

Registered Agent (A Washington Agent is required if the company is located outside Washington State):

Name: Burkhart & Burkhart, PLLC
Mailing Address: 6 ½ N. 2d Ave., Ste. 200
City/State/Zip: Walla Walla, WA 99362
Phone Number: (509) 529-0630

Name, address and title of each officer or director (attach additional pages if needed)

| <u>Name</u> | <u>Address</u> | <u>Title</u> |
|--------------|--|--------------|
| Erik Corkery | 149 Natoma Street, San Francisco, California 94105 | President |
| Ryan Crowley | 149 Natoma Street, San Francisco, California 94105 | Secretary |
| Chad Abbot | 149 Natoma Street, San Francisco, California 94105 | Treasurer |

Regulatory Contact:

Name: John L. Clark
Mailing Address: 505 Sansome St., 9th Floor, San Francisco, CA 94111
Phone Number: 415-765-8443 Fax Number: 415-398-4321
E-mail: jclark@goodinmacbride.com

Consumer Questions and/or Complaint Contact:

Name: Ryan Crowley
Title: Secretary
Phone Number: 415-902-4165 Fax Number: n.a.
E-mail: rcrowley@modus-corp.com

Emergency Contact:

Name: Ryan Crowley
Title: Secretary
Phone Number: 415-902-4165 Fax Number: n.a.
E-mail: rcrowley@modus-corp.com

Telecommunication services provided (check all that apply) :

- | | |
|---|---|
| <input checked="" type="checkbox"/> Local Exchange Service (including resale) | <input checked="" type="checkbox"/> Data Services |
| <input checked="" type="checkbox"/> Long Distance Service | <input type="checkbox"/> Prepaid Calling Cards |
| <input type="checkbox"/> Operator Services | <input type="checkbox"/> VoIP |
| <input type="checkbox"/> Other, please specify in box below: | <input type="checkbox"/> Wireless |

1:04 PM
09/15/15
Accrual Basis

Modus, Inc.
Balance Sheet
As of August 31, 2015

| | <u>Aug 31, 15</u> |
|--|----------------------------|
| ASSETS | |
| Current Assets | |
| Checking/Savings | |
| WF - Checking | 1,358.73 |
| WF - MMA | 157,791.20 |
| WF - Savings | 22,218.00 |
| Total Checking/Savings | <u>181,367.93</u> |
| Accounts Receivable | |
| Accounts Receivable | 2,276,196.95 |
| Total Accounts Receivable | <u>2,276,196.95</u> |
| Other Current Assets | |
| Inventory Asset | 27,190.00 |
| Payroll Service Customer Asset | -5.56 |
| Total Other Current Assets | <u>27,184.44</u> |
| Total Current Assets | <u>2,484,749.32</u> |
| Fixed Assets | |
| Accumulated Depreciation | -76,156.36 |
| Furniture and Equipment | 60,115.45 |
| Software Expenditure | 49,500.00 |
| Total Fixed Assets | <u>33,459.09</u> |
| Other Assets | |
| Security Deposit | 7,100.00 |
| Total Other Assets | <u>7,100.00</u> |
| TOTAL ASSETS | <u><u>2,525,308.41</u></u> |
| LIABILITIES & EQUITY | |
| Liabilities | |
| Current Liabilities | |
| Accounts Payable | |
| Accounts Payable | 792,362.31 |
| Total Accounts Payable | <u>792,362.31</u> |
| Credit Cards | |
| WF CC Abbott - 4375 | 17.95 |
| WF CC Crowley - 4409 | 31.15 |
| Total Credit Cards | <u>49.10</u> |
| Other Current Liabilities | |
| Direct Deposit Liabilities | 985.27 |
| Flex-Plan - Commuter Benefits | 5,219.00 |
| Pass-Thru FLEX | 135,540.80 |
| Payroll Liabilities | 29,958.99 |
| Total Other Current Liabilities | <u>171,704.06</u> |
| Total Current Liabilities | <u>964,115.47</u> |
| Total Liabilities | 964,115.47 |
| Equity | |
| Common Stock | 623,141.00 |
| Owners Equity - Abbott | -490,000.00 |
| Owners Equity - Corkery | -490,000.00 |
| Owners Equity - Crowley | -490,000.00 |
| Retained Earnings | 989,183.31 |
| Net Income | 1,418,868.63 |
| Total Equity | <u>1,561,192.94</u> |
| TOTAL LIABILITIES & EQUITY | <u><u>2,525,308.41</u></u> |

1:03 PM
09/15/15
Cash Basis

Modus, Inc.
Balance Sheet
As of August 31, 2015

| | <u>Aug 31, 15</u> |
|--|--------------------------|
| ASSETS | |
| Current Assets | |
| Checking/Savings | |
| WF - Checking | 1,358.73 |
| WF - MMA | 157,791.20 |
| WF - Savings | <u>22,218.00</u> |
| Total Checking/Savings | 181,367.93 |
| Accounts Receivable | |
| Accounts Receivable | 112,726.75 |
| Total Accounts Receivable | 112,726.75 |
| Other Current Assets | |
| Inventory Asset | 27,190.00 |
| Payroll Service Customer Asset | <u>-5.56</u> |
| Total Other Current Assets | <u>27,184.44</u> |
| Total Current Assets | 321,279.12 |
| Fixed Assets | |
| Accumulated Depreciation | -76,156.36 |
| Furniture and Equipment | 60,115.45 |
| Software Expenditure | <u>49,500.00</u> |
| Total Fixed Assets | 33,459.09 |
| Other Assets | |
| Security Deposit | <u>7,100.00</u> |
| Total Other Assets | <u>7,100.00</u> |
| TOTAL ASSETS | <u>361,838.21</u> |
| LIABILITIES & EQUITY | |
| Liabilities | |
| Current Liabilities | |
| Accounts Payable | |
| Accounts Payable | <u>-7,483.00</u> |
| Total Accounts Payable | -7,483.00 |
| Credit Cards | |
| WF CC Abbott - 4375 | 17.95 |
| WF CC Crowley - 4409 | <u>31.15</u> |
| Total Credit Cards | 49.10 |
| Other Current Liabilities | |
| Direct Deposit Liabilities | 985.27 |
| Flex-Plan - Commuter Benefits | 5,219.00 |
| Pass-Thru FLEX | 135,540.80 |
| Payroll Liabilities | <u>29,958.99</u> |
| Total Other Current Liabilities | <u>171,704.06</u> |
| Total Current Liabilities | <u>164,270.16</u> |
| Total Liabilities | 164,270.16 |
| Equity | |
| Common Stock | 623,141.00 |
| Owners Equity - Abbott | -490,000.00 |
| Owners Equity - Corkery | -490,000.00 |
| Owners Equity - Crowley | -490,000.00 |
| Retained Earnings | 482,421.68 |
| Net Income | <u>562,005.37</u> |
| Total Equity | <u>197,568.05</u> |
| TOTAL LIABILITIES & EQUITY | <u>361,838.21</u> |