

**Lake Holiday Country Club, Inc.**  
**Statement of Assets, Liabilities, and Equity—Income Tax Basis**  
As of July 31, 2008

Cash Basis

	Jul 31, 08
<b>ASSETS</b>	
<b>Current Assets</b>	
<b>Checking/Savings</b>	
1000 · Cash & Investments-Undesignated	
1004 · Wachovia-Checking	269,448.22
1042 · Petty Cash Account	500.00
1044 · Undeposited Checks	8,147.27
<b>Total 1000 · Cash &amp; Investments-Undesigna...</b>	278,095.49
1050 · Cash & Investments-Designated	
1051 · Wachovia Capital Account	166,409.02
1052 · Wachovia Conformance Bonds	53,700.20
1053 · Wachovia Replacement Reserves	310,702.17
<b>Total 1050 · Cash &amp; Investments-Designated</b>	530,811.39
<b>Total Checking/Savings</b>	808,906.88
<b>Accounts Receivable</b>	
1201 · Accounts Receivable	5,857.53
1202 · Accounts Receivable-LHEUC	40,598.71
<b>Total Accounts Receivable</b>	46,456.24
<b>Other Current Assets</b>	
1100 · Current Assets	
1320 · Prepaid Insurance	34,546.16
<b>Total 1100 · Current Assets</b>	34,546.16
1205 · Allowance for Bad Debt	-472,748.77
<b>Total Other Current Assets</b>	-438,202.61
<b>Total Current Assets</b>	417,160.51
<b>Fixed Assets</b>	
1600 · Fixed Assets	
1707 · Lots held for resale	624,343.75
<b>Total 1600 · Fixed Assets</b>	624,343.75
<b>Total Fixed Assets</b>	624,343.75
<b>Other Assets</b>	
1500 · Note Rec - Aqua	
1501 · Note Rec - Aqua Rec	1,064,000.00
1502 · Aqua - Present Value Discount	-306,869.62
<b>Total 1500 · Note Rec - Aqua</b>	757,130.38
1503 · Aqua - Contract Escrow	50,000.00
1708 · Investments in LHEU	5,482.86
<b>Total Other Assets</b>	812,613.24
<b>TOTAL ASSETS</b>	<b>1,854,117.50</b>
<b>LIABILITIES &amp; EQUITY</b>	
<b>Liabilities</b>	
<b>Current Liabilities</b>	
Accounts Payable	
2002 · Accounts Payable - Operating	-770.87
<b>Total Accounts Payable</b>	-770.87

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<b>Other Current Liabilities</b>	
<b>2000 · Current Liabilities</b>	
2004 · Conformance Bond Deposits	53,700.20
2100 · Payroll Liabilities	639.82
2200 · Prepaid Residential Assessments	89,059.22
2211 · Penalties and Interest Payable	33,928.77
2300 · Accrued Payroll	7,083.98
2301 · Accrued Vacation	27,353.49
2400 · Accrued Expenses	4,250.00
<b>Total 2000 · Current Liabilities</b>	216,015.48
<b>Total Other Current Liabilities</b>	216,015.48
<b>Total Current Liabilities</b>	215,244.61
<b>Long Term Liabilities</b>	
2600 · Note Payable Clubhouse - Wach	624,104.16
<b>Total Long Term Liabilities</b>	624,104.16
<b>Total Liabilities</b>	839,348.77
<b>Equity</b>	
3001 · Equity Unappropriated	1,130,476.21
3199 · Capital Reserves	
3224 · Capital Reseres - Clubhouse	-321,609.73
<b>Total 3199 · Capital Reserves</b>	-321,609.73
3230 · Replacement Reserves	310,702.17
3235 · Capital Reserves - Dam	166,409.02
3236 · Capital Res-Dam-Aqua Escrow	50,000.00
3900 · Retained Earnings	-615,372.32
Net Income	294,163.38
<b>Total Equity</b>	1,014,768.73
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>1,854,117.50</b>