

Financial Statements

**of
EVER PURE INC
For the Periods Ended December 31, 2011 and 2010**

See Accompanying Accountant's Compilation Report

EVER PURE INC
Balance Sheet
December 31, 2011 and 2010

ASSETS

	As of Dec. 31, 2011	As of Dec. 31, 2010
Current Assets		
Cash in Bank - Checking	\$ 2,206.74	\$ 7,858.77
Wells Fargo - #0658	3,629.68	0.00
Cash in Paypal	683.01	0.00
Inventory	160,287.20	111,292.52
Total Current Assets	\$ 166,806.63	\$ 119,151.29
Fixed Assets		
Other Assets		
Organization Costs	600.00	600.00
Accum Amort - Organiz. Costs	(97.00)	(57.00)
Total Other Assets	503.00	543.00
Total Assets	\$ 167,309.63	\$ 119,694.29

EVER PURE INC
Balance Sheet
December 31, 2011 and 2010

LIABILITIES AND EQUITY

	As of <u>Dec. 31, 2011</u>	As of <u>Dec. 31, 2010</u>
Current Liabilities		
Accounts Payable	\$ 33,777.60	\$ 32,734.94
Credit Card Payable	2,375.57	2,875.09
Accrued Salaries & Wages	18,214.50	9,925.64
Accrued Interest	6,953.52	0.00
Accrued Payroll Taxes	1,326.80	344.00
Sales Taxes Payable	<u>381.00</u>	<u>494.00</u>
Total Current Liabilities	\$ 63,028.99	\$ 46,373.67
Long Term Liabilities		
Loan from Shareholders	<u>90,920.05</u>	<u>48,150.47</u>
Total Long Term Liabilities	90,920.05	48,150.47
Equity		
Capital Stock	30,000.00	30,000.00
Retained Earnings - Unapprop.	(4,829.85)	(5,047.26)
Current Income (Loss)	<u>(11,809.56)</u>	<u>217.41</u>
Total Equity	<u>13,360.59</u>	<u>25,170.15</u>
Total Liabilities & Equity	\$ <u><u>167,309.63</u></u>	\$ <u><u>119,694.29</u></u>

EVER PURE INC
Income Statement
For the Periods Ended December 31, 2011 and 2010

	12 Months Ended Dec. 31, 2011	Pct	12 Months Ended Dec. 31, 2010	Pct
Revenue				
Sales - Products	\$ 149,165.17	101.57	\$ 124,237.58	100.78
Sales Returns & Allowances	(2,301.22)	(1.57)	(961.58)	(0.78)
Total Revenue	146,863.95	100.00	123,276.00	100.00
Cost of Sales				
Beginning Inventory	111,292.52	75.78	77,708.24	63.04
Purchases	116,983.62	79.65	89,848.08	72.88
Freight In	8,566.88	5.83	5,629.95	4.57
Less Ending Inventory	160,287.20	109.14	111,292.52	90.28
Total Cost of Sales	76,555.82	52.13	61,893.75	50.21
Gross Profit	70,308.13	47.87	61,382.25	49.79
Operating Expenses				
Accounting	2,040.00	1.39	2,640.00	2.14
Amortization Expense	40.00	0.03	40.00	0.03
Auto/Truck Expenses	1,675.03	1.14	981.58	0.80
Bank Service Charges	258.74	0.18	45.00	0.04
Credit & Collection Costs	4,000.59	2.72	2,270.44	1.84
Freight Out	9,645.13	6.57	8,071.10	6.55
Interest Expense	7,199.30	4.90	0.00	0.00
Internet & Cable	475.69	0.32	39.99	0.03
Licenses & Permits	0.00	0.00	25.00	0.02
Penalties	105.00	0.07	0.00	0.00
Postage	70.46	0.05	151.11	0.12
Rent - Warehouse	4,777.50	3.25	7,292.50	5.92
Office Expenses	0.00	0.00	59.70	0.05
Supplies - Business	69.43	0.05	0.00	0.00
Supplies - Office	177.62	0.12	167.92	0.14
Salaries & Wages	46,000.00	31.32	35,000.00	28.39
Taxes - Payroll	4,107.00	2.80	3,580.50	2.90
Travel	1,175.86	0.80	0.00	0.00
Total Operating Expenses	81,817.35	55.71	60,364.84	48.97
Operating Income	(11,509.22)	(7.84)	1,017.41	0.83
Other Income	499.66	0.34	0.00	0.00
State Income Tax	800.00	0.54	800.00	0.65
Total Other Income	(300.34)	(0.20)	(800.00)	(0.65)
Net Income (Loss)	\$ (11,809.56)	(8.04)	\$ 217.41	0.18

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