

B 25C (Official Form 25C) (12/08)

## UNITED STATES BANKRUPTCY COURT

Southern District of Indiana

In re TWG Capital, Inc.  
DebtorCase No. 12-11019-BHL-11

Small Business Case under Chapter 11

## SMALL BUSINESS MONTHLY OPERATING REPORT

Month: September 2012 <sup>(Post Petition Period Only)</sup> (September 15 - September 30, 2012) Date filed: October 15, 2012

Line of Business: Specialty Finance company serving the Insurance Industry NAISC Code: 524298

IN ACCORDANCE WITH TITLE 28, SECTION 1746, OF THE UNITED STATES CODE, I DECLARE UNDER PENALTY OF PERJURY THAT I HAVE EXAMINED THE FOLLOWING SMALL BUSINESS MONTHLY OPERATING REPORT AND THE ACCOMPANYING ATTACHMENTS AND, TO THE BEST OF MY KNOWLEDGE, THESE DOCUMENTS ARE TRUE, CORRECT AND COMPLETE.

RESPONSIBLE PARTY:

Mark P. Nondorf  
Original Signature of Responsible Party

Mark P. Nondorf  
Printed Name of Responsible Party

Questionnaire: (All questions to be answered on behalf of the debtor.)

	Yes	No
1. IS THE BUSINESS STILL OPERATING?	<input checked="" type="checkbox"/>	<input type="checkbox"/>
2. HAVE YOU PAID ALL YOUR BILLS ON TIME THIS MONTH?	<input checked="" type="checkbox"/>	<input type="checkbox"/>
3. DID YOU PAY YOUR EMPLOYEES ON TIME?	<input checked="" type="checkbox"/>	<input type="checkbox"/>
4. HAVE YOU DEPOSITED ALL THE RECEIPTS FOR YOUR BUSINESS INTO THE DIP ACCOUNT THIS MONTH?	<input checked="" type="checkbox"/> (1)	<input type="checkbox"/>
5. HAVE YOU FILED ALL OF YOUR TAX RETURNS AND PAID ALL OF YOUR TAXES THIS MONTH?	<input checked="" type="checkbox"/>	<input type="checkbox"/>
6. HAVE YOU TIMELY FILED ALL OTHER REQUIRED GOVERNMENT FILINGS?	<input checked="" type="checkbox"/>	<input type="checkbox"/>
7. HAVE YOU PAID ALL OF YOUR INSURANCE PREMIUMS THIS MONTH?	<input checked="" type="checkbox"/>	<input type="checkbox"/>
8. DO YOU PLAN TO CONTINUE TO OPERATE THE BUSINESS NEXT MONTH?	<input checked="" type="checkbox"/>	<input type="checkbox"/>
9. ARE YOU CURRENT ON YOUR QUARTERLY FEE PAYMENT TO THE U.S. TRUSTEE?	<input checked="" type="checkbox"/>	<input type="checkbox"/>
10. HAVE YOU PAID ANYTHING TO YOUR ATTORNEY OR OTHER PROFESSIONALS THIS MONTH?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
11. DID YOU HAVE ANY UNUSUAL OR SIGNIFICANT UNANTICIPATED EXPENSES THIS MONTH?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
12. HAS THE BUSINESS SOLD ANY GOODS OR PROVIDED SERVICES OR TRANSFERRED ANY ASSETS TO ANY BUSINESS RELATED TO THE DIP IN ANY WAY?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
13. DO YOU HAVE ANY BANK ACCOUNTS OPEN OTHER THAN THE DIP ACCOUNT?	<input checked="" type="checkbox"/> (1)	<input type="checkbox"/>

1) Separate DIP accounts were not required by Court.  
Company continues to use Court approved bank accounts only.

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14. HAVE YOU SOLD ANY ASSETS OTHER THAN INVENTORY THIS MONTH? ☐ ☒
15. DID ANY INSURANCE COMPANY CANCEL YOUR POLICY THIS MONTH? ☐ ☒
16. HAVE YOU BORROWED MONEY FROM ANYONE THIS MONTH? ☐ ☒
17. HAS ANYONE MADE AN INVESTMENT IN YOUR BUSINESS THIS MONTH? ☐ ☒
18. HAVE YOU PAID ANY BILLS YOU OWED BEFORE YOU FILED BANKRUPTCY?  
*(Only those payments permitted by the approved first day motion.)* ☒ ☐

**TAXES**

DO YOU HAVE ANY PAST DUE TAX RETURNS OR PAST DUE POST-PETITION TAX OBLIGATIONS? ☒ ☐

IF YES, PLEASE PROVIDE A WRITTEN EXPLANATION INCLUDING WHEN SUCH RETURNS WILL BE FILED, OR WHEN SUCH PAYMENTS WILL BE MADE AND THE SOURCE OF THE FUNDS FOR THE PAYMENT.

*Exhibit F*  
*(Exhibit A)*

**INCOME**

PLEASE SEPARATELY LIST ALL OF THE INCOME YOU RECEIVED FOR THE MONTH. THE LIST SHOULD INCLUDE ALL INCOME FROM CASH AND CREDIT TRANSACTIONS. (THE U.S. TRUSTEE MAY WAIVE THIS REQUIREMENT.)

TOTAL INCOME \$ \_\_\_\_\_

**SUMMARY OF CASH ON HAND**

Cash on Hand at Start of Month \$ \_\_\_\_\_

Cash on Hand at End of Month \$ \_\_\_\_\_

PLEASE PROVIDE THE TOTAL AMOUNT OF CASH CURRENTLY AVAILABLE TO YOU TOTAL \$ \_\_\_\_\_

*(Exhibit B)***EXPENSES**

PLEASE SEPARATELY LIST ALL EXPENSES PAID BY CASH OR BY CHECK FROM YOUR BANK ACCOUNTS THIS MONTH. INCLUDE THE DATE PAID, WHO WAS PAID THE MONEY, THE PURPOSE AND THE AMOUNT. (THE U.S. TRUSTEE MAY WAIVE THIS REQUIREMENT.)

TOTAL EXPENSES \$ \_\_\_\_\_

*(Exhibit C)***CASH PROFIT**

INCOME FOR THE MONTH (TOTAL FROM EXHIBIT B) \$ \_\_\_\_\_

EXPENSES FOR THE MONTH (TOTAL FROM EXHIBIT C) \$ \_\_\_\_\_

*(Subtract Line C from Line B)*

CASH PROFIT FOR THE MONTH \$ \_\_\_\_\_

*SEE*  
*Exhibit*  
*(A)*

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**UNPAID BILLS**

PLEASE ATTACH A LIST OF ALL DEBTS (INCLUDING TAXES) WHICH YOU HAVE INCURRED SINCE THE DATE YOU FILED BANKRUPTCY BUT HAVE NOT PAID. THE LIST MUST INCLUDE THE DATE THE DEBT WAS INCURRED, WHO IS OWED THE MONEY, THE PURPOSE OF THE DEBT AND WHEN THE DEBT IS DUE. (THE U.S. TRUSTEE MAY WAIVE THIS REQUIREMENT.)

TOTAL PAYABLES \$

SEE  
EXHIBIT  
B

(Exhibit D)

**MONEY OWED TO YOU**

PLEASE ATTACH A LIST OF ALL AMOUNTS OWED TO YOU BY YOUR CUSTOMERS FOR WORK YOU HAVE DONE OR THE MERCHANDISE YOU HAVE SOLD. YOU SHOULD INCLUDE WHO OWES YOU MONEY, HOW MUCH IS OWED AND WHEN IS PAYMENT DUE. (THE U.S. TRUSTEE MAY WAIVE THIS REQUIREMENT.)

TOTAL RECEIVABLES \$

SEE  
EXHIBIT  
C

(Exhibit E)

**BANKING INFORMATION**

PLEASE ATTACH A COPY OF YOUR LATEST BANK STATEMENT FOR EVERY ACCOUNT YOU HAVE AS OF THE DATE OF THIS FINANCIAL REPORT OR HAD DURING THE PERIOD COVERED BY THIS REPORT.

SEE  
EXHIBIT  
D

(Exhibit F)

**EMPLOYEES**

NUMBER OF EMPLOYEES WHEN THE CASE WAS FILED?

NUMBER OF EMPLOYEES AS OF THE DATE OF THIS MONTHLY REPORT?

6 (6 Full Time 0 part time)  
7 (5 Full Time 2 part time)**PROFESSIONAL FEES****BANKRUPTCY RELATED:**

PROFESSIONAL FEES RELATING TO THE BANKRUPTCY CASE PAID DURING THIS REPORTING PERIOD?

\$ 0

TOTAL PROFESSIONAL FEES RELATING TO THE BANKRUPTCY CASE PAID SINCE THE FILING OF THE CASE?

\$ 0

**NON-BANKRUPTCY RELATED:**

PROFESSIONAL FEES NOT RELATING TO THE BANKRUPTCY CASE PAID DURING THIS REPORTING PERIOD?

\$ 0

TOTAL PROFESSIONAL FEES NOT RELATING TO THE BANKRUPTCY CASE PAID SINCE THE FILING OF THE CASE?

\$ 0

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## PROJECTIONS

COMPARE YOUR ACTUAL INCOME AND EXPENSES TO THE PROJECTIONS FOR THE FIRST 180 DAYS OF YOUR CASE PROVIDED AT THE INITIAL DEBTOR INTERVIEW.

	Projected	Actual	Difference
INCOME	\$ _____	\$ _____	\$ _____
EXPENSES	\$ _____	\$ _____	\$ _____
CASH PROFIT	\$ _____	\$ _____	\$ _____

*Not applicable yet.  
The period of actual is for partial month as this is first filing after petition.*

TOTAL PROJECTED INCOME FOR THE NEXT MONTH:

TOTAL PROJECTED EXPENSES FOR THE NEXT MONTH:

TOTAL PROJECTED CASH PROFIT FOR THE NEXT MONTH:

*SEE EXHIBIT A*

\$ \_\_\_\_\_  
\$ \_\_\_\_\_  
\$ \_\_\_\_\_

## ADDITIONAL INFORMATION

PLEASE ATTACH ALL FINANCIAL REPORTS INCLUDING AN INCOME STATEMENT AND BALANCE SHEET WHICH YOU PREPARE INTERNALLY.

*SEE EXHIBIT E  
Note: Income Statement is post-petition only (9/15-9/30)*

**TWG Capital, Inc.**  
**Current Business Income And Expenses (Cash Basis)**

	Actual Cash Basis Sep 15 - Sep 30	Est October	Est November	Est December
Cash at Beginning of Period per Bank	188,705			
Management fees	-	44,575	102,500	48,797
Progeny servicing fee/LTPC	17,031	3,400	3,400	3,400
Other (downline, expense reserve, LTPC)	-	5,000	-	-
Total cash in	17,031	52,975	105,900	52,197
Payroll, benefits, and payroll taxes	29,557	64,787	55,032	55,017
Insurance (Health, Disability, Etc.)	-	9,207	9,207	9,207
Rent	-	3,149	3,149	3,149
Bank service fee	170	10	10	10
Phone	-	1,342	1,342	1,327
Licenses	-	1,170	960	-
Office supplies	-	870	50	110
Paychex	84	268	268	268
IR1 Downlines	4,210	-	-	-
Legal and Professional	-	60,000	90,000	90,000
Accgt and tax fees	-	5,652	-	-
Postage	-	550	550	678
Travel & ent	-	400	500	400
Trustee Fees	-	-	5,000	-
Capital expenditures/ IT Outsourcing	17	8,811	8,142	8,142
Other Servicing	345	3,675	44,475	49,350
Downlines	5,504	-	-	-
LTPC transfers	-	-	-	-
Shipping/Postage	-	-	-	-
DIP Financing (interest and payments)	-	1,165	2,704	11,668
Total cash out	39,886	161,056	221,389	229,327
Net cash	(22,855)	(108,081)	(115,489)	(177,130)
Cash at End of Period per Bank	165,850			

Exhibit A

TWG Capital, Inc.

Listing of Debts Incurred Since Bankruptcy That Have Not Been Paid

Date Debt Was Incurred	Payee	Purpose of Debt	Date Due	Amount
9/15/2012	LEAF	Copier Lease Payment	10/14/2012	668.75
9/30/2012	Rose Financial	401k administrator fee	10/30/2012	453.75

Exh. 3A B

**TWG Capital**  
**A/R Aging Detail**  
 As of September 30, 2012

Type	Date	Name	Due Date	Class	Aging	Open Balance
<b>Current</b>						
Invoice	8/31/12	Affinion Group	9/30/12			3,400.00
Invoice	9/30/12	Insurance Receivables 7	9/30/12			43,750.64
General Journal	9/30/12	Insurance Receivables 7				12,520.53
Invoice	9/30/12	IR Finance 1, LLC	9/30/12			4,941.45
Invoice	9/30/12	Insurance Receivables 1	9/30/12			900.00
Invoice	9/30/12	Affinion Group	10/30/12			3,400.00
<b>Total Current</b>						<b>68,912.62</b>
<b>1 - 30</b>						
Invoice	8/31/12	Insurance Receivables 1	8/31/12		30	940.41
Invoice	8/31/12	IR Finance 1, LLC	8/31/12		30	5,075.10
Invoice	8/31/12	Progeny Marketing	8/31/12		30	30,049.98
Invoice	9/14/12	Progeny Marketing	9/14/12		16	15,540.86
<b>Total 1 - 30</b>						<b>51,606.35</b>
<b>31 - 60</b>						
<b>Total 31 - 60</b>						
<b>61 - 90</b>						
General Journal	7/18/12	IR Finance 1, LLC				22.44
Invoice	7/31/12	Progeny Marketing	7/31/12		61	20,890.28
<b>Total 61 - 90</b>						<b>20,912.72</b>
<b>&gt; 90</b>						
Invoice	4/30/12	Progeny Marketing	4/30/12		153	19,523.93
Invoice	6/30/12	Progeny Marketing	6/30/12		92	6,039.52
Invoice	6/30/12	Progeny Marketing	6/30/12		92	19,869.35
<b>Total &gt; 90</b>						<b>45,432.80</b>
<b>TOTAL</b>						<b>186,864.49</b>

*Exhibit C*



141601002951

**Key Business Reward Checking 141601002951**TWG CAPITAL, INC.  
OPERATING ACCOUNT

Beginning balance 8-31-12	\$248,337.74
11 Additions	+151,712.63
45 Subtractions	-300,959.57
Net fees and charges	-210.00
<b>Ending balance 9-30-12</b>	<b>\$98,880.80</b>

**Additions**

Deposits	Date	Serial #	Source	
	9-4		Easy Savings Office365 Easysavings NY	\$3.60
	9-11	3694	Wire Deposit Insurance Receiv Na	73,157.50
	9-11	3693	Wire Deposit Insurance Receiv Na	48,215.50
	9-11		Deposit Branch 0160 Indiana	4,210.10
	9-11	3692	Wire Deposit Insurance Receiv Na	88.68
	9-12		Www.Logmein.Com 888-326-2642 MA	129.90
	9-14		Affinion Group lap Payment	3,400.00
	9-21	9943	Wire Deposit lirl Reinsurance 0000	17,031.33
	9-25		Paychex Tps Taxes	4,536.98
	9-26		Paychex Tps Taxes	706.86
	9-28		Paychex Tps Taxes	232.18
<b>Total additions</b>				<b>\$151,712.63</b>

**Subtractions***Paper Checks*

\* check missing from sequence

Check	Date	Amount	Check	Date	Amount	Check	Date	Amount
884	9-27	\$1,856.74	1763	9-20	3,422.49	1780	9-24	75.55
*1672	9-7	447.93	*1765	9-21	287.97	1781	9-20	197.01
*1717	9-7	335.78	1766	9-25	15.97	*1783	9-20	580.27
*1720	9-5	51.44	1767	9-21	51.44	1784	9-26	192.62
*1731	9-11	627.03	*1771	9-26	207.56	*1786	9-26	247.51
*1757	9-13	4,665.00	*1775	9-20	149.91	*1788	9-25	4,210.10
*1762	9-14	218.75	*1779	9-25	75.60			

**Paper Checks Paid \$17,916.67**

Withdrawals	Date	Serial #	Location	
	9-4		Nw Trust Contrib	\$1,205.28
	9-4		Msft *Online 099999999999 WA	36.00
	9-7		Paychex Payroll	18,573.31
	9-7		Www.Logmein.Com 888-326-2642 MA	129.90
	9-10		Paychex Tps Taxes	6,736.62
	9-10		Rci*Ringcentral,Inc. 888-898-4591 CA	111.58
	9-10		Paychex Eib Invoice	92.39
	9-10		Conferencing 08882890593 CA	25.40
	9-11		Payx-Sdd Ccoll-Sdd	2,360.00
	9-12		Comcast of Indianapoli 800-Comcast In	218.09
	9-12		Comcast of Nashville 800-Comcast TN	87.55

Exhibit D 1/3



141601002951

## Subtractions

(con't)

Withdrawals	Date	Serial #	Location	
	9-14	7944	Wire Withdrawal Faegre Baker Dan 6774	75,000.00
	9-14	8225	Wire Withdrawal Inservico, Inc 1980	73,157.50
	9-14	8574	Wire Withdrawal Faegre Baker Dan 6774	60,260.80
	9-14	7782	Wire Withdrawal Peters Browning 2486	11,320.00
	9-14		Paychex-Hrs Hrs Pmt	88.00
	9-14		Donatos Pizzeria #0347 Indianapolis In	18.78
	9-17		Chow Express Indianapolis In	23.98
	9-24		Paychex Payroll	13,443.81
	9-25		Paychex Tps Taxes	12,631.50
	9-25		Paychex Payroll	5,243.84
	9-25		AT&T Df Z5Als 41223 08003310500 In	320.99
	9-25		Paychex Eib Invoice	83.89
	9-26		Paychex Tps Taxes	1,856.74
	9-27		J2 *Efax Plus Service 323-817-3205 CA	16.95
Total subtractions				\$300,959.57

## Stop payments

Number	Check Date	Amount	Issued	Expires
1471	3-13-12	\$66.61	9-20-12	3-20-13
1684	7-11-12	\$111.94	9-20-12	3-20-13
1723	8-14-12	\$152.52	9-20-12	3-20-13
1729	8-14-12	\$112.48	9-20-12	3-20-13
1735	8-14-12	\$1,564.89	9-20-12	3-20-13
1740	8-14-12	\$694.61	9-20-12	3-20-13
1756	9-7-12	\$3,009.27	9-20-12	3-20-13
1758	9-7-12	\$175.00	9-20-12	3-20-13
1759	9-7-12	\$668.75	9-20-12	3-20-13
1760	9-11-12	\$400.93	9-20-12	3-20-13
1761	9-11-12	\$45.42	9-20-12	3-20-13
1790	9-13-12	\$10.00	9-20-12	3-20-13
1791	9-13-12	\$90.00	9-20-12	3-20-13

All stop payments expire on date shown, unless you notify us.

## Fees and charges

Date		Quantity	Unit Charge	
9-11-12	Aug Kbo Manage Access (Monthly)	1	10.00	-\$10.00
9-14-12	Fedwire Service Charge	1	30.00	-30.00
9-20-12	Stop Payment Charge	1	34.00	-34.00
9-20-12	Stop Payment Charge	1	34.00	-34.00
9-20-12	Stop Payment Charge	1	34.00	-34.00
9-20-12	Stop Payment Charge	1	34.00	-34.00
9-20-12	Stop Payment Charge	1	34.00	-34.00
Fees and charges assessed this period				-\$210.00

Exhibit D 2/3



141601002969

**Key Business Reward Checking 141601002969**TWG CAPITAL, INC.  
DBA LTPC

Beginning balance 8-31-12	\$134,923.47
2 Subtractions	-67,954.25
Ending balance 9-30-12	\$66,969.22

**Subtractions****Paper Checks**

\* check missing from sequence

Check	Date	Amount	Check	Date	Amount
3336	9-10	\$26,729.20	*4269	9-10	41,225.05

Paper Checks Paid

\$67,954.25

Exhibit D 3/3

10/15/12

Accrual Basis

**TWG Capital**  
**Profit & Loss**  
 September 15 - 30, 2012

Sep 15 - 30, 12

## Ordinary Income/Expense

## Income

4010 · Fees	
4012 · Management Fees	44,650.64
4016 · Loan Origination Fee	3,546.49
4017 · Loan Service Fee Income	4,941.45
Total 4010 · Fees	53,138.58
4040 · LTPC	
4042 · LTPC Servicing Fees	20,431.33
Total 4040 · LTPC	20,431.33
Total Income	73,569.91

## Gross Profit

73,569.91

## Expense

6000 · Corporate Expenses	
6040 · Amortization Expense	9,164.25
6120 · Bank Service Charges	170.00
6186 · Property Casualty Insurance	85.58
6187 · D & O Insurance	920.83
6240 · Miscellaneous	0.00
6247 · Technology	218.75
Total 6000 · Corporate Expenses	10,559.41
6100 · Occupancy Expenses	
6150 · Depreciation Expense	2,346.54
6172 · Equipment - Non-Depreciable	382.54
6301 · Repairs	
6750 · Janitorial Exp	87.50
Total 6301 · Repairs	87.50
Total 6100 · Occupancy Expenses	2,816.58
6200 · Personnel Costs	
6180 · Insurance	
6182 · Health Insurance	6,284.29
6190 · Disability Insurance	362.23
6420 · Work Comp	246.92
Total 6180 · Insurance	6,893.44
6560 · Payroll Expense	
6562 · Gross Wages	29,226.41
6569 · PayChex Service Charges	83.89
6573 · 401K Expense	161.67
Total 6560 · Payroll Expense	29,471.97
Total 6200 · Personnel Costs	36,365.41
6270 · Professional Fees	
6650 · Accounting	1,562.50
Total 6270 · Professional Fees	1,562.50
6300 · Marketing Expenses	
6225 · Marketing Expense	16.95
6340 · Telephone	406.40
Total 6300 · Marketing Expenses	423.35
6820 · Taxes	
6830 · Federal	
6833 · Social Security-Employer	995.39
6834 · Medicare-Employer	690.32
Total 6830 · Federal	1,685.71
6820 · Taxes - Other	10.00

Exhibit E 1/4

TWG Capital  
Profit & Loss

September 15 - 30, 2012

	Sep 15 - 30, 12
Total 6820 - Taxes	1,695.71
Total Expense	53,422.96
Net Ordinary Income	20,146.95
Other Income/Expense	
Other Income	
4030 - IR3 Member Income	0.00
4035 - IR5 Member Income	0.00
4036 - IR6 Member Income	0.00
Total Other Income	0.00
Net Other Income	0.00
Net Income	20,146.95

Exhibit E 2/4

TWG Capital  
Balance Sheet  
As of September 30, 2012

Sep 30, 12

## ASSETS

## Current Assets

## Checking/Savings

1020 · LTPC Downline Acct	-78,580.48
1030 · Key Bank Operating	92,957.72
1040 · Key Bank LTPC	62,242.42

Total Checking/Savings	76,619.66
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## Accounts Receivable

1200 · Accounts Receivable	
1201 · IR1-IC Receivable	1,840.41
1208 · IR7-IC Receivable	56,271.17
1209 · IR Finance 1-IC Receivable	10,038.99
1200 · Accounts Receivable - Other	118,713.92

Total 1200 · Accounts Receivable	186,864.49
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Total Accounts Receivable	186,864.49
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## Other Current Assets

1250 · Other Current Assets	
1300 · Prepaid Expenses	13,821.17
1400 · Office Supply Inventory	350.00
1515 · Other Deposits & Advances	89,330.02

Total 1250 · Other Current Assets	103,501.19
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Total Other Current Assets	103,501.19
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Total Current Assets	366,985.34
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## Fixed Assets

1500 · Property and equipment, net	
1551 · Property, Plant & Equipment	385,551.94
1552 · Accumulated Depreciation-PP&E	-375,904.90
Total 1500 · Property and equipment, net	9,647.04

1554 · Leasehold improvements, net	
1555 · Leasehold Improvements	6,183.59
1556 · Accum. Depr. - Leasehold Imp.	-6,183.59

Total 1554 · Leasehold improvements, net	0.00
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Total Fixed Assets	9,647.04
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## Other Assets

1600 · Member Interests	
1601 · Marketing General Agents	38,229.65
1602 · AIMC	-24,219.50
1610 · Insurance Receivables 1	100.00
1620 · Insurance Receivables 2	150.00
1630 · Insurance Receivables 3	200.00
1660 · Insurance Receivables 6	-18,034.28
1670 · Insurance Receivables 7	-52,582,318.95
1691 · IR Finance 1, LLC	562,851.01

Total 1600 · Member Interests	-52,023,042.07
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1710 · Loan Origination Costs	
1712 · Accumulated Amortization-Loan	-1,943,784.26
1710 · Loan Origination Costs - Other	1,950,643.20

Total 1710 · Loan Origination Costs	6,858.94
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1740 · Origination Costs	
1741 · Accumulated Amortization - Orig	-642,867.64
1740 · Origination Costs - Other	1,237,953.26

Total 1740 · Origination Costs	595,085.62
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1800 · Deferred Tax Assets	12,805,574.00
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Exhibit E 3/4

TWG Capital  
Balance Sheet

As of September 30, 2012

Sep 30, 12

Total Other Assets	-38,615,523.51
<b>TOTAL ASSETS</b>	<b>-38,238,891.13</b>
<b>LIABILITIES &amp; EQUITY</b>	
Liabilities	
Current Liabilities	
Accounts Payable	
2000 · Accounts Payable	
2001 · IR1-IC Payable	1,108.28
2007 · IR7 - IC payable	326,655.14
2008 · MGA - IC Payable	27,099.90
2040 · Accounts Payable - LTPC	
2041 · A/P - LTPC SR Payment Contra	-451,066.34
2040 · Accounts Payable - LTPC - Other	1,281,910.17
Total 2040 · Accounts Payable - LTPC	830,843.83
2000 · Accounts Payable - Other	129,580.84
Total 2000 · Accounts Payable	1,315,287.99
Total Accounts Payable	1,315,287.99
Other Current Liabilities	
2050 · Payroll Liabilities	-3,481.30
2055 · 401K Liability	2,410.56
2059 · FSA - Medical	173.93
2100 · Accrued Expenses	
2101 · Accrued Accounting Expenses	29,912.00
2104 · Accrued Wage Expense	166,944.43
2106 · Accrued Dividend	1,536,404.50
2113 · Accrued Federal Income Tax	578.82
2114 · Accrued Indiana Income Tax	144.70
2115 · Accrued Downline/First Years	11,037.32
Total 2100 · Accrued Expenses	1,745,021.77
2500 · Deferred Income Tax Liabilities	4,188,282.00
2510 · Deferred Tax Valuation Allowanc	8,617,292.00
Total Other Current Liabilities	14,549,698.96
Total Current Liabilities	15,864,986.95
Long Term Liabilities	
2525 · Deferred Revenue - Orig Fee	216,289.48
2526 · Deferred Rev - Orig Fee Amort	-146,623.26
2600 · Notes Payable	
2610 · Notes Payable to Cardinal	74,000.00
2600 · Notes Payable - Other	27,771.19
Total 2600 · Notes Payable	101,771.19
Total Long Term Liabilities	171,437.41
Total Liabilities	16,036,424.36
Equity	
3000 · Opening Bal Equity	0.01
3110 · Retained Earnings	-59,916,831.31
3520 · Capital Stock	103.25
3521 · Additional Paid-in-Capital	12,698,948.49
3525 · Preferred Stock	2.46
3526 · Preferred Dividend	-2,296,385.45
Net Income	-4,761,152.94
Total Equity	-54,275,315.49
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>-38,238,891.13</b>

Exhibit E 4/4

TWG Capital, Inc.

Tax Obligations

The following obligations are included in accounts payable as of the petition date and remain unpaid as of September 30, 2012.

Marion County Treasurer	Property Tax 2nd Installment for 2012	\$	1,651.82
Georgia Department of Revenue	State Tax Document Filing Fee for 2012	\$	10.00
Tennessee Department of Revenue	Personality Tax for 2012	\$	90.00

Exhibit F