**Atlantic Capes Fisheries, Inc. and Subsidiaries & Affiliates**
**Combined and Consolidated Balance Sheet**
**May 31, 2014**

| | 2014 Total |
|---|---|
| **ASSETS** | |
| ***Current Assets*** | |
| Cash & cash equivalents | $ 305,511 |
| Accounts receivable | 26,914,943 |
| Other receivables | 478,829 |
| Notes receivable & advances, others | 60,000 |
| Notes receivable | 6,416,318 |
| Inventories | 35,862,734 |
| Prepaid expenses | 4,491,287 |
| *Total current assets* | *74,529,622* |
| ***Fixed Assets*** | |
| *Property, plant & equipment, net* | 34,163,524 |
| ***Other Assets*** | |
| Cash & investments, CCF | 4,003,573 |
| Notes receivable, officers | 8,789,294 |
| Loan to affiliates | - |
| Investment in closely held businesses | - |
| Deposits | 3,434,316 |
| Intangibles, amortizing | 5,998,974 |
| Fishing licenses, net | 6,597,137 |
| | 28,823,294 |
| ***TOTAL ASSETS*** | ***$ 137,516,440*** |

*Prepared by Management.*

**Atlantic Capes Fisheries, Inc. and Subsidiaries & Affiliates**
**Combined and Consolidated Balance Sheet**
**May 31, 2014**

| | 2014 Total |
|---|---|
| **LIABILITIES AND EQUITY** | |
| ***Current Liabilities*** | |
| Lines of credit | $ 45,687,139 |
| Current portion of long term debt | 6,602,707 |
| Accounts payable | 14,693,956 |
| Accrued expenses | 474,583 |
| Customer deposits | 74,251 |
| Payroll taxes payable | 48,911 |
| Employee withholdings | (3,169) |
| Income/franchise taxes payable | 2,948 |
| Rounding | (1) |
| *Total current liabilities* | *67,581,325* |
| ***Long-Term Liabilities*** | |
| Notes payable | 23,692,405 |
| Deferred income/franchise taxes | 2,127,162 |
| Derivative gains & losses | (11,626) |
| | 25,807,941 |
| *Total liabilities* | *93,389,266* |
| ***Equity*** | |
| Common stock | 126,100 |
| Dividends | (79,687) |
| APIC | 759,415 |
| AOCI | 143,747 |
| Treasury stock | (3,008) |
| Draws | (92,471) |
| Retained earnings | 34,042,929 |
| Capital | 8,775,505 |
| Minority interests | 145,618 |
| Net income/(loss)-Current Yr | 309,026 |
| *Total equity* | *44,127,174* |
| ***TOTAL LIABILITIES AND EQUITY*** | ***$ 137,516,440*** |

*Prepared by Management.*

**Atlantic Capes Fisheries, Inc. and Subsidiaries & Affiliates**
**Combined and Consolidated Statement of Income**
**Five Months Ended May 31, 2014**

| | 2014 Total |
|---|---|
| **REVENUES** | |
| ***Sales Revenues*** | |
| Food products | $ 62,766,357 |
| Other goods | 1,306,092 |
| | 64,072,449 |
| ***Services & Other Revenues*** | |
| Services | 1,878,355 |
| Rents | 72,185 |
| | 1,950,540 |
| *Gross Revenues* | *66,022,989* |
| Less: Returns , allowances & adjustments | 10,634 |
| *Revenues, net* | *66,012,355* |
| **COST OF GOODS SOLD** | |
| Changes in inventory | (149,846) |
| Raw materials & freight | 46,964,267 |
| Co-packing, crewshares & direct labor | 6,375,754 |
| Processing overhead | 1,778,515 |
| Dock expenses | 673,221 |
| Vessel expenses | 2,399,449 |
| *Cost of goods sold* | *58,041,360* |
| **GROSS PROFIT** | **7,970,995** |
| **NON-PROCESSING COSTS** | |
| Selling & advertising | 426,875 |
| Delivery | 313,461 |
| General & administrative | 3,902,573 |
| Depreciation & amortization | 2,045,355 |
| *Total non-processing costs* | *6,688,264* |
| **NET' BEFORE OTHER INCOME/(EXPENSE)** | **1,282,731** |
| Interest expense (net of int earned) | (1,092,848) |
| Other income & (expenses) | 122,062 |
| **NET' BEFORE INCOME TAXES** | **311,945** |
| Less: Income/franchise taxes | (2,918) |
| Rounding up/(down) | (1) |
| **NET INCOME/(LOSS)** | **$ 309,026** |

*Prepared by Management.*