

Highline Technical Innovations, Inc.

Balance Sheet

As of June 30, 2011

	<u>Total</u>
ASSETS	
Current Assets	
Bank Accounts	
10005 HTI - Bank of Fayetteville	10,848.48
10025 HOSS - BANK OF FAYE	898.67
10040 HHHI Checking	-7.20
10050 Petty Cash	327.88
Total Bank Accounts	\$ 12,067.83
Accounts Receivable	
11000 Accounts Receivable	851,560.60
Total Accounts Receivable	\$ 851,560.60
Other Current Assets	
11510 Advances	13,990.55
11600 Prepaid Expenses	
11601 Prepaid Liability Insurance	15,270.31
11602 Product Development Costs	23,000.00
11603 Prepaid Expenses-Advertising	3,595.00
Total 11600 Prepaid Expenses	\$ 41,865.31
12000 Inventories	
12100 Inventory - HTI	141,145.10
12110 Inventory - Hoss	-2877.36
12120 Inventory - BO-TIE	11,848.50
Total 12000 Inventories	\$ 150,116.24
Total Other Current Assets	\$ 205,972.10
Total Current Assets	\$ 1,069,600.53
Fixed Assets	
15000 Fixed Asset	
15005 Contractor's Expense	98,876.00
15015 Establishment Costs	8,295.00
15035 Leasehold Improvements	7,861.00
15040 Plant Equipment	270,050.00
15050 Vehicle	17,600.00
15100 Office & Plant Land	25,000.00
15110 Office & Plant Building	217,332.00
Total 15000 Fixed Asset	\$ 645,014.00
Total Fixed Assets	\$ 645,014.00
Other Assets	
18000 Other Asset	27,450.00
18060 Due from Hoss Distributing	8,400.00
18070 Due from Purchase of SSEV	286,390.00

18080 Due from Sale of Asset	5,710,428.88
18090 Due from Subsidiary-HHH	123,546.34
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Total 18000 Other Asset	\$ 6,156,215.22
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Total Other Assets	\$ 6,156,215.22
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TOTAL ASSETS	\$ 7,870,829.75
LIABILITIES AND EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
20000 Accounts Payable	450,851.60
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Total Accounts Payable	\$ 450,851.60
Other Current Liabilities	
23000 Other Current Liability	
24000 Payroll Liabilities	
24010 AR Income Tax	4,940.02
24020 AR Unemployment Tax	4,178.55
24040 Federal Taxes (941/944)	19,289.57
24050 Federal Unemployment (940)	629.72
Total 24000 Payroll Liabilities	\$ 29,037.86
24100 Sales tax payable	174.23
Total 23000 Other Current Liability	\$ 29,212.09
Total Other Current Liabilities	\$ 29,212.09
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Total Current Liabilities	\$ 480,063.69
Long Term Liabilities	
25000 Long-Term Liability	
25010 A Convertible Note	1,685,756.58
25015 B Convertible Notes	1,807,290.05
25020 C Convertible Note	595,503.86
25025 D Convertible Notes	1,150,365.34
25030 E Convertible Note	471,513.05
25040 G - Conv Note - SHELTER ISLAND	79,000.00
25045 Loan Payable - CF	25,020.00
25100 Notes Payable-B&R Investments	230,000.00
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Total 25000 Long-Term Liability	\$ 6,044,448.88
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Total Long Term Liabilities	\$ 6,044,448.88
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Total Liabilities	\$ 6,524,512.57
Equity	
30000 Opening Bal Equity	12,862.74
30100 Capital Stock	
30150 Stock Purchase	77,100.72
Total 30100 Capital Stock	\$ 77,100.72
31000 Equity	
31005 Capital Stock - A - MS	20,000.00
31010 Capital Stock - B - RS	25,000.00

31015 Capital Stock - C - SH	25,000.00
31020 Capital Stock - D - SH	19,985.00
31050 Additional Paid-in Capital	<u>674,644.27</u>
Total 31000 Equity	\$ 764,629.27
32000 Retained Earnings	881,351.59
Net Income	<u>-389627.14</u>
Total Equity	\$ 1,346,317.18
TOTAL LIABILITIES AND EQUITY	\$ 7,870,829.75

Monday, Aug 15, 2011 02:08:40 PM GMT-5 - Accrual Basis