

EXHIBIT 3

Debtor's 2013 Tax Return

Form **1120S**

Department of the Treasury
Internal Revenue Service

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.

OMB No. 1545-0130

2013

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

| | | | |
|--|--|--|---|
| A S election effective date 05/01/07 | TYPE OR PRINT | Name Atlantic Fabrication & Design, LLC | D Employer identification number 20-8790629 |
| B Business activity code number (see instructions) 238290 | | Number, street, and room or suite no. If a P.O. box, see instructions. P.O. Box 94036 | E Date incorporated 04/08/2007 |
| C Check if Sch. M-3 attached <input type="checkbox"/> | | City or town, state or province, country, and ZIP or foreign postal code Oklahoma City OK 73143 | F Total assets (see instructions) \$ 872,623 |

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 **2**

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 4,557,874 | |
| | b Returns and allowances | 1b | |
| | c Balance. Subtract line 1b from line 1a | | 1c 4,557,874 |
| | 2 Cost of goods sold (attach Form 1125-A) | | 2 3,412,768 |
| | 3 Gross profit. Subtract line 2 from line 1c | | 3 1,145,106 |
| | 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 | | 6 1,145,106 | |
| Deductions (see instructions for limitations) | 7 Compensation of officers (see instructions—attach Form 1125-E) | | 7 |
| | 8 Salaries and wages (less employment credits) | | 8 586 |
| | 9 Repairs and maintenance | | 9 24,549 |
| | 10 Bad debts | | 10 |
| | 11 Rents | | 11 62,750 |
| | 12 Taxes and licenses | | 12 3,443 |
| | 13 Interest | | 13 15,091 |
| | 14 Depreciation not claimed on Form 1125-A or elsewhere on return (attach Form 4562) | | 14 168,391 |
| | 15 Depletion (Do not deduct oil and gas depletion.) | | 15 |
| | 16 Advertising | | 16 35,827 |
| | 17 Pension, profit-sharing, etc., plans | | 17 |
| 18 Employee benefit programs | | 18 | |
| 19 Other deductions (attach statement) See Stmt 1 | | 19 912,391 | |
| 20 Total deductions. Add lines 7 through 19 | | 20 1,223,028 | |
| 21 Ordinary business income (loss). Subtract line 20 from line 6 | | 21 -77,922 | |
| 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.

Signature of officer: **Paul Stitt** Date: _____ Title: **Managing Member**

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

| | | | | | |
|-------------------------------|--|---|-------------------------|---|--------------------------|
| Paid Preparer Use Only | Print/Type preparer's name Van H. Bumpas, CPA | Preparer's signature Van H. Bumpas, CPA | Date 03/17/14 | Check <input type="checkbox"/> if self-employed | PTIN P00271273 |
| | Firm's name Kevin W. Burnett & Associates, PLLC | | | Firm's EIN 20-5584211 | |
| | Firm's address 13907 Quail Pointe Dr Oklahoma City, OK 73134-1002 | | | Phone no. 405-241-1400 | |

For Paperwork Reduction Act Notice, see separate instructions.

Form **1120S** (2013)

Schedule B Other Information (see instructions)

| | | |
|--|-----|----|
| <p>1 Check accounting method: a <input checked="" type="checkbox"/> Cash b <input type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) ▶</p> <p>2 See the instructions and enter the: a Business activity ▶ Contract Maintenance b Product or service ▶ Contract Maintenance</p> <p>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</p> <p>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</p> | Yes | No |
| | | |
| | | X |
| | | 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

| (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 |
|--------------------|--|----------------------|------------------------------|--|
| | | | | |
| | | | | |
| | | | | |

| | | |
|--|-----|----|
| <p>5a At the end of the tax year, did the corporation have any outstanding shares of restricted stock? If "Yes," complete lines (i) and (ii) below.</p> <p>(i) Total shares of restricted stock ▶</p> <p>(ii) Total shares of non-restricted stock ▶</p> <p>b At the end of the tax year, did the corporation have any outstanding stock options, warrants, or similar instruments? If "Yes," complete lines (i) and (ii) below.</p> <p>(i) Total shares of stock outstanding at the end of the tax year ▶</p> <p>(ii) Total shares of stock outstanding if all instruments were executed ▶</p> <p>6 Has this corporation filed, or is it required to file, Form 8918, Material Advisor Disclosure Statement, to provide information on any reportable transaction? ▶ <input type="checkbox"/></p> <p>7 Check this box if the corporation issued publicly offered debt instruments with original issue discount. If checked, the corporation may have to file Form 8281, Information Return for Publicly Offered Original Issue Discount Instruments. ▶ <input type="checkbox"/></p> <p>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) ▶ \$</p> <p>9 Enter the accumulated earnings and profits of the corporation at the end of the tax year. \$</p> <p>10 Does the corporation satisfy both of the following conditions?</p> <p>a The corporation's total receipts (see instructions) for the tax year were less than \$250,000</p> <p>b The corporation's total assets at the end of the tax year were less than \$250,000</p> <p>If "Yes," the corporation is not required to complete Schedules L and M-1.</p> <p>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? If "Yes," enter the amount of principal reduction \$</p> <p>12 During the tax year, was a qualified subchapter S subsidiary election terminated or revoked? If "Yes," see instructions</p> <p>13a Did the corporation make any payments in 2013 that would require it to file Form(s) 1099?</p> <p>b If "Yes," did the corporation file or will it file required Forms 1099?</p> | Yes | No |
| | | X |
| | | X |
| | | X |
| | | X |
| | | X |
| | | X |
| | | X |
| | | X |
| | | X |
| | | X |
| | | X |
| | | X |
| | | X |

Form 1120S (2013) **Atlantic Fabrication & Design, LLC** 20-090629

Schedule K Shareholders' Pro Rata Share Items

| | | Total amount | |
|---|--|--------------|---------|
| Income (Loss) | 1 Ordinary business income (loss) (page 1, line 21) | 1 | -77,922 |
| | 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 | |
| | 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 | |
| Deductions | 11 Section 179 deduction (attach Form 4562) | 11 | |
| | 12a Charitable contributions | 12a | 250 |
| | b Investment interest expense | 12b | |
| | c Section 59(e)(2) expenditures (1) Type ▶ (2) Amount ▶ | 12c(2) | |
| Credits | d Other deductions (see instructions) Type ▶ | 12d | |
| | 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 | |
| Foreign Transactions | g Other credits (see instructions) Type ▶ | 13g | |
| | 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 | -186 |
| | d Distributions (attach statement if required) (see instructions) | 16d | 168,400 |
| | e Repayment of loans from shareholders | 16e | |

Form 1120S (2013) **Atlantic Fabrication & Design, LLC** 20-90629

| Schedule K Shareholders' Pro Rata Share Items (continued) | | Total amount | |
|--|---|--------------|----------------|
| Other Information | 17a Investment income | 17a | |
| | b Investment expenses | 17b | |
| | c Dividend distributions paid from accumulated earnings and profits | 17c | |
| | d Other items and amounts (attach statement) | | |
| Reconciliation | 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 14i | 18 | -78,172 |

| Schedule L Balance Sheets per Books | | Beginning of tax year | | End of tax year | |
|---|--|-----------------------|------------------|-----------------|----------------|
| Assets | | (a) | (b) | (c) | (d) |
| 1 | Cash | | 62,424 | | 37,564 |
| 2a | Trade notes and accounts receivable | | | | |
| b | Less allowance for bad debts | (| | (| |
| 3 | Inventories | | | | |
| 4 | U.S. government obligations | | | | |
| 5 | Tax-exempt securities (see instructions) | | | | |
| 6 | Other current assets (attach statement) | | | | |
| 7 | Loans to shareholders | | 198,965 | | 198,965 |
| 8 | Mortgage and real estate loans | | | | |
| 9 | Other investments (attach statement) | | | | |
| 10a | Buildings and other depreciable assets | 1,387,828 | | 1,391,718 | |
| b | Less accumulated depreciation | (636,910 | 750,918 | (805,301 | 586,417 |
| 11a | Depletable assets | | | | |
| b | Less accumulated depletion | (| | (| |
| 12 | Land (net of any amortization) | | 49,677 | | 49,677 |
| 13a | Intangible assets (amortizable only) | | | | |
| b | Less accumulated amortization | (| | (| |
| 14 | Other assets (attach statement) | | | | |
| 15 | Total assets | | 1,061,984 | | 872,623 |
| Liabilities and Shareholders' Equity | | | | | |
| 16 | Accounts payable | | | | |
| 17 | Mortgages, notes, bonds payable in less than 1 year | | 84,400 | | 151,518 |
| 18 | Other current liabilities (attach statement) Stmt 3 | | | | |
| 19 | Loans from shareholders | | | | |
| 20 | Mortgages, notes, bonds payable in 1 year or more | | 947,499 | | 937,406 |
| 21 | Other liabilities (attach statement) | | | | |
| 22 | Capital stock | | | | |
| 23 | Additional paid-in capital | | | | |
| 24 | Retained earnings | | 30,085 | | -216,301 |
| 25 | Adjustments to shareholders' equity (attach statement) Stmt 4 | | | | |
| 26 | Less cost of treasury stock | (| | (| |
| 27 | Total liabilities and shareholders' equity | | 1,061,984 | | 872,623 |

Form 1120S (2013) **Atlantic Fabrication & Design, LLC 20-190629**

Schedule M-1 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 | -128,413 | 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 \$ | 50,427 | a | Depreciation \$ | |
| b | Travel and entertainment \$ | -186 | | | |
| | | 50,241 | 7 | Add lines 5 and 6 | |
| 4 | Add lines 1 through 3 | -78,172 | 8 | Income (loss) (Schedule K, line 18). Line 4 less line 7 | -78,172 |

Schedule M-2 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 | 30,085 | |
| 2 | Ordinary income from page 1, line 21 | | |
| 3 | Other additions | | |
| 4 | Loss from page 1, line 21 | 77,922 | |
| 5 | Other reductions Stmt 5 | 64 | |
| 6 | Combine lines 1 through 5 | -47,901 | |
| 7 | Distributions other than dividend distributions | 30,085 | |
| 8 | Balance at end of tax year. Subtract line 7 from line 6 | -77,986 | |

Form **1125-A**

(Rev. December 2012)
Department of the Treasury
Internal Revenue Service

Cost of Goods Sold

OMB No. 1545-2225

▶ 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

Atlantic Fabrication & Design, LLC

Employer identification number

20-8790629

| | | | |
|---|--|---|------------------|
| 1 | Inventory at beginning of year | 1 | |
| 2 | Purchases | 2 | |
| 3 | Cost of labor | 3 | 1,740,525 |
| 4 | Additional section 263A costs (attach schedule) | 4 | |
| 5 | Other costs (attach schedule) | 5 | 1,672,243 |
| 6 | Total. Add lines 1 through 5 | 6 | 3,412,768 |
| 7 | Inventory at end of year | 7 | |
| 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 | 3,412,768 |

Stmt 6

- 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)?

f Was there any change in determining quantities, cost, or valuations between opening and closing inventory? If "Yes," attach explanation

Yes No

Yes No

For Paperwork Reduction Act Notice, see instructions.

Form **1125-A** (Rev. 12-2012)

Schedule K-1
(Form 1120S)
Department of the Treasury
Internal Revenue Service

2013

Final K-1

Amended K-1

OMB No. 1545-0130

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

Part III Shareholder's Share of Current Year Income, Deductions, Credits, and Other Items

Shareholder's Share of Income, Deductions, Credits, etc.
▶ See back of form and separate instructions.

Part I Information About the Corporation

A Corporation's employer identification number
20-8790629

B Corporation's name, address, city, state, and ZIP code
Atlantic Fabrication & Design, LLC
P.O. Box 94036
Oklahoma City OK 73143

C IRS Center where corporation filed return
e-file

Part II Information About the Shareholder

D Shareholder's identifying number
[REDACTED]

E Shareholder's name, address, city, state, and ZIP code
Paul D Stitt
10020 Thompson Avenue
Yukon OK 73099

F Shareholder's percentage of stock ownership for tax year
50.000000 %

| | | | |
|----------|--------------------------------------|-----------|-------------------------------------|
| 1 | Ordinary business income (loss) | 13 | Credits |
| | -38,961 | | |
| 2 | Net rental real estate income (loss) | | |
| 3 | Other net rental income (loss) | | |
| 4 | Interest income | | |
| 5a | Ordinary dividends | | |
| 5b | Qualified dividends | 14 | Foreign transactions |
| 6 | Royalties | | |
| 7 | Net short-term capital gain (loss) | | |
| 8a | Net long-term capital gain (loss) | | |
| 8b | Collectibles (28%) gain (loss) | | |
| 8c | Unrecaptured section 1250 gain | | |
| 9 | Net section 1231 gain (loss) | | |
| 10 | Other income (loss) | 15 | Alternative minimum tax (AMT) items |
| 11 | Section 179 deduction | 16 | Items affecting shareholder basis |
| | | C* | -93 |
| 12 | Other deductions | D | 84,200 |
| A | 125 | | |
| | | 17 | Other information |

* See attached statement for additional information.

For IRS Use Only

**Schedule K-1
(Form 1120S)**
Department of the Treasury
Internal Revenue Service

2013

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

Final K-1 Amended K-1 OMB No. 1545-0130

Shareholder's Share of Income, Deductions, Credits, etc.
▶ See back of form and separate instructions.

Part III Shareholder's Share of Current Year Income, Deductions, Credits, and Other Items

| | | | |
|----------|--------------------------------------|-----------|-------------------------------------|
| 1 | Ordinary business income (loss) | 13 | Credits |
| | -38,961 | | |
| 2 | Net rental real estate income (loss) | | |
| 3 | Other net rental income (loss) | | |
| 4 | Interest income | | |
| 6a | Ordinary dividends | | |
| 6b | Qualified dividends | 14 | Foreign transactions |
| 6 | Royalties | | |
| 7 | Net short-term capital gain (loss) | | |
| 8a | Net long-term capital gain (loss) | | |
| 8b | Collectibles (28%) gain (loss) | | |
| 8c | Unrecaptured section 1250 gain | | |
| 9 | Net section 1231 gain (loss) | | |
| 10 | Other income (loss) | 15 | Alternative minimum tax (AMT) items |
| 11 | Section 179 deduction | 16 | Items affecting shareholder basis |
| | | C* | -93 |
| 12 | Other deductions | D | 84,200 |
| A | 125 | | |
| | | 17 | Other information |

* See attached statement for additional information.

Part I Information About the Corporation

A Corporation's employer identification number
20-8790629

B Corporation's name, address, city, state, and ZIP code
Atlantic Fabrication & Design, LLC
P.O. Box 94036
Oklahoma City OK 73143

C IRS Center where corporation filed return
e-file

Part II Information About the Shareholder

D Shareholder's identifying number
[REDACTED]

E Shareholder's name, address, city, state, and ZIP code
Michael L Johnson
1212 Dodd Drive
Midwest City OK 73130

F Shareholder's percentage of stock ownership for tax year **50.000000 %**



For IRS Use Only

Form **4562**

Depreciation and Amortization
(Including Information on Listed Property)

OMB No. 1545-0172

2013

Attachment Sequence No. **179**

Department of the Treasury
Internal Revenue Service (99)

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

Name(s) shown on return

Atlantic Fabrication & Design, LLC

Identifying number
20-8790629

Business or activity to which this form relates

Regular Depreciation

Part I 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 | |
| 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 | |
| 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 | |
| 6 | (a) Description of property | (b) Cost (business use only) | (c) Elected cost |
| 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 | |
| 9 | Tentative deduction. Enter the smaller of line 5 or line 8 | 9 | |
| 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 | |
| 12 | Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11 | 12 | |
| 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.

Part II 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 | 163,149 |

Part III 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 | 5,242 |
| 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 | | |

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 | |
| i | Nonresidential real property | | 27.5 yrs. | MM | S/L | |
| | | | 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 | |

Part IV 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 | 168,391 |
| 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.

DAA

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

| Description | Amount |
|-------------------------------|-------------------|
| Automobile and truck expense | \$ 42,457 |
| Bank charges | 2,484 |
| Dues and subscriptions | 510 |
| Equipment rent | 66,536 |
| Insurance | 212,542 |
| Legal and professional | 22,490 |
| Office expense | 15,587 |
| Postage | 1,131 |
| Telephone | 15,398 |
| Tools | 24,153 |
| Training/continuing education | 40 |
| Travel | 978 |
| Uniforms | |
| Utilities | 34,538 |
| Fuel, Truck Maintenance, etc. | 59,078 |
| Gases & Welding Supplies | |
| Tolls | 796 |
| Bond Expense | 125 |
| Bad Checks | |
| Inspection & Testing | 97,922 |
| Freight & Delivery | 579 |
| Loan fee | 31,900 |
| Promotion | 5,478 |
| Shop tools | 10,546 |
| Consumables | 158 |
| DOT expenses | 51 |
| EQUIPMENT REPAIR | 5,150 |
| Job costs | 248,144 |
| Materials | 9,105 |
| Permits and fees | 636 |
| Shop Supplies | 4,065 |
| 50% of Meals & Entertainment | -186 |
| Total | \$ 912,391 |

Statement 2 - Form 1120S, Page 3, Schedule K, Line 12a - Cash Contributions

| Description | Cash Contrib 50% | Cash Contrib 30% | Total |
|-------------------------|------------------|------------------|---------------|
| Cash contribution (50%) | \$ 250 | \$ | \$ 250 |
| Total | \$ 250 | \$ 0 | \$ 250 |

Statement 3 - Form 1120S, Page 4, Schedule L, Line 18 - Other Current Liabilities

| Description | Beginning of Year | End of Year |
|----------------------|-------------------|-------------|
| Credit Card Balances | \$ | \$ |
| Total | \$ 0 | \$ 0 |

20-8790629

Federal Statements

FYE: 12/31/2013

Statement 4 - Form 1120S, Page 4, Schedule L, Line 25 - Adjustments to Shareholders' Equity

| <u>Description</u> | <u>Beginning of Year</u> | <u>End of Year</u> |
|-------------------------------|------------------------------|------------------------|
| Distributions to shareholders | \$ _____ | \$ _____ |
| Total | \$ <u>0</u> | \$ <u>0</u> |

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

| <u>Description</u> | <u>Amount</u> |
|--------------------------|---------------|
| Meals & Entertainment | \$ -186 |
| Charitable Contributions | 250 |
| Total | \$ <u>64</u> |

680 Atlantic Fabrication & Devel, LLC

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20-8790629

Federal Statements

FYE: 12/31/2013

Statement 6 - Form 1125-A, Line 5 - Other Costs

| <u>Description</u> | <u>Amount</u> |
|--------------------|---------------------|
| Job Materials | \$ 1,511,091 |
| Subcontractors | 157,249 |
| CoGS | <u>3,903</u> |
| Total | <u>\$ 1,672,243</u> |

20-8790629

Federal Statements

FYE: 12/31/2013

Paul D Stitt



Schedule K-1, Box 16, Code C - Nondeductible Expenses

| <u>Description</u> | <u>Shareholder Amount</u> |
|----------------------------|-------------------------------|
| Page 1 Meals/Entertainment | \$ -93 |
| Total | \$ -93 |

20-8790629

Federal Statements

FYE: 12/31/2013

Michael L. Johnson
[REDACTED]

Schedule K-1, Box 16, Code C - Nondeductible Expenses

| Description | Shareholder Amount |
|----------------------------|-----------------------|
| Page 1 Meals/Entertainment | \$ -93 |
| Total | \$ -93 |

20-8790629

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FYE: 12/31/2013

Federal Asset Report
Form 1120S, Page 1

| Asset | Description | Date In Service | Cost | Bus % | Sec 179Bonus | Basis for Depr | PerConv Meth | Prior | Current |
|----------------------------|--|--------------------|------------------|----------|-----------------|-------------------|--------------|----------------|----------------|
| Prior MACRS: | | | | | | | | | |
| 1 | Equipment (AISC) | 5/01/07 | 9,174 | | | | | | |
| 2 | Equipment | 8/01/07 | 23,031 | | | 9,174 | 5 HY 200DB | 9,174 | 0 |
| 3 | Equipment | 6/30/08 | 9,742 | X | | 0 | 5 HY 200DB | 23,031 | 0 |
| 4 | Equipment | 6/30/09 | 15,731 | X | X | 0 | 5 HY 200DB | 9,742 | 0 |
| 5 | Equipment | 6/30/09 | 5,251 | X | X | 0 | 5 HY 200DB | 15,731 | 0 |
| 6 | Job Equipment | 3/25/10 | 378,587 | X | X | 0 | 5 HY 200DB | 5,251 | 0 |
| 7 | Equipment | 6/30/11 | 5,844 | X | X | 0 | 5 HY 200DB | 378,587 | 0 |
| 10 | Building | 11/28/12 | 209,685 | | X | 0 | 5 HY 200DB | 5,844 | 0 |
| | | | <u>209,685</u> | | | <u>209,685</u> | 39 MMS/L | 655 | 5,242 |
| | | | <u>657,045</u> | | | <u>218,859</u> | | <u>448,015</u> | <u>5,242</u> |
| Other Depreciation: | | | | | | | | | |
| 8 | Equipment | 12/17/12 | 8,500 | X | | 0 | 5 MO150DB | 8,500 | 0 |
| 9 | Equipment | 7/13/12 | 22,000 | X | | 0 | 5 MO125DB | 22,000 | 0 |
| 11 | Equipment | 11/28/12 | 700,284 | X | | 555,784 | 5 MO150DB | 158,395 | 162,566 |
| 12 | Land | 11/28/12 | 49,677 | | | 49,677 | 0 -- Land | 0 | 0 |
| 13 | Equipment | 6/30/13 | 3,890 | | | 3,890 | 5 MO150DB | 0 | 583 |
| | Total Other Depreciation | | <u>784,351</u> | | | <u>609,351</u> | | <u>188,895</u> | <u>163,149</u> |
| | Total ACRS and Other Depreciation | | <u>784,351</u> | | | <u>609,351</u> | | <u>188,895</u> | <u>163,149</u> |
| | Grand Totals | | 1,441,396 | | | 828,210 | | 636,910 | 168,391 |
| | Less: Dispositions and Transfers | | 0 | | | 0 | | 0 | 0 |
| | Less: Start-up/Org Expense | | 0 | | | 0 | | 0 | 0 |
| | Net Grand Totals | | <u>1,441,396</u> | | | <u>828,210</u> | | <u>636,910</u> | <u>168,391</u> |

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, LLC

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20-8790629

Bonus Depreciation Report

FYE: 12/31/2013

| Asset | Property Description | Date In Service | Tax Cost | Bus Pct | Tax Sec 179 Exp | Current Bonus | Prior Bonus | Tax - Basis for Depr |
|-------------------------------------|----------------------|-----------------|----------------|---------|-----------------|---------------|--------------|----------------------|
| Activity: Form 1120S, Page 1 | | | | | | | | |
| 3 | Equipment | 6/30/08 | 9,742 | 100 | 9,742 | 0 | 0 | 0 |
| 4 | Equipment | 6/30/09 | 15,731 | 100 | 15,731 | 0 | 0 | 0 |
| 5 | Equipment | 6/30/09 | 5,251 | 100 | 5,251 | 0 | 0 | 0 |
| 6 | Job Equipment | 3/25/10 | 378,587 | 100 | 378,587 | 0 | 0 | 0 |
| 7 | Equipment | 6/30/11 | 5,844 | 100 | 0 | 0 | 5,844 | 0 |
| Form 1120S, Page 1 | | | <u>415,155</u> | | <u>0</u> | <u>0</u> | <u>5,844</u> | <u>0</u> |
| Grand Total | | | <u>415,155</u> | | <u>0</u> | <u>0</u> | <u>5,844</u> | <u>0</u> |

20-8790629

AMT Asset Report

FYE: 12/31/2013

Form 1120S, Page 1

| Asset | Description | Date In Service | Cost | Bus % | Sec 179 Bonus | Basis for Depr | PerConv Meth | Prior | Current |
|----------------------------|--|-----------------|----------------|-------|---------------|----------------|--------------|----------------|--------------|
| Prior MACRS: | | | | | | | | | |
| 1 | Equipment (AISC) | 5/01/07 | 9,174 | | | 9,174 | 5 HY 150DB | 9,174 | 0 |
| 2 | Equipment | 8/01/07 | 23,031 | X | | 0 | 5 HY 150DB | 23,031 | 0 |
| 3 | Equipment | 6/30/08 | 9,742 | X | X | 0 | 5 HY 200DB | 9,742 | 0 |
| 4 | Equipment | 6/30/09 | 15,731 | X | X | 0 | 5 HY 200DB | 15,731 | 0 |
| 5 | Equipment | 6/30/09 | 5,251 | X | X | 0 | 5 HY 200DB | 5,251 | 0 |
| 6 | Job Equipment | 3/25/10 | 378,587 | X | X | 0 | 5 HY 200DB | 378,587 | 0 |
| 7 | Equipment | 6/30/11 | 5,844 | X | X | 0 | 5 HY 200DB | 5,844 | 0 |
| 10 | Building | 11/28/12 | 209,685 | | X | 0 | 39 MMS/L | 655 | 5,242 |
| | | | <u>657,045</u> | | | <u>209,685</u> | | <u>448,015</u> | <u>5,242</u> |
| | | | | | | <u>218,859</u> | | | |
| Other Depreciation: | | | | | | | | | |
| 8 | Equipment | 12/17/12 | 0 | | | 0 | 0 HY | 0 | 0 |
| 9 | Equipment | 7/13/12 | 0 | | | 0 | 0 HY | 0 | 0 |
| 11 | Equipment | 11/28/12 | 0 | | | 0 | 0 HY | 0 | 0 |
| 12 | Land | 11/28/12 | 0 | | | 0 | 0 HY | 0 | 0 |
| 13 | Equipment | 6/30/13 | 0 | | | 0 | 0 HY | 0 | 0 |
| | Total Other Depreciation | | <u>0</u> | | | <u>0</u> | | <u>0</u> | <u>0</u> |
| | Total ACRS and Other Depreciation | | <u>0</u> | | | <u>0</u> | | <u>0</u> | <u>0</u> |
| | Grand Totals | | 657,045 | | | 218,859 | | 448,015 | 5,242 |
| | Less: Dispositions and Transfers | | <u>0</u> | | | <u>0</u> | | <u>0</u> | <u>0</u> |
| | Net Grand Totals | | <u>657,045</u> | | | <u>218,859</u> | | <u>448,015</u> | <u>5,242</u> |

680 Atlantic Fabrication & De 1, LLC

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20-8790629

Depreciation Adjustment Report

FYE: 12/31/2013

All Business Activities

| <u>Form</u> | <u>Unit</u> | <u>Asset</u> | <u>Description</u> | <u>Tax</u> | <u>AMT</u> | <u>AMT Adjustments/ Preferences</u> |
|---------------------------|-------------|--------------|--------------------|--------------|--------------|---|
| MACRS Adjustments: | | | | | | |
| Page 1 | 1 | 1 | Equipment (AISC) | 0 | 0 | 0 |
| Page 1 | 1 | 2 | Equipment | 0 | 0 | 0 |
| Page 1 | 1 | 3 | Equipment | 0 | 0 | 0 |
| Page 1 | 1 | 4 | Equipment | 0 | 0 | 0 |
| Page 1 | 1 | 5 | Equipment | 0 | 0 | 0 |
| Page 1 | 1 | 6 | Job Equipment | 0 | 0 | 0 |
| Page 1 | 1 | 7 | Equipment | 0 | 0 | 0 |
| Page 1 | 1 | 10 | Building | 0 | 0 | 0 |
| | | | | <u>5,242</u> | <u>5,242</u> | <u>0</u> |
| | | | | <u>5,242</u> | <u>5,242</u> | <u>0</u> |

680 Atlantic Fabrication & De: , LLC

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20-8790629

Future Depreciation Report**FYE: 12/31/14**

FYE: 12/31/2013

Form 1120S, Page 1

| <u>Asset</u> | <u>Description</u> | <u>Date In Service</u> | <u>Cost</u> | <u>Tax</u> | <u>AMT</u> |
|-----------------------------------|--|------------------------|------------------|----------------|--------------|
| <u>Prior MACRS:</u> | | | | | |
| 1 | Equipment (AISC) | 5/01/07 | 9,174 | 0 | 0 |
| 2 | Equipment | 8/01/07 | 23,031 | 0 | 0 |
| 3 | Equipment | 6/30/08 | 9,742 | 0 | 0 |
| 4 | Equipment | 6/30/09 | 15,731 | 0 | 0 |
| 5 | Equipment | 6/30/09 | 5,251 | 0 | 0 |
| 6 | Job Equipment | 3/25/10 | 378,587 | 0 | 0 |
| 7 | Equipment | 6/30/11 | 5,844 | 0 | 0 |
| 10 | Building | 11/28/12 | 209,685 | 5,243 | 5,243 |
| | | | <u>657,045</u> | <u>5,243</u> | <u>5,243</u> |
| <u>Other Depreciation:</u> | | | | | |
| 8 | Equipment | 12/17/12 | 8,500 | 0 | 0 |
| 9 | Equipment | 7/13/12 | 22,000 | 0 | 0 |
| 11 | Equipment | 11/28/12 | 700,284 | 113,797 | 0 |
| 12 | Land | 11/28/12 | 49,677 | 0 | 0 |
| 13 | Equipment | 6/30/13 | 3,890 | 992 | 0 |
| | Total Other Depreciation | | <u>784,351</u> | <u>114,789</u> | <u>0</u> |
| | Total ACRS and Other Depreciation | | <u>784,351</u> | <u>114,789</u> | <u>0</u> |
| | Grand Totals | | <u>1,441,396</u> | <u>120,032</u> | <u>5,243</u> |

| Form 1120S | | Two Year Comparison Worksheet Page 1 | | 2012 & 2013 | |
|---|---|--------------------------------------|---|------------------------------|--|
| Name Atlantic Fabrication & Design, LLC | | | Employer Identification Number 20-8790629 | | |
| Income | Gross profit percentage | 2012 15.3824 | 2013 25.1237 | Differences 9.7413 | |
| | Net receipts | 4,530,072 | 4,557,874 | 27,802 | |
| | Cost of goods sold | 3,833,239 | 3,412,768 | -420,471 | |
| | Gross profit | 696,833 | 1,145,106 | 448,273 | |
| | Net gain (loss) from Form 4797 | | | | |
| | Other income (loss) | | | | |
| | Total income (loss) | 696,833 | 1,145,106 | 448,273 | |
| Deductions | Compensation of officers | | | | |
| | Salaries and wages less employment credits | | 586 | 586 | |
| | Repairs and maintenance | 18,607 | 24,549 | 5,942 | |
| | Bad debts | | | | |
| | Rents | 59,586 | 62,750 | 3,164 | |
| | Taxes and licenses | 1,283 | 3,443 | 2,160 | |
| | Interest | 3,869 | 15,091 | 11,222 | |
| | Depreciation | 15,123 | 168,391 | 153,268 | |
| | Depletion | | | | |
| | Advertising | 29,262 | 35,827 | 6,565 | |
| | Pension, profit-sharing, etc., plans | | | | |
| | Employee benefit programs | | | | |
| | Other deductions | 362,891 | 912,391 | 549,500 | |
| Total deductions | 490,621 | 1,223,028 | 732,407 | | |
| Ordinary business income (loss) | 206,212 | -77,922 | -284,134 | | |
| Tax and Payments | Excess net passive income or LIFO recapture tax | | | | |
| | Tax from Schedule D | | | | |
| | Total tax | 0 | 0 | 0 | |
| | Estimated tax and prior year overpayment credited | | | | |
| | Tax deposited with Form 7004 | | | | |
| | Credit for federal tax paid on fuels | | | | |
| | Refund applied for on Form 4466 | () | () | | |
| | Total payments and credits | | | | |
| | Tax due (overpayment) | 0 | 0 | 0 | |
| | Estimated tax penalty from Form 2220 | | | | |
| Penalties and interest | | | | | |
| Net tax due (overpayment) | 0 | 0 | 0 | | |
| Overpayment credited to next year's estimated tax | | | | | |
| Overpayment refunded | | | | | |

| Form 1120S | | Two Year Comparison Worksheet Page 2 | | 2012 & 2013 |
|---|--|--------------------------------------|---|-----------------|
| Name Atlantic Fabrication & Design, LLC | | | Employer Identification Number 20-8790629 | |
| | | 2012 | 2013 | Differences |
| Income (Loss) | Ordinary business income (loss) | 206,212 | -77,922 | -284,134 |
| | Net rental real estate income (loss) | | | |
| | Other net rental income (loss) | | | |
| | Interest income | | | |
| | Dividends | | | |
| | Royalties | | | |
| | Net short-term capital gain (loss) | | | |
| | Net long-term capital gain (loss) | | | |
| | Net Section 1231 gain (loss) | | | |
| Other income (loss) | | | | |
| Deductions | Section 179 deduction | 175,000 | | -175,000 |
| | Charitable contributions | 1,110 | 250 | -860 |
| | Investment interest expense | | | |
| | Section 59(e)(2) expenditures | | | |
| | Other deductions | | | |
| Credits | Low-income housing credit (Section 42(j)(5)) | | | |
| | Low-income housing credit (other) | | | |
| | Qualified rehabilitation expenditures (rental real estate) | | | |
| | Other rental real estate credits | | | |
| | Other rental credits | | | |
| | Biofuel producer credit | | | |
| Other credits | | | | |
| Foreign Transactions | Total foreign gross income | | | |
| | Total foreign deductions | | | |
| | Total foreign taxes | | | |
| | Reduction in taxes available for credit | | | |
| AMT Items | Post-1986 depreciation adjustment | -236 | | 236 |
| | Adjusted gain or loss | | | |
| | Depletion (other than oil and gas) | | | |
| | Oil, gas, and geothermal properties-gross income | | | |
| | Oil, gas, and geothermal properties-deductions | | | |
| Other AMT items | | | | |
| Items Affecting S/H Basis | Tax-exempt interest income | | | |
| | Other tax-exempt income | | | |
| | Nondeductible expenses | 17 | -186 | -203 |
| | Distributions | | 168,400 | 168,400 |
| | Repayment of loans from shareholders | | | |
| Other Information | Investment income | | | |
| | Investment expenses | | | |
| | Dividend distributions paid from accumulated E&P | | | |
| | Income (loss) (if Schedule M-1 is required) | 30,102 | -78,172 | -108,274 |

| Form 1120S | | Two Year Comparison Worksheet Page 3 | | 2012 & 2013 |
|---|---|---|---|------------------------|
| Name Atlantic Fabrication & Design, LLC | | | Employer Identification Number 20-8790629 | |
| Schedule L | Beginning assets | 2012 | 2013 | Differences |
| | Beginning liabilities and equity | 54,192 | 1,061,984 | 1,007,792 |
| | Ending assets | 54,192 | 1,061,984 | 1,007,792 |
| | Ending liabilities and equity | 1,061,984 | 872,623 | -189,361 |
| Schedule M-1 | | 1,061,984 | 872,623 | -189,361 |
| | Net income (loss) per books | 198,173 | -128,413 | -326,586 |
| | Taxable income not on books | | | |
| | Book expenses not deducted | 17 | 50,241 | 50,224 |
| | Income on books not on return | | | |
| Schedule M-2 AAA | Return deductions not on books | 168,088 | | -168,088 |
| | Income (loss) per return | 30,102 | -78,172 | -108,274 |
| | Balance at beginning of year | | 30,085 | 30,085 |
| | Ordinary income (loss) from page 1 | 206,212 | -77,922 | -284,134 |
| | Other additions | | | |
| Schedule M-2 OAA | Other reductions | 176,127 | 64 | -176,063 |
| | Distributions other than dividend distributions | | 30,085 | 30,085 |
| | Balance at end of year | 30,085 | -77,986 | -108,071 |
| | | | | |
| Schedule M-2 PTI | Balance at beginning of year | | | |
| | Other additions | | | |
| | Other reductions | | | |
| Schedule M-3 | Distributions other than dividend distributions | | | |
| | Balance at end of year | | | |
| | Total income (loss) items: | | | |
| | Income (loss) per income statement | | | |
| | Temporary difference | | | |
| | Permanent difference | | | |
| | Income (loss) per tax return | | | |
| | Total expense/deduction items: | | | |
| | Expense per income statement | | | |
| | Temporary difference | | | |
| | Permanent difference | | | |
| | Deduction per tax return | | | |
| | Other items with no differences: | | | |
| | Income (loss) per income statement | | | |
| | Income (loss) per tax return | | | |
| Reconciliation totals: | | | | |
| Income (loss) per income statement | | | | |
| Temporary difference | | | | |
| Permanent difference | | | | |
| Income (loss) per tax return | | | | |

Form **1120S**

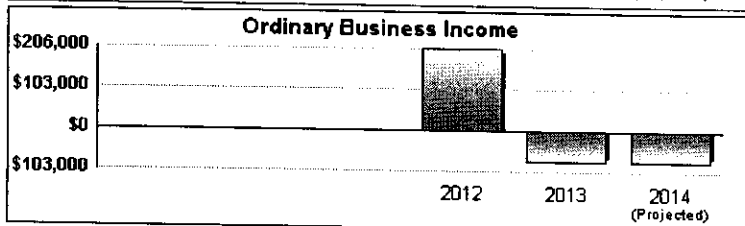
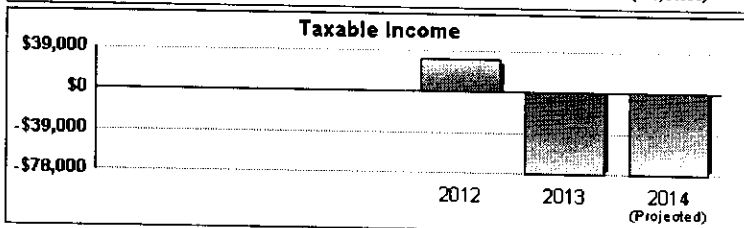
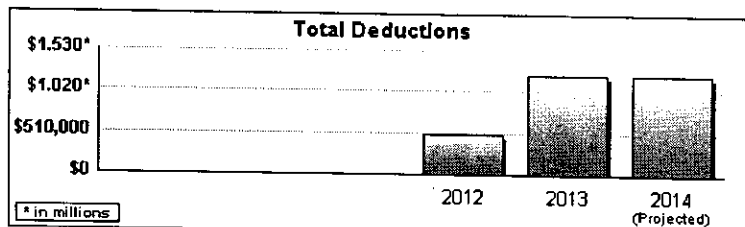
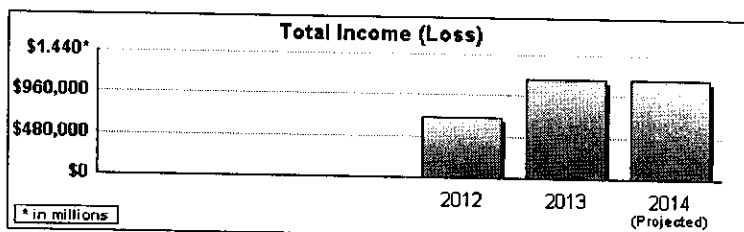
Tax Return History Report Page 1

2013

Name
Atlantic Fabrication & Design, LLC

Employer Identification Number
20-8790629

| | 2012 | 2013 | 2014 Projected |
|------------------------------------|-----------|-----------|----------------|
| Net receipts | | | |
| Cost of goods sold | 4,530,072 | 4,557,874 | 4,557,874 |
| Gross profit | 3,833,239 | 3,412,768 | 3,412,768 |
| Gross profit percentage | 696,833 | 1,145,106 | 1,145,106 |
| Other income (loss) | 15,3824 | 25,1237 | 25,1237 |
| Total income (loss) | | | |
| Officer compensation | 696,833 | 1,145,106 | 1,145,106 |
| Salaries and wages | | | |
| Bad debts | | 586 | 586 |
| Taxes and licenses | | | |
| Interest | 1,283 | 3,443 | 3,443 |
| Depreciation | 3,869 | 15,091 | 15,091 |
| Depletion (other than oil and gas) | 15,123 | 168,391 | 168,391 |
| Pension and employee benefits | | | |
| Other deductions | | | |
| Total deductions | 470,346 | 1,035,517 | 1,035,517 |
| Ordinary business income (loss) | 490,621 | 1,223,028 | 1,223,028 |
| | 206,212 | -77,922 | -77,922 |



Form **1120S**

Tax Return History Report Page 2

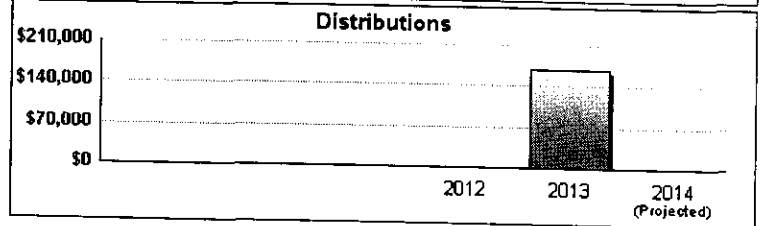
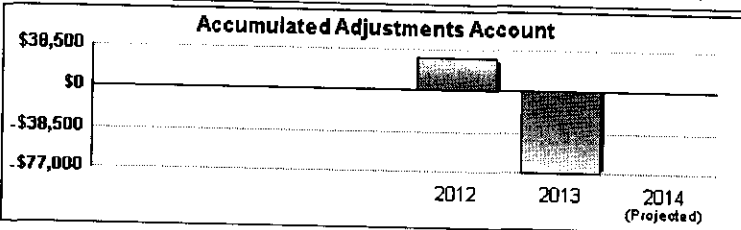
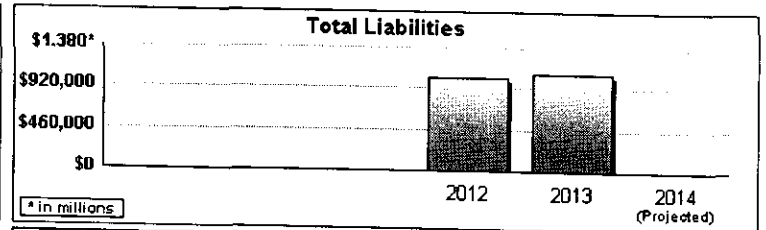
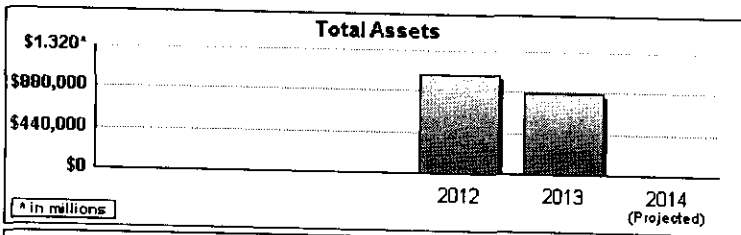
2013

Name

Atlantic Fabrication & Design, LLC

Employer Identification Number
20-8790629

| | 2012 | 2013 | 2014 Projected |
|--|------------------|------------------|----------------|
| Ordinary business income (loss) | | | |
| Total rental income (loss) | 206,212 | -77,922 | -77,922 |
| Interest, dividends and royalties | | | |
| Total capital gain (loss) | | | |
| Section 1231 gain (loss) | | | |
| Other income (loss) | | | |
| Section 179 deduction | | | |
| Charitable contributions | 175,000 | | |
| Other deductions | 1,110 | 250 | 250 |
| Total foreign taxes | | | |
| S Corporation taxable income (loss) | 30,102 | -78,172 | -78,172 |
| Total assets | | | |
| Total liabilities | 1,061,984 | 872,623 | |
| Net equity | 1,031,899 | 1,088,924 | |
| S Corporation book income (loss) | 30,085 | -216,301 | |
| Accumulated adjustments account | 198,173 | -128,413 | |
| Retained earnings unappropriated | 30,085 | -77,986 | |
| Distributions from S Corporation earnings | | -138,315 | |
| Dividend distributions | | 168,400 | |



Federal Statements

Form 1120S, Page 1, Line 1a - Gross Receipts or Sales

| <u>Description</u> | <u>Amount</u> |
|--------------------|---------------|
| Gross Receipts | \$ 4,557,874 |
| Total | \$ 4,557,874 |

Form 1120S, Page 1, Line 12 - Taxes and Licenses

| <u>Description</u> | <u>Amount</u> |
|--------------------|---------------|
| Licenses | \$ 1,636 |
| Property Tax | 1,807 |
| STATE Tax | |
| Other Taxes | |
| Total | \$ 3,443 |

Form 1120S, Page 1, Line 13 - Interest

| <u>Description</u> | <u>Amount</u> |
|--------------------|---------------|
| Interest Expense | \$ 15,091 |
| Total | \$ 15,091 |

Form 1120S, Page 3, Schedule K, Line 16c - Nondeductible Expenses

| <u>Description</u> | <u>Amount</u> |
|----------------------------|---------------|
| Page 1 Meals/Entertainment | \$ -186 |
| Total | \$ -186 |

Form 1120S, Page 4, Schedule L, Line 7 - Loans to Shareholders

| <u>Description</u> | <u>Beginning of Year</u> | <u>End of Year</u> |
|-----------------------|--------------------------|--------------------|
| Loans To Shareholders | \$ 198,965 | \$ 198,965 |
| Total | \$ 198,965 | \$ 198,965 |

Form 1120S, Page 4, Schedule L, Line 17 - Mortgages, Notes, Bonds Payable in Less Than One Year

| <u>Description</u> | <u>Beginning of Year</u> | <u>End of Year</u> |
|------------------------------|--------------------------|--------------------|
| Mort., Note, Less Than 1 Yr. | \$ 84,400 | \$ 151,518 |
| Total | \$ 84,400 | \$ 151,518 |

Form 1120S, Page 4, Schedule L, Line 20 - Mortgages, Notes, Bonds Payable in One Year or More

| <u>Description</u> | <u>Beginning of Year</u> | <u>End of Year</u> |
|-----------------------|------------------------------|------------------------|
| Long-Term Liabilities | \$ 947,499 | \$ 937,406 |
| Total | \$ 947,499 | \$ 937,406 |

20-8790629

Federal Statements

FYE: 12/31/2013

Form 1125-A, Line 3 - Cost of Labor

| <u>Description</u> | <u>Amount</u> |
|--------------------|---------------|
| Cost of Labor | \$ 1,740,525 |
| Total | \$ 1,740,525 |