

Wildflower Resort Company
Balance Sheet
As of December 31, 2005
Unaudited

Updated: 08/06/04

December 31, 2005

ASSETS

Current Assets			
Cash		\$127,969	
Prepaid Land Lease Rent		337,500	
Turner - Retainer		0	
Other Receivable		502,787	
		502,787	
Total Current Assets			968,256
Fixed Assets			
Furniture, Fixtures & Equipment		241,658	
Accumulated Depreciation		(92,658)	
		(92,658)	
Total Fixed Assets			149,000
Other Assets			
Wildflower Development			
Turner Corporation - Payments			
Turner Payments - Gensler Fees		\$3,825,967	
Turner Payment - Turner Preconstruction Fees		240,000	
Turner Payment - Turner General Construction Fees		639,079	
		639,079	
Total Turner Corporation - Payments		4,705,046	
Golf Course			
Nicklaus GC - Jack	502,336		
Nicklaus - Sergio GC	196,950		
		196,950	
Total Golf Course		699,285	
Troon Golf Development Service		95,000	
HBC Engineering, Inc.		34,550	
Sublease Assumption - See Note 1		2,750,000	
		2,750,000	
Total Wildflower Development			8,283,881
Deposits			
Deposit - Office			6,800
			6,800
TOTAL ASSETS			\$9,407,937

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LIABILITIES & EQUITY

Liabilities

Current Liabilities

Accounts Payable 3,768,648

Accrued Expenses 147,989

Accrued Interest

Accrued Interest - EPDC - 1.5 net 373,867

Accrued Interest - EPDC - 1.25 net 45,638

Accrued Interest - Turner - net 252,642

Accrued Interest - WDC LLC 404,694

Accrued Interest - Siler 89,250

Total Accrued Interest 1,166,091

Other Current Liabilities

Payroll Liabilities Payable 39,791

WDC LLC Advance 2,831,000

VM - Advance 873,359

S&B M Advance 397,055

Siler - Loan 250,000

GAP Advance 1,847,114

Johnson-McCarthy Bridge Loan 1,150,000

Total Other Current Liabilities 7,388,319

Total Current Liabilities 12,471,048

Long Term Liabilities

Note - EPDC - 1.5 1,500,000

Note - EPDC - 1.25 1,250,000

Note - Ford Credit 42,356

Note - Grand Bank 18,310

Total Long Term Liabilities 2,810,666

Total Liabilities 15,281,714

Equity

Capital Stock

Common Stock (See note 2) 1,475,000

Total Capital Stock 1,475,000

Retained Earnings (5,704,421)

Net Income (1,644,356)

Total Equity (5,873,777)

TOTAL LIABILITIES & EQUITY \$9,407,937

0

Notes to financial statements:

Note 1: 99 year sublease acquisition stated at cost and is not reflective of current FMV

Note 2: Lease payments paid to the City of Grand Prairie to date: \$3,677,500

Note 2: Interest paid to date to EPDC & Turner: \$331,654

Wildflower Resort Company
Income Statements
For The 12 Months Ending December 31, 2005
Unaudited

Updated: 08/06/04

December 31, 2005

Ordinary Income/Expense

Expense		
Advertising		\$0
Promotions		0
Seminars & Training		250
Dues & Subscriptions		0
Travel & Entertainment		
Entertainment	\$760	
Lodging	7,724	
Meals	531	
Travel	<u>27,383</u>	
Total Travel & Entertainment		36,398
Investor Relations		0
Automobile Expense		11,481
Auto Rental		3,896
Bank Service Charges		5,562
Computer Equipment		1,573
Office Supplies		784
Postage and Delivery		339
Printing and Reproduction		1,256
Professional Services		50,000
Rent - Office		6,990
Rent - Equipment		2,100
Rent - City of GP - Land		662,500
Officer Expenses		
Officer Relocation & Housing		
Housing	0	
Rent	0	
Officer Compensation	<u>0</u>	
Total Officer Expenses		0
Dues and Subscriptions		50
Memberships		0
Licenses & Permits		356
Miscellaneous		265
Charitable Contributions		0
Insurance		63,078
Payroll Expense		72,000
Communication		2,589
Interest Expense		654,000
Depreciation Expense		68,890
Other Expenses		<u>0</u>
Total Expense		<u>1,644,356</u>
Net Ordinary Income		(1,644,356)
Other Income/(Expense)		
Interest Income		<u>0</u>
Net Income		<u><u>(\$1,644,356)</u></u>