

W.C. and A.N. Miller Companies  
Balance Sheet  
May 31, 2012

	Current Month	Prior Month
ASSETS		
Current Assets		
Cash and Cash Equivalents	\$ 2,645,101.40	\$ 2,422,707.11
Accounts Receivable	875,294.20	752,344.66
Straightline Rent	2,981,801.42	2,981,801.42
Miscellaneous Receivables	150,075.99	67,139.58
Provision for Loss	0.00	0.00
Other Receivables	964,004.79	966,021.57
Inventory	37,318.04	37,318.04
Prepaid Expenses	103,977.94	118,534.59
Total Current Assets	<u>7,757,573.78</u>	<u>7,345,866.97</u>
Fixed Assets		
Land	6,310,994.50	6,310,994.50
HLP, II Land	538,905.48	538,905.48
Buildings	49,269,183.07	49,269,183.07
Property and Equipment	262,215.66	262,215.66
Capital Improvements - Opt	28,883.00	28,883.00
Improvements	12,869,228.10	12,748,830.39
Less: Accumulated Depreciation	<u>20,884,389.31</u>	<u>20,737,539.11</u>
Net Fixed Assets	<u>48,395,020.50</u>	<u>48,421,472.99</u>
Other Assets		
Deferred Leasing Commissions,	1,650,188.33	1,628,065.11
Deferred Finance Charges, net	641,216.11	641,216.11
Deposit	17,630.05	17,630.05
Deferred Taxes	7,241,222.00	7,241,222.00
Real Estate Tax Escrow	<u>241,851.91</u>	<u>186,231.78</u>
Total Other Assets	<u>9,792,108.40</u>	<u>9,714,365.05</u>
TOTAL ASSETS	<u>\$ 65,944,702.68</u>	<u>\$ 65,481,705.01</u>

W.C. and A.N. Miller Companies  
Balance Sheet  
May 31, 2012

	Current Month	Prior Month
<b>LIABILITIES AND STOCKHOLDERS' DEFICIT</b>		
Current Liabilities		
Accounts Payable	\$ 38,458.52	\$ 48,874.22
Accrued Income Taxes	0.00	0.00
Accrued Expenses	1,284,248.94	1,060,118.10
Security Deposits	400,384.49	388,676.49
Prepaid RE Income	76,863.67	76,863.67
Prepaid Rent Income	794,730.26	732,164.35
Total Current Liabilities	<u>2,594,685.88</u>	<u>2,306,696.83</u>
Long-Term Liabilities		
Notes Payable (1)	87,515,865.67	87,627,706.45
Guaranty Reserve	0.00	0.00
Total Long-Term Liabilities	<u>87,515,865.67</u>	<u>87,627,706.45</u>
Total Liabilities	<u>90,110,551.55</u>	<u>89,934,403.28</u>
Minority Interest (2)	<u>(6,299,423.96)</u>	<u>(6,299,423.96)</u>
Total Minority Interest	<u>(6,299,423.96)</u>	<u>(6,299,423.96)</u>
Stockholders' Deficit		
Common Stock	800,200.00	800,200.00
Dividend	0.00	0.00
Retained Earnings (Deficit)	<u>(18,666,624.91)</u>	<u>(18,953,474.31)</u>
Total Stockholders' Deficit	<u>(17,866,424.91)</u>	<u>(18,153,274.31)</u>
TOTAL LIABILITIES & STOCKHOLDERS' DEFICI	<u>\$ 65,944,702.68</u>	<u>\$ 65,481,705.01</u>

1. Notes Payable of 8,250,229.96 is offset by a Notes Receivable of 825,023 which is the cash of the 8,250,229.96 from Haymount Limited Partnership to W.C. and A.N. Miller Development Company.

2. W.C. and A.N. Miller Development Company owns 85% of Haymount Limited Partnership.

W.C. and A.N. Miller Companies  
Long Term Debt  
May 31, 2012

		Current Month		Budget	Prior Month
N/P MetLife	\$	25,696,932.73	\$	25,696,932.72	25,747,357.01
Key Bank Loan		17,346,441.71		17,346,441.71	17,367,389.14
N/P - TIAA Loan		21,686,111.22		21,686,111.22	21,707,203.84
N/P - Haymount Mezz		8,250,229.83		8,250,229.83	8,250,229.83
N/P - Cardinal Loan - SVR		14,536,150.18		14,536,139.33	14,555,526.63
Total Long Term Debt	\$	87,515,865.67	\$	87,515,854.81	87,627,706.45

Notes Repayment Schedule

1. MetLife - 1/1/2013
2. Key Bank Loan - 6/30/2021
3. TIAA - 10/1/2018
4. Cardinal Bank - 8/14/2021

W.C. and A.N. Miller Development Company

Income Statement

for the period ending May 31, 2012

	Current Month Actual	Current Month Budget	Current Month Variance	Current Month Prior Year	Year to Date Actual	Year to Date Budget	Year to Date Variance	Year to Date Prior Year
Rental Activities								
Rent Income	\$ 1,428,564.47	1,283,723.00	144,841.47	1,142,703.00	9,598,878.78	9,958,907.00	(360,028.22)	8,967,185.52
Rent Expenses	(321,307.95)	(339,601.00)	18,293.05	(351,134.04)	(2,596,166.06)	(2,865,903.00)	269,736.94	(2,791,991.13)
Real Estate Taxes	(109,828.05)	(101,240.00)	(8,588.05)	(102,256.96)	(878,613.76)	(809,920.00)	(68,693.76)	(809,919.71)
Depreciation	(163,614.70)	(167,301.00)	3,686.30	(167,554.02)	(1,308,917.46)	(1,338,408.00)	29,490.54	(1,340,646.94)
Debt Service-Interest	(418,903.91)	(417,261.00)	(1,642.91)	(439,353.91)	(3,359,456.88)	(3,359,955.00)	498.12	(3,519,543.46)
Net Rental Income	414,909.86	258,320.00	156,589.86	82,404.07	1,455,724.62	1,584,721.00	(128,996.38)	505,084.28
Revenues								
Total Revenues	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Cost of Sales	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
COGS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Corporate Gross Profit	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Gross Profit	414,909.86	258,320.00	156,589.86	82,404.07	1,455,724.62	1,584,721.00	(128,996.38)	505,084.28
Operating Expenses								
Auto Expenses	552.92	200.00	352.92	0.00	844.72	1,600.00	(755.28)	1,371.30
Bank Charges	0.00	50.00	(50.00)	49.73	74.83	400.00	(325.17)	161.80
Computer Supplies	89.90	0.00	89.90	0.00	1,978.76	3,000.00	(1,021.24)	0.00
Computer Consultant	800.00	800.00	0.00	1,200.00	9,712.50	6,400.00	3,312.50	11,496.97
Office Administration	7,000.00	7,000.00	0.00	6,000.00	66,000.00	66,000.00	0.00	58,000.00
Dues and Subscriptions	109.00	0.00	109.00	0.00	109.00	0.00	109.00	0.00
Equipment Rental	543.93	400.00	143.93	695.69	4,644.99	3,430.00	1,214.99	5,999.84
General Insurance	0.00	0.00	0.00	0.00	23,360.00	24,453.00	(1,093.00)	24,220.00
Legal - General	17,028.10	5,000.00	12,028.10	0.00	36,937.59	40,000.00	(3,062.41)	8,824.91
Legal - Loans/lenders	0.00	0.00	0.00	0.00	0.00	0.00	0.00	3,839.06
Legal - Haymount	10,428.36	100,000.00	(89,571.64)	19,456.68	212,525.53	350,000.00	(137,474.47)	135,419.74
Health Insurance	1,650.00	1,650.00	0.00	1,498.00	12,592.00	12,744.00	(152.00)	11,476.00



Management Meals	96.32	200.00	(103.68)	196.53	4,060.45	1,600.00	2,460.45	1,083.69
Annual Shareholder Meeting	365.00	0.00	365.00	2,616.71	10,404.65	10,000.00	404.65	2,616.71
Office Supplies	3,551.66	500.00	3,051.66	131.10	8,257.72	4,000.00	4,257.72	3,457.53
Other Taxes and Licenses	35,967.38	300.00	35,667.38	0.00	47,212.56	10,600.00	36,612.56	46,271.92
Payroll Taxes	2,155.50	625.00	1,530.50	459.00	14,556.00	5,000.00	9,556.00	5,640.50
Postage	484.14	350.00	134.14	300.09	3,409.89	2,800.00	609.89	2,856.89
Public Relations	1,650.00	0.00	1,650.00	0.00	6,922.68	0.00	6,922.68	0.00
Accounting	575.00	1,500.00	(925.00)	125.00	4,593.38	12,000.00	(7,406.62)	20,481.98
Review/Tax Returns/Fin St.	0.00	0.00	0.00	0.00	48,152.63	50,000.00	(1,847.37)	45,000.00
Internal Control Review	0.00	0.00	0.00	0.00	4,315.00	5,500.00	(1,185.00)	5,240.00
Promotion and Entertainment	0.00	0.00	0.00	0.00	1,529.99	0.00	1,529.99	541.65
Charitable Contribution	0.00	0.00	0.00	0.00	500.00	1,500.00	(1,000.00)	0.00
Rent	6,831.27	6,900.00	(68.73)	6,204.96	55,123.15	55,200.00	(76.85)	49,639.68
Springvale Meadows Expenses	555.81	0.00	555.81	0.00	32,288.91	21,000.00	11,288.91	0.00
Executive Compensation	21,000.00	21,000.00	0.00	39,000.00	168,000.00	168,000.00	0.00	144,000.00
Executive Bonus	0.00	0.00	0.00	0.00	40,000.00	0.00	40,000.00	0.00
Executive Comp Comm Fees	0.00	0.00	0.00	0.00	0.00	0.00	0.00	8,370.00
Storage	0.00	0.00	0.00	0.00	0.00	0.00	0.00	2,240.00
Telephone	237.36	350.00	(112.64)	231.02	2,839.92	2,800.00	39.92	2,420.69
Management Travel	2,037.21	2,500.00	(462.79)	1,591.72	16,895.42	20,000.00	(3,104.58)	13,877.98
Payroll Processing Fees	338.34	225.00	113.34	303.18	2,112.24	1,800.00	312.24	1,463.36
Board of Directors Fees	13,500.00	11,000.00	2,500.00	8,500.00	108,000.00	105,500.00	2,500.00	71,500.00
RE Tax Expense	0.00	0.00	0.00	0.00	2,644.18	2,700.00	(55.82)	2,455.99
Board Travel and Meals	716.91	0.00	716.91	5,035.16	29,961.37	21,000.00	8,961.37	18,652.31
Total Operating Expenses	128,264.11	160,550.00	(32,285.89)	93,594.57	980,560.06	1,009,027.00	(28,466.94)	708,620.50
Net Operating Income	286,645.75	97,770.00	188,875.75	(11,190.50)	475,164.56	575,694.00	(100,529.44)	(203,536.22)
Other Income and Expenses								
Miscellaneous Income	0.00	0.00	0.00	0.00	0.00	0.00	0.00	51,500.00
Interest Income	203.65	1,200.00	(996.35)	464.34	3,761.78	9,600.00	(5,838.22)	3,756.00
Debt Service (Interest) Other	0.00	0.00	0.00	(3,176.44)	0.00	0.00	0.00	(25,411.52)
Pr Yr Adj - 2007 Pay Tax Liab	0.00	0.00	0.00	0.00	(13,878.85)	0.00	(13,878.85)	0.00
Total Other Income and Expenses	203.65	1,200.00	(996.35)	(2,712.10)	(10,117.07)	9,600.00	(19,717.07)	29,844.48
Net Income	\$ 286,849.40	98,970.00	187,879.40	(13,902.60)	465,047.49	585,294.00	(120,246.51)	(173,691.74)

W.C. and A.N. MILLER COMPANIES  
STATEMENT OF CASH FLOW  
For the Month Ended May 31, 2012

	Current Month	Year to Date
Cash Flows for Operating Activities:		
Net Income	286,849	465,444
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities		
Dividend	-	(200,000)
Depreciation and amortization	158,415	1,303,716
Loss on disposition of fixed assets		-
Income allocated to minority interest		(308)
Accounts receivable	(205,886)	(199,418)
Other receivables	2,017	(21,865)
Inventory		-
Deferred income taxes		-
Prepaid expenses	14,557	316,792
Current maturities of long term debt		-
Accounts payable	(10,416)	(387,720)
Accrued income taxes		-
Accrued expenses	224,131	425,595
Security deposits	11,708	30,122
Prepaid Real Estate Tax Income		-
Prepaid rent income	62,566	201,890
Total Adjustments	257,091	1,468,803
Net Cash Provided by (Used for) Operating Activities	543,941	1,934,248
Cash Flow for Investing Activities:		
Acquisition of fixed assets	(120,398)	(637,505)
Acquisition of deferred financing charges	(33,688)	(314,840)
Acquisition of real estate tax escrow	(55,620)	(27,596)
Acquisition of water escrow	-	-
Disposition of guaranty reserve	-	-
Disposition of deposit	-	-
Net Cash Used for Investing Activities	(209,706)	(979,941)
Cash Flow for Financing Activities:		
Disposition of long term debt	(111,841)	(872,852)
Acquisition of long term debt	-	-
Net Cash Used for Financing Activities	(111,841)	(872,852)
Net Increase (Decrease) in Cash and Cash Equivalents	222,394	81,458
Cash and cash equivalents, Beginning of Period	2,422,707	2,563,645
CASH AND CASH EQUIVALENTS, END OF YEAR	2,645,101	2,645,101

W.C. and A.N. Miller Development Company  
2011/2012 Cash Flow Statement  
Summary

	May 2012 Month Actual	May 2012 Month Budget	May 2012 Variance	May 2011 Prior Year	Total Actual Year to Date	Total Budget Year to Date	Total Variance	Total Prior Year to Date
<b>Rental Activities</b>								
Rent Income	\$ 1,428,564.47	\$ 1,283,723.00	\$ 144,841.47	\$ 1,142,703.00	\$ 9,598,878.78	\$ 9,958,907.00	\$ (360,028.22)	\$ 8,967,185.52
Rent Expenses	\$ (321,307.95)	\$ (339,601.00)	\$ 18,293.05	\$ (351,134.04)	\$ (2,596,166.06)	\$ (2,865,903.00)	\$ 269,736.94	\$ (2,791,991.13)
Rent Expenses	\$ (109,828.05)	\$ (101,240.00)	\$ (8,588.05)	\$ (102,256.96)	\$ (878,613.76)	\$ (809,920.00)	\$ (68,693.76)	\$ (809,919.71)
Real Estate Taxes	\$ (163,614.70)	\$ (167,301.00)	\$ 3,686.30	\$ (167,554.02)	\$ (1,308,917.46)	\$ (1,338,408.00)	\$ 29,490.54	\$ (1,340,646.94)
Amortization/Depreciation	\$ (418,903.91)	\$ (417,261.00)	\$ (1,642.91)	\$ (439,353.91)	\$ (3,359,456.88)	\$ (3,359,955.00)	\$ 498.12	\$ (3,519,543.46)
Debt Service - Interest	\$ 414,909.86	\$ 258,320.00	\$ 156,589.86	\$ 82,404.07	\$ 1,455,724.62	\$ 1,584,721.00	\$ (128,996.38)	\$ 505,084.28
<b>Net Rental Income</b>	\$ 127,708.30	\$ 160,550.00	\$ (32,841.70)	\$ 93,594.57	\$ 948,448.44	\$ 988,027.00	\$ (39,578.56)	\$ 707,413.50
<b>Total Operating Expenses</b>	\$ 287,405.21	\$ 98,970.00	\$ 188,435.21	\$ (13,902.60)	\$ 497,159.11	\$ 606,294.00	\$ (109,134.89)	\$ (172,484.74)
<b>Net Income</b>	\$ 46,829.86	\$ 47,603.00	\$ (773.14)	\$ (107,138.49)	\$ 657,149.96	\$ 212,844.00	\$ 444,305.96	\$ 1,169,800.39
<b>Total Adjustments to Reconcile to Cash</b>	\$ 334,235.07	\$ 146,573.00	\$ 187,662.07	\$ (121,041.09)	\$ 1,154,309.07	\$ 819,138.00	\$ 335,171.07	\$ 997,315.65
<b>Net Cash provided from Operations</b>	\$ (111,840.78)	\$ (111,843.35)	\$ 2.57	\$ (110,458.36)	\$ (872,852.30)	\$ (871,290.16)	\$ (1,562.14)	\$ (861,988.23)
<b>Increase or (Decrease) in Long Term Debt</b>								
<b>Net Increase (Decrease) in Cash (FREE CASH FLOW)</b>	\$ 222,394.29	\$ 34,729.65	\$ 187,664.64	\$ (231,499.45)	\$ 281,456.77	\$ (52,152.16)	\$ 333,608.93	\$ 135,327.42
<b>Shareholder Dividend</b>	\$ -	\$ -	\$ -	\$ -	\$ (200,000.00)	\$ -	\$ -	\$ (150,000.00)
<b>Cash Balance at Beginning of Period</b>	\$ 2,422,707.11	\$ 2,510,986.28	\$ (88,279.17)	\$ 1,762,831.53	\$ 2,563,644.63	\$ 2,597,868.09	\$ (34,223.46)	\$ 1,557,845.66
<b>Increase (Decrease) in cash during period</b>	\$ 222,394.29	\$ 34,729.65	\$ 187,664.64	\$ (231,499.45)	\$ 81,456.77	\$ (52,152.16)	\$ 133,608.93	\$ (14,672.58)
<b>Cash at End of Period</b>	\$ 2,645,101.40	\$ 2,545,715.93	\$ 99,385.47	\$ 1,531,332.08	\$ 2,645,101.40	\$ 2,545,715.93	\$ 99,385.47	\$ 1,543,173.08

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W.C. and A.N. Miller Development Company  
2011/2012 Cash Flow Statement  
**Comparison**

	May 2012 Month Actual	May 2012 Month Budget	May 2012 Variance	May 2011 Prior Year	Total Actual Year to Date	Total Budget Year to Date	Total Variance	Total
<b>Rental Activities</b>								
Rent Income	\$ 1,428,564.47	\$ 1,283,723.00	\$ 144,841.47	\$ 1,142,703.00	9,598,878.78	9,958,907.00	(360,028.22)	8,967,185.52
Rent Expenses	\$ (321,307.95)	\$ (339,601.00)	\$ 18,293.05	\$ (351,134.04)	(2,596,166.06)	(2,865,903.00)	269,736.94	(2,791,991.13)
Real Estate Taxes	\$ (109,828.05)	\$ (101,240.00)	\$ (8,588.05)	\$ (102,256.96)	(878,613.76)	(809,920.00)	(68,693.76)	(809,919.71)
Amortization/Depreciation	\$ (163,614.70)	\$ (167,301.00)	\$ 3,686.30	\$ (167,554.02)	(1,308,917.46)	(1,338,408.00)	29,490.54	(1,340,646.94)
Debt Service - Interest	\$ (418,903.91)	\$ (417,261.00)	\$ (1,642.91)	\$ (439,353.91)	(3,359,456.88)	(3,359,955.00)	498.12	(3,519,543.46)
<b>Net Rental Income</b>	\$ 414,909.86	\$ 258,320.00	\$ 156,589.86	\$ 82,404.07	\$ 1,455,724.62	\$ 1,584,721.00	\$ (128,996.38)	\$ 505,084.28
<b>Revenues</b>								
Sales(Lots and Homes)								
Cost of Sales	\$ 414,909.86	\$ 258,320.00	\$ 156,589.86	\$ 82,404.07	\$ 1,455,724.62	\$ 1,584,721.00	\$ (128,996.38)	\$ 505,084.28
<b>Gross Profit</b>								
<b>Operating Expenses</b>								
Auto Expenses	\$ 552.92	\$ 200.00	\$ 352.92	\$ -	844.72	1,600.00	(755.28)	1,371.30
Bank Charges	\$ -	\$ 50.00	\$ (50.00)	\$ 49.73	74.83	400.00	(325.17)	161.80
Computer Consultant	\$ 800.00	\$ 800.00	\$ -	\$ 1,200.00	9,712.50	6,400.00	3,312.50	11,496.97
Computer Supplies	\$ 89.90	\$ -	\$ 89.90	\$ -	1,978.76	3,000.00	(1,021.24)	0.00
Executive Compensation	\$ 21,000.00	\$ 21,000.00	\$ -	\$ 39,000.00	168,000.00	168,000.00	0.00	144,000.00
Executive Bonus	\$ -	\$ -	\$ -	\$ -	40,000.00	-	40,000.00	0.00
Office Administration	\$ 7,000.00	\$ 7,000.00	\$ -	\$ 6,000.00	66,000.00	66,000.00	0.00	58,000.00
Payroll Burden	\$ 2,155.50	\$ 625.00	\$ 1,530.50	\$ 459.00	14,556.00	5,000.00	9,556.00	5,640.50
Equipment Rental	\$ 543.93	\$ 400.00	\$ 143.93	\$ 695.69	4,644.99	3,430.00	1,214.99	5,999.84
General Insurance	\$ -	\$ -	\$ -	\$ -	23,360.00	24,453.00	(1,093.00)	23,013.00
Legal - General	\$ 17,028.10	\$ 5,000.00	\$ 12,028.10	\$ -	36,937.59	40,000.00	(3,062.41)	8,824.91
Legal - Loans/Lenders	\$ -	\$ -	\$ -	\$ -	-	-	0.00	3,839.06
Legal - Haymount	\$ 10,428.36	\$ 100,000.00	\$ (89,571.64)	\$ 19,456.68	212,525.53	350,000.00	(137,474.47)	135,419.74
Leasing Commission - Corp	\$ -	\$ -	\$ -	\$ -	-	-	0.00	0.00
Health Insurance	\$ 1,650.00	\$ 1,650.00	\$ -	\$ 1,498.00	12,592.00	12,744.00	(152.00)	11,476.00
Management Meals	\$ 96.32	\$ 200.00	\$ (103.68)	\$ 196.53	4,060.45	1,600.00	2,460.45	1,083.69
Offices Supplies	\$ 3,551.66	\$ 500.00	\$ 3,051.66	\$ 131.10	8,257.72	4,000.00	4,257.72	3,457.53
Dues & Subscriptions	\$ 109.00	\$ -	\$ 109.00	\$ -	109.00	0.00	109.00	0.00
Other Taxes and Licenses	\$ 35,967.38	\$ 300.00	\$ 35,667.38	\$ -	47,212.56	10,600.00	36,612.56	46,271.92



W.C. and A.N. Miller Development Company  
2011/2012 Cash Flow Statement  
**Comparison**

	May 2012 Month Actual	May 2012 Month Budget	May 2012 Variance	May 2011 Prior Year	Total Actual Year to Date	Total Budget Year to Date	Total Variance	Total
Other Real Estate Taxes	\$ -	\$ -	\$ -		2,644.18	2,700.00	(55.82)	2,455.99
Postage	\$ 484.14	\$ 350.00	\$ 134.14	\$ 300.09	3,409.89	2,800.00	609.89	2,856.89
Public Relations	\$ 1,650.00	\$ -	\$ 1,650.00	\$ -	6,922.68	-	6,922.68	-
Accounting	\$ 575.00	\$ 1,500.00	\$ (925.00)	\$ 125.00	4,593.38	12,000.00	(7,406.62)	20,481.98
Promotion & Entertainment	\$ -	\$ -	\$ -		1,529.99	-	1,529.99	541.65
Internal Control Audit/Review	\$ -	\$ -	\$ -		4,315.00	5,500.00	(1,185.00)	5,240.00
Audit and Tax Returns	\$ -	\$ -	\$ -		48,152.63	50,000.00	(1,847.37)	45,000.00
Rent	\$ 6,831.27	\$ 6,900.00	\$ (68.73)	\$ 6,204.96	55,123.15	55,200.00	(76.85)	49,639.68
Telephone	\$ 237.36	\$ 350.00	\$ (112.64)	\$ 231.02	3,017.21	2,800.00	217.21	2,420.69
Management Travel	\$ 2,037.21	\$ 2,500.00	\$ (462.79)	\$ 1,591.72	16,895.42	20,000.00	(3,104.58)	13,877.98
Payroll Processing Fees	\$ 338.34	\$ 225.00	\$ 113.34	\$ 303.18	2,112.24	1,800.00	312.24	1,463.36
Board of Directors Fees	\$ 13,500.00	\$ 11,000.00	\$ 2,500.00	\$ 8,500.00	108,000.00	105,500.00	2,500.00	71,500.00
Shareholders Annual Meeting + 100 Yr Party	\$ 365.00	\$ -	\$ 365.00	\$ 2,616.71	10,404.65	10,000.00	404.65	2,616.71
Board Travel and Meals	\$ 716.91	\$ -	\$ 716.91	\$ 5,035.16	29,961.37	21,000.00	8,961.37	18,652.31
Executive Compensation Committee Fee's	\$ -	\$ -	\$ -		-	-	-	8,370.00
Dead Storage	\$ -	\$ -	\$ -		-	-	-	2,240.00
Charitable Contributions	\$ -	\$ -	\$ -		500.00	1,500.00	(1,000.00)	-
Burke & Herbert Prepayment Penalty	\$ -	\$ -	\$ -		-	-	-	-
<b>Total Operating Expenses</b>	\$ 127,708.30	\$ 160,550.00	\$ (32,841.70)	\$ 93,594.57	\$ 948,448.44	\$ 988,027.00	\$ (39,578.56)	\$ 707,413.50
<b>Net Operating Income</b>	\$ 287,201.56	\$ 97,770.00	\$ 189,431.56	\$ (11,190.50)	\$ 507,276.18	\$ 596,694.00	\$ (89,417.82)	\$ (202,329.22)
Other Income and Expenses								
Miscellaneous Income				-	-	-	-	\$ 51,500.00
Unamortized Loan Fee's					-	-	-	-
Washington Securities Interest					-	-	-	-
Subordinated Debentures					-	-	-	(25,411.52)
Pr Yr Adj - 2007 Pay Tax Liab					(13,878.85)	-	(13,878.85)	-
Interest Income	\$ 203.65	\$ 1,200.00	\$ (996.35)	\$ 464.34	\$ 3,761.78	\$ 9,600.00	\$ (5,838.22)	\$ 3,756.00
<b>Total Other Income and Expenses</b>	\$ 203.65	\$ 1,200.00	\$ (996.35)	\$ (2,712.10)	\$ (10,117.07)	\$ 9,600.00	\$ (19,717.07)	\$ 29,844.48
<b>Net Income</b>	\$ 287,405.21	\$ 98,970.00	\$ 188,435.21	\$ (13,902.60)	\$ 497,159.11	\$ 606,294.00	\$ (109,134.89)	\$ (172,484.74)

W.C. and A.N. Miller Development Company  
2011/2012 Cash Flow Statement  
**Comparison**

	May 2012 Month Actual	May 2012 Month Budget	May 2012 Variance	May 2011 Prior Year	Total Actual Year to Date	Total Budget Year to Date	Total Variance	Total Prior Year to Date
<b>Net Income (Less revenues on Lots)</b>	\$ 287,405.21	\$ 98,970.00	\$ 188,435.21	\$ (13,902.60)	\$ 497,159.11	\$ 606,294.00	\$ (109,134.89)	\$ (172,484.74)
<b>Adjustments to reconcile net income to net cash provided by Operations</b>								
Amortization/Depreciation	\$ 158,414.70	\$ 167,301.00	\$ (8,886.30)	\$ 167,476.30	\$ 1,303,717.46	\$ 1,338,408.00	\$ (34,690.54)	\$ 1,340,413.48
Accounts receivable	\$ (205,885.95)	\$ -	\$ (205,885.95)	\$ 28,337.00	\$ (199,418.65)	\$ -	\$ (199,418.65)	\$ 486,390.52
Required Building Improvements	\$ -	\$ (69,129.00)	\$ 69,129.00	\$ (415.00)	\$ (347,308.05)	\$ (552,225.00)	\$ 204,916.95	\$ (52,165.35)
Optional Building Improvements	\$ -	\$ (20,000.00)	\$ 20,000.00	\$ -	\$ -	\$ (112,662.00)	\$ 112,662.00	\$ -
Tenant Improvements	\$ (120,397.71)	\$ (64,899.00)	\$ (55,498.71)	\$ (43,035.51)	\$ (290,197.84)	\$ (503,715.00)	\$ 213,517.16	\$ (283,040.58)
Leasing Commission	\$ (33,687.72)	\$ (997.00)	\$ (32,690.72)	\$ (32,987.00)	\$ (314,840.22)	\$ (216,564.00)	\$ (98,276.22)	\$ (324,764.39)
Notes Receivable	\$ 2,016.78	\$ 1,807.00	\$ 209.78	\$ 1,665.00	\$ (21,865.09)	\$ 14,087.00	\$ (35,952.09)	\$ 39,705.88
Real Estate Tax Escrows	\$ (55,620.13)	\$ (62,872.00)	\$ 7,251.87	\$ (62,869.00)	\$ (27,594.45)	\$ (68,486.00)	\$ 40,891.55	\$ (342,278.31)
Accrued Real Estate Taxes	\$ 72,785.83	\$ 101,240.00	\$ (28,454.17)	\$ 99,433.96	\$ 249,148.31	\$ 809,920.00	\$ (560,771.69)	\$ 758,570.32
Real-estate Tax Payments	\$ -	\$ -	\$ -	\$ -	\$ (103,576.65)	\$ (436,135.00)	\$ 332,558.35	\$ (158,977.85)
Accrued Expenses	\$ 151,345.01	\$ -	\$ 151,345.01	\$ (77,235.90)	\$ 280,022.91	\$ -	\$ 280,022.91	\$ (106,580.28)
2007 Payroll tax payments	\$ -	\$ (11,000.00)	\$ 11,000.00	\$ (11,000.00)	\$ (383,493.41)	\$ (88,000.00)	\$ (295,493.41)	\$ (88,000.00)
Springvale Meadows Expense	\$ (555.81)	\$ -	\$ (555.81)	\$ -	\$ (31,714.41)	\$ (21,000.00)	\$ (10,714.41)	\$ -
Minority Interest	\$ -	\$ -	\$ -	\$ (3,434.00)	\$ (306.96)	\$ -	\$ (306.96)	\$ (24,155.96)
Prepaid Expenses	\$ 39,258.07	\$ -	\$ 39,258.07	\$ 1,667.26	\$ 312,354.77	\$ -	\$ 312,354.77	\$ 96,396.87
Prepaid Insurance	\$ (24,701.42)	\$ 6,152.00	\$ (30,853.42)	\$ 165.40	\$ 15,435.85	\$ 49,216.00	\$ (33,780.15)	\$ 50,204.67
Accounts Payable	\$ (10,415.70)	\$ -	\$ (10,415.70)	\$ (44,817.00)	\$ (15,225.85)	\$ -	\$ (15,225.85)	\$ 3,864.85
Security Deposits	\$ 11,708.00	\$ -	\$ 11,708.00	\$ (2,623.00)	\$ 30,121.28	\$ -	\$ 30,121.28	\$ 15,535.00
Prepaid RE Tax Income	\$ -	\$ -	\$ -	\$ (10,703.00)	\$ -	\$ -	\$ -	\$ (35,441.86)
Prepaid Rent Income	\$ 62,565.91	\$ -	\$ 62,565.91	\$ (116,764.00)	\$ 201,890.96	\$ -	\$ 201,890.96	\$ (205,876.62)
Cost of Sale Sunshine Brooke LLC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Washington Securities Receivable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Write off Burke & Herbert Loan Fee's	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Closing cost Cardinal Bank Loan	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued Interest Payment to Washington Securities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total Adjustments</b>	\$ 46,829.86	\$ 47,603.00	\$ (773.14)	\$ (107,138.49)	\$ 657,149.96	\$ 212,844.00	\$ 444,305.96	\$ 1,169,800.39

W.C. and A.N. Miller Development Company  
2011/2012 Cash Flow Statement  
**Comparison**

	May 2012 Month Actual	May 2012 Month Budget	May 2012 Variance	May 2011 Prior Year	Total Actual Year to Date	Budget Year to Date	Total Variance	Total Prior Year to Date
Net Cash provided from Operations	\$ 334,235.07	\$ 146,573.00	\$ 187,662.07	\$ (121,041.09)	\$ 1,154,309.07	\$ 819,138.00	\$ 335,171.07	\$ 997,315.65
Increase or (Decrease) in Long Term Debt	\$ (111,840.78)	\$ (111,843.35)	\$ 2.57	\$ (110,458.36)	\$ (872,852.30)	\$ (871,290.16)	\$ (1,562.14)	\$ (861,988.23)
Net Increase (Decrease) in Cash (FREE CASH FLOW)	\$ 222,394.29	\$ 34,729.65	\$ 187,664.64	\$ (231,499.45)	\$ 281,456.77	\$ (52,152.16)	\$ 333,608.93	\$ 135,327.42
Shareholder Dividend	\$ -		\$ -		\$ (200,000.00)		\$ -	\$ (150,000.00)
Cash Balance at Beginning of Period	\$ 2,422,707.11	\$ 2,510,986.28	\$ (88,279.17)	\$ 1,762,831.53	\$ 2,563,644.63	\$ 2,597,868.09	\$ 2,597,868.09	\$ 1,557,845.66
Increase (Decrease) in cash during period	\$ 222,394.29	\$ 34,729.65	\$ 187,664.64	\$ (231,499.45)	\$ 81,456.77	\$ (52,152.16)	\$ 133,608.93	\$ (14,672.58)
Cash at End of Period	\$ 2,645,101.40	\$ 2,545,715.93	\$ 99,385.47	\$ 1,531,332.08	\$ 2,645,101.40	\$ 2,545,715.93	\$ 99,385.47	\$ 1,543,173.08

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