

Dreamweaver International, Inc.

Balance Sheet

As of December 31, 2012

	<u>Total</u>
ASSETS	
Current Assets	
Bank Accounts	
Silicon Valley Bank	56,044.67
Total Bank Accounts	<u>\$ 56,044.67</u>
Accounts Receivable	
Accounts Receivable (A/R)	1,052.00
Total Accounts Receivable	<u>\$ 1,052.00</u>
Other current assets	
Miscellaneous Receivables	100.00
Undeposited Funds	0.00
Total Other current assets	<u>\$ 100.00</u>
Total Current Assets	<u>\$ 57,196.67</u>
Fixed Assets	
Computer Equipment	2,798.05
Accumulated Depreciation - Computer Equipment	1,454.88
Total Computer Equipment	<u>\$ 1,343.17</u>
Total Fixed Assets	<u>\$ 1,343.17</u>
Other Assets	
Organizational Costs	8,100.90
Accumulated Amortization of Organizational Costs	846.00
Total Organizational Costs	<u>\$ 7,254.90</u>
Total Other Assets	<u>\$ 7,254.90</u>
TOTAL ASSETS	<u>\$ 65,794.74</u>
LIABILITIES AND EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable	79,116.33
Total Accounts Payable	<u>\$ 79,116.33</u>
Other Current Liabilities	
Federal Income Tax Payable	806.85
Interest Payable on Notes	2,116.46
Sales tax payable	14.62
SC State Income Tax Payable	130.48
Total Other Current Liabilities	<u>\$ 3,068.41</u>
Total Current Liabilities	<u>\$ 82,184.74</u>
Long-Term Liabilities	
Notes Payable - Brant	25,000.00
Notes Payable - Brock Winslow	10,000.00
Notes Payable - Dobbs	15,000.00
Notes Payable- D.Wickwire	25,000.00
Notes Payable- L.Wickwire	5,000.00
Total Long-Term Liabilities	<u>\$ 80,000.00</u>
Total Liabilities	<u>\$ 162,184.74</u>

Equity	
Common Stock	1,750.00
Paid-In Capital CS	1,550.00
Paid-In Capital PS	679,932.00
Preferred Stock	568.00
Retained Earnings	203,064.15
Net Income	<u>574,025.85</u>
Total Equity	\$ 96,390.00
TOTAL LIABILITIES AND EQUITY	\$ 65,794.74

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Dreamweaver International, Inc.

Profit & Loss

January - December 2012

	<u>Total</u>
Income	
Sales	4,487.26
Shipping Income	49.73
Total Income	<u>\$ 4,536.99</u>
Cost of Goods Sold	
Freight & Delivery - COS	26.86
Materials & Supplies	941.81
Other Costs - COS	0.00
Product Development - Cost of Labor - COS	118,001.29
Product Development - Materials & Supplies	5,631.90
Total Cost of Goods Sold	<u>\$ 124,601.86</u>
Gross Profit	\$ 120,064.87
Expenses	
Advertising	676.64
Bank Charges	31.07
Bonus	1,500.00
Commissions & Fees	11,415.62
Conference Fees	5,369.60
Contract Staff	8,154.99
Dues & Subscriptions	3,810.50
Employer FICA Taxes	10,324.06
Health Insurance for Brian	718.17
Insurance - Liability	767.66
Interest Expense	2,116.46
Legal and Professional Fees	163,509.64
Office and Admin Expenses	280.20
Office Rent	17,500.00
Payroll Processing Expenses	1,098.24
Salary	165,909.15
Shipping, Delivery Expense	7,905.15
Software Expenses	2,942.02
Supplies	2,460.68
Taxes & Licenses	577.34
Telephone	6,620.92
Travel - Airfare	14,294.72
Travel - Lodging	10,762.85
Travel - Meals & Entertainment 50%	2,133.69
Travel - Mileage	10,421.89
Unemployment Taxes	1,755.51
Total Expenses	<u>\$ 453,056.77</u>
Net Operating Income	\$ 573,121.64
Other Expenses	

Amortization - Organizational Costs	540.00
Depreciation	357.00
Miscellaneous	7.21
Total Other Expenses	<u>\$ 904.21</u>
Net Other Income	<u>\$ 904.21</u>
Net Income	\$ 574,025.85

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Dreamweaver International, Inc.
Statement of Cash Flows
January - December 2012

	Total
OPERATING ACTIVITIES	
Net Income	574,025.85
Adjustments to reconcile Net Income to Net Cash provided by operations:	
Accounts Receivable (A/R)	1,052.00
Miscellaneous Receivables	100.00
Computer Equipment:Accumulated Depreciation - Computer Equipment	357.00
Organizational Costs:Accumulated Amortization of Organizational Costs	540.00
Accounts Payable	76,611.43
Federal Income Tax Payable	899.40
Interest Payable on Notes	2,116.46
Sales tax payable	26.94
SC State Income Tax Payable	130.48
	\$ 496,148.82
Net cash provided by operating activities	\$ 496,148.82
INVESTING ACTIVITIES	
Computer Equipment	1,004.78
Net cash provided by investing activities	\$ 1,004.78
FINANCING ACTIVITIES	
Notes Payable - Brant	25,000.00
Notes Payable - Brock Winslow	10,000.00
Notes Payable - Dobbs	15,000.00
Notes Payable- D.Wickwire	25,000.00
Notes Payable- L.Wickwire	5,000.00
Paid-In Capital PS	405,207.00
Preferred Stock	293.00
	\$ 485,500.00
Net cash provided by financing activities	\$ 485,500.00
Net cash increase for period	\$ 11,653.60
Cash at beginning of period	67,698.27
Cash at end of period	\$ 56,044.67

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