

U.S. Income Tax Return for an S Corporation

Do not file this form unless the corporation has filed or is attaching Form 2553 to elect to be an S corporation.

Information about Form 1120S and its separate instructions is at www.irs.gov/form1120s.

For calendar year 2013 or tax year beginning _____, ending _____

A S election effective date 05/16/08	TYPE OR PRINT	Name FIRESTORM CAFE, LLC	D Employer identification number 26-2625465
B Business activity code number (see instructions) 722513		Number, street, and room or suite no. If a P.O. box, see instructions. 48 COMMERCE STREET	E Date incorporated 05/16/2008
C Check if Sch. M-3 attached <input type="checkbox"/>		City or town, state or province, country, and ZIP or foreign postal code ASHEVILLE NC 28801	F Total assets (see instructions) \$ 17,826

G Is the corporation electing to be an S corporation beginning with this tax year? Yes No If "Yes," attach Form 2553 if not already filed

H Check if: (1) Final return (2) Name change (3) Address change (4) Amended return (5) S election termination or revocation

I Enter the number of shareholders who were shareholders during any part of the tax year **3**

Caution. Include **only** trade or business income and expenses on lines 1a through 21. See the instructions for more information.

Income	1a Gross receipts or sales	1a	168,754		
	b Returns and allowances	1b			
	c Balance. Subtract line 1b from line 1a			168,754	1c
	2 Cost of goods sold (attach Form 1125-A)			85,556	2
	3 Gross profit. Subtract line 2 from line 1c			83,198	3
	4 Net gain (loss) from Form 4797, line 17 (attach Form 4797)				4
5 Other income (loss) (see instructions—attach statement)				5	
6 Total income (loss). Add lines 3 through 5			83,198	6	
Deductions <small>(see instructions for limitations)</small>	7 Compensation of officers (see instructions—attach Form 1125-E)			15,984	7
	8 Salaries and wages (less employment credits)			10,584	8
	9 Repairs and maintenance			2,438	9
	10 Bad debts				10
	11 Rents			17,714	11
	12 Taxes and licenses			3,711	12
	13 Interest			1,610	13
	14 Depreciation not claimed on Form 1125-A or elsewhere on return (attach Form 4562)			182	14
	15 Depletion (Do not deduct oil and gas depletion.)				15
	16 Advertising			1,779	16
	17 Pension, profit-sharing, etc., plans				17
	18 Employee benefit programs			6,963	18
	19 Other deductions (attach statement) SEE STMT 1			19,527	19
	20 Total deductions. Add lines 7 through 19			80,492	20
	21 Ordinary business income (loss). Subtract line 20 from line 6			2,706	21
Tax and Payments	22a Excess net passive income or LIFO recapture tax (see instructions)	22a			
	b Tax from Schedule D (Form 1120S)	22b			
	c Add lines 22a and 22b (see instructions for additional taxes)				22c
	23a 2013 estimated tax payments and 2012 overpayment credited to 2013	23a			
	b Tax deposited with Form 7004	23b			
	c Credit for federal tax paid on fuels (attach Form 4136)	23c			
	d Add lines 23a through 23c				23d
	24 Estimated tax penalty (see instructions). Check if Form 2220 is attached <input type="checkbox"/>				24
	25 Amount owed. If line 23d is smaller than the total of lines 22c and 24, enter amount owed				25
	26 Overpayment. If line 23d is larger than the total of lines 22c and 24, enter amount overpaid				26
27 Enter amount from line 26 Credited to 2014 estimated tax Refunded				27	

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

May the IRS discuss this return with the preparer shown below (see instructions)? Yes No

Signature of officer: **LIBERTIE VALANCE** Date: _____ Title: **DIRECTOR**

Paid Preparer Use Only

Print/Type preparer's name: **CHAD T. STORCK, CPA** Preparer's signature: _____ Date: **03/03/14** Check if self-employed PTIN: **P00955658**

Firm's name: **CHAD T. STORCK, CPA, P.C.** Firm's EIN: **26-4129801**

Firm's address: **PO BOX 1373 ASHEVILLE, NC 28802-1373** Phone no.: **828-505-3791**

Other Information (see instructions)

	Yes	No
1 Check accounting method: a <input type="checkbox"/> Cash b <input checked="" type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) ▶		
2 See the instructions and enter the: a Business activity ▶ CAFE & BOOK SALES b Product or service ▶ FOOD & BOOKS		
3 At any time during the tax year, was any shareholder of the corporation a disregarded entity, a trust, an estate, or a nominee or similar person? If "Yes," attach Schedule B-1, Information on Certain Shareholders of an S Corporation		X
4 At the end of the tax year, did the corporation: a Own directly 20% or more, or own, directly or indirectly, 50% or more of the total stock issued and outstanding of any foreign or domestic corporation? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (v) below		X

(i) Name of Corporation	(ii) Employer Identification Number (if any)	(iii) Country of Incorporation	(iv) Percentage of Stock Owned	(v) If Percentage in (iv) is 100%, Enter the Date (if any) a Qualified Subchapter S Subsidiary Election Was Made

b Own directly an interest of 20% or more, or own, directly or indirectly, an interest of 50% or more in the profit, loss, or capital in any foreign or domestic partnership (including an entity treated as a partnership) or in the beneficial interest of a trust? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (v) below		X
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(i) Name of Entity	(ii) Employer Identification Number (if any)	(iii) Type of Entity	(iv) Country of Organization	(v) Maximum Percentage Owned in Profit, Loss, or Capital

5a At the end of the tax year, did the corporation have any outstanding shares of restricted stock?		X
If "Yes," complete lines (i) and (ii) below.		
(i) Total shares of restricted stock		
(ii) Total shares of non-restricted stock		
b At the end of the tax year, did the corporation have any outstanding stock options, warrants, or similar instruments?		X
If "Yes," complete lines (i) and (ii) below.		
(i) Total shares of stock outstanding at the end of the tax year		
(ii) Total shares of stock outstanding if all instruments were executed		
6 Has this corporation filed, or is it required to file, Form 8918 , Material Advisor Disclosure Statement, to provide information on any reportable transaction?		X
7 Check this box if the corporation issued publicly offered debt instruments with original issue discount	<input type="checkbox"/>	
If checked, the corporation may have to file Form 8281 , Information Return for Publicly Offered Original Issue Discount Instruments.		
8 If the corporation: (a) was a C corporation before it elected to be an S corporation or the corporation acquired an asset with a basis determined by reference to the basis of the asset (or the basis of any other property) in the hands of a C corporation and (b) has net unrealized built-in gain in excess of the net recognized built-in gain from prior years, enter the net unrealized built-in gain reduced by net recognized built-in gain from prior years (see instructions)	\$	
9 Enter the accumulated earnings and profits of the corporation at the end of the tax year.	\$	
10 Does the corporation satisfy both of the following conditions?		
a The corporation's total receipts (see instructions) for the tax year were less than \$250,000		
b The corporation's total assets at the end of the tax year were less than \$250,000		X
If "Yes," the corporation is not required to complete Schedules L and M-1.		
11 During the tax year, did the corporation have any non-shareholder debt that was canceled, was forgiven, or had the terms modified so as to reduce the principal amount of the debt?		X
If "Yes," enter the amount of principal reduction		
	\$	
12 During the tax year, was a qualified subchapter S subsidiary election terminated or revoked? If "Yes," see instructions		X
13a Did the corporation make any payments in 2013 that would require it to file Form(s) 1099?		X
b If "Yes," did the corporation file or will it file required Forms 1099?		X

Shareholders' Pro Rata Share Items		Total amount	
Income (Loss)	1 Ordinary business income (loss) (page 1, line 21)	1	2,706
	2 Net rental real estate income (loss) (attach Form 8825)	2	
	3a Other gross rental income (loss)	3a	
	b Expenses from other rental activities (attach statement)	3b	
	c Other net rental income (loss). Subtract line 3b from line 3a	3c	
	4 Interest income	4	4
	5 Dividends: a Ordinary dividends	5a	
	b Qualified dividends	5b	
	6 Royalties	6	
	7 Net short-term capital gain (loss) (attach Schedule D (Form 1120S))	7	
Deductions	8a Net long-term capital gain (loss) (attach Schedule D (Form 1120S))	8a	
	b Collectibles (28%) gain (loss)	8b	
	c Unrecaptured section 1250 gain (attach statement)	8c	
	9 Net section 1231 gain (loss) (attach Form 4797)	9	
	10 Other income (loss) (see instructions) Type ▶	10	
	11 Section 179 deduction (attach Form 4562)	11	497
	12a Charitable contributions	12a	1,092
	b Investment interest expense	12b	
	c Section 59(e)(2) expenditures(1) Type ▶ (2) Amount ▶	12c(2)	
	d Other deductions (see instructions) Type ▶	12d	
Credits	13a Low-income housing credit (section 42(j)(5))	13a	
	b Low-income housing credit (other)	13b	
	c Qualified rehabilitation expenditures (rental real estate) (attach Form 3468)	13c	
	d Other rental real estate credits (see instructions) Type ▶	13d	
	e Other rental credits (see instructions) Type ▶	13e	
	f Biofuel producer credit (attach Form 6478)	13f	
	g Other credits (see instructions) Type ▶	13g	
Foreign Transactions	14a Name of country or U.S. possession ▶		
	b Gross income from all sources	14b	
	c Gross income sourced at shareholder level	14c	
	Foreign gross income sourced at corporate level		
	d Passive category	14d	
	e General category	14e	
	f Other (attach statement)	14f	
	Deductions allocated and apportioned at shareholder level		
	g Interest expense	14g	
	h Other	14h	
	Deductions allocated and apportioned at corporate level to foreign source income		
	i Passive category	14i	
	j General category	14j	
	k Other (attach statement)	14k	
Other information			
l Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	14l		
m Reduction in taxes available for credit (attach statement)	14m		
n Other foreign tax information (attach statement)			
Alternative Minimum Tax (AMT) Items	15a Post-1986 depreciation adjustment	15a	
	b Adjusted gain or loss	15b	
	c Depletion (other than oil and gas)	15c	
	d Oil, gas, and geothermal properties – gross income	15d	
	e Oil, gas, and geothermal properties – deductions	15e	
	f Other AMT items (attach statement)	15f	
Items Affecting Shareholder Basis	16a Tax-exempt interest income	16a	
	b Other tax-exempt income	16b	
	c Nondeductible expenses	16c	
	d Distributions (attach statement if required) (see instructions)	16d	
	e Repayment of loans from shareholders	16e	3,483

Shareholders' Pro Rata Share Items (continued)		Total amount	
Other Information	17a Investment income	17a	4
	b Investment expenses	17b	
	c Dividend distributions paid from accumulated earnings and profits	17c	
	d Other items and amounts (attach statement) SEE STATEMENT 4		

Recon- ciliation	18 Income/loss reconciliation. Combine the amounts on lines 1 through 10 in the far right column. From the result, subtract the sum of the amounts on lines 11 through 12d and 14!	18	1,121
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Balance Sheets per Books		Beginning of tax year		End of tax year	
Assets		(a)	(b)	(c)	(d)
1	Cash		1,671		1,613
2a	Trade notes and accounts receivable	691			
b	Less allowance for bad debts	()	691	()	
3	Inventories		16,600		14,500
4	U.S. government obligations				
5	Tax-exempt securities (see instructions)				
6	Other current assets (attach statement)				
7	Loans to shareholders				
8	Mortgage and real estate loans				
9	Other investments (attach statement)				
10a	Buildings and other depreciable assets	18,826		19,131	
b	Less accumulated depreciation	(16,931)	1,895	(17,418)	1,713
11a	Depletable assets				
b	Less accumulated depletion	()		()	
12	Land (net of any amortization)				
13a	Intangible assets (amortizable only)				
b	Less accumulated amortization	()		()	
14	Other assets (attach statement)				
15	Total assets		20,857		17,826
Liabilities and Shareholders' Equity					
16	Accounts payable		1,158		2,664
17	Mortgages, notes, bonds payable in less than 1 year				
18	Other current liabilities (attach statement) STMT 5		11,136		4,822
19	Loans from shareholders		14,323		14,887
20	Mortgages, notes, bonds payable in 1 year or more				
21	Other liabilities (attach statement) STMT 6		400		400
22	Capital stock		298		298
23	Additional paid-in capital				
24	Retained earnings		-6,458		-5,245
25	Adjustments to shareholders' equity (attach statement)				
26	Less cost of treasury stock	()		()	
27	Total liabilities and shareholders' equity		20,857		17,826

Reconciliation of Income (Loss) per Books With Income (Loss) per Return

Note. Schedule M-3 required instead of Schedule M-1 if total assets are \$10 million or more – see instructions

1 Net income (loss) per books	1,121	5 Income recorded on books this year not included on Schedule K, lines 1 through 10 (itemize):	
2 Income included on Schedule K, lines 1, 2, 3c, 4, 5a, 6, 7, 8a, 9, and 10, not recorded on books this year (itemize)		a Tax-exempt interest \$	
3 Expenses recorded on books this year not included on Schedule K, lines 1 through 12 and 14l (itemize):		6 Deductions included on Schedule K, lines 1 through 12 and 14l, not charged against book income this year (itemize):	
a Depreciation \$		a Depreciation \$	
b Travel and entertainment \$		7 Add lines 5 and 6	
4 Add lines 1 through 3	1,121	8 Income (loss) (Schedule K, line 18). Line 4 less line 7	1,121

Analysis of Accumulated Adjustments Account, Other Adjustments Account, and Shareholders' Undistributed Taxable Income Previously Taxed (see instructions)

	(a) Accumulated adjustments account	(b) Other adjustments account	(c) Shareholders' undistributed taxable income previously taxed
1 Balance at beginning of tax year	-6,458		
2 Ordinary income from page 1, line 21	2,706		
3 Other additions STMT 7	96		
4 Loss from page 1, line 21	(
5 Other reductions STMT 8	1,589	(
6 Combine lines 1 through 5	-5,245		
7 Distributions other than dividend distributions			
8 Balance at end of tax year. Subtract line 7 from line 6	-5,245		

Cost of Goods Sold

▶ **Attach to Form 1120, 1120-C, 1120-F, 1120S, 1065, or 1065-B.**
▶ **Information about Form 1125-A and its instructions is at www.irs.gov/form1125a.**

Name FIRESTORM CAFE, LLC	Employer identification number 26-2625465
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1 Inventory at beginning of year	1	16,600
2 Purchases	2	83,456
3 Cost of labor	3	
4 Additional section 263A costs (attach schedule)	4	
5 Other costs (attach schedule)	5	
6 Total. Add lines 1 through 5	6	100,056
7 Inventory at end of year	7	14,500
8 Cost of goods sold. Subtract line 7 from line 6. Enter here and on Form 1120, page 1, line 2 or the appropriate line of your tax return (see instructions)	8	85,556

- 9a** Check all methods used for valuing closing inventory:
- (i) Cost
 - (ii) Lower of cost or market
 - (iii) Other (Specify method used and attach explanation.) ▶
- b** Check if there was a writedown of subnormal goods ▶
- c** Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970) ▶
- d** If the LIFO inventory method was used for this tax year, enter the amount of closing inventory computed under LIFO **9d**
- e** If property is produced or acquired for resale, do the rules of section 263A apply to the entity (see instructions)? Yes No
- f** Was there any change in determining quantities, cost, or valuations between opening and closing inventory? If "Yes," attach explanation Yes No

Depreciation and Amortization
(Including Information on Listed Property)

Department of the Treasury
Internal Revenue Service (99)

▶ See separate instructions. ▶ Attach to your tax return.

Name(s) shown on return

FIRESTORM CAFE, LLC

Identifying number

26-2625465

Business or activity to which this form relates

REGULAR DEPRECIATION

Election To Expense Certain Property Under Section 179

Note: If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount (see instructions)	1	500,000
2	Total cost of section 179 property placed in service (see instructions)	2	497
3	Threshold cost of section 179 property before reduction in limitation (see instructions)	3	2,000,000
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	0
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions	5	500,000
6	SEE STMT 9 (a) Description of property	(b) Cost (business use only)	(c) Elected cost
	SEE STATEMENT 10	497	497
7	Listed property. Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	497
9	Tentative deduction. Enter the smaller of line 5 or line 8	9	497
10	Carryover of disallowed deduction from line 13 of your 2012 Form 4562	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instructions)	11	16,478
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11	12	497
13	Carryover of disallowed deduction to 2014. Add lines 9 and 10, less line 12	13	

Note: Do not use Part II or Part III below for listed property. Instead, use Part V.

Special Depreciation Allowance and Other Depreciation (Do not include listed property.) (See instructions.)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see instructions)	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	182

MACRS Depreciation (Do not include listed property.) (See instructions.)

Section A

17	MACRS deductions for assets placed in service in tax years beginning before 2013	17	0
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here	<input type="checkbox"/>	

Section B—Assets Placed in Service During 2013 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only—see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs.		S/L	
h Residential rental property			27.5 yrs.	MM	S/L	
			27.5 yrs.	MM	S/L	
i Nonresidential real property			39 yrs.	MM	S/L	
				MM	S/L	

Section C—Assets Placed in Service During 2013 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year			12 yrs.		S/L	
c 40-year			40 yrs.	MM	S/L	

Summary (See instructions.)

21	Listed property. Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations—see instructions	22	182
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

For Paperwork Reduction Act Notice, see separate instructions.

Statement 1 - Form 1120S, Page 1, Line 19 - Other Deductions

<u>Description</u>	<u>Amount</u>
BANK SERVICE CHARGES	\$ 648
CAFE EXPENSES	1,509
COMPUTER & INTERNET	1,709
CREDIT CARD MERCHANT FEES	2,216
DUES & SUBSCRIPTIONS	524
INSURANCE	1,650
OFFICE SUPPLIES	489
POSTAGE	239
PRINTING & REPRODUCTION	626
PROFESSIONAL FEES	1,396
TELEPHONE	486
TRAVEL	541
UTILITIES	7,494
TOTAL	\$ <u>19,527</u>

Statement 2 - Form 1120S, Page 3, Schedule K, Line 11 - Section 179 Deduction

<u>Description</u>	<u>Amount</u>
SECTION 179 - PERSONAL PROP	\$ 290
SECTION 179 - QUAL REAL PROP	207
TOTAL	\$ <u>497</u>

Statement 3 - Form 1120S, Page 3, Schedule K, Line 12a - Cash Contributions

<u>Description</u>	<u>Cash Contrib 50%</u>	<u>Cash Contrib 30%</u>	<u>Total</u>
MISCELLANEOUS CONTRIBUTIONS	\$ 1,092	\$	\$ 1,092
TOTAL	\$ <u>1,092</u>	\$ <u>0</u>	\$ <u>1,092</u>

Statement 4 - Form 1120S, Page 4, Schedule K, Line 17d - Other Items and Amounts

<u>Description</u>	<u>Amount</u>
DISPOSAL OF SECTION 179 PROPERTY - SEE ATTACHED WRK	

Statement 5 - Form 1120S, Page 4, Schedule L, Line 18 - Other Current Liabilities

<u>Description</u>	<u>Beginning of Year</u>	<u>End of Year</u>
ACCRUED PAYROLL TAX	\$ 797	\$ 441
ADVANTA MASTERCARD	5,116	
GIFT CERTIFICATES	4,133	3,634
SALES TAX PAYABLE	1,090	747
TOTAL	\$ <u>11,136</u>	\$ <u>4,822</u>

Statement 6 - Form 1120S, Page 4, Schedule L, Line 21 - Other Liabilities

Description	Beginning of Year	End of Year
DUE TO EMPLOYEES	\$ 200	\$ 200
DUE TO KILA [REDACTED]	200	200
TOTAL	\$ <u>400</u>	\$ <u>400</u>

Statement 7 - Form 1120S, Page 5, Schedule M-2, Line 3(a) - Other Additions

Description	Amount
INTEREST INCOME	\$ 4
SALE OF SECTION 179 ASSETS	92
TOTAL	\$ <u>96</u>

Statement 8 - Form 1120S, Page 5, Schedule M-2, Line 5(a) - Other Reductions

Description	Amount
CHARITABLE CONTRIBUTIONS	\$ 1,092
SECTION 179 EXPENSE	497
TOTAL	\$ <u>1,589</u>

Regular Depreciation**Statement 9 - Form 4562 - Electing the Application of Section 179(f) of the Internal Revenue Code**

TAXPAYER ELECTS TO EXPENSE CERTAIN QUALIFIED REAL PROPERTY
UNDER IRC SECTION 179(F)

TYPE OF QUALIFIED PROPERTY		COST		ELECTED COST
QUALIFIED LEASEHOLD IMPROVEMENTS	\$	207	\$	207

Regular Depreciation**Statement 10 - Form 4562, Part I, Line 6 - Section 179 Expense**

<u>Description of Property</u>	<u>Cost</u>	<u>Expense</u>
QUALIFIED REAL PROPERTY	\$ 207	\$ 207
FOLDING CHAIRS	90	90
EZ UP TENT	200	200
TOTAL	<u>\$ 497</u>	<u>\$ 497</u>

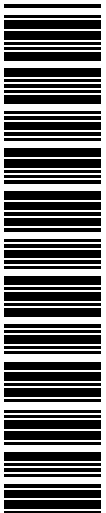
S Corporation Tax Return 2013
North Carolina Department of Revenue

For calendar year 2013, or other tax year beginning 13 and ending		DOR Use Only
FIRESTORM CAFE, LLC 48 COMMERCE STREET ASHEVILLE NC 28801		Federal Employer ID Number 262625465 N.C. Secretary of State ID Number 1042479 NAICS Code 722513
<input type="checkbox"/> Fed Schedule M-3 is attached <input type="checkbox"/> Qualified Subchapter S Subsidiary	<input type="checkbox"/> Initial Filer <input type="checkbox"/> Final Return	<input type="checkbox"/> NC-478 <input type="checkbox"/> CD-479 <input checked="" type="checkbox"/> Limited Liability Company <input type="checkbox"/> Amended Return <input type="checkbox"/> Has Escheatable Property

FIRE 48 C 28801 262625465 1042479 722513 EP N
 M3 N QSSS N IF N FR N 478 N 479 N LLC Y AR N
 FIRESTORM CAFE LLC

48 COMMERCE STREET ASHEVILLE NC 28801

BD	0	06	0	16	2710	24D	0
GR	168754	07	35	17	0	24E	0
TA	17826	08	0	19	0	26	0
		09	0	20	0	27	0
01	0	10	2710	21	0	31A	0
HCE	N	11	0	22	0	31B	0
02	16213	13	0	24A	0	34	0
03	9273	14	2710	24B	0	35	0
05	35	15	1000000	24C	0		
PFSP	P	PP	P00955658	TN			



6200142015

Sch. A Computation of Franchise Tax	Sch. B Computation of Corporate Income Tax
1. Capital Stock, Surplus, & Undivided Profits -4947	10. Shareholder's Shares of 2710
Holding Company Exception N	Corporate Income (Loss)
2. Investment in N.C. Tangible Property 16213	11. Adjustments to Corporation Income (Loss) 0
3. Appraised Value of N.C. Tangible Property 9273	12. N.C. Taxable Income 2710
4. Taxable Amount 16213	13. Nonapportionable Income 0
5. Total Franchise Tax Due 35	14. Apportionable Income 2710
6. Application for Franchise Tax Extension 0	15. Apportionment Factor 100.0000%
7. Tax Credits 35	16. Income Apportioned to N.C. 2710
8. Franchise Tax Due 0	17. Nonapportionable Income Allocated to N.C. 0
9. Franchise Tax Overpaid 0	18. Total Net Taxable Income 2710

Sign Return Below **Refund Due** 0 **Payment Due** 0

_____ DIRECTOR Signature and Title of Officer	_____ Corporate Telephone Number 8285053791	_____ Date P00955658
_____ Signature of Paid Preparer	_____ Preparer's Telephone Number	_____ Preparer's FEIN, SSN, or PTIN

I certify that, to the best of my knowledge, this return is accurate and complete. FEIN SSN PTIN

CD-401S Line-by-Line Information

Enter the amount of bonus depreciation from Schedule K, Line 6 for nonresident shareholders filing composite

0

Sch. B Computation of Corporate Income Tax	
19. Amount of Line 18 Attributable to Nonresidents Filing Composite	0
20. Separately Stated Items of Income Attributable to Nonresidents Filing Composite	0
21. N.C. Income Tax	0
22. Annual Report Fee (\$25 00)	0
23. Add Lines 21 and 22	0
24. Payments and Credits	0
a. Application for Income Tax Extension	0
b. 2013 Estimated Tax	0
c. Partnership (Include Form D-403, NC K-1)	0
d. Nonresident W/holding (Include 1099/W-2)	0
e. Tax Credits Attributable to Nonresidents Filing Composite	0
25. Add Lines 24a through 24e	0
26. Income Tax Due	0
27. Income Tax Overpaid	0
Tax Due or Refund	
28. Franchise Tax Due or Overpayment	0
29. Income Tax Due or Overpayment	0
30. Balance of Tax Due or Overpayment	0
31. a. Interest	0
b. Penalties	0
32. Total Due	0
33. Overpayment	0
34. 2014 Estimated Income Tax	0
35. Amount to be Refunded	0
Sch. C Capital Stock, Surplus, and Undivided Profits	
1. Total capital stock outstanding less cost of treasury stock	298
2. Paid-in or capital surplus	0
3. Retained earnings	-5245
4. Other surplus	0
5. Deferred or unearned income	0
6. Allowance for bad debts	0
7. LIFO reserves	0
8. Other reserves that do not represent definite and accrued legal liabilities (Attach schedule)	0
9. Add Lines 1 through 8	-4947
10. Affiliated indebtedness (Attach schedule)	0
11. Line 9 plus (or minus) Line 10	-4947
12. Apportionment factor	100.0000%
13. Capital Stock, Surplus, and Undivided Profits	-4947

Sch. D Investment in N.C. Tangible Property	
Inventory valuation method	COST
1. Total inventories located in N.C.	14500
2. Total furniture, fixtures, and M & E located in N.C.	19131
3. Total land and buildings located in N.C.	0

4. Total leasehold improvements and other N.C. tangible property	0
5. Add Lines 1 through 4	33631
6. Acc. depreciation, depletion, and amortization with respect to N.C. tangible property	17418
7. Debts existing for N.C. real estate	0
8. Investment in N.C. Tangible Property	16213

Sch. E Appraised Value of N.C. Tangible Property	
1. County tax value of N.C. tangible property	16860
2. Appraised value of N.C. tangible property	9273

Sch. G Ordinary Income (Loss) from Trade or Business Activities	
1. a. Gross receipts or sales	168754
b. Returns and allowances	0
c. Balance - Line 1a plus 1b minus Line 1b	168754
2. Cost of goods sold (Attach schedule) STMT 1	85556
3. Gross Profit (Line 1c minus Line 2)	83198
4. Net gain (loss) (Attach schedule)	0
5. Other income (loss) (Attach schedule)	0
6. Total Income (Loss)	83198
7. Compensation of officers (Attach schedule) STMT 2	15984
8. Salaries and wages (less employment credits)	10584
9. Repairs and maintenance	2438
10. Bad debts	0
11. Rents	17714
12. Taxes and licenses STMT 3	3711
13. Interest	1610
14. a. Depreciation	182
b. Depreciation included in cost of goods sold	0
c. Balance - Line 14a minus 14b	182
15. Depletion	0
16. Advertising	1779
17. Pension, profit-sharing, and similar plans	0
18. Employee benefit programs	6963
19. Other deductions (Attach schedule) STMT 4	19527
20. Total Deductions	80492
21. Ordinary Business Income (Loss)	2706

Sch. H Computation of Income (Loss)	
1. Ordinary business income (loss)	2706
2. Net rental real estate income (loss)	0
3. Other net rental income (loss)	0
4. Interest income	4
5. Ordinary dividends	0
6. Royalties	0
7. Net short-term capital gain (loss)	0
8. Net long-term capital gain (loss)	0
9. Net section 1231 gain (loss)	0
10. Other income (loss) (Attach Schedule)	0
11. Total Income (Loss)	2710

Sch. I Adjustments to Income (Loss)	Other Information - All Taxpayers Must Complete Schedule
1. Additions to Income (Loss)	1. a. State of incorporation NC
a. Taxes based on net income 0	b. Date incorporated 05 16 08
b. Interest on non-N.C. obligations 0	2. Date of N.C. Certificate of Authority 05 16 08
c. Bonus depreciation 0	3. Trade or business: a. In N.C. CAFE & BOOK SA
d. Other additions to federal taxable income 0	b. Everywhere CAFE & BOOK SA
2. Total Additions 0	4. Principal place of business ASHEVILLE NC
3. Deductions from Income (Loss)	5. a. What was the last year the IRS redetermined
a. U.S. obligation interest (net of expenses) 0	the corporation's federal taxable income?
b. Bonus depreciation 0	b. Were adjustments reported to N.C.?
c. Other deductions from federal taxable income 0	c. If so, when?
4. Total Deductions 0	6. Is corporation subject to franchise tax but not N.C. income tax because its'
5. Adjustments to Income (Loss) 0	income tax activities are protected? (If yes, attach explanation) N

Income Tax Rate Schedule for Nonresident Shareholders Filing Composite

	6.00 % of the first \$12,750
Income	7.00 % of the amount over \$12,750 but no more than \$60,000
	7.75 % of the amount over \$60,000

Sch. K Shareholders' Pro Rata Share Items

	Shareholder 1	Shareholder 2	Shareholder 3	Shareholder 4
1. Identifying Number	[REDACTED]			
2. Name	LIBERTIE	TRAVIS	JULIE	[REDACTED]
3. Address	[REDACTED]			
	ASHEVILLE NC	ASHEVILLE NC	ASHEVILLE NC	
4. Ownership %	33.3333%	33.3333%	33.3333%	%
5. Share of income (loss)	903	903	904	0
6. Additions to income (loss)	0	0	0	0
7. Deductions from income (loss)	0	0	0	0
8. Income subject to N.C. tax	903	903	904	0
9. Share of tax credits	0	0	0	0
10. Tax withheld from nonwage compensation	0	0	0	0
11. Amount of Line 8 apportioned or allocated to N.C. (nonresidents only)	0	0	0	0
12. Separately stated items of income (nonresidents only)	0	0	0	0
13. Net tax paid for shareholder by corporation (nonresidents only)	0	0	0	0
	Shareholder 5	Shareholder 6	Shareholder 7	Shareholders' Total
1. Identifying Number				
2. Name				
3. Address				
4. Ownership %	%	%	%	100.0000%
5. Share of income (loss)	0	0	0	2710
6. Additions to income (loss)	0	0	0	0
7. Deductions from income (loss)	0	0	0	0
8. Income subject to N.C. tax	0	0	0	2710
9. Share of tax credits	0	0	0	0
10. Tax withheld from nonwage compensation	0	0	0	0
11. Amount of Line 8 apportioned or allocated to N.C. (nonresidents only)	0	0	0	0
12. Separately stated items of income (nonresidents only)	0	0	0	0
13. Net tax paid for shareholder by corporation (nonresidents only)	0	0	0	0

Sch. L Balance Sheet per Books

Assets	Beginning of Tax Year		End of Tax Year	
	(a)	(b)	(c)	(d)
1. Cash		1671		1613
2. a. Trade notes and accounts receivable	691		0	
b. Less allowance for bad debts	(0)	691	(0)	0
3. Inventories		16600		14500
4. a. U.S. government obligations		0		0
b. State and other obligations		0		0
5. Tax-exempt securities		0		0
6. Other current assets (Attach schedule)		0		0
7. Loans to shareholders		0		0
8. Mortgage and real estate loans		0		0
9. Other investments (Attach schedule)		0		0
10. a. Buildings and other depreciable assets	18826		19131	
b. Less accumulated depreciation	(16931)	1895	(17418)	1713
11. a. Depletable assets	0		0	
b. Less accumulated depletion	(0)	0	(0)	0
12. Land (net of any amortization)		0		0
13. a. Intangible assets (amortizable only)	0		0	
b. Less accumulated amortization	(0)	0	(0)	0
14. Other assets (Attach schedule)		0		0
15. Total Assets		20857		17826
Liabilities and Shareholders' Equity				
16. Accounts payable		1158		2664
17. Mortgages, notes, and bonds payable in less than 1 year		0		0
18. Other current liabilities (Attach schedule) STMT 5		11136		4822
19. Loans from shareholders		14323		14887
20. Mortgages, notes, and bonds payable in 1 year or more		0		0
21. Other liabilities (Attach schedule) STMT 6		400		400
22. Capital stocks		298		298
23. Additional paid-in capital		0		0
24. Retained earnings		-6458		-5245
25. Adjustments to shareholders' equity (Attach schedule)		0		0
26. Less cost of treasury stock		(0)		(0)
27. Total Liabilities and Shareholders' Equity		20857		17826

Sch. M-1 Federal Schedule

1. Net income (loss) per books	1121	5. Income recorded on books this year not included on Federal Sch. K, Lines 1 through 10 (itemize):	
2. Income included on Federal Sch. K, Lines 1, 2, 3c, 4, 5a, 6, 7, 8a, 9 and 10 not recorded on books this year (itemize):		Tax-exempt interest	0
			0
	0	6. Deductions included on Federal Sch. K, Lines 1 through 12, 14I not charged against book income this year (itemize):	
3. Expenses recorded on books this year not included on Federal Sch. K, Lines 1 through 12, and 14I (itemize):		Depreciation	0
a. Depreciation	0		0
b. Travel and entertainment	0		0
	0	7. Total	0
4. Add Lines 1 through 3	1121	8. Income or Loss (Fed. Sch. K, Line 18)	1121

Explanation of Changes for Amended Return:

CD-401S 2013 Page 5 (42)

Legal Name (First 10 Characters)

FIRESTORM

Federal Employer ID Number

262625465

Sch. M-2 Analysis of N.C. AAA

	N.C. Accumulated Adjustments	N.C. Other Adjustments	Undistributed Taxable Income Previously Taxed
1. Balance at beginning of year	-6458	0	0
2. Ordinary income from Sch. G, Line 21	2706		
3. Other additions SEE STATEMENT 7	96	0	
4. Loss from Sch. G, Line 21	(0)		
5. Other reductions SEE STATEMENT 8	(1589)	(0)	0
6. Compute Lines 1 through 5	-5245	0	0
7. Distributions other than dividend distributions	0	0	0
8. Balance at end of tax year	-5245	0	0

Sch. N Nonapportionable Income

Nonapportionable Income	Gross Amounts	Related Expenses	Net Amounts	Net Amounts Allocated Directly to N.C.
	0	0	0	0
	0	0	0	0
	0	0	0	0
	0	0	0	0
	0	0	0	0
	0	0	0	0
1. Nonapportionable Income			0	
2. Nonapportionable Income Allocated to N.C.				0

Explanation of why income listed is nonapportionable income rather than apportionable income:

Sch. O Computation of Apportionment Factor

Part 1. Domestic Corporations and Other Corporations Not Apportioning Franchise or Income Outside N.C. 100.0000%

Part 2. Corporations Apportioning Franchise or Income to N.C. and to Other States

	1. Within North Carolina		2. Total Everywhere		Factor
	(a) Beginning Period	(b) Ending Period	(a) Beginning Period	(b) Ending Period	
1. Land	0	0	0	0	
2. Buildings	0	0	0	0	
3. Inventories	0	0	0	0	
4. Other property	0	0	0	0	
5. Total	0	0	0	0	
6. Average value of property		0		0	
7. Rented property		0		0	
8. Property Factor		0		0	0.0000%
9. Gross payroll		0		0	
10. Compensation of general executive officers		0		0	
11. Payroll Factor		0		0	0.0000%
12. Sales Factor		0		0	0.0000%
13. Sales Factor					0.0000%
14. Total of Factors					0.0000%
15. N.C. Apportionment Factor					0.0000%

Part 3. Corporations Apportioning Franchise or Income to N.C. and to Other States Using Single Sales Factor 0.0000%

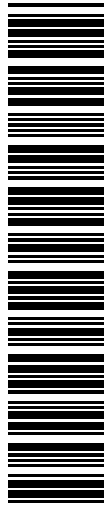
Part 4. Special Apportionment 0.0000%

2013 Corporate Tax Credit Summary
North Carolina Department of Revenue

Legal Name (First 10 Characters)	FIRESTORM	Federal Employer ID Number	262625465
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For Computer Use Only

01	0	14A	0	21	CP	N	CT	N
02	0	14B	0		HD	N	PC	N
03	0	15A	0		SC	N	RF	N
04	0	15B	0		QB	N	ER	N
05	PG	N	RF	N	16A		GC	N
	ER	N	AA	Y	16B	0	21	0
05		175	17	0	22			0
10		0	18	0	27			0
13A		0	19	0				
13B		0	20	0				

<p>Part 1. Franchise Tax Credits Not Subject to 50% of Tax Limit</p> <p>1. Short period credit for change in income year $365 - 0 = \frac{0}{365} \times 0 = 0$</p> <p>2. Major computer manufacturing facility 2. 0</p> <p>3. Revitalizing an income-producing historic mill facility 3. 0</p> <p>4. Revitalizing a nonincome-producing historic mill facility 4. 0</p> <p>5. Other franchise and tax credits not subject to 50% of tax limit 5. 175</p> <p><input type="checkbox"/> 1/2 of the amount of piped natural gas tax paid under G.S. 105-187.43</p> <p><input type="checkbox"/> Investing in Recycling Facilities</p> <p><input type="checkbox"/> Expenses Related to Dividends</p> <p><input checked="" type="checkbox"/> Additional Annual Report Fee Paid</p> <p>6. Total franchise tax credits not subject to 50% of tax limit 6. 175</p>	<p>Part 3. Income Tax Credits Not Subject to 50% of Tax Limit (S Corporations enter only the amount of tax credits attributable to nonresidents filing composite on Lines 13 through 22.)</p> <p>13. Rehabilitating an income-producing historic structure</p> <p>A. Enter qualified rehabilitation expenditures 13a. 0</p> <p>B. Enter credit amount 13b. 0</p> <p>14. Rehabilitating a nonincome-producing historic structure</p> <p>A. Enter rehabilitation expenses 14a. 0</p> <p>B. Enter installment amount of credit 14b. 0</p> <p>15. Revitalizing an income-producing historic mill facility</p> <p>A. Enter qualified rehabilitation expenditures 15a. 0</p> <p>B. Enter credit amount 15b. 0</p> <p>16. Revitalizing a nonincome-producing historic mill facility</p> <p>A. Enter rehabilitation expenses 16a. 0</p> <p>B. Enter installment amount of credit 16b. 0</p>
<p>Part 2. Computation of Franchise Tax Credits Taken in 2013</p> <p>7. Total franchise tax due 7. 35</p> <p>8. Nonrefundable franchise tax credits 8. 175</p> <p>9. Enter the lesser of Line 7 or 8 9. 35</p> <p>10. Total franchise tax credits subject to 50% of tax limit taken in 2013 10. 0</p> <p>11. Refundable franchise tax credits 11. 0</p> <p>12. Franchise Tax Credits Taken in 2013 12. 35</p>	 <p>6300242015</p>

Submit this form directly after Form CD-405 or CD-401S. Attach separate schedule to substantiate any credit claimed.

Legal Name (First 10 Characters) FIRESTORM

Federal Employer ID Number 262625465

17. Major computer manufacturing facility	17.	0
18. Certain real property donations	18.	0
19. Savings and loan supervisory fees	19.	0
20. Recycling Oyster Shells	20.	0
21. Other income tax credits not subject to 50% of tax limit	21.	0
<input type="checkbox"/> Cogeneration Plant	<input type="checkbox"/> Subscriber Charges	<input type="checkbox"/> Gleaned Crops
<input type="checkbox"/> Conservation Tillage	<input type="checkbox"/> Investing in Recycling Facilities	
<input type="checkbox"/> Handicapped Dwelling	<input type="checkbox"/> Qualified Business Investments	
<input type="checkbox"/> Poultry Composting	<input type="checkbox"/> Expenses Related to Dividends	
22. Income tax credits not subject to 50% of tax limit carried over from previous years	22.	0
23. Total income tax credits not subject to 50% of tax limit	23.	0

Part 4. Computation of Income Tax Credits Taken in 2013

24. N.C. net income tax due	24.	0
25. Nonrefundable income tax credits	25.	0
26. Enter lesser of Line 24 or 25	26.	0
27. Total income tax credits subject to 50% of tax limit taken in 2013	27.	0
28. Add Lines 26 and 27	28.	0
29. Income tax credits not subject to G.S. 105-130.5(a)(10) adjustment	29.	0
30. Income tax credits subject to G.S. 105-130.5(a)(10) adjustment	30.	0
31. Income tax credit adjustment (C Corporations only)	31.	0
32. Income Tax Credits Taken in 2013	32.	0

**Form CD-425 must be attached to the last page of Form CD-405 or CD-401S if a tax credit is claimed.
Failure to substantiate a tax credit may result in the disallowance of that credit.**

Statement 1 - Form CD-401S, Page 2, Schedule G, Line 2 - Cost of Goods Sold

<u>Description</u>	<u>Amount</u>
BEGINNING INVENTORY	\$ 16,600
PURCHASES	83,456
LESS: ENDING INVENTORY	-14,500
TOTAL	<u>\$ 85,556</u>

Statement 2 - Form CD-401S, Page 2, Schedule G, Line 7 - Compensation of Officers

<u>Officer Name</u>	<u>Compensation</u>
LIBERTIE [REDACTED]	\$ 5,203
TRAVIS [REDACTED]	3,212
JULIE [REDACTED]	5,357
BRANDON [REDACTED]	2,212
TOTAL	<u>\$ 15,984</u>

Statement 3 - Form CD-401S, Page 2, Schedule G, Line 12 - Taxes and Licenses

<u>Description</u>	<u>Amount</u>
LICENSES & PERMITS	\$ 320
PAYROLL TAXES	3,040
PROPERTY TAXES	351
TOTAL	<u>\$ 3,711</u>

Statement 4 - Form CD-401S, Page 2, Schedule G, Line 19 - Other Deductions

<u>Description</u>	<u>Amount</u>
BANK SERVICE CHARGES	\$ 648
CAFE EXPENSES	1,509
COMPUTER & INTERNET	1,709
CREDIT CARD MERCHANT FEES	2,216
DUES & SUBSCRIPTIONS	524
INSURANCE	1,650
OFFICE SUPPLIES	489
POSTAGE	239
PRINTING & REPRODUCTION	626
PROFESSIONAL FEES	1,396
TELEPHONE	486
TRAVEL	541
UTILITIES	7,494
TOTAL	<u>\$ 19,527</u>

Statement 5 - Form CD-401S, Page 4, Schedule L, Line 18 - Other Current Liabilities

<u>Description</u>	<u>Beginning of Year</u>	<u>End of Year</u>
ACCRUED PAYROLL TAX	\$ 797	\$ 441
ADVANTA MASTERCARD	5,116	0
GIFT CERTIFICATES	4,133	3,634
SALES TAX PAYABLE	1,090	747
TOTAL	<u>\$ 11,136</u>	<u>\$ 4,822</u>

Statement 6 - Form CD-401S, Page 4, Schedule L, Line 21 - Other Liabilities

<u>Description</u>	<u>Beginning of Year</u>	<u>End of Year</u>
DUE TO EMPLOYEES	\$ 200	\$ 200
DUE TO KILA [REDACTED]	200	200
TOTAL	<u>\$ 400</u>	<u>\$ 400</u>

Statement 7 - Form CD-401S, Page 5, Schedule M-2, Line 3 - NC AAA Other Additions

<u>Description</u>	<u>Amount</u>
GAIN ON SALE-SECT 179 ASSETS	\$ 92
INTEREST INCOME	4
TOTAL	<u>\$ 96</u>

Statement 8 - Form CD-401S, Page 5, Schedule M-2, Line 5 - NC AAA Other Reductions

<u>Description</u>	<u>Amount</u>
CHARITABLE CONTRIBUTIONS	\$ 1,092
SECTION 179 EXPENSE	497
TOTAL	<u>\$ 1,589</u>

Depreciation and Amortization
(Including Information on Listed Property)

Department of the Treasury
Internal Revenue Service (99)

▶ See separate instructions. ▶ Attach to your tax return.

Name(s) shown on return

FIRESTORM CAFE, LLC

Identifying number

26-2625465

Business or activity to which this form relates

REGULAR DEPRECIATION

Election To Expense Certain Property Under Section 179

Note: If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount (see instructions)	1	500,000
2	Total cost of section 179 property placed in service (see instructions)	2	497
3	Threshold cost of section 179 property before reduction in limitation (see instructions)	3	2,000,000
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	0
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions	5	500,000
6	SEE STMT 9 (a) Description of property	(b) Cost (business use only)	(c) Elected cost
	SEE STATEMENT 10	497	497
7	Listed property. Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	497
9	Tentative deduction. Enter the smaller of line 5 or line 8	9	497
10	Carryover of disallowed deduction from line 13 of your 2012 Form 4562	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instructions)	11	16,478
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11	12	497
13	Carryover of disallowed deduction to 2014. Add lines 9 and 10, less line 12	13	

Note: Do not use Part II or Part III below for listed property. Instead, use Part V.

Special Depreciation Allowance and Other Depreciation (Do not include listed property.) (See instructions.)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see instructions)	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	182

MACRS Depreciation (Do not include listed property.) (See instructions.)

Section A

17	MACRS deductions for assets placed in service in tax years beginning before 2013	17	0
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here	<input type="checkbox"/>	

Section B—Assets Placed in Service During 2013 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only—see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs.		S/L	
h Residential rental property			27.5 yrs.	MM	S/L	
			27.5 yrs.	MM	S/L	
i Nonresidential real property			39 yrs.	MM	S/L	
				MM	S/L	

Section C—Assets Placed in Service During 2013 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year			12 yrs.		S/L	
c 40-year			40 yrs.	MM	S/L	

Summary (See instructions.)

21	Listed property. Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations—see instructions	22	182
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

For Paperwork Reduction Act Notice, see separate instructions.

Form
CD-401S

NC Retained Earnings Reconciliation Worksheet

2013

For calendar year 2013, or other tax year beginning _____, ending _____

Name FIRESTORM CAFE, LLC	NC Secretary of State ID Number 1042479	Federal Employer ID Number 262625465
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Schedule L - Retained Earnings

Retained Earnings - Unappropriated	<u>0</u>
Accumulated Adjustments Account	<u>-5,245</u>
Other Adjustments Account	<u>0</u>
Undistributed Txbl Inc Previously Taxed	<u>0</u>
Schedule L, Line 24 - Retained Earnings	<u><u>-5,245</u></u>

Schedule M-2 - Retained Earnings

	Accumulated Adjustments Account	Other Adjustments Account	Undistributed Taxable Income Previously Taxed	Retained Earnings Unappropriated/ Timing Differences	Total Retained Earnings
Beg Yr Bal	-6,458	0	0	0	-6,458
Ordinary Inc (Loss)	2,706				2,706
Other Additions	96				96
Other Reductions	1,589				1,589
Distributions					
End Yr Bal	<u><u>-5,245</u></u>	<u><u>0</u></u>	<u><u>0</u></u>	<u><u>0</u></u>	<u><u>-5,245</u></u>