

Lake Holiday Country Club, Inc.
Statement of Assets, Liabilities, and Equity—Income Tax Basis
As of May 31, 2007

	May 31, 07
ASSETS	
Current Assets	
Checking/Savings	
1000 · Cash & Investments-Undesignated	
1004 · Wachovia-Checking	101,705.39
1044 · Undeposited Checks	2,040.40
1007 · Bank Of Clarke County	13,081.57
1041 · Morgan Stanley Savings Cash	31,869.41
1042 · Petty Cash Account	500.00
Total 1000 · Cash & Investments-Undesignated	149,196.77
1050 · Cash & Investments-Designated	
1051 · Wachovia Capital Account	197,235.62
1052 · Wachovia Conformance Bonds	112,000.00
1053 · Wachovia Replacement Reserves	179,939.83
Total 1050 · Cash & Investments-Designated	489,175.45
Total Checking/Savings	638,372.22
Accounts Receivable	
1201 · Accounts Receivable	528,259.89
1202 · Accounts Receivable-LHEUC	127,977.57
Total Accounts Receivable	656,237.46
Other Current Assets	
1205 · Allowance for Bad Debt - LHEUC	-93,976.45
1100 · Current Assets	
1320 · Prepaid Insurance	37,098.69
1340 · Prepaid Income Taxes	900.00
Total 1100 · Current Assets	37,998.69
Total Other Current Assets	-55,977.76
Total Current Assets	1,238,631.92
Fixed Assets	
1600 · Fixed Assets	
1601 · Equipment	129,253.11
1602 · Vehicles	168,677.42
1707 · Lots held for resale	624,343.75
1800 · Accumulated Depreciation	-176,481.58
Total 1600 · Fixed Assets	745,792.70
7050 · Capital Improvements (2007 Add)	
7055 · - Clubhouse	110,469.47
7083 · Furnish Clubhouse	6,168.75
7077 · Clubhouse Exercise Room	8,920.00
7081 · Spreader for truck	4,182.25
7076 · Other Capital Improvements	18,570.90
7062 · Plow	4,200.00
Total 7050 · Capital Improvements (2007 Add)	152,511.37
Total Fixed Assets	898,304.07
Other Assets	
1500 · Note Rec - Aqua	
1501 · Note Rec - Aqua Rec	1,140,000.00
1502 · Aqua - Present Value Discount	-345,786.50
Total 1500 · Note Rec - Aqua	794,213.50
1503 · Aqua - Contract Escrow	50,000.00
1708 · Investments in LHEU	49,479.43
Total Other Assets	893,692.93
TOTAL ASSETS	3,030,628.92

See Accountants' Report

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LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
2002 · Accounts Payable - Operating	11,772.30
2203 · Construction - Accounts Payable	1,313.22
Total Accounts Payable	13,085.52
Other Current Liabilities	
2000 · Current Liabilities	
2004 · Conformance Bond Deposits	112,000.00
2100 · Payroll Liabilities	7,088.92
2200 · Prepaid Residential Assessments	99,103.11
2211 · Penalties and Interest Payable	86,446.83
2300 · Accrued Payroll	8,307.71
2301 · Accrued Vacation	26,099.38
Total 2000 · Current Liabilities	339,045.95
Total Other Current Liabilities	339,045.95
Total Current Liabilities	352,131.47
Long Term Liabilities	
2600 · Note Payable Clubhouse - Wach	149,000.00
Total Long Term Liabilities	149,000.00
Total Liabilities	501,131.47
Equity	
3001 · Member's Equity Unappropriated	1,676,730.84
3199 · Capital Reserves	
3235 · Capital Reserves - Dam	209,125.26
Total 3199 · Capital Reserves	209,125.26
3236 · Capital Res-Dam-Aqua Escrow	50,000.00
3230 · Replacement Reserves	188,859.83
3900 · Retained Earnings	304.08
Net Income	404,477.44
Total Equity	2,529,497.45
TOTAL LIABILITIES & EQUITY	3,030,628.92