

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

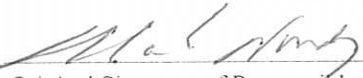
Small Business Case under Chapter 11

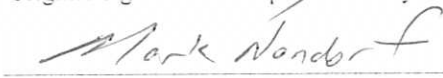
SMALL BUSINESS MONTHLY OPERATING REPORT

Month: May 2013
Line of Business: Specialty Finance Company
Serving the Insurance IndustryDate filed: June 15, 2013
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:


Original Signature of Responsible Party


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 type="checkbox"/> | <input checked="" type="checkbox"/> (2) |

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

(2) DIP was closed as of 12/31/12

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

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? ☐ ☒

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 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

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

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 \$

~~(Exhibit D)~~SEE
Exhibit B**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 \$

~~(Exhibit E)~~SEE
Exhibit C**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.

~~(Exhibit F)~~SEE
Exhibit D**EMPLOYEES**

NUMBER OF EMPLOYEES WHEN THE CASE WAS FILED?

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

6 (full time)
6 (part time)
1 (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?

\$ 167,184

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

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

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	\$ _____	\$ _____	\$ _____

SEE Exhibit A

TOTAL PROJECTED INCOME FOR THE NEXT MONTH: \$ _____

TOTAL PROJECTED EXPENSES FOR THE NEXT MONTH: \$ _____

TOTAL PROJECTED CASH PROFIT FOR THE NEXT MONTH: \$ _____

ADDITIONAL INFORMATION

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

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

	Actual May	Projected May	Monthly Positive (Negative) Variance	May Variance Explanation	Estimated June
Cash at Beginning of Period per Bank	126,753				
Management fees	-	-	-		-
Progeny servicing fee/LTPC	-	30,000	(30,000)	Progeny slow to pay.	30,000
Other (downline, expense reserve, LTPC)	7,741	-	7,741		-
Total cash in	7,741	30,000	(22,259)		30,000
Payroll, benefits, and payroll taxes	435	-	(435)		-
Insurance (Health, Disability, Etc.)	-	-	-		-
Rent	3,009	3,009	(0)		301
Bank service fee	10	10	-		10
Phone	-	432	432		432
Licenses	-	500	500	Timing of when licenses renew	500
Office supplies	-	50	50		50
Paychex	161	161	0		161
IR1 Downlines	-	-	-		-
Legal and Professional	-	42,000	42,000	Timing of payment	82,000
Acctg and tax fees	-	5,000	5,000	Timing of payment	5,000
Postage	-	50	50		50
Travel & ent	-	-	-		-
Trustee Fees	-	-	-		-
Taxes	-	-	-		-
Capital expenditures/ IT Outsourcing	9,390	6,701	(2,689)	Timing of payment	670
Other Servicing	1,535	500	(1,035)		500
Downlines	-	-	-		-
LTPC transfers	-	-	-		-
Orig Arranger Fees	-	-	-		-
Shipping/Postage	-	-	-		-
Marketing Expense	-	-	-		-
DIP Financing (interest and payments)	-	-	-		-
Total cash out	14,540	58,413	43,873		89,674
Net cash	(6,799)	(28,413)	21,614		(59,674)
Cash at End of Period per Bank	119,954				

Exhibit A

Exhibit A

TWG Capital
A/P Aging Detail
As of May 31, 2013

TWG Capital, Inc

As of May 31, 2013

Listing of Debts Incurred Since Bankruptcy, That Have Not Been Paid

Type	Date	Name	Purpose	Open Balance
Bill	10/17/2012	Faegre Baker Daniels LLP	Legal Fees	7,663.60
Bill	11/07/2012	Faegre Baker Daniels LLP	Legal Fees	11,169.50
Bill	11/30/2012	Faegre Baker Daniels LLP	Legal Fees	9,185.90
Bill	01/31/2013	Peters, Browning & Co., P.C.	Tax Prep Fees	850.00
Bill	02/01/2013	Faegre Baker Daniels LLP	Legal Fees	3,445.30
Bill	03/05/2013	Faegre Baker Daniels LLP	Legal Fees	7,622.00
Bill	04/25/2013	Faegre Baker Daniels LLP	Legal Fees	9,408.12
Bill	05/01/2013	BMC Group, Inc	Bankruptcy Support	6,183.48
Bill	05/30/2013	Faegre Baker Daniels LLP	Legal Fees	29,446.66
Bill	05/31/2013	BMC Group, Inc	Bankruptcy Support	1,889.39
Estimate	05/31/2013	Faegre Baker Daniels LLP	Legal Fees	30,000.00

Exhibit B

TWG Capital, Inc.
Schedule of Receivables
May 31, 2013

<u>Name</u>	<u>Amount</u>	<u>Date Due</u>
Imagine Reinsurance	<u>\$ 30,000.00</u>	Jan-13 Settlement receivable with LTFC
	<u><u>\$ 30,000.00</u></u>	

Exhibit C



KeyBank
P.O. Box 22114
Albany, NY 12201-2114

Business Banking Statement
May 31, 2013
page 1 of 4

141601002951

45 31 T 0160 00000 R EM AO

TWG CAPITAL, INC.
OPERATING ACCOUNT
7434 SHADELAND STATION WAY
INDIANAPOLIS IN 46256-3925

Questions or comments?
Call our Key Business Resource Center
1-888-KEY4BIZ (1-888-539-4249)

Enroll in Online Banking today at Key.com.

Access your available accounts, transfer funds and view your transactions right from your PC.

KeyNotes

Important Information about Check Image Statements

If you are receiving statements displaying digital images of the front and back of each check, please note the following important information.

Statements will be limited to ten thousand digital check images. Accounts with more than ten thousand checks per statement period will not receive check images with the account statement.

If you should require a copy of a specific check image, all the digital check images or to discuss other delivery channels for check images please feel free to contact us at the phone number provided on this statement. Check images are retained on our secure system for the period specified by law.

Please read and retain this information with all of your KeyBank Account Opening Agreements and Disclosures.

Key Business Reward Checking 141601002951

TWG CAPITAL, INC.
OPERATING ACCOUNT

Beginning balance 4-30-13	(B) \$59,784.05
5 Additions	+60,552.08
52 Subtractions	-67,341.77
Net fees and charges	-10.00
Ending balance 5-31-13	(A) \$52,984.36

Total Cash Per Bank:

Operating a/c 4/30/13 5/31/13
DRA CPL 59,784.05 (B) 52,984.36 (A)
66,969.22 (C) 66,969.22 (C)
7,126,753.27 119,953.58

Exhibit D 1/4



141601002951

Rewards

Rewards point balance, as of 05-31-2013 36,557

Rewards Number	Name
141601002951000	TWGCAPITAL,INC.
141601002951001	MARKP NONDORF

Rewards Number	Name
141601002951002	MELANIES OTTO

Visit key.com/rewards for details

Additions

Deposits	Date	Serial #	Source	
	5-6		Easy Savings of Easysavings NY USA	\$3.60
	5-7		Uta 21 Ddp Credit	57.36
	5-9		Deposit Branch 0160 Indiana	3,525.17
	5-14		Deposit Branch 0160 Indiana	26,804.82
	5-29	8841	Wire Deposit Realogy Services 6445	30,161.13
Total additions				\$60,552.08

Subtractions

Paper Checks * check missing from sequence

Check	Date	Amount	Check	Date	Amount	Check	Date	Amount
1895	5-15	\$29.09	2091	5-1	108.32	*2121	5-28	82.52
*1943	5-15	63.60	*2093	5-21	361.50	*2126	5-24	824.66
*1990	5-8	234.11	*2100	5-6	435.00	2127	5-17	180.66
*2032	5-8	218.66	*2106	5-2	28.50	2128	5-17	923.44
*2037	5-15	333.31	2107	5-6	4,033.09	2129	5-30	67.75
*2042	5-13	180.40	2108	5-7	3,009.27	2130	5-24	164.59
*2052	5-1	139.40	2109	5-3	4,690.00	2131	5-17	82.82
*2070	5-8	264.00	2110	5-8	175.00	2132	5-30	417.36
*2073	5-7	51.44	2111	5-7	668.75	2133	5-22	176.97
*2075	5-29	9.00	2112	5-20	130.53	*2135	5-29	135.68
2076	5-15	10.85	2113	5-20	811.73	*2137	5-14	1,264.35
*2081	5-13	121.88	*2115	5-24	498.92	2138	5-14	3,525.17
*2083	5-8	114.35	*2117	5-22	1,552.48	*2144	5-31	4,700.00
*2088	5-14	179.02	2118	5-20	260.01	*2149	5-31	470.44
*2090	5-7	364.57	2119	5-22	4,273.84	2150	5-31	30,161.13

Paper Checks Paid \$66,528.16

Withdrawals	Date	Serial #	Location	
	5-2		Msft *Online 099999999999 WA USA	\$36.00
	5-9		Conferencing 08882890593 CA USA	22.36
	5-10		Paychex-Hrs Hrs Pmt	116.75
	5-10		Paychex Eib Invoice	44.00
	5-15		Godaddy.Com 480-5058855 AZ USA	299.99
	5-20		J2 *Efax Plus S 323-817-3205 CA USA	16.95
	5-29		lpl/Checkfree Online Pmt	277.56
Total subtractions				\$67,341.77

Ex D 2/4



141601002951

Fees and charges

Date		Quantity	Unit Charge	
5-9-13	Apr Kbo Manage Access (Monthly)	1	10.00	-\$10.00
Fees and charges assessed this period				-\$10.00

Account messages

Important information regarding changes to your Account.

At KeyBank we are committed to providing our clients with timely information regarding changes to your account. Please note the following changes will be made to your account effective June 1, 2013. These changes will be reflected in your June 2013 statement. Please contact your KeyBank representative with any questions.

The monthly Maintenance Service Charge on your Key Business Reward Checking Account will increase to \$20.00.

The Average Ledger Balance in your Business Reward Checking Account required to avoid the monthly Maintenance Service Charge will increase to \$7500.00 and the combined cycle-to-date Average Ledger Balance required to avoid the monthly Maintenance Service Charge will increase to \$20,000.00.

The threshold for currency deposited via the night drop and over the counter will be combined to a limit of \$25,000 per statement cycle. The Deposited Currency Charge, regardless of where the deposit was received, will increase to \$0.18 per \$100 in excess of \$25,000 per statement cycle.

The Branch Strap Out service charge will increase to \$0.55 per strap.

Please read and retain this information with all of your Account opening Agreements and Disclosures.

Ex D 3/4



KeyBank
P.O. Box 22114
Albany, NY 12201-2114

Business Banking Statement
May 31, 2013
page 1 of 3

141601002969

31 T 0160 00000 R EM AO
TWG CAPITAL, INC.
DBA LTPC
7434 SHADELAND STATION WAY
INDIANAPOLIS IN 46256-3925

Questions or comments?
Call our Key Business Resource Center
1-888-KEY4BIZ (1-888-539-4249)

Enroll in Online Banking today at Key.com.
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KeyNotes

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If you should require a copy of a specific check image, all the digital check images or to discuss other delivery channels for check images please feel free to contact us at the phone number provided on this statement. Check images are retained on our secure system for the period specified by law.

Please read and retain this information with all of your KeyBank Account Opening Agreements and Disclosures.

Key Business Reward Checking 141601002969

TWG CAPITAL, INC.
DBA LTPC

Beginning balance 4-30-13	(c) \$66,969.22
Ending balance 5-31-13	\$66,969.22

Rewards

Rewards point balance, as of 05-31-2013 1,000

Rewards Number Name

141601002969000 TWGCAPITAL,INC.

Rewards Number Name

141601002969001 MELANIES OTTO

Ex D 4/4

TWG Capital, Inc
May 31, 2013 Unaudited Financials
Basis of Presentation

**The accompanying unaudited financial statements include
(or exclude as appropriate), the following items:**

On December 31, 2012, the Debtor consummated the sale of substantially all of the assets of the debtor's estate in accordance with Asset Purchase Agreement by and between Carmel Funding LLC previously authorized by the Court. The attached financial statements reflect the closing of the transaction based on the information available as of the date of this report.

Pursuant to the Settlement Agreement dated November 20, 2012 by and between the Debtor, Lion Trust and Imagine (the "Settlement Agreement"), the pre-petition Downline Claims and the claims of the Downlines for post-petition commission payments have been and will be satisfied by Lion Trust, and the obligations of the Debtor to the Downlines have been extinguished. The debtor has petitioned to the court that the Downline Claims be expunged in light of this Settlement Agreement. The Court has approved this motion. Accordingly, the obligation to Dowlines has been reduced. The corresponding offset was to retained earnings.

In addition, certain non-cash intangibles, such as unamortized origination expenses and deferred revenue, were written off as the underlying asset or earning process was sold as part of the sale of assets to Carmel Funding LLC. The impact of that write-off was included as an adjustment to retained earnings.

Exhibit E 1/5

10:52 AM

06/13/13

Accrual Basis

TWG Capital
Balance Sheet
 As of May 31, 2013

	May 31, 13
ASSETS	
Current Assets	
Checking/Savings	
1030 · Key Bank Operating	4,483.47
1040 · Key Bank LTPC	62,242.42
Total Checking/Savings	66,725.89
Accounts Receivable	
1200 · Accounts Receivable	30,000.00
Total Accounts Receivable	30,000.00
Other Current Assets	
1250 · Other Current Assets	
1300 · Prepaid Expenses	435.00
1515 · Other Deposits & Advances	80,000.00
Total 1250 · Other Current Assets	80,435.00
Total Other Current Assets	80,435.00
Total Current Assets	177,160.89
Other Assets	
1600 · Member Interests	
1601 · Marketing General Agents	39,815.25
1602 · AIMC	-24,219.50
1620 · Insurance Receivables 2	150.00
1630 · Insurance Receivables 3	200.00
1660 · Insurance Receivables 6	-18,034.28
1670 · Insurance Receivables 7	-56,460,751.01
1691 · IR Finance 1, LLC	-23,630.07
Total 1600 · Member Interests	-56,486,469.61
1800 · Deferred Tax Assets	12,805,574.00
Total Other Assets	-43,680,895.61
TOTAL ASSETS	-43,503,734.72
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
2000 · Accounts Payable	
2008 · MGA - IC Payable	29,316.31
2040 · Accounts Payable - LTPC	514,075.87
2000 · Accounts Payable - Other	217,845.20
Total 2000 · Accounts Payable	761,237.38
Total Accounts Payable	761,237.38
Other Current Liabilities	
2050 · Payroll Liabilities	-460.32
2059 · FSA - Medical	2.61
2100 · Accrued Expenses	
2101 · Accrued Accounting Expenses	2,275.00
2104 · Accrued Wage Expense	601,014.54
2106 · Accrued Dividend	1,659,504.50
2113 · Accrued Federal Income Tax	578.82
2114 · Accrued Indiana Income Tax	144.70
2115 · Accrued Downline/First Years	18,098.29
Total 2100 · Accrued Expenses	2,281,615.85
2500 · Deferred Income Tax Liabilities	4,188,282.00
2510 · Deferred Tax Valuation Allowanc	8,617,292.00
Total Other Current Liabilities	15,086,732.14

Ex E 2/5

10:52 AM

06/13/13

Accrual Basis

TWG Capital
Balance Sheet
As of May 31, 2013

	May 31, 13
Total Current Liabilities	15,847,969.52
Long Term Liabilities	
2600 · Notes Payable	74,000.00
2610 · Notes Payable to Cardinal	27,771.19
2600 · Notes Payable - Other	
Total 2600 · Notes Payable	101,771.19
Total Long Term Liabilities	101,771.19
Total Liabilities	15,949,740.71
Equity	
3000 · Opening Bal Equity	0.01
3110 · Retained Earnings	-69,485,565.99
3520 · Capital Stock	103.25
3521 · Additional Paid-in-Capital	12,698,948.49
3525 · Preferred Stock	2.46
3526 · Preferred Dividend	-2,419,485.45
Net Income	-247,478.20
Total Equity	-59,453,475.43
TOTAL LIABILITIES & EQUITY	-43,503,734.72

Ex E 3/5

10:54 AM
06/13/13
Accrual Basis

**TWG Capital
Profit & Loss**
January through May 2013

Ordinary Income/Expense	Jan 13	Feb 13	Mar 13	Apr 13	May 13	TOTAL
Income						
4010 - Fees	12,121.61	0.00	0.00	0.00	0.00	12,121.61
4013 - Servicing Fee Textron	3,546.49	-3,546.49	0.00	0.00	0.00	0.00
4016 - Loan Origination Fee						
Total 4010 - Fees	15,668.10	-3,546.49	0.00	0.00	0.00	12,121.61
Total Income	15,668.10	-3,546.49	0.00	0.00	0.00	12,121.61
Gross Profit	15,668.10	-3,546.49	0.00	0.00	0.00	12,121.61
Expense						
6000 - Corporate Expenses						
6040 - Amortization Expense	7,800.63	-7,800.63	0.00	0.00	0.00	0.00
6120 - Bank Service Charges	10.00	142.05	10.00	10.00	10.00	182.05
6186 - Property Casualty Insurance	85.58	-85.58	0.00	0.00	0.00	0.00
6187 - D & O Insurance	920.83	-920.83	0.00	0.00	0.00	0.00
6188 - E & O Insurance	621.00	0.00	0.00	0.00	0.00	621.00
6230 - Licenses and Permits	0.00	822.00	0.00	0.00	0.00	822.00
6240 - Miscellaneous	45.00	1,317.50	0.00	0.00	1.98	1,364.28
6245 - Online Expense	254.09	254.07	254.07	245.07	36.00	1,043.32
6247 - Technology	9,671.40	6,561.40	5,890.33	4,570.16	5,189.93	31,883.22
6550 - Office Supplies	5.35	0.00	0.00	80.11	0.00	85.46
Total 6000 - Corporate Expenses	19,413.88	290.00	6,154.40	4,905.14	5,237.91	36,001.33
6100 - Occupancy Expenses						
6150 - Depreciation Expense	1,478.08	-1,478.08	0.00	0.00	0.00	0.00
6172 - Equipment - Non-Depreciable	1,356.49	-297.22	1,337.50	668.75	668.75	3,734.27
6290 - Rent	3,149.22	3,149.22	3,009.27	3,009.27	3,009.27	15,326.25
6301 - Repairs						
6750 - Janitorial Exp	175.00	175.00	175.00	175.00	350.00	1,050.00
Total 6301 - Repairs	175.00	175.00	175.00	175.00	350.00	1,050.00
6390 - Utilities						
6400 - Gas and Electric	529.43	500.62	469.50	371.33	339.09	2,209.97
Total 6390 - Utilities	529.43	500.62	469.50	371.33	339.09	2,209.97
Total 6100 - Occupancy Expenses	6,688.22	2,049.54	4,991.27	4,224.35	4,367.11	22,320.49
6200 - Personnel Costs						
6180 - Insurance						
6420 - Work Comp	246.92	-246.92	0.00	0.00	0.00	0.00
Total 6180 - Insurance	246.92	-246.92	0.00	0.00	0.00	0.00
6560 - Payroll Expense						
6562 - Gross Wages	15,848.11	-75,857.84	0.00	0.00	0.00	-60,009.73
6569 - PayChex Service Charges	236.92	342.75	116.75	160.75	160.75	1,017.92
6573 - 401K Expense	149.17	-149.17	0.00	0.00	0.00	0.00
Total 6560 - Payroll Expense	16,234.20	-75,664.26	116.75	160.75	160.75	-58,991.81
Total 6200 - Personnel Costs	16,481.12	-75,911.18	116.75	160.75	160.75	-58,991.81
6270 - Professional Fees						
6275 - Consulting	0.00	0.00	0.00	0.00	0.00	0.00
6280 - Legal Fees	0.00	43,893.72	38,848.60	47,571.52	59,446.66	189,760.50
6650 - Accounting	1,562.50	1,562.50	0.00	0.00	0.00	3,125.00
6270 - Professional Fees - Other	2,366.83	1,614.35	6,494.44	4,033.09	8,072.87	22,581.58
Total 6270 - Professional Fees	3,929.33	47,070.57	45,343.04	51,604.61	67,519.53	215,467.08
6300 - Marketing Expenses						
6225 - Marketing Expense	16.95	16.95	16.95	16.95	16.95	84.75
6250 - Postage and Delivery	184.00	92.00	0.00	70.00	0.00	346.00
6340 - Telephone	620.05	441.49	416.11	432.30	438.44	2,348.39

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Accrual Basis

**TWG Capital
Profit & Loss**
January through May 2013

	Jan 13	Feb 13	Mar 13	Apr 13	May 13	TOTAL
Total 6300 · Marketing Expenses						
6350 · Travel & Ent	821.00	550.44	433.06	519.25	455.39	2,779.14
6355 · Auto	0.00	0.00	137.09	0.00	0.00	137.09
6382 · Holiday Party	0.00	0.00	0.00	0.00	28.50	28.50
Total 6350 · Travel & Ent	0.00	0.00	137.09	0.00	28.50	165.59
6820 · Taxes						
6830 · Federal	982.59	1,178.34	0.00	0.00	0.00	2,160.93
6833 · Social Security-Employer	229.79	275.58	0.00	0.00	0.00	505.37
6834 · Medicare-Employer	95.09	46.50	0.00	0.00	0.00	141.59
6835 · FUTA	1,307.47	1,500.42	0.00	0.00	0.00	2,807.89
Total 6830 · Federal	1,147.75	881.28	0.00	273.43	0.00	2,302.46
6860 · State						
6866 · SUTA	1,147.75	881.28	0.00	273.43	0.00	2,302.46
Total 6860 · State	1,147.75	881.28	0.00	273.43	0.00	2,302.46
6820 · Taxes - Other	0.00	0.00	100.00	0.00	0.00	100.00
Total 6820 · Taxes	2,455.22	2,381.70	100.00	273.43	0.00	5,210.35
Total Expense	49,788.77	-23,568.93	57,275.61	61,687.53	77,769.19	222,952.17
Net Ordinary Income	-34,120.67	20,022.44	-57,275.61	-61,687.53	-77,769.19	-210,830.56
Other Income/Expense						
Other Income	41.22	0.00	0.00	31.86	57.36	130.44
7030 · Other Income	41.22	0.00	0.00	31.86	57.36	130.44
Total Other Income	41.22	0.00	0.00	31.86	57.36	130.44
Other Expense	19,009.00	7,409.75	-436.18	10,795.51	0.00	36,778.08
8010 · Other Expenses	19,009.00	7,409.75	-436.18	10,795.51	0.00	36,778.08
Total Other Expense	19,009.00	7,409.75	-436.18	10,795.51	0.00	36,778.08
Net Other Income	-18,967.78	-7,409.75	436.18	-10,763.65	57.36	-36,647.64
Net Income	-53,088.45	12,612.69	-56,839.43	-72,451.18	-77,711.83	-247,478.20

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