, replace them with PDG DOMUS approved materials or replacement parts. Color or finish

variations should be expected. Your home can be repainted in the same fashion as any home. To keep its beautiful look, you can power wash your home.

We have caulked places where exterior window and doorjambs come together with the exterior panel to prevent moisture from intruding and damaging your home. Remember, it is your responsibility to recaulk these areas after our initial application. We are not responsible for making repairs if damage to your exterior panel is caused by owner neglect - regular, routine maintenance is essential, including power washing the panels twice a year with PDG DOMUS approved spray waxes.

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FAUCETS

Aerators. Aerators help eliminate splashing and reduce the amount of water you use by adding air to the flow of water that leaves your faucet. They are usually found on bathroom and kitchen faucets, and need to be cleaned regularly. Water supply condition will determine how frequently you need to clean them. To clean an aerator, simply unscrew it from the mouth of the faucet, remove any debris, rinse the washers and the screens, replace them in their original order, and screw the aerator back onto the faucet. Keeping your aerators in good working order through regular maintenance is your responsibility.

Leaks. Replacing the washer in both interior and exterior faucets—and even in your garden hose— will eliminate most leaks. Some single hot/cold water controls utilize a cartridge rather than a washer, which lasts longer than washers but still must be replaced regularly. Washers and cartridges can be found at most hardware stores. Turn the water off at the nearest valve before you attempt to make a faucet repair yourself. The moving parts in your faucet make it more susceptible to wear. Be careful to only close them just enough to stop the flow of water which will eliminate the need for frequent repairs.

Shut-off Valves. Frequently, individual shut-off valves control the water supply for each plumbing fixture. If this is the case in your home, you don't have to shut off the entire water supply before making repairs; shutting the individual valve is sufficient. If the fixtures in your home aren't equipped with individual shut-off valves, simply locate the main water valve near the water meter.

Exterior Faucets. Remove all exterior hoses from their faucets during the annual winterizing process. This will protect the water lines, exterior fittings, and exterior

faucets from freezing and bursting. PDG DOMUS is not responsible for frozen exterior faucets unless the problem arises during your one-year "house call" period and results from improper installation by PDG DOMUS.

Interior Faucets. Note any scratches, chips, cracks, or any other defects in your interior faucets during your homeowner orientation inspection, and we will repair or replace them as necessary.

FLOOR COVERINGS

Carpeting. Experienced installers will apply your high-quality, longwearing carpeting. You shouldn't find visible gaps between seams but the seams in your carpet will be visible. If gaps should develop or your carpeting should become loose within your one-year 'house call ' period, we'll correct it, one time only. Vacuum your carpet regularly to care for it, and spot-clean spills as soon as possible.

Resilient floors. Remove loose dirt with a broom, dust mop, or vacuum for daily care. Wipe up spills immediately and utilize the manufacturers' recommended cleaning products as specified in your floor care guide. Use extreme caution when moving appliances and furniture across resilient floor covering since tears and wrinkles could result. Apply protective devices on the “feet" of furniture and remember that high heels can damage vinyl floors and this damage is not covered by manufacturers' warranties.

Potential Flooring Issues. Raised fasteners: these are caused when floor trusses move as a result of shrinkage and defection. Seam lifting: when water seeps into the mastic through the seam, seam lifting can result. This problem is commonly seen in the bathroom, near the tub. Thoroughly caulk the joint between the tub and the floor to prevent this problem, and avoid getting water on the floor after baths or showers. If, during your one-year “house call" period, the seam lifts, we will re-glue it as needed, however, if the separation is caused by excessive water spillage around the tub or shower, we cannot be held responsible. Ridging of underlayment: we have prepared the underlayment joints and filled them to minimize the possibility of ridges showing through. Depression and/or crowning: due to slight sub floor irregularities, some cosmetic depressions or crowning could develop. PDG DOMUS will take corrective action if the floor does not meet industry standards. (Please refer to the quality standards section of this manual for the acceptable tolerances.)

We shall take reasonable actions to correct resilient flooring problems if they occur during the one year warranty period. If resilient flooring lifts, bubbles, or becomes unglued, or if nail pops have broken the surface, we shall repair resilient flooring (in the affected area only) with similar material. Surfaces may not always match perfectly; we are not responsible for color variations or discontinued patterns.

Ceramic Tile. Wipe your ceramic tile with a damp cloth or mop with a mild solution of soap and water to maintain its appearance. Use a fiber brush and a mild

cleanser to clean the joints between tiles without using use excessive water. Because ceramic tile is installed over a steel floor that can deflect energy in some limited situations, the grouting between the tiles can be susceptible to separation if the metal floor torsions. If the grouting of your ceramic tile separates between the tub and floor, you can repair these separations yourself by using a caulking compound.

Ceramic tile should not crack or become loose. It is PDG DOMUS' responsibility to replace cracked tiles and re-secure loose tiles during the one-year 'tune-up period, unless the defects were caused by lack of routine maintenance. We will not be responsible for color variations. If repairs are necessary; we also cannot be held responsible for replacing surrounding tile if a pattern has been discontinued.

It is common for cracks to develop in the grouting of ceramic tile joints, due to normal shrinkage of building materials. PDG DOMUS will repair this grouting one time, if necessary, during your first home tune-up visit. Color variations should be expected. PDG DOMUS will not be responsible for replacing grout that has been discontinued. Subsequent re-grouting will be your responsibility. Once your home has gone through the normal settlement phase, it is recommended that you seal your tile and grout with a silicone-based tile sealant.

Hardwood Flooring. Hardwood flooring will expand and contract in response to temperature and moisture variations inside your home like other wood products. (A humidifier will minimize, but will not completely eliminate the changes in the humidity levels in your home, especially in winter, which cause shrinkage of floorboards.) As a result of this shrinkage, you might see minor separations or gaps between individual boards and butt joints; if your floorboards expand, you might see slight cupping of individual boards. This shrinkage and expansion is more evident in floors with wider floorboards. PDG DOMUS will repair any separations in excess of the maximum tolerances outlined in the quality standards section of this manual.

Your hardwood floor finish will dull in areas of heavy traffic. Moisture from wet shoes or boots can cause a white, filmy residue to develop on your floor surface. Remove surface dust and dirt with a vacuum or a dry mop to clean your hardwood floors. If your floors have a polyurethane finish, vacuum them regularly and occasionally wipe them with damp, but not wet, mop or clothe. Remember water can cause the grain in wood to rise; prolonged exposure to water can cause cracks and/or warping. If you have pre-finished hardwood floors follow the manufacturer's instructions for maintenance and care.

Scratches could result when moving appliances or furniture across resilient floor covering, so apply protective devices on the ``feet" of furniture, and use extreme caution when moving your furniture. Since these heavy or sharp objects could damage the floors if they are dropped be careful when carrying over hardwood floors. Also, remember that high heels can damage hardwood floors and this damage is not covered by manufacturers' warranties.

FLOOR SYSTEMS

The floor system in your PDG DOMUS home is state of the art, constructed with steel floor joyces, and sheet steel floors, with an HVAC system that is fully integrated into the floor, making the system both radiant and forced are. Your floor system was designed to handle loading condition safely well beyond what a wood flooring system could handle. Items such as waterbeds and pianos are well within the limits of your steel flooring system. You may want to consult a structural engineer before installing extremely heavy items in your home in order to ensure that the weight of the item does not exceed the design load of your floor system.

Unlike many other building materials used in homes, including wood floor systems, your steel floor will not expand or contract the same way wood does in response to weather changes. There won't be crowning or bowing of floor trusses and floor surfaces will never look uneven. Your steel floors will not vibrate or squeak.

FOUNDATION AND FOUNDATION WALLS

Foundation. The weight of your house rests on the foundation. There are two basic foundations a stick builder uses. The first is building a home resting on a foundation consisting of a footer (concrete poured in a formed trench) with the walls (made of either poured concrete or cement block) resting on top of the footer. This results in a full or partial basement, or a crawl space. The second method uses a formed trench at a depth just below the freeze/thaw line in which concrete is poured filling the trench is and filling the area at grade outlined by a series of forms used to outline the outer boarder of the slab.

The PDG DOMUS home utilizes several types of foundations: 1. Continuous bell foot foundation. 2. Pre-cast concrete foundation. 3. Pier foundation. Commercial builders use all of the foundations. The PDG DOMUS pier foundation uses holes drilled in the ground (one hole on each corner of a cell used to make your home) to a depth below the freeze/thaw line, and then filled with concrete. A female, steel tube is attached to the concrete pier. When a Home(s) is installed, the male, steel tube at each corner of each cell that forms the first floor of a Home is slid into the female, steel tube and bolted in place resulting in a foundation like that of a skyscraper, but in scale to the size of the building, i.e., a home. This foundation allows for building in many situations where traditional foundations can't be used or are cost prohibitive when compared to a pier foundation. The pier foundation allows for building on shifting soils, poor soil conditions, and hard to build on lots, i.e., building on hill sides or cantilevering portions of your home out beyond the foundation.

Cracks. Foundation walls support the weight of the house and must resist earth, water pressures, temperature extremes, and variations in soil bearing strength, and other

outside forces. Any of these factors can cause cracks to develop in foundation walls. In many cases, these cracks are minor and do not affect the strength of the wall in any way. In fact, you can easily repair fine or hairline cracks by applying compounds specially made for this purpose; these cracks are not covered in your warranty. If the cracks in your foundation walls exceed the maximum tolerances outlined in the quality standards section of this manual, we will make the necessary repairs per our warranty.

When repairs are made we will match colors as closely as possible, but variations should be expected. (PDG DOMUS recommends that you wait until the end of your one-year house call period before having foundation repair work done, so your foundation is given adequate time to stabilize and settle.) I we should need to make any repairs to your foundation walls, we will not be responsible for removing or repairing any paint, thoroseal, furring, drywall, paneling, or any other finishing work you have added to your basement since closing, should that finishing work be disturbed during the repair process. in addition, we are not responsible for damage to any personal items due to water leaks or dampness.

Efflorescence. Efflorescence is a white, powdery substance, composed of crystallized soluble salts, which sometimes forms on the interior of masonry walls. The formation of efflorescence does not affect the strength of the foundation; therefore, we are not responsible for removing efflorescence should it develop. You can remove this substance easily by scrubbing it with a stiff brush and warm water.

Leaks. PDG DOMUS has constructed a drainage system within and around your house to carry water away from your foundation. Local building codes also require PDG DOMUS to damp-proof or waterproof all foundation walls in order to prevent water in the surrounding soil from entering through your foundation.

You must maintain the drainage system we have established by re-grading the area so that surface water will flow away from the house if the ground outside of your house begins to settle and slope towards your foundation. The number one cause of basement leaks or dampness (dampness itself is not considered a leak) is failure to maintain a positive grade/slope. If, during your one-year house tune-up period, you discover that you need to re-grade the area around your foundation due to the settling process, PDG DOMUS will supply the labor and material (up to 4 cubic yards) to fill in these low areas. However, this is a one-time service. We do not re-seed or sod these areas. Any subsequent regrading after the initial service is your responsibility.

Be sure that you don't interfere with the drainage system of your house as you plan and install planting beds. All planting beds should slope away from your foundation wall, and they should not prohibit the flow or drainage pattern in any swales. Mounding soil against your exposed foundation can cause foundation leaks. Do not raise the level of the soil around your foundation above the existing waterproofing or damp proofing height of the foundation walls, and be sure to keep all shrubs and trees clear of the house. Don't allow the sprinkling water to spray directly against your house when watering your lawn because such repeated and prolonged exposure can cause foundation leaks.

PDG DOMUS will repair any leaks in your foundation walls that result in the actual trickling and/or pooling of water. (The presence of dampness or moisture should not be confused with leaking; some dampness or moisture should be expected during the settling process, or with normal condensation during the summer months.) Since it is your responsibility to make sure that the landscaping you install does not interfere with your drainage system and to maintain your drainage swales and positive grades, we will not be responsible for leaks and/or dampness that result from inadequate maintenance in these areas.

GARAGE FLOORS

The poured concrete floor in your garage slopes slightly to allow for adequate drainage. Concrete in your floor will expand and contract over time due to changing temperatures and cause minor cracks and low spots to develop. The overall strength of your floor will not be affected by these cracks. Hairline cracks are virtually unavoidable, and aren't covered in your warranty. These cracks can be repaired yourself by applying compounds developed for this specific purpose.

You can prevent scaling of the concrete surface during winter weather by sealing your garage floor with a high quality acrylic sealer. For more information on the care and maintenance of concrete surfaces, see the walks driveway, porches, and steps portion of this manual.

GRADING AND DRAINAGE

Municipal authorities establish the drainage patterns for your lot early in the land development process. We will establish proper grades and drainage swales to ensure that your lot drains away from your foundation as your house is built. Maintaining the grades and drainage swales are your responsibility once these positive grades have been established.

Exercise extreme care and caution when making any landscaping decisions since many factors can alter the drainage pattern of your property. Patios, decks, lawns, trees, or flowerbeds could all interfere with the proper drainage away from your home. You will be restricted from placing trees, bushes, or other obstructions in the established drainage swales in order to reduce your risk of interfering with the swales on your property, Consult your local building department before any work begins if you have any concerns about the landscaping work you are planning. Also keep in mind that your window wells, downspout conductors, catch basins and curbside junction boxes have an impact on the effective drainage of your property. You must keep these areas free of leaves and other debris.

You should expect to see some settling occur after the soils around your foundation, utility trenches, and other areas of your property have been put into place. One time only, during your one year house tune-up period, PDG DOMUS will fill in areas of settlement attributed to foundation overdigs and utility trenches that you point out to us when we arrive. PDG DOMUS will supply labor and up to 4 cubic yards of topsoil to complete this work.

Your responsibility will be to reseed or resod the affected area. PDG DOMUS will not be responsible for landscaping (i.e. flowers) that has been installed after you have closed. PDG DOMUS will only be responsible for removing and replacing landscaping that we originally installed. For that reason PDG DOMUS recommends that you do not upgrade your landscaping in your yard until the settlement process has taken place (approximately one year). This will save you a lot of time and money.

GUTTERS AND DOWNSPOUTS

Since most gutters are installed as close to level as possible, some portions of the gutter can collect standing water, particularly after heavy rains. Some standing water is acceptable; however, if your gutters are unobstructed and still have one inch or more of standing water, PDG DOMUS will be responsible for repairs during your one-year “house call" period. While gutters and downspouts may overflow during periods of heavy rain, they should not leak. During your ``house call" period, PDG DOMUS will also repair any leaks that are not caused by the accumulation of debris. Remember, it is your responsibility to keep your gutters, downspouts, and conductor lines clear. We recommend cleaning gutters each fall to remove accumulated debris. Do this prior to winter to avoid ice-damming or ice creeping under shingles which can result in leaks once the weather breaks.

HARDWARE

Hardware in your home was selected for its durability. Still, the original finish will show wear and discoloration over time with normal use. Cleaning the hardware frequently and applying a regular coat of furniture polish will prolong the life of the original finish. Lubricate each lock with powdered graphite to extend the life of the lock mechanism and keep it operating smoothly.

HEATING SYSTEMS

If you have a problem with your heating system, contact the manufacturer since it is covered under a separate manufacturer and/or supplier warranty. Any elements of your heating or cooling system that are not covered by manufacturers warranties are covered in your two-year limited warranty.

No two heating systems are alike. To enjoy the full benefits of your warm air heating system, take the time to understand how it works and learn how to maintain it properly.

Variances will exist between the temperature on the upper and lower floors of your home. It's impossible to maintain the same temperature on each level unless additional work was done to achieve this kind of temperature control for most multi-level homes.

Thermostats. A thermostat is located on one of your interior walls. It is designed to keep your house at a comfortable temperature. You can control both your heating and cooling system with this thermostat choosing the setting that suits your family the best. Remember, you can significantly reduce the amount of your heating bills if you reduce the thermostat setting during your sleeping hours or whenever you are going to be away for prolonged periods of time. Also, PDG DOMUS recommends to always have your fan setting switched to the ``on" position so that you are continually circulating air throughout the home.

Registers. Your new home is equipped with a system of registers and dampers that will help you regulate the air flow and help you keep the internal temperature of your home as comfortable as possible. Zoning, a process of opening and closing the registers and dampers in each room can regulate the amount of air that enters. If you close the registers and doors of rooms that don't get much use, you can redirect the airflow to the areas of your home that get the most traffic. This will enable you to cool or heat your home more cost effectively. If you have a combined air conditioning and warm air heating system, the same dampers and vents are used for both heating and cooling. When the seasons change you may find that, you'll want to readjust your registers to ensure that your house is heated most comfortably.

The outside registers and cold air return arc important components to your heating and cooling system, so it is important that you don't obstruct these openings in any way.

Filters. Your HVAC system has been equipped with an air filter that is your responsibility to clean and replace on a regular basis. Failing to maintain the air filter properly can cause cold spots to develop which could damage your system and your energy costs could increase. Replace the filter every 30 days for the 1st 6 months after closing to thoroughly cleanse the system of dust from the construction phase. Thereafter, replace the filter every 90 days. The manufacturer's instruction manual will provide you with complete instructions on keeping your filter in good working order.

Periodic Inspection. Most manufacturers recommend that you have your HVAC serviced annually. Refer to your manufacturer s manual for details.

Humidifiers. Mineral deposits can accumulate if your warm air heating system is equipped with a humidifier, You will need to remove any deposits because they interfere with the proper functioning of the humidifier.

Ductwork Noise. From time to time, you may notice a ticking or cracking sound coming from your ductwork which are caused by the expanding and contracting of metal in your system as it heats and cools. These noises are common to all warm air heating systems. A second noise that is often associated with ductwork is called "oil canning." this can be addressed during the first year at one of your two house tune-up calls.

PAINT/STAIN

Interior Painting. Interior walls are painted with a flat latex paint. Wiping the wall with a wet sponge or other cleaning product could affect the finish so it is recommended you apply touch-up paint whenever marks, scratches, or stains appear instead of wiping. When applying touch-up paint apply paint only to the spot needing attention with a small roller and. No matter how closely you match the paint, touch-ups can be visible.

Please point out any areas that require touch-up painting during your homeowner orientation, and we'll take care of it. Subsequent painting will be your responsibility.

Your interior woodwork finishes should not deteriorate during your one-year home tuneup period. We will match the areas as closely as possible, if repairs are required but color variations are common when stain is applied to wood; these variations are due to the characteristics of the wood itself, so we cannot repair or replace woodwork based on these color variations alone.

Exterior Cleaning. The color coating on your home will last for years without needing painting or repair if properly maintained by you. To care for the color of your home, you must power wash your home at least twice yearly with a PDG DOMUS approved wax. This requires a small pressure cleaner available at any home supply center and a Domus approved cleaner and wax. This is considered to be a homeowner responsibility that could affect your exterior panel warranty if not done.

For more information on this topic see the sealant, caulking, and trim sections of this manual.

PAINTED WOODWORK

Painted woodwork is generally lighter in color than stained woodwork so common flaws or separations seem more noticeable. Some imperfections are to be expected in any woodwork. When the separations, imperfections or flaws in your trim or molding exceed the tolerances outlined in the quality standards section of your homeowner’s manual, we will recaulk, fill or touch up those imperfections as long as we are notified during your one-year home tune-up period.

PLUMBING SYSTEM

Shut-off Valves. The members of your household should become familiar with the various water shut-off valves in your plumbing system. Intake valves for toilets are usually located under the water chamber and the main intake valve is usually located near the point at which water enters the house.

Minor Leaks. PDG DOMUS warrants there will not be any leakage from any piping during the two-year warranty period. Condensation on piping and/or fixtures does not constitute leakage and is not covered.

PDG DOMUS will repair or replace a leaking faucet or valve during the 2-year warranty period and will also assure you that all fixtures, appliances, and fittings involved in necessary repair work will comply with the manufacturer's standards.

Major Leaks. Turn off the water supply to the area involved in the event of a major plumbing leak. You may need to turn off the entire water supply depending on the shut-off valves installed in your home. After you've turned off the water contact the plumbing contractor immediately.

Frozen Pipes. During an extended period of extreme cold, however, you may need to take steps to prevent your pipes from freezing even though when we install your drain, waste vent, and water pipes, we protect them from normally anticipated weather, as required by code.

- Never leave your house unheated during cold weather.

- Even if there are rooms in your home that are infrequently used, be sure that at least a small amount of heat can circulate.

- Make sure that the ventilation louvers in your crawl space are closed.

- Open cabinets to maintain adequate airflow underneath counters.

- Run a small trickle of water through pipes to prevent freezing.

If a pipe should freeze, be sure to:

- Restore heat to the affected area of the house.

- Then, thaw the pipe slowly; begin the thaw at the frozen point nearest the faucet. A common hair dryer will suffice. Do not use a flame of any type to thaw the pipes. The formation of steam indicates that you're applying too much heat to the pipe, which increases the likelihood that the pipe will burst.

- Open all faucets connected to the lines so that any steam can escape.

Temporary noises in the pipes can be caused by temperature changes or water flow patterns are normal; however, consistent ``water hammer" will be repaired. Some temperature variations are to be expected if water is flowing from more than one plumbing fixture at one time. Also, remember, the further a fixture is located from the hot water tank, the longer it takes hot water to travel there.

All grease, fat, petroleum products, or similar wastes should be kept out of your plumbing system since they can accumulate in your pipes, reducing their efficiency. Adding materials of this kind on a large scale can also affect municipal sewage treatment systems.

All service connections to municipal water main and private water supplies are PDG DOMUS' responsibility during the 2-year mechanical warranty period. If the sources for the water supply are disrupted or eliminated due to conditions beyond PDG DOMUS control it is not their responsibility to correct this problem. We are also not responsible for community or municipality water pressure.

Neither PDG DOMUS is not responsible for sewers, fixtures drains which are clogged due to owner neglect, nor £or any construction blockages during the first 30 days. Contact the quality assurance department of PDG DOMUS to determine how to proceed if you should experience a problem. In cases where defective construction is proven to be the cause of the problem, PDG DOMUS will be responsible for making any necessary repairs; in cases where owner negligence is proven to be the cause, you are responsible.

Plumbing leaks caused by a warranted item that results in damage to your drywall or floor coverings will be repaired by returning it to its original condition and finish as closely as possible. PDG DOMUS will not make any adjustments for damage to wallpaper, drapes, personal belongings, or other secondary or incidental charges but your homeowner's insurance may cover these items.

Toilets. The toilets in your home are consist of a water chamber, a flush valve, an overflow pipe, a float, and a ball valve. Water can sometimes appear to "leak" on the outside of the water chamber that frequently is simply the result of condensation on the outside of the tank dripping to the floor, and no attention is required.

ROOFING

PDG DOMUS manufactured the exterior panel for the roof of your home to be tough. It is more durable than any natural slate, wood, or asphalt product, to roof a home - and the PDG DOMUS exterior roof panel is flame retardant. Even with this toughness built-in, the exterior panel can show signs of weathering. This weathering process is normal and doesn't indicate defects of any kind.

The PDG DOMUS roof will provide you with years of protection if you follow these care and maintenance guidelines:

1. Check around your house to note anything unusual after periods of severe weather. You should have a professional inspect your roof. Insurance may cover necessary repairs.

2. Make sure all gutters and downspouts are free of debris, including a buildup of ice and snow. Your roof should be kept free of leaves and other debris, since this material can flow from your roof into your gutter system.

3. Keep your roof clear of ice and snow buildup. Ice and snow can accumulate under your flashing, or valleys, and can eventually seep through the roof as the ice thaws, resulting in temporary leaks.

4. Power wash your roof panels at least twice yearly, or more depending on sun intensity, with a PDG DOMUS approved wax.

Your roof and flashing should not leak under normal conditions, unless it is caused by ice build up, lack of adequate maintenance, or severe weather. During your one-year home tune-up period, PDG DOMUS will repair any roof or flashing leaks that are not caused by extreme weather or owner neglect. Roof repairs can only be made when the roof is dry.

There may be color variations that exist between the new and existing shingles if warranted roof repairs are required. It is impossible for manufacturers to guarantee that shades will match exactly so color variances should be expected. Color variances do not affect the durability of your roof at all, and are out of our control. If you have a complaint about color variances in roof shingles after a repair has been made, contact PDG DOMUS. The roof panel carries a limited warranty for material only.

SANITARY SEWERS

PDG DOMUS has taken great care to ensure that your sanitary sewers are prepared to work properly with as little clogging as possible. It is important that you do not dispose of sanitary napkins or other heavy materials through your plumbing fixtures to maintain an effective sanitary sewer system. Also determine the location of your sewer cleanouts. Ask PDG DOMUS' representative at your homeowner orientation.

During the first 30 days of occupancy, PDG DOMUS will warrant against any drain clogs that are attributed to the backup of construction debris.

If your sewers, fixtures, or drains become clogged, and the problem is due to defective construction, PDG DOMUS will cover the repairs. If someone in your home causes the clogged drain—or it results from an issue out of our control, such as the failure of the public sewer itself— PDG DOMUS is not responsible.

SEALANTS

All joints and cracks in the exterior wall surfaces of your home, including any openings around windows and doors, are caulked to prevent water from entering behind the exterior surfaces. The caulking is exposed to the elements, so it is susceptible to shrinkage and must be maintained on an annual basis. PDG DOMUS will repair and/or caulk joints or cracks in the exterior wall surface if we are notified of any deficiencies, one time only, during your one year home tune-up period.

SMOKE DETECTORS

Your new PDG DOMUS home is equipped with a number of quality hardwired, battery-backup smoke detectors. While these devices require relatively little maintenance, they can protect you and your family more effectively in the event of an emergency if you follow the basic procedures outlined in the manufacturer's warranty.

SUMP PUMP

The sump pump is located in either the corner of your basement or in your crawl space. The purpose of the sump pump is to accumulate ground water from around your foundation and pump it to the street via your conductor line. Periodically check to make sure that the pit is clear of any debris or mud and also check the check valve fitting to ensure that the vibration of the pump has not loosened the clamps causing the potential for leakage into the basement.

TRIM AND MOLDINGS

Trim and moldings are susceptible to expansion, contraction and settling over time like many other features of a new home. As they settle, trim and moldings may frequently pull away from their adjacent surfaces resulting in small separations that are to be expected. Any separations that fall within our established performance standards can be filled with caulk or colored putty that is available at paint stores. If any separations exceed the tolerances listed within the quality standards section of this manual, PDG DOMUS will repair or correct them one time during your one-year home tune-up period.

WALKS, DRIVEWAY, PORCHES, AND STEPS

Various materials have been used by PDG DOMUS to complete the finished surface of these exterior components of your home. Each component can be comprised of different material or a combination of materials. These include concrete and asphalt.

Do not permit any heavy equipment such as concrete trucks or moving vans to drive on your driveway. Do not permit other heavy objects to be parked on your driveway for extended period of time.

Walks, driveways, porches and steps are constructed of different materials that means there are different characteristics for each. All of them should have positive drainage away from foundations and should not allow for the accumulation of standing water. Please refer to the quality standards section for the acceptable tolerances.

Concrete. PDG DOMUS has taken efforts to install your concrete correctly but this product has limitations.

PDG DOMUS has anticipated stresses on the concrete walks, steps, and patios and has provided joints to minimize cracking. Control joints can be either cut during installation or sawed after curing. Isolation joints (expansion strips) have also been installed and these joints, in addition to the control joints, allow for expansion and contraction of the slab during curing and temperature changes. Please refer to the quality standards section for the acceptable tolerances.

Pitting, Scaling and/or Spalling. These items can only be prevented by effective ongoing maintenance. PDG DOMUS has taken measures to help prevent these conditions, however it cannot assume continued responsibility for concrete surfaces.

PDG DOMUS has provided control and isolation joints and has applied a curing compound to the concrete in an effort to provide a durable and attractive surface. If rainwater soaks into the surface and darkens the concrete, it needs sealing by the homeowner before winter to prevent surface problems. A heavy duty, high quality, acrylic base sealer should be used. On concrete this should be done either the same year it is placed or the following summer depending on how long the curing keeps it sealed. Sealing should last for about 2 (two) years then require another application. Concrete surfaces should not disintegrate to the point that the aggregate is exposed or loosened under normal conditions, weathering, and use. PDG DOMUS is not responsible for deterioration caused by salt, chemicals, mechanical implements or other factors beyond its control.

Asphalt. PDG DOMUS has taken steps to install your asphalt driveway correctly but this product has limitations. Oil, gasoline, or similar substances can cause serious damage if dropped or spilled on an asphalt driveway, walkway or parking area. If your driveway does become damaged by oil or gasoline, wash it off immediately with sudsy water and then rinse.

Do not let sharp objects such as furniture legs and bicycle stands rest on the asphalt as they can cause damage to the surface. PDG DOMUS will patch or fill sunken areas on a one time basis during the one year warranty period which exceed the

tolerances set forth within the quality standards section of this manual. PDG DOMUS does not assume responsibility to resurface the entire driveway because of sunken spots.

PDG DOMUS suggests the owner apply a driveway sealer within 45 days of closing when the weather is warm or as soon as the weather breaks in spring. PDG DOMUS further recommend that the owner regularly reapply sealer on an annual basis.

WATER HEATERS

You have the ability to determine your own hot water setting because all hot water heaters have a control mechanism that regulates the water temperature. You will find that a lower temperature setting will result in substantial savings on your utility bills and extend the life of your water heater even thought it is acceptable to adjust the setting to as high as 120°. Always turn you hot water heater down when leaving for a prolonged period of time.

Should the thermostat on your hot water heater ever fail to operate properly, the temperature and pressure relief valve will prevent a dangerous increase in water temperature and pressure. For this reason, it's important to make sure this valve is always in good working order by checking it every 12 months.

Maintenance. It's normal for your water heater to collect small quantities of scale and dirty water. You can easily take care of routine maintenance such as cleaning the flue, inspecting the vent system, and checking the burner but you should leave any substantial repairs to a qualified service representative. Draining your entire tank at least once a year in order to remove the mineral deposits that have accumulated at the bottom of the tank is another recommended maintenance tip. Refer to your manufacturer's warranty booklet for instructions.

WEATHER STRIPPING

PDG DOMUS can't guarantee that the areas around your windows and doors are absolutely airtight, particularly during periods of severe weather temperature changes. Should you discover any open cracks or poorly fitted doors, windows, or weather stripping during your one-year home tune-up period, we will make any adjustments that are necessary. PDG DOMUS will also adjust any weather stripping that is torn or separated at the time of your homeowner orientation inspection. PDG DOMUS is not responsible for weather stripping that is in disrepair due to owner misuse or neglect.

WINDOWS, GLASS, SKYLIGHTS, AND SCREENS

PDG DOMUS uses a variety of materials to frame windows and skylights. Proper maintenance and care will vary according to the material used. Windows and skylights

made of aluminum, vinyl, or clad wood, painting do not need painting. If your windows and skylights have wood frames, you should paint these frames whenever you paint the trim on your home, which you should plan to do whenever you see the first signs of surface deterioration. Also check the weather stripping and caulking around your windows on a regular basis to minimize any drafts that enter your home around your window frames during periods of high wind.

The interior panels of your windows and skylights can be expected to collect condensation, particularly during periods of high humidity or whenever the outside temperature is dramatically higher or lower than the interior temperature. (For information on condensation and how to minimize its affects, see the condensation section in this manual.)

During heavy rains, excess water can collect in the bottom channels of some window frames. These frames are designed with weep holes, which are small openings that allow the water to escape. For these openings to drain effectively, it is important to keep window channels and weep holes free of dirt and debris.

Make note of any broken or scratched glass during your homeowner orientation, and PDG DOMUS will take care of any necessary repairs. Once you have closed, any broken windows or scratched glass becomes your responsibility. At the time of your closing, your windows and latches should operate easily. If, during your one-year home tune-up period, you detect a problem, notify us and we'll correct it.

Your insulated glass is covered by a manufacturer's warranty. If you see that moisture starts to appear between panes of glass, call our quality assurance department and they'll put you in contact with the manufacturer.

PDG DOMUS' BUILDING STANDARDS

What are building codes and why do they exist?

Building codes are regulatory descriptions of what stresses and loads the various systems in a residential home structure built by a builder must meet before the home can be sold to a third person who is not the builder. The systems covered are structure, plumbing, electrical and HVAC. The descriptions are the minimum standards the particular system must meet to pass regulatory inspection.

Building codes exist to protect the public against builders who build unsafe homes that do not meet minimum generally accepted standards relating to the structure, electrical system, plumbing system, and HVAC system.

The State of Ohio building codes are adopted from national standards established by the chief building code officers of the various states.

Difference between building code, builders' standards and PDG DOMUS' "Meet or Exceed Standard".

A building code does not list what materials must be used to build a home. The code only provides loads and stresses the structure must meet to pass inspection. Once inspection has been passed, the purchaser of a home is assured he own a safe home.

Builders' standards are designed to meet building code requirements. In addition, they indicate the variances in their structure from the ultimate "perfect" home we all want to live in.

All homes are safe or they would not pass inspection and be issued a Certificate of Occupancy. The real issue that lasts forever with any new home after the Certificate of Occupancy is obtained is are the tolerances of the home "so-so" or "tight" and what kind of maintenance will be required on your home during its life. PDG DOMUS' "Meet or Exceed Standard" is designed to provide a closer to "perfect" home then 99% of all builders nationwide. This means that if a builder can be off plumb by $1/8^{th}$ of an inch every eight feet of vertical height of the home, the PDG DOMUS home will only be off plumb by $1/16^{th}$ from the bottom of the structure to the top of the structure. From the maintenance standpoint, siding and roofing will never need repair except in extraordinary cases, windows and doors will never leak, and other routine maintenance items will not arise.

Comparison of PDG Domus with conventional stick building.

The following is a comparison of PDG Domus' building methods with conventional building methods:

Item being Compared	Conventional Builders	PDG
Quality of material and construction	Wood and other flammable materials.	Uses primarily non-flammable materials.
Materials used for structure	2"x4" wood with 4'x8' OBS board (a wood product manufactured out of wood chips and resin).	¼" thick, 4" steel tube and 3/16" thick, 10'x20' steel sheet.
Quality of assembly	Gun nailing and stapling.	Welding and aircraft epoxy.
Structural	Meets codes for Midwest.	Meets earthquake and hurricane codes for both the East and West Coasts.
Maintenance	Required at 5-6 years.	Requires no maintenance.
Roof replacement	Required after 15 years.	Requires no maintenance.
Soil	Must be built on soil with no migration, increasing costs on foundation and constraining location.	Can build on a variety of soils, including sand, hillsides and other inclines, etc.
Time of ordering to time of move	95-127 days.	Two weeks once production of home begins.
Unit cost	Traditional.	Equal to or less than conventional builder's costs.
Styles	Typically, offer only a few pre-determined styles.	Unlimited number of market styles – historical, modern, Southwest, etc. - depending on geographic market buyer resides in.
Additions to structure	Requires alteration of existing building using costly conventional techniques.	Modular construction makes additions fast, with minimal disruption of existing structure.
Workforce	Varies	Will have a stable, consistent, proven workforce.
Variety of price points	Traditionally limited.	More flexibility in pricing than traditional construction.
Inventory Carrying Cost/ Bridge Capital Costs	Traditional.	Lower than traditional costs.
Development Costs	Traditional.	Lower than traditional costs.

PDG Domus Quality Standards

Asphalt Driveway

PDG Domus will patch or fill sunken areas in your asphalt driveway one time during the first full year following closing if the sunken area is 2" or deeper anywhere within the sunken area.

Assembly

Rough Assembly

- Floor shall have no more than a 1/16-inch ridge or depression within any 20 foot measurement when measured perpendicular to the floor trusses. Allowable floor and ceiling deflections are governed by the applicable building code.
- Floors shall not be more than a 1/16-inch out of square for any 20 foot horizontal measurement.
- Floors shall have no more than a 1/16-inch ridge or depression within any 20 foot measurement when measured parallel to the floor truss. Allowable floor and ceiling deflections are governed by the applicable building code.
- Walls shall bow no more than 1/16-inch within any 32 inch horizontal or vertical measurement.
- Walls shall not be more than 1/4 inch out of plumb for any 32 inch vertical measurement.
- Walls shall not be more than 1/4 out of square for any 32inch horizontal measurement.
- Doors and windows shall be installed level, plumb in both directions and squarely into the opening, with no more than 1/4 inch in 4 feet deviation in any direction.
- Roof sheathing shall not bow more than 1/2 inch in 2 feet.

Exterior Trim

- Joints between differing exterior trim elements, including siding and masonry, shall not result in open joints exceeding 3/8 inch.
- End gaps wider than 1/8 inch are unacceptable.
- Rows between studs exceeding 3/16 inch in 16 inches or 1/4 inch in 24 inches are unacceptable.
- Exterior trim boards shall not be installed twisted in excess of 5/16 inch in 8 feet, cupped more than 1/16 inch in 5 1/2 inches or split more than 1/8 inch at any point. (Exterior deck boards excepted.)
- Siding shall be installed within 1/2 inch of level within 10 feet and not more than 1/4 inch off parallel with contiguous courses.
- Joint separations exceeding 1/8 inch are unacceptable.
- Siding that projects more than 3/16 inch from the face of adjacent siding is unacceptable.
- Siding shall be nailed according to manufacturer's recommendations.

Interior Trim

- Joints in moldings or between molding and adjacent surfaces shall not exceed 1/8 inch in width.
- Gaps between miter edges in interior trim and molding shall not exceed 1/8 inch.
- Splits in interior trim are unacceptable if they exceed 1/8 inch in width and 1 inch in length.
- Interior or exterior doors shall not exceed the National Wood Window and Door Association Standard of 1/4 inch measured diagonally from corner to corner.
- It is common tor the insert panels of wood doors to shrink and to expand, exposing raw edges. This is not considered a deficiency.
- Window check rails shall not exceed 3/16 inch from being even or flush.
- Cracks between interior stair parts shall not exceed 1/8 inch in width.

Cabinetry

- Gaps in excess of 1/4 inch from ceiling or walls are unacceptable.
- Cabinet faces more than 1/16 inch out of line with adjacent cabinets and cabinet corners more than 1/8 inch out of line are unacceptable.
- Cabinet warpage shall not exceed 1/4 inch as measured from the face frame to the point of furthermost warpage, with the door or drawer front in the closed position.
- Countertops shall be no more than 1/4 inch in 8 feet out of level and no more than 1/4 inch out of level front to rear.
- Seams in plastic laminated tops shall not exceed 1/16 inch.

Concrete and Masonry

Cast-in-place Concrete

- Cracks greater than 1/8 inch in width or 1/8 inch in vertical displacement are unacceptable.
- Cracks in garage slabs and in exterior service walks in excess of 1/4 inch width or 1/4 inch in vertical displacement are unacceptable.
- Stoops, steps, or garage floors shall not settle, heave, or separate in excess of one inch from the house structure.
- No measurable water depth exceeding 1/4 inch is permissible on stoops or porches.
- Cracks exceeding 3/16 inch in width or 1/8 inch in vertical displacement are unacceptable.

Unit Masonry (Cement Blocks)

- Leaks resulting in the actual trickling of water are unacceptable. The failure to maintain a positive grade/slope away from the foundation walls can cause or contribute to dampness and/or leaks. **Dampness, however, is not considered a deficiency.**
- Cracks in unit masonry walls or veneer in excess of 3/8 inch are unacceptable.

- Chimney separation from structure to which it is attached shall not exceed 1/2 inch in a 10 foot measurement from the main structure.
- Cracks in exterior stucco wall surfaces greater than 1/8 inch in width are unacceptable.

Heating and Cooling

Heating

- The heating system shall be capable of producing an inside temperature of 70 degrees Fahrenheit, as measured in the center of each room a a height of five feet above the floor under local, outdoor winter design conditions as specified in the ASHRAE Handbook: Fundamentals. On extremely cold days, a five to six degree difference between the actual inside temperature and the thermostat setting is acceptable. It is acceptable for rooms to vary in temperature by three to four degrees. The Owner is responsible for minor adjustments such as balancing dampers and registers and for changing the filter as recommended by the manufacturer.

Cooling

- Where air conditioning is provided, the cooling system shall be capable of maintaining a temperature of 78 degrees Fahrenheit, as measured in the center of each room at a height of five feet above the floor, under local outdoor summer design conditions as specified in the ASHRAE Handbook: Fundamentals. In case of the outside temperature exceeding 95 degrees Fahrenheit, a differential of 15 degrees Fahrenheit from the outside temperature will be maintained. It is acceptable for rooms to vary in temperature by 3 to 4 degrees. The Owner is responsible for minor adjustments such as balancing dampers and registers and for changing the filer as recommended by the manufacturer.

Interior Finishes

Drywall

- Cracks exceeding 1/8 inch in width, visible nail pops, and blisters in the tape are considered unacceptable.

Finished Flooring

- Separation in excess of 1/8 inch in width are unacceptable in standard 21/4 inch wide hardwood flooring, and separation can be greater when wider boards are used.
- Depressions or ridges appear in the resilient flooring due to subfloor irregularities exceeding 1/8 inch shall be repaired. The ridge or depression measurement is taken and the gap created at one end of a six-inch straightedge placed over the depression or ridge with three inches of the straightedge on one side of the defect held tightly to the floor.
- Seams or shrinkage gaps shall not exceed 1/16 inch in width in resilient floor covering joints. Where dissimilar materials abut, a gap not to exceed 1/8 inch is acceptable.

Roofing and Ventilation

Roofing

- The corners of individual shingles shall be no more than a total of 1/4 inch off the horizontal line of shingles and these horizontal lines shall be no more than 1/2 inch out of parallel in 10 feet. Individual shingle tabs shall be no more than 1/2 inch off the vertical line of the shingle tabs in either direction.

- Roof shingles shall overhang roof edges by not less than 1/4 inch, and not more than 1 1/4 inches: Shingles classified as "wind resistant" shall be resistant to wind damage, after thermal sealing has taken place, at wind velocities up to 60 mph during the first five years after installation. For more information, please refer to your limited warranty on your roofing shingles enclosed in your Home Orientation packet.

Ventilation

- Attics and crawl spaces shall be ventilated as required by the applicable building codes. The net free ventilating area shall be not less than 1 to 150 of the area of the space ventilated except that the area may be 1 to 300, provided at least 50 percent of the required ventilating area is provided by ridge vents located in the upper portion of the space to be ventilated at least 3 feet above the eave vents with the balance of the required ventilation provided by the eave vents.

Site Work

Site Drainage

- Standing or ponding of water shall not remain for extended periods in the immediate area after a rain (generally for no more than 24 hours), except that in swales which drain other areas, or in areas where sump pumps discharge, a longer period can be anticipated (generally no more than 48 hours).

Site Grading

- Upon request from the Owner, PDG Domus Homes will supply labor and soil (up to 4 cubic yards) once during the one year house call period. The Owner shall be responsible for the removal and replacement of shrubs, seeding, and landscaping affected by the placement of such fill. It is further the responsibility of the Owner to maintain a positive grade/slope away from the house at all tunes. The positive grade should slope away from the house at a minimum rate of 1/2 inch per foot for a distance of 6 to 10 feet or as governed by applicable building codes.

Siding

- Although you have a one-year installation warranty, this warranty does not cover siding blow-offs when winds that have been recorded by the local municipal airport have exceeded 50 mph. When such a situation has occurred, please contact your home-owners insurance for more information.