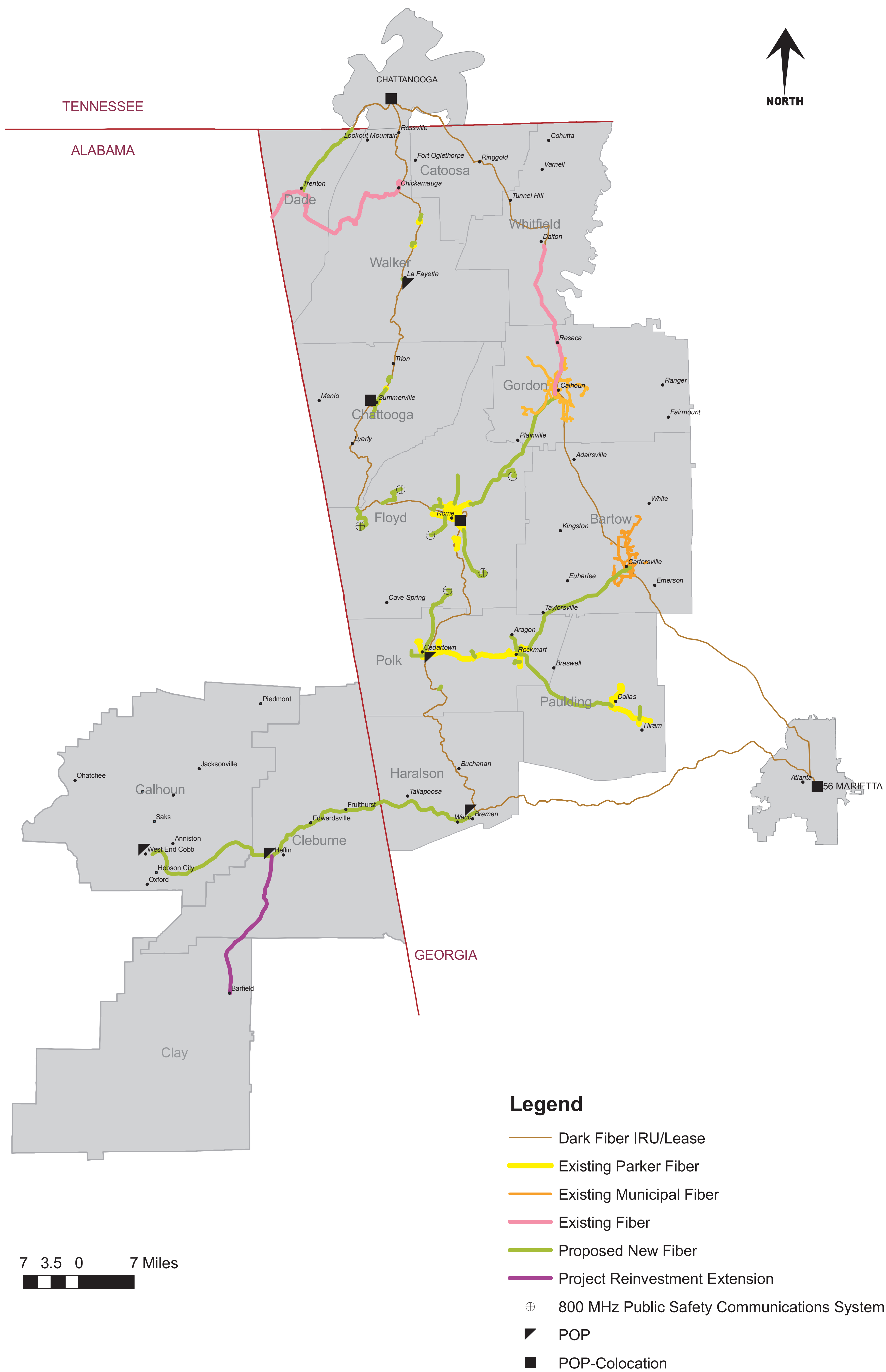
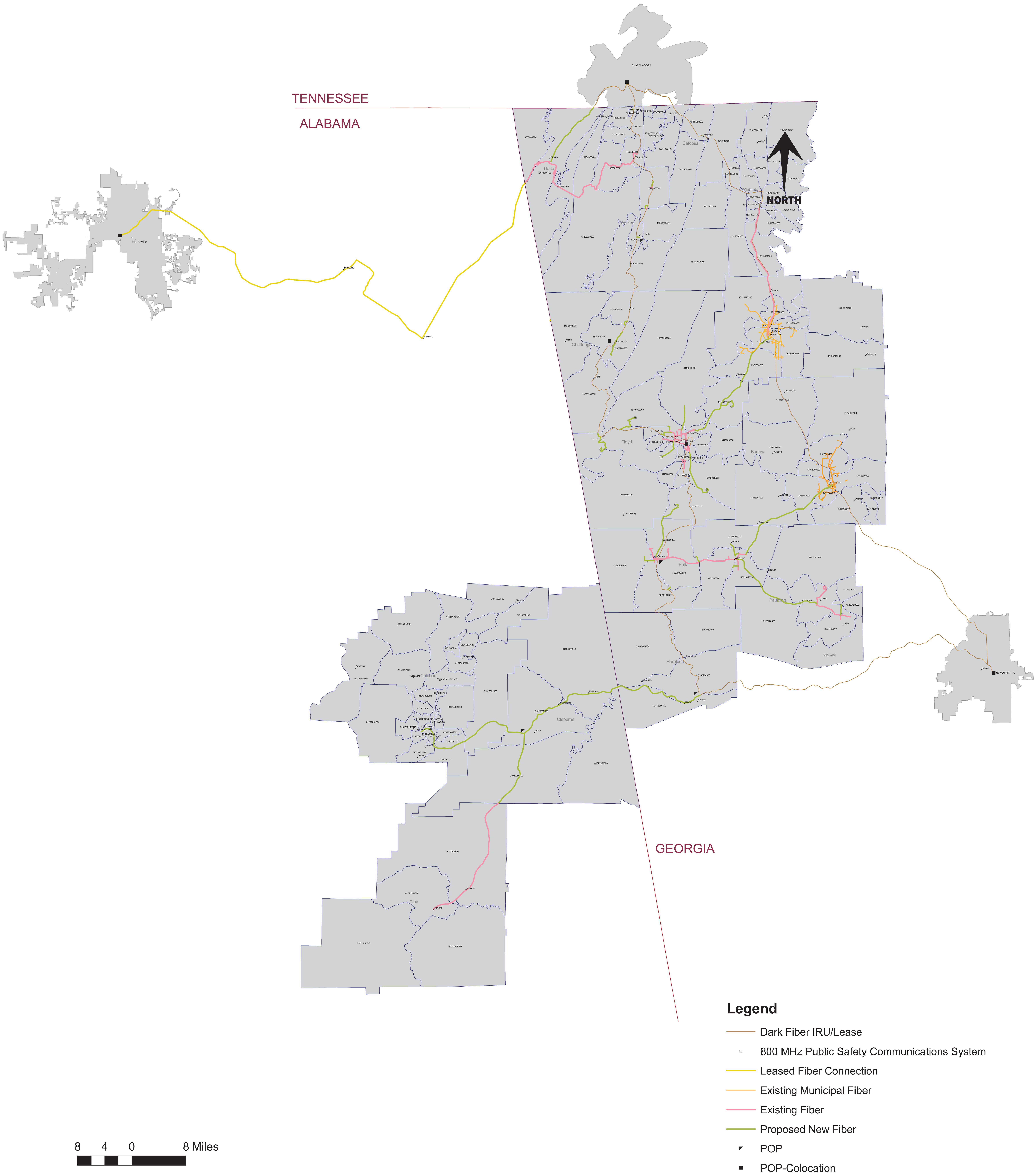
APPALACHIAN VALLEY FIBER NETWORK

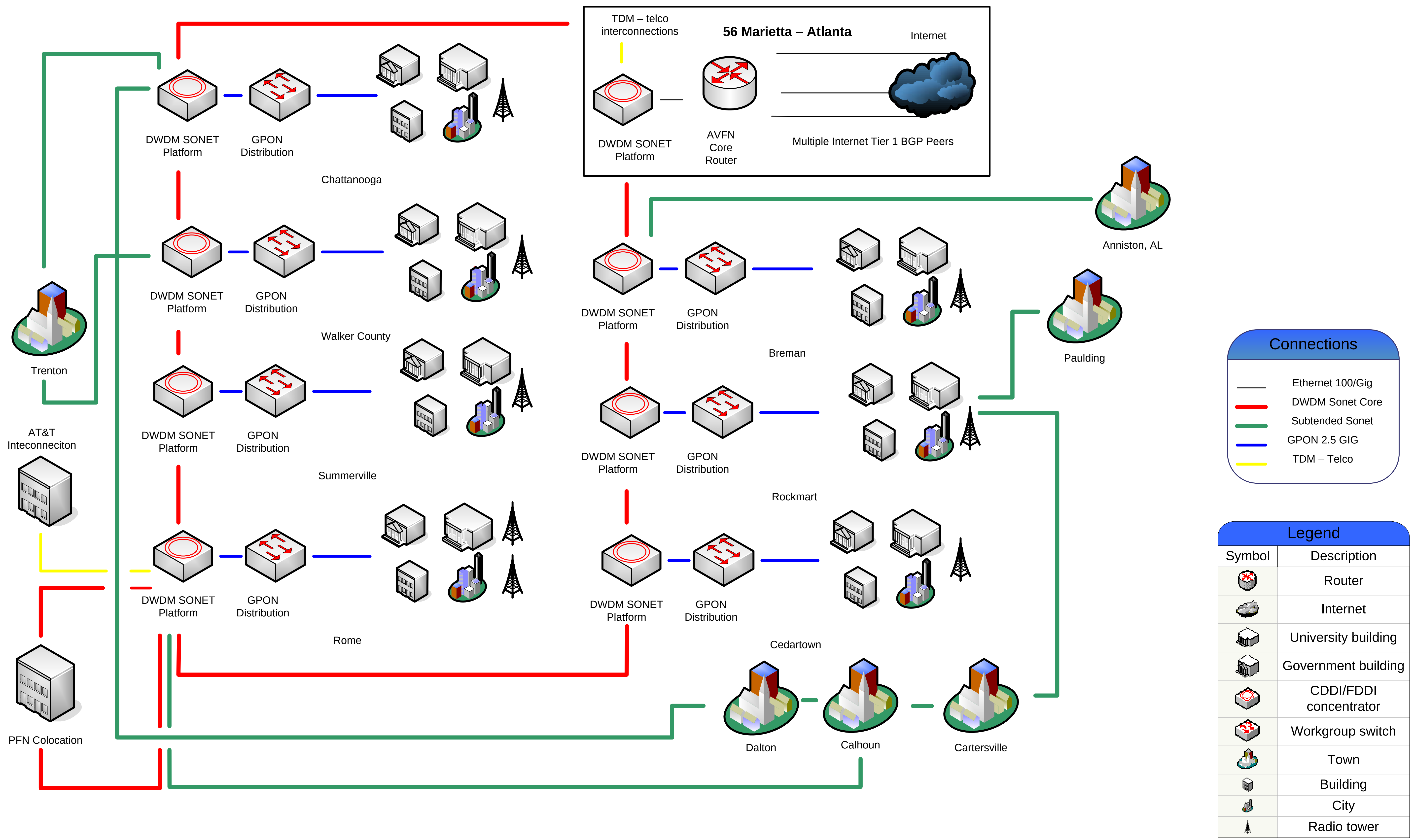


APPALACHIAN VALLEY FIBER NETWORK



AVFN Network Diagram

3/19/2010



Historical Financials

The applicant, Appalachian Valley Fiber Network, LLC ("AVFN") is a Georgia limited liability corporation with 51% ownership by Blue Streak Cable and Telecommunications, LLC ("Blue Streak") and 49% ownership by Parker Systems ("Parker"). In turn, Blue Streak is a Florida limited liability corporation with 51% ownership by Beauchamp Construction Co. and 49% ownership by CCU, Inc. Because AVFN is a start up company it has no historical financial information to disclose. Attached are financial statements for 2007, 2008 and 2009 for Beauchamp Construction Co. and CCU, Inc for 2008 and 2009. Also attached are 2007 and 2008 financials for Parker.

Beauchamp Construction Co.,
and
Related Variable Interest Entities.
Audited Financial Statements
December 31, 2009 and 2008

BEAUCHAMP CONSTRUCTION CO., INC. AND RELATED VARIABLE INTEREST ENTITIES

TABLE OF CONTENTS

EFA E. F. Alvarez & Company, P.A.
CERTIFIED PUBLIC ACCOUNTANTS & BUSINESS ADVISORS

MEMBER:

AMERICAN INSTITUTE
OF CERTIFIED PUBLIC
ACCOUNTANTS

FLORIDA INSTITUTE
OF CERTIFIED PUBLIC
ACCOUNTANTS

782 N.W. 42 Avenue
Suite 545
Miami, FL 33126-5548

TELEPHONE (305) 444-6503
NATIONAL (800) 272-5332
FACSIMILE (305) 444-3840
E-MAIL info@efacpa.com
WEBSITE www.efacpa.com

INDEPENDENT AUDITORS' REPORT

To the stockholders
BEAUCHAMP CONSTRUCTION CO., INC. AND RELATED
VARIABLE INTEREST ENTITIES

We have audited the accompanying balance sheets of BEAUCHAMP CONSTRUCTION CO., INC. AND RELATED VARIABLE INTEREST ENTITIES as of December 31, 2009 and 2008 and the related statements of earnings, changes in equity, and cash flows for the years then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of BEAUCHAMP CONSTRUCTION CO., INC. AND RELATED VARIABLE INTEREST ENTITIES as of December 31, 2009 and 2008 and the results of their operations and their cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

February 15, 2010

E. F. Alvarez & Company, P.A.

BEAUCHAMP CONSTRUCTION CO., INC. AND
RELATED VARIABLE INTEREST ENTITIES
BALANCE SHEETS
December 31,

	2009	2008
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	$ 11,795,350	$ 7,295,066
Contracts receivable, less allowance for doubtful accounts of $150,000 in 2009 and $100,000 in 2008	18,801,274	21,218,511
Prepaid expenses	145,221	298,956
Total current assets	30,741,845	28,812,533
PROPERTY AND EQUIPMENT – NET	91,808	102,964
	$ 30,833,653	$ 28,915,497
LIABILITIES AND STOCKHOLDERS' EQUITY		
CURRENT LIABILITIES		
Current portion of long – term debt	$ -	$ 6,717
Accounts payable and accrued expenses	11,661,763	13,097,331
Billings in excess of costs and estimated earnings on uncompleted contracts	8,996,436	5,757,604
	20,658,199	18,861,652
STOCKHOLDERS' EQUITY		
Beauchamp Construction Co., Inc. stockholders' equity:		
Common stock – $5 par value; 10,000 shares authorized; 949 issued and outstanding	4,745	4,910
Additional paid-in-capital	330,765	281,109
Treasury stocks	(79,634)	(94,110)
Retained earnings	9,830,049	9,861,936
Total Beauchamp Construction Co., Inc. stockholders' equity	10,085,925	10,053,845
Noncontrolling interest	89,529	-
Total equity	10,175,454	10,053,845
	$ 30,833,653	$ 28,915,497

The accompanying notes are an integral part of these statements

BEAUCHAMP CONSTRUCTION CO., INC. AND
RELATED VARIABLE INTEREST ENTITIES
STATEMENTS OF EARNINGS
For the years ended December 31,

	2009	2008
Contract revenues	$ 66,277,091	$ 58,438,552
Cost of contract revenues	52,558,676	47,367,036
Gross profit	13,718,415	11,071,516
General and administrative expenses	2,376,558	2,012,840
Income from operations	11,341,857	9,058,676
Other income and (expenses):		
Gain (loss) on disposal of fixed asset	10,000	(1,675)
Investment income	-	18,952
Recovery of bad debt	-	182,729
Other income	25,664	56,682
Interest Income	28,724	38,423
	64,388	295,111
Net income	11,406,245	9,353,787
Less: net income attributable to the noncontrolling interest	74,529	94,274
Net income attributable to Beauchamp Construction Co., Inc.	$ 11,331,716	$ 9,259,513

The accompanying notes are an integral part of these statements.

BEAUCHAMP CONSTRUCTION CO., INC. AND
RELATED VARIABLE INTEREST ENTITIES
STATEMENTS OF CHANGES IN EQUITY
For the years ended December 31,

		Beauchamp Construction Co., Inc.				
2009	Total	Common Stock	Additional Paid-in-Capital	Treasury Stocks	Retained Earnings	Noncontrolling Interest
Beginning balance	$ 10,053,845	$ 4,910	$ 281,109	$ (94,110)	$ 9,861,936	$ -
Reissuance of treasury stock	63,967	(165)	49,656	14,476	-	-
Capital contribution	50,000	-	-	-	-	50,000
Net income	11,406,245	-	-	-	11,331,716	74,529
Distributions	(11,398,603)	-	-	-	(11,363,603)	(35,000)
	$ 10,175,454	$ 4,745	$ 330,765	$ (79,634)	$ 9,830,049	$ 89,529

		Beauchamp Construction Co., Inc.				
2008	Total	Common Stock	Additional Paid-in-Capital	Treasury Stocks	Retained Earnings	Noncontrolling Interest
Beginning balance	$ 4,992,919	$ 4,910	$ 281,109	$ (110,947)	$ 4,792,901	$ 24,946
Reissuance of treasury stock	16,837	-	-	16,837	-	-
Capital contribution	-	-	-	-	-	-
Net income	9,353,787	-	-	-	9,259,513	94,274
Distributions	(4,309,698)	-	-	-	(4,190,478)	(119,220)
	$ 10,053,845	$ 4,910	$ 281,109	$ (94,110)	$ 9,861,936	$ -

The accompanying notes are an integral part of these statements.

BEAUCHAMP CONSTRUCTION CO., INC. AND
RELATED VARIABLE INTEREST ENTITIES
STATEMENTS OF CASH FLOWS
For the years ended December 31,

	2009	2008
Cash flows from operating activities		
Net income	$ 11,331,716	$ 9,259,513
Adjustments to reconcile net income to cash provided by operating activities:		
Noncontrolling interest	89,529	(24,946)
Depreciation	85,488	74,451
Stock bonus	63,967	16,837
(Gain) loss on disposal of fixed asset	(10,000)	1,675
Changes in assets and liabilities:		
Decrease (increase) in contracts receivable	2,417,237	(1,006,717)
Decrease (increase) in prepaid expenses	153,735	(115,387)
Decrease in other assets	-	17,350
Decrease in costs and estimated earnings in excess of billings on uncompleted contracts	-	2,338,972
Decrease in accounts payable and accrued expenses	(1,435,567)	(6,077,722)
Increase in billings in excess of costs and estimated earnings on uncompleted contracts	3,238,831	3,606,441
Total adjustments	4,603,220	(1,169,046)
Cash flows provided by operating activities	15,934,936	8,090,467
Cash flows used in investing activities:		
Sale of property and equipment	10,000	-
Equipment purchased	(74,332)	(122,889)
Cash flows used in investing activities	(64,332)	(122,889)
Cash flows used in financing activities:		
Distribution to stockholders	(11,363,603)	(4,190,478)
Principal payments of long term debt	(6,717)	(11,255)
Cash flows used in financing activities	(11,370,320)	(4,201,733)
Net increase in cash and cash equivalents	4,500,284	3,765,845
Cash and cash equivalents at the beginning of the year	7,295,066	3,529,221
Cash and cash equivalents at the end of the year	$ 11,795,350	$ 7,295,066

The accompanying notes are an integral part of these statements.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

General
The Company was incorporated in the State of Florida as a general contractor in 1980. The company is primarily engaged in performing construction contracts in the South Florida area.

Use of Estimates
Management uses estimates and assumptions in preparing these financial statements in accordance with accounting principles generally accepted in the United States of America. Those estimates and assumptions affect the reported amounts of assets and liabilities and the reported revenues and expenses. Actual results could vary from the estimates that were used.

Revenue and Cost Recognition
Contract revenue is recognized using the percentage-of-completion method. Under this method, the percentage of contract revenue to be recognized currently is computed as that percentage of estimated total revenue that incurred costs to date bear to total estimated costs, after giving effect to the most recent estimates of cost to complete. It is reasonably possible that changes in estimates may occur in the near term. Revisions in cost and revenue estimates are reflected in the period in which the facts which require the revision become known. When the revised cost estimates indicate a loss on an individual contract, the total estimated loss is provided for currently in its entirety without regard to the percentage of completion.

Contract costs include all direct material and labor and those indirect costs related to contract performance, such as indirect labor, supplies, equipment rental, repairs and subcontractor cost. Selling, general, and administrative expenses are charged to operations as incurred.

The liability, "billings in excess of costs and estimated earnings on uncompleted contracts", represents billings in excess of revenues recognized.

Cash and Cash Equivalents
For the purpose of reporting cash flows, the company has defined cash equivalents as those highly liquid investments purchased with an original maturity of three months or less.

Depreciation
Depreciation is provided for in amounts sufficient to relate the cost of depreciable assets to operations over their estimated useful lives on the straight-line method.

Reclassification
Certain amounts in the prior-year financial statements have been reclassified for comparative purposes to conform to the presentation in the current-year financial statements.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Contracts Receivable

Contracts receivable are carried at the outstanding amount due less an allowance for doubtful accounts, if an allowance is deemed necessary. Allowance for doubtful accounts are established when there is a basis to doubt the full collectability of contracts receivable. On a periodic basis, the company evaluates its contracts receivable and determines the requirement for an allowance, based on its history of past write-offs, collections, and current conditions. When a contract receivable is ultimately determined to be uncollectible and due diligence for the collection has taken place, the contract receivable is written-off.

Operating Cycle

The company's work is performed under cost-plus-fee contracts and fixed-price contracts. The length of the company's contracts varies but is typically about two years. Therefore, assets and liabilities related to long-term contracts are included in current assets and current liabilities in the accompanying balance sheets as they will be liquidated in the normal course of contract completion, although this may require more than one year.

Principles of Consolidation

For the year ended December 31, 2009, the accompanying consolidated financial statements include the accounts of Communication Construction Services Group, LLC and B-NB Contractors, J.V., all of which are under common control.

For the year ended December 31, 2008, the accompanying consolidated financial statements include the accounts of Beach Contractors J.V., Fast Construction, LLC, and Carpathian Construction, LLC, all of which were under common control and were dissolved prior to December 31, 2008. Intercompany transactions and balances have been eliminated in consolidation.

Uncertain Tax Positions

The company accounts for uncertain tax positions in accordance with Financial Accounting Standards Board (FASB) ASC 740 (formerly Financial Accounting Standards Board Interpretation No. 48, *Accounting for Uncertainty in Income Taxes – an interpretation of FASB Statement No. 48)*. FASB ASC 740 prescribes a recognition threshold and measurement process for financial statement recognition of uncertain tax positions taken or expected to be taken in a tax return. The interpretation also provides guidance on recognition, derecognition, classification, interest and penalties, accounting in interim periods, disclosure and transition. The companies adopted the provisions of FASB ASC 740 on January 1, 2009. There was no impact on total liabilities or stockholders' equity as a result of the adoption of FASB ASC 740.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Income Taxes
The company has elected to be taxed as an S corporation under the provisions of the Internal Revenue Code and state laws. Under these provisions, the company does not pay federal or state corporate income taxes on its taxable income. Instead the stockholders are liable for individual income taxes on their respective shares of the Company's income.

NOTE 2 – CONTRACTS RECEIVABLE

Contracts receivable are as follows:	2009	2008
Completed Contracts		
Due	$ 480,191	$ 888,638
Retainage	151,166	-
	631,357	888,638
Contracts in progress		
Due	13,253,757	16,360,370
Retainage	5,066,160	4,069,503
	18,319,917	20,429,873
	18,951,274	21,318,511
Less: allowance for doubtful accounts	150,000	100,000
	$ 18,801,274	$ 21,218,511

NOTE 3 – COST AND ESTIMATED EARNINGS ON UNCOMPLETED CONTRACTS

	2009	2008
Cost incurred on uncompleted contracts	$ 65,841,129	$ 44,337,995
Estimated earnings	19,778,486	7,741,438
	85,619,615	52,079,433
Less: billings to date	94,616,051	57,837,037
	$ (8,996,436)	$ (5,757,604)
Billings in excess of costs and estimated earnings on uncompleted contracts	$ (8,996,436)	$ (5,757,604)

NOTE 4 – PROPERTY AND EQUIPMENT

Depreciation for the years ended December 31, 2009 and 2008 is $85,488 and $74,451, respectively. Cost, accumulated depreciation, and estimated useful lives at December 31, 2009 and 2008 are as follows:

Category	Estimated Useful Lives	2009	2008
Transportation equipment and trailers	5 – 7 Years	$ 127,780	$ 121,580
Furniture, fixtures and equipment	5 – 7 Years	529,360	488,528
		657,140	610,108
Less: accumulated depreciation		565,332	507,144
		$ 91,808	$ 102,964

NOTE 5 – LEASE COMMITMENTS

The company conducts operations from leased facilities under a lease expiring on December 31, 2010. Rent expense under the lease for the year ended December 31, 2009 and 2008 was $298,146 and $287,941, respectivley.

At December 31, 2009 minimum future lease payments, including sales tax, under the terms of all lease agreements were approximately as follows:

Year	Amount
2010	$ 219,785

NOTE 6 – CONCENTRATIONS OF CREDIT RISK

The company maintains its cash balances in eight financial institutions in Florida. The balances are insured by the Federal Deposit Insurance Corporation up to $250,000 in each institution. These balances may at times exceed insured limits.

During the years ended December 31, 2009 and 2008, two and four customers accounted for 87% and 95%, respectively, of the company's total receivables. Total accounts receivable due from these customers amounted to approximately $16,560,000 and $20,430,000, respectively.

During the years ended December 31, 2009 and 2008, three vendors accounted for accounts payable comprising 51% and 24%, respectively, of the company's total payables. Total accounts payable due to these vendors amounted to approximately $5,851,000 and $2,537,000, respectively.

NOTE 7 – PENSION PLAN

The company has a 401(k) plan covering all full-time employees which have attained 21 years of age and have been employees for at least six months. The company, at the Board of Director's discretion, can make contributions to match the employees' voluntary contributions. The company's discretionary contributions will match up to 100% of the first 3% and 50% of the next 2% of the employees' voluntary contributions. For the years ended December 31, 2009 and 2008, the company elected to make discretionary contributions amounting to $148,185 and $142,837, respectively.

NOTE 8 – LONG-TERM DEBT

Long-term debt consists of the following:

	2009	2008
Car loan payable at $969 per month including interest at 2.9% maturing on July 17, 2009.	$ -	$ 6,717
Less: current maturities	-	6,717
	$ -	$ -

NOTE 9 – MAJOR CUSTOMERS

During the years ended December 31, 2009 and 2008, the company recognized revenues from three customers exceeding 87% and 79%, respectively, of total revenues for the years. Total revenues derived from these customers amounted to approximately $57,877,000 and $46,686,000, respectively.

NOTE 10 – LITIGATION

The company is a defendant in various lawsuits arising in the ordinary course of business. The company is also involved in pending or threatened litigation. Outside counsel for the company has advised that at the stages of the various ongoing proceedings, an opinion as to the probable outcome cannot be offered. The company and its in-house counsel believe the lawsuits are without merit and is optimistic about its position.

NOTE 11 – CONTINGENCIES

The company is contingently liable to a surety company under a general indemnity agreement. The company agrees to indemnify the surety for any payments made on contracts of suretyship, guaranty, or indemnity. The company believes that all contingent liabilities will be satisfied by their performance on the specific bonded contracts.

NOTE 12 – LINE OF CREDIT

The company has a $500,000 line of credit with a bank at 2.00% over the LIBOR Daily Floating Rate, secured by corporate assets and maturing on July 30, 2010. At December 31, 2009, there is no outstanding balance.

The company also has a $2,000,000 line of credit with a bank at 1.00% below the Wall Street Journal Prime Rate, secured by corporate assets, personally guaranteed by two of the stockholders of the company, and maturing on January 9, 2011. At December 31, 2009, there is no outstanding balance.

NOTE 13 – CONTRACT GUARANTEES

The company is generally required to furnish performance and payment surety bonds to contract owners. The bonds are secured by receivables from bonded contracts and a general guarantee from the company. The surety has required a personal guarantee from some of the company's stockholders. At December 31, 2009, surety bonds for contracts totaling $121,230,781 had been issued with a current backlog of $36,649,711.

Of the $28,688,176 cost to complete on bonded jobs, $18,232,688 has been subcontracted to various specialty contractors. At December 31, 2009, surety bonds from the subcontractors support approximately $8,896,407 of the subcontracted backlog. No accruals have been considered necessary by management for financial guarantees related to the non-bonded subcontractors.

Beauchamp Construction Co.,
and
Related Variable Interest Entities.
Audited Financial Statements
December 31, 2008 and 2007

BEAUCHAMP CONSTRUCTION CO., INC. AND RELATED VARIABLE INTEREST ENTITIES

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EFA E. F. Alvarez & Company, P.A.
CERTIFIED PUBLIC ACCOUNTANTS & BUSINESS ADVISORS

MEMBER:

AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS

FLORIDA INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS

782 N.W. 42 Avenue
Suite 545
Miami, FL 33126-5548

TELEPHONE (305) 444-6503
NATIONAL (800) 272-5332
FACSIMILE (305) 444-3840
E-MAIL info@efacpa.com
WEBSITE www.efacpa.com

INDEPENDENT AUDITORS' REPORT

To the stockholders
BEAUCHAMP CONSTRUCTION CO., INC. AND RELATED
VARIABLE INTEREST ENTITIES

We have audited the accompanying balance sheets of BEAUCHAMP CONSTRUCTION CO., INC. AND RELATED VARIABLE INTEREST ENTITIES as of December 31, 2008 and 2007 and the related statements of earnings, retained earnings, and cash flows for the years then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of BEAUCHAMP CONSTRUCTION CO., INC. AND RELATED VARIABLE INTEREST ENTITIES as of December 31, 2008 and 2007 and the results of their operations and their cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

February 28, 2009
Miami, Florida

E. F. Alvarez & Company, P.A.

BEAUCHAMP CONSTRUCTION CO., INC. AND
RELATED VARIABLE INTEREST ENTITIES
BALANCE SHEETS
December 31,

	2008	2007
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	$ 7,295,066	$ 3,529,221
Contracts receivable, less allowance for doubtful accounts of $100,000 in 2008 and $325,000 in 2007	21,218,511	20,211,794
Other receivables	-	88,845
Costs and estimated earnings in excess of billings on uncompleted contracts	-	2,338,972
Prepaid expenses	298,956	94,724
Total current assets	28,812,533	26,263,556
PROPERTY AND EQUIPMENT – NET	102,964	56,201
OTHER ASSETS		
Deposits	-	17,350
	$ 28,915,497	$ 26,337,107
LIABILITIES AND STOCKHOLDERS' EQUITY		
CURRENT LIABILITIES		
Current portion of long – term debt	$ 6,717	$ 11,255
Accounts payable and accrued expenses	13,097,331	19,175,053
Minority interest payable	-	24,946
Billings in excess of costs and estimated earnings on uncompleted contracts	5,757,604	2,151,163
Total current liabilities	18,861,652	21,362,417
LONG – TERM DEBT	-	6,717
STOCKHOLDERS' EQUITY		
Common stock – $5 par value; 10,000 shares authorized; 943 issued and outstanding	4,910	4,910
Additional paid-in-capital	281,109	281,109
Treasury stocks	(94,110)	(110,947)
Retained earnings	9,861,936	4,792,901
	10,053,845	4,967,973
	$ 28,915,497	$ 26,337,107

The accompanying notes are an integral part of these statements

BEAUCHAMP CONSTRUCTION CO., INC. AND
RELATED VARIABLE INTEREST ENTITIES
STATEMENTS OF EARNINGS
For the years ended December 31,

	2008	2007
Contract revenues	$ 58,438,552	$ 72,378,049
Cost of contract revenues	47,367,036	67,119,800
Gross profit	11,071,516	5,258,249
General and administrative expenses	2,012,840	2,178,304
Income from operations	9,058,676	3,079,945
Other income and (expenses):		
Loss on disposal of fixed asset	(1,675)	-
Investment income	18,952	11,862
Recovery of bad debt	182,729	-
Other income	56,682	62,098
Interest Income	38,423	69,838
	295,111	143,798
Income before minority interest	9,353,787	3,223,743
Less: minority interest	94,274	56,864
Net income	$ 9,259,513	$ 3,166,879

The accompanying notes are an integral part of these statements.

BEAUCHAMP CONSTRUCTION CO., INC. AND
RELATED VARIABLE INTEREST ENTITIES
STATEMENTS OF RETAINED EARNINGS
For the years ended December 31, 2008 and 2007

	2008	2007
Retained earnings at the beginning of the year	$ 4,792,901	$ 2,714,728
Net income for the year	9,259,513	3,166,879
Distributions	(4,190,478)	(1,088,706)
Retained earnings at the end of the year	$ 9,861,936	$ 4,792,901

The accompanying notes are an integral part of these statements.

BEAUCHAMP CONSTRUCTION CO., INC. AND RELATED VARIABLE INTEREST ENTITIES
STATEMENTS OF CASH FLOWS
For the years ended December 31,

	2008	2007
Cash flows from operating activities		
Net income	$ 9,259,513	$ 3,166,879
Adjustments to reconcile net income to cash provided by operating activities:		
Depreciation	74,451	45,808
Stock bonus	16,837	-
Loss on disposal of fixed asset	1,675	-
Changes in assets and liabilities:		
Increase in contracts receivable	(1,006,717)	(586,218)
Increase in prepaid expenses	(204,232)	(577)
Decrease in other assets	17,350	-
Decrease in other receivables	88,845	19,052
Decrease (increase) in costs and estimated earnings in excess of billings on uncompleted contracts	2,338,972	(2,338,972)
(Decrease) increase in accounts payable and accrued expenses	(6,077,722)	2,382,792
Decrease in minority interest payable	(24,946)	(81,997)
Increase in billings in excess of costs and estimated earnings on uncompleted contracts	3,606,441	103,483
Total adjustments	(1,169,046)	(456,629)
Cash flows provided by operating activities	8,090,467	2,710,250
Cash flows used in investing activities:		
Equipment purchased	(122,889)	(52,482)
Cash flows used in financing activities:		
Distribution to stockholders	(4,190,478)	(1,088,706)
Purchase of treasury stocks	-	(110,947)
Principal payments of long term debt	(11,255)	(10,933)
Cash flows used in financing activities	(4,201,733)	(1,210,586)
Net increase in cash and cash equivalents	3,765,845	1,447,182
Cash and cash equivalents at the beginning of the year	3,529,221	2,082,039
Cash and cash equivalents at the end of the year	$ 7,295,066	$ 3,529,221

The accompanying notes are an integral part of these statements.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

General

The Company was incorporated in the State of Florida as a general contractor in 1980. The company is primarily engaged in performing construction contracts in the South Florida area.

Use of Estimates

Management uses estimates and assumptions in preparing these financial statements in accordance with accounting principles generally accepted in the United States of America. Those estimates and assumptions affect the reported amounts of assets and liabilities and the reported revenues and expenses. Actual results could vary from the estimates that were used.

Revenue and Cost Recognition

Contract revenue is recognized using the percentage-of-completion method. Under this method, the percentage of contract revenue to be recognized currently is computed as that percentage of estimated total revenue that incurred costs to date bear to total estimated costs, after giving effect to the most recent estimates of cost to complete. It is reasonably possible that changes in estimates may occur in the near term. Revisions in cost and revenue estimates are reflected in the period in which the facts which require the revision become known. When the revised cost estimates indicate a loss on an individual contract, the total estimated loss is provided for currently in its entirety without regard to the percentage of completion.

Contract costs include all direct material and labor and those indirect costs related to contract performance, such as indirect labor, supplies, equipment rental, repairs and subcontractor cost. Selling, general, and administrative expenses are charged to operations as incurred.

The asset, "cost and estimated earnings in excess of billings on uncompleted contracts", represents revenues recognized in excess of amounts billed. The liability, "billings in excess of costs and estimated earnings on uncompleted contracts", represents billings in excess of revenues recognized.

Cash and Cash Equivalents

For the purpose of reporting cash flows, the company has defined cash equivalents as those highly liquid investments purchased with an original maturity of three months or less.

Depreciation

Depreciation is provided for in amounts sufficient to relate the cost of depreciable assets to operations over their estimated useful lives on the straight-line method.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES-CONTINUED

Contracts Receivable

Contracts receivable are carried at the outstanding amount due less an allowance for doubtful accounts, if an allowance is deemed necessary. Allowance for doubtful accounts are established when there is a basis to doubt the full collectability of contracts receivable. On a periodic basis, the company evaluates its contracts receivable and determines the requirement for an allowance, based on its history of past write-offs, collections, and current conditions. When a contract receivable is ultimately determined to be uncollectible and due diligence for the collection has taken place, the contract receivable is written-off.

Operating Cycle

The company's work is performed under cost-plus-fee contracts and fixed-price contracts. The length of the company's contracts varies but is typically about two years. Therefore, assets and liabilities related to long-term contracts are included in current assets and current liabilities in the accompanying balance sheets as they will be liquidated in the normal course of contract completion, although this may require more than one year.

Principles of Consolidation

The accompanying consolidated financial statements include the accounts of Beach Contractors J.V., Fast Construction, LLC, and Carpathian Construction, LLC, all of which are under common control. Intercompany transactions and balances have been eliminated in consolidation.

Uncertain Tax Positions

The company accounts for uncertain tax positions in accordance with Financial Accounting Standards Board Interpretation No. 48 (FIN 48) which is required for non-public enterprises for fiscal years beginning after December 15, 2008, at which time, the Company intends to comply with FIN 48.

NOTE 2 – CONTRACTS RECEIVABLE

Contracts receivable are as follows:	2008	2007
Completed Contracts		
Due	$ 888,638	$ 1,255,913
Retainage	-	40,000
	888,638	1,295,913
Contracts in progress		
Due	16,360,370	14,657,019
Retainage	4,069,503	4,583,862
	20,429,873	19,240,881
	21,318,511	20,536,794
Less: allowance for doubtful accounts	100,000	325,000
	$ 21,218,511	$ 20,211,794

NOTE 3 – COST AND ESTIMATED EARNINGS ON UNCOMPLETED CONTRACTS

	2008	2007
Cost incurred on uncompleted contracts	$ 44,337,995	$139,234,069
Estimated earnings	7,741,438	6,855,701
	52,079,433	146,089,770
Less: billings to date	57,837,037	145,901,961
	$ (5,757,604)	$ 187,809
Cost and estimated earnings in excess of billings on uncompleted contracts	$ -	$ 2,338,972
Billings in excess of costs and estimated earnings on uncompleted contracts	(5,757,604)	(2,151,163)
	$ (5,757,604)	$ 187,809

NOTE 4 – PROPERTY AND EQUIPMENT

Depreciation for the years ended December 31, 2008 and 2007 is $74,451 and $45,808, respectively. Cost, accumulated depreciation, and estimated useful lives at December 31, 2008 and 2007 are as follows:

Category	Estimated Useful Lives	2008	2007
Transportation equipment and trailers	5-7 Years	$ 121,580	$ 68,794
Furniture, fixtures and equipment	5-7 Years	488,528	420,350
		610,108	489,144
Less: accumulated depreciation		507,144	432,943
		$ 102,964	$ 56,201

NOTE 5 – LEASE COMMITMENTS

The company conducts operations from leased facilities under a lease expiring on December 31, 2010. Rent expense under the lease for the year ended December 31, 2008 was $287,941.

At December 31, 2008 minimum future lease payments, including sales tax, under the terms of all lease agreements were approximately as follows:

Year	Amount
2009	$ 285,784
2010	285,784
	$ 571,568

NOTE 6 – CONCENTRATIONS OF CREDIT RISK

The company maintains its cash balances in six financial institutions in Florida. The balances are insured by the Federal Deposit Insurance Corporation up to $250,000 in each institution. These balances may at times exceed insured limits.

During the years ended December 31, 2008 and 2007, four and three customers accounted for 95% and 69%, respectively, of the company's total receivables. Total accounts receivable due from these customers amounted to approximately $20,430,000 and $14,285,000, respectively.

NOTE 7 – PENSION PLAN

The company has a 401(k) plan covering all full-time employees which have attained 21 years of age and have been employees for at least six months. The company, at the Board of Director's discretion, can make contributions to match the employees' voluntary contributions. The company's discretionary contributions will match up to 100% of the first 3% and 50% of the next 2% of the employees' voluntary contributions. For the years ended December 31, 2008 and 2007, the company elected to make discretionary contributions amounting to $142,837 and $107,501, respectively.

NOTE 8 – LONG-TERM DEBT

Long-term debt consists of the following:

	2008	2007
Car loan payable at $969 per month including interest at 2.9% maturing on July 17, 2009.	$ 6,717	$ 17,972
Less: current maturities	6,717	11,255
	$ -	$ 6,717

Future principal payments of notes are as follows:

Year	Amount
2009	$ 6,717

NOTE 9 – MAJOR CUSTOMERS

During the years ended December 31, 2008 and 2007, the company recognized revenues from three and two customers exceeding 79% and 71%, respectively, of total revenues for the years. Total revenues derived from these customers amounted to approximately $46,686,000 and $51,960,000, respectively.

NOTE 10 – LITIGATION

The company is a defendant and/or plaintiff in various lawsuits arising in the ordinary course of business. Outside counsel for the company has advised that at the stages of the various ongoing proceedings, an opinion as to the probable outcome cannot be offered. The company and its in-house counsel believe the lawsuits are without merit and is vigorously defending its position.

NOTE 11 – CONTINGENCIES

The company is contingently liable to a surety company under a general indemnity agreement. The company agrees to indemnify the surety for any payments made on contracts of suretyship, guaranty, or indemnity. The company believes that all contingent liabilities will be satisfied by their performance on the specific bonded contracts.

NOTE 12 – LINE OF CREDIT

The company has a $500,000 line of credit with a bank at 2.00% over the LIBOR Daily Floating Rate, secured by corporate assets and maturing on July 31, 2009. At December 31, 2008, there is no outstanding balance.

The company also has a $2,000,000 line of credit with a bank at 1.00% below the Wall Street Journal Prime Rate, secured by corporate assets, personally guaranteed by two of the stockholders of the company, and maturing on January 9, 2011.

NOTE 13 – CONTRACT GUARANTEES

The company is generally required to furnish performance and payment surety bonds to contract owners. The bonds are secured by receivables from bonded contracts and a general guarantee from the company. The surety has required a personal guarantee from some of the company's stockholders. At December 31, 2008, surety bonds for contracts totaling $147,438,148 had been issued with a current backlog of $95,358,715.

Of the $78,080,242 cost to complete on bonded jobs, $47,039,807 has been subcontracted to various specialty contractors. At December 31, 2008, surety bonds from the subcontractors support approximately $32,751,718 of the subcontracted backlog. No accruals have been considered necessary by management for financial guarantees related to the non-bonded subcontractors.

CCU,INC.

Lawrence E. Penn, CPA, PA
9400 S Dadeland Blvd Ste 601
Miami, FL 33156
305-670-8000

CCU,INC.
14089 SW 144 AVE. RD.
Miami, FL 33186

Accountants Compilation Report

I have compiled the accompanying balance sheet of CCU,INC., as of October 31, 2009 and the related statement of income for the year then ended, in accordance with statements on standards for accounting and review services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Management has elected to omit substantially all of the disclosures (and the statement of cash flows) ordinarily included in financial statements. If the omitted disclosures (and the statement of cash flows) were included in the financial statements, they might influence the users conclusions about the Company's assets, liabilities, equity, revenues, and the expenses. Accordingly, these financial statements are not designed for those who are not informed about such matters.

Lawrence E. Penn, CPA, PA

January 24, 2010

CCU,INC.
BALANCE SHEET
OCTOBER 31, 2009

ASSETS

CURRENT ASSETS:		
Cash in Bank- Operating	$ 8,719	
Cash in Bank- Payroll	50,878	
Prepaids	3,455	
Investment in joint venture	25,000	
Accounts Receivable	1,375,324	
Loans Receivable	49,647	
Total Current Assets		$ 1,513,023
PROPERTY AND EQUIPMENT:		
Trucks & Trailers	320,370	
Machinery	316,212	
Office Equipment	28,190	
Leasehold improvements	45,688	
Accum Deprec - Fixed Assets	(693,446)	
Net Property and Equipment		17,014
OTHER ASSETS:		
Deposits	28,326	
Organization Expense	350	
Accum Amort - Organ. Exp	(350)	
Total Other Assets		28,326
TOTAL ASSETS		$ 1,558,363

See Accountants' Compilation Report

CCU,INC.
BALANCE SHEET
OCTOBER 31, 2009

BALANCE SHEET

CURRENT LIABILITES:		
Accounts Payable	$ 42,787	
Current portion of long term debt	21,431	
Total Current Liabilities		$ 64,218
LONG-TERM LIABILITIES:		
Long term debt net of current portion	5,674	
TOTAL LONG-TERM LIABILITES		5,674
STOCKHOLDERS' EQUITY:		
Common Stock	36,700	
Retained Earnings	2,244,235	
Net Income or (Loss)	(792,464)	
Total Stockholders' Equity		1,488,471
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY		$ 1,558,363

CCU,INC.
STATEMENT OF INCOME
FOR THE YEAR ENDED OCTOBER 31, 2009

		%
INCOME:		
Sales	$ 7,570,498	100.00
TOTAL INCOME	$ 7,570,498	100.00
COST OF SALES:		
Payroll - General	880,819	11.63
Payroll - Officer	888,000	11.73
Subcontractors	4,485,670	59.25
Total Cost of Sales	6,254,489	82.62
GROSS PROFIT	1,316,009	17.38
OPERATING EXPENSES:		
Bank Charges	2,189	0.03
Consultant Fees	1,448,545	19.13
Contributions	3,000	0.04
Depreciation	4,253	0.06
Entertainment & Promotion	84,896	1.12
Equipment Rental	28,211	0.37
Insurance - General business	84,860	1.12
Insurance - Health	28,895	0.38
Insurance - Workmans Comp	20,024	0.26
Interest Expense	2,314	0.03
Licenses & Taxes	103,489	1.37
Office Supplies	22,820	0.30
Postage	2,423	0.03
Professional Fees	47,660	0.63
Rent	56,776	0.75
Repairs & Maintenance	66,433	0.88
Telephone	15,595	0.21
Truck Expenses	82,573	1.09
Utilities	19,127	0.25
Total Operating Expenses	2,124,083	28.06
NET OPERATING INCOME	(808,074)	-10.67
OTHER INCOME		
Gain/(Loss) on Asset Sale	15,610	0.21
NET INCOME OR (LOSS)	$ (792,464)	(10.47)

See Accountants' Compilation Report

2008

CCU,INC.

Lawrence E. Penn, CPA, PA
9400 S Dadeland Blvd Ste 601
Miami, FL 33156
305-670-8000

CCU,INC.
14089 SW 144 Ave,. Rd.
Miami, FL 33186

Accountants Compilation Report

I have compiled the accompanying balance sheet of CCU,INC., as of October 31, 2008 and the related statement of income for the year then ended, in accordance with statements on standards for accounting and review services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Management has elected to omit substantially all of the disclosures (and the statement of cash flows) ordinarily included in financial statements. If the omitted disclosures (and the statement of cash flows) were included in the financial statements, they might influence the users conclusions about the Company's assets, liabilities, equity, revenues, and the expenses. Accordingly, these financial statements are not designed for those who are not informed about such matters.

Lawrence E. Penn, CPA, PA

December 20, 2008

CCU,INC.
BALANCE SHEET
OCTOBER 31, 2008

ASSETS

CURRENT ASSETS:		
Cash in Bank- Operating	$ 6,036	
Cash in Bank- Payroll	41,827	
Prepaids	31,110	
Accounts Receivable	2,435,355	
Loans Receivable	126,050	
Total Current Assets		2,640,378
PROPERTY AND EQUIPMENT:		
Trucks & Trailers	396,158	
Machinery	316,212	
Office Equipment	28,190	
Leasehold improvements	45,688	
Accum Deprec - Fixed Assets	(786,248)	
OTHER ASSETS:		
Organization Expense	350	
Accum Amort - Organ. Exp	(350)	
TOTAL ASSETS		$ 2,640,378

See Accountants' Compilation Report

CCU,INC.
BALANCE SHEET
OCTOBER 31, 2008

BALANCE SHEET

CURRENT LIABILITES:		
Accounts Payable	$ 248,574	
Current portion of long term debt	86,815	
Total Current Liabilities		335,389
LONG-TERM LIABILITIES:		
Long term debt net of current portion	24,054	
TOTAL LONG-TERM LIABILITES		24,054
STOCKHOLDERS' EQUITY:		
Common Stock	36,700	
Retained Earnings	1,612,913	
Net Income	631,322	
Total Stockholders' Equity		2,280,935
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY		$ 2,640,378

See Accountants' Compilation Report

CCU,INC.
STATEMENT OF INCOME
FOR THE YEAR ENDED OCTOBER 31, 2008

		%
INCOME:		
Sales	$ 10,755,387	100.00
TOTAL INCOME	$ 10,755,387	100.00
COST OF SALES:		
Payroll - General	991,303	9.22
Payroll - Officer	651,881	6.06
Commissions	85,000	0.79
Subcontractors	6,755,608	62.81
Supplies	260,573	2.42
Total Cost of Sales	8,744,365	81.30
GROSS PROFIT	2,011,022	18.70
OPERATING EXPENSES:		
Consultant Fees	363,005	3.38
Contributions	15,760	0.15
Depreciation	49,539	0.46
Entertainment & Promotion	70,655	0.66
Equipment Rental	124,528	1.16
Insurance - General business	133,939	1.25
Insurance - Health	51,941	0.48
Insurance - Workmans Comp	49,604	0.46
Interest Expense	15,076	0.14
Licenses & Taxes	101,353	0.94
Office Supplies	28,262	0.26
Postage	4,776	0.04
Professional Fees	61,245	0.57
Rent	76,658	0.71
Repairs & Maintenance	53,277	0.50
Telephone	29,908	0.28
Travel	6,600	0.06
Truck Expenses	126,775	1.18
Utilities	16,799	0.16
Total Operating Expenses	1,379,700	12.83
NET OPERATING INCOME	631,322	5.87
NET INCOME	$ 631,322	5.87

See Accountants' Compilation Report

Parker Fibernet, LLC
Athens Division
Financial Statements
December 31, 2008 and 2007

Parker Fibernet, LLC
Athens Division
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Contents-

R L Jennings and Associates

Certified Public Accountants
www.romecpa.com

R. Lee Jennings, CFCA, CPA

Joey Cumbie, CPA

506 East Third Street
Post Office Box 109
Rome, Georgia 30162-0109
706.802.1945
Fax 706.802.1279
Toll Free 1.877.802.1945

Member
American Institute of
Certified Public Accountants
Georgia Society of
Certified Public Accountants

INDEPENDENT ACCOUNTANTS' REVIEW REPORT

Mr. David Parker
Parker Fibernet, LLC – Athens Division
10005 Commerce Street
Summerville, GA 30747

Dear Sir:

We have reviewed the accompanying balance sheets of Parker Fibernet, LLC – Athens Division, as of December 31, 2008 and 2007 and the related statements of income, member equity and cash flows for the years then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. All information included in these financial statements is the representation of the management of Parker Fibernet, LLC.

A review consists principally of inquiries of Company personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modification that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted accounting principles.

RL Jennings + Associates

RL Jennings & Associates
May 21, 2009

Parker Fibernet, LLC
BALANCE SHEETS
Athens Division
December 31, 2008 and 2007

	2008	2007
ASSETS:		
Current Assets -		
Cash - Operating	$ 1,420.27	$ 21,678.62
Accounts Receivable	41,446.35	21,792.44
Due from Parker Systems	-	-
Total Current Assets	42,866.62	43,471.06
Property & Equipment -		
Fiber Optic Ring - Athens, Georgia	1,955,895.80	1,942,493.05
Total Property & Equipment	1,955,895.80	1,942,493.05
Less: Accumulated Depreciation	(694,422.82)	(584,403.18)
Net Property & Equipment	$ 1,261,472.98	$ 1,358,089.87
Total Assets	$ 1,304,339.60	$ 1,401,560.93
LIABILITIES AND MEMBER EQUITY:		
Current Liabilities-		
Accounts Payable	$ 14,576.35	$ 17,392.89
Accrued Taxes	859.07	11,939.83
Due to Parker Systems	215,665.90	331,079.05
Total Current Liabilities	231,101.32	360,411.77
Long Term Liabilities -		
Def. Rev. Obl. - First American Bank	1,154,538.51	1,419,918.51
	1,154,538.51	1,419,918.51
Member Equity-		
Beginning Balance Member Equity	(378,769.35)	(637,038.67)
Net Income (Loss)	297,469.12	258,269.32
Total Member Equity	$ (81,300.23)	$ (378,769.35)
Total Liabilities and Member Equity	$ 1,304,339.60	$ 1,401,560.93

See accountant's report and notes to financial statements

Parker Fibernet, LLC
STATEMENTS OF INCOME AND MEMBER EQUITY
Athens Division
For the Years Ended December 31, 2008 and 2007

		2008		2007
Revenues -	$	799,624.87	$	739,304.11
Cost of Goods Sold		186,962.99		189,176.70
Gross Profit	$	612,661.88	$	550,127.41
Operating Expenses-				
Advertising	$	0.00	$	0.00
Bad Debt		0.00		3,432.97
Bank Service Charges		80.00		210.87
Billing Service		10,122.29		9,975.49
Commissions		0.00		0.00
Contract Services		138,213.88		112,285.47
Contributions		0.00		0.00
Depreciation		110,019.64		111,526.15
Dues and Subscriptions		2,488.56		3,903.32
Licenses & Permits		8,865.29		208.00
Locates		22,887.50		25,535.00
Miscellaneous		500.00		40.00
Office Supplies		708.85		743.43
Postage		546.88		524.64
Professional Fees		2,988.25		1,514.50
Equipment Repairs		0.00		0.00
Taxes and Licenses		17,771.62		21,958.25
Travel		0.00		0.00
Total Operating Expenses	$	315,192.76	$	291,858.09
Net Inc. (Loss) Before Other Inc. & Exp.	$	297,469.12	$	258,269.32
Other Income (Expense) Items -				
Interest Expense		0.00		0.00
Net Income (Loss)	$	297,469.12	$	258,269.32
Member Equity - Beginning		(378,769.35)		(637,038.67)
Member Equity - Ending	$	(81,300.23)	$	(378,769.35)

See accountant's report and notes to financial statements

Parker Fibernet, LLC
STATEMENTS OF CASH FLOWS
Athens Division
For the years ended December 31, 2008 and 2007

		2008		2007
Cash Flows from Operating Activities-				
Net Income (Loss)	$	297,469.12	$	258,269.32
Adjustments to reconcile net income (loss) to net cash provided by operating activities:				
Depreciation Expense		110,019.64		111,526.12
(Increase) Decrease in Accounts Receivable		(19,653.91)		15,224.17
Increase (Decrease) in Accounts Payable		(2,816.54)		(13,064.42)
Increase (Decrease) in Accrued Taxes		(11,080.76)		949.16
Increase (Decrease) in Amount Due To Affiliate		(115,413.15)		(80,484.05)
Net Cash Provided (Used) in Operating Activities	$	258,524.40	$	292,420.30
Cash Flows from Investing Activities-				
Costs of Fiber Ring Construction		(13,402.75)		(21,365.25)
Net Cash Used in Investing Activities	$	(13,402.75)	$	(21,365.25)
Cash Flows from Financing Activities-				
Increase (Decrease) in Deferred Revenue Obligation		(265,380.00)		(264,380.00)
Net Cash Provided (Used) by Financing Activities	$	(265,380.00)	$	(264,380.00)
Net Increase (Decrease) in Cash Flow		(20,258.35)		6,675.05
Cash - Beginning of Year		21,678.62		15,003.57
Cash - End of Year	$	1,420.27	$	21,678.62

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Business

Parker Fibernet, LLC commenced business operations in November 2001. In 1999, the Company began construction of a fiber optic ring in Athens, Georgia for the purpose of providing various telecommunications services such as networking computer systems in various geographic locations, internet access, and telephone service. First American Bank and Trust Company has provided funding for the project and retains a security interest in the fiber ring system located in Athens, Georgia. The system is owned by Parker Fibernet, LLC. First American Bank and Trust Company has the right to utilize certain capacity of the system. The fiber ring project is not a partnership, joint venture, employment relationship or investment relationship between Parker Fibernet, LLC and First American Bank and Trust Company. Parker Fibernet, LLC has the right to use the system to provide telecommunications services, provide information services, market to third parties any system capacity or other rights of use with respect to the system, and to enter into such sales, leases, licenses or other arrangements with third party users as Parker Fibernet deems appropriate so long as such uses do not interfere with First American's exercise of its service rights.

Revenue and Cost Recognition

The company utilizes the accrual method of accounting which is the appropriate method in order to conform to generally accepted accounting principles.

Statement of Cash Flows

The Company considers any short-term debt securities with a maturity of three months or less to be cash equivalents.

Concentration of Risk

As of December 31, 2008 and 2007, the company had no deposits in financial institutions in excess of U.S. Federal Deposit Insurance Corporation insurance limits.

NOTE 1 CONTINUED-

Property and Equipment

The Company's asset consists of the fiber optic ring which was placed in service in November 2001. The ring will be depreciated for book purposes under the same method as used for tax purposes which is over a period of 20 years utilizing the straight line method. Parker Fibernet, LLC owns the fiber ring system, but the First American Bank and Trust Company owns the right to use certain capacity of the system and retains a security interest in the system. Any improvements or major additions to the ring will also be depreciated for book purposes under the same used for tax purposes which is over a period of 20 years utilizing the straight line method. Extensions to specific customers will be depreciated over the life of the contract which is 3 years.

Use of Estimates

Management uses estimates and assumptions in preparing financial statements in accordance with generally accepted accounting principles. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could vary from the estimates that were assumed in preparing the financial statements.

Advertising and Shipping Costs

As of December 31, 2008 and 2007, there were no advertising or shipping costs required to be capitalized.

Allowance for Doubtful Accounts

The Company estimates its allowance for doubtful accounts on prior year histories of bad debt expense and account write-offs. It is the belief of management that no accounts receivable are uncollectible at December 31, 2008 and 2007.

Income Taxes

The Company is a single member limited liability company owned entirely by David Parker. The company is therefore a "disregarded entity" for tax purposes and all income and expense items of the company are reported on David Parker's individual tax return as the activity of a sole business proprietor.

NOTE 1 CONTINUED-

Taxes Collected from Customers and Remitted to Governmental Authorities

The Company presents revenues net of any taxes collected from customers.

NOTE 2 – DEFERRED REVENUE OBLIGATION

Funding of the Athens Fiber Ring project was provided by the First American Bank and Trust Company. In consideration of the prepayment of the system cost and other assistance from First American Bank and Trust Company, First American is entitled to receive from Parker Fibernet, LLC a service "prepayment credit", for system usage. This credit is equal to one hundred percent of Parker's net profits from sales up to an amount equal to the system cost funded by First American and thereafter a services commission equal to fifty percent of the periodic net income of Parker Fibernet, LLC.

NOTE 3 – RELATED PARTY TRANSACTIONS

The Company engaged an affiliate, Parker Systems, LLC, to build the fiber optic ring in Athens, Georgia. Total payments to Parker Systems, LLC amounted to $138,213.88 and $168,099.32 in 2008 and 2007, respectively.

The Company also has received loans from Parker Systems, LLC, a single member LLC owned entirely by David Parker, the balance of which were $215,655.90 and $331,079.05 at December 31, 2008 and 2007.

Parker Fibernet, LLC
Rome Division
Financial Statements
December 31, 2008 and 2007

Parker Fibernet, LLC
Rome Division
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Contents-

R L Jennings and Associates
Certified Public Accountants
www.romecpa.com

R. Lee Jennings, CFCA, CPA

Joey Cumbie, CPA

506 East Third Street
Post Office Box 109
Rome, Georgia 30162-0109
706.802.1945
Fax 706.802.1279
Toll Free 1.877.802.1945

Member
American Institute of
Certified Public Accountants
Georgia Society of
Certified Public Accountants

INDEPENDENT ACCOUNTANTS' REVIEW REPORT

Mr. David Parker
Parker Fibernet, LLC – Rome Division
10005 Commerce Street
Summerville, GA 30747

Dear Sir:

We have reviewed the accompanying balance sheets of Parker Fibernet, LLC – Rome Division, as of December 31, 2008 and 2007 and the related statements of income, member equity and cash flows for the years then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. All information included in these financial statements is the representation of the management of Parker Fibernet, LLC.

A review consists principally of inquiries of Company personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modification that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted accounting principles.

RL Jennings & Associates

RL Jennings & Associates
May 21, 2009

Parker Fibernet, LLC
BALANCE SHEETS
Rome Division
December 31, 2008 and 2007

		2008		2007
ASSETS:				
Current Assets -				
Cash - Operating	$	284.77	$	1,594.00
Accounts Receivable		55,445.39		37,482.29
Total Current Assets		55,730.16		39,076.29
Property & Equipment -				
Fiber Optic Ring		533,346.74		436,267.58
Total Property & Equipment		533,346.74		436,267.58
Less: Accumulated Depreciation		(181,703.60)		(68,111.02)
Net Property & Equipment		351,643.14		368,156.56
Total Assets	$	407,373.30	$	407,232.85
LIABILITIES AND MEMBER EQUITY:				
Current Liabilities-				
Accounts Payable	$	53,556.04	$	26,871.22
Accrued Taxes		1,000.76		667.86
Current Maturities of Long Term Debt		53,035.04		50,934.01
Due to Parker Systems		56,175.70		213,422.55
Total Current Liabilities		163,767.54		190,027.62
Long Term Liabilities -				
Long Term Debt		361,639.36		113,583.37
Less Current Maturities of Long Term Deb		(53,035.04)		50,934.01
		308,604.32		164,517.38
Member Equity-				
Beginning Balance Member Equity		52,687.85		(9,099.51)
Net Income (Loss)		11,643.59		61,787.36
Member Draws		(129,330.00)		-
Total Member Equity		(64,998.56)		52,687.85
Total Liabilities and Member Equity	$	407,373.30	$	407,232.85

See accountant's report and notes to financial statements

Parker Fibernet, LLC
STATEMENTS OF INCOME AND MEMBER EQUITY
Rome Division
For the Years Ended December 31, 2008 and 2007

		2008		2007
Revenues -	$	735,612.40	$	395,634.33
Cost of Goods Sold		257,408.46		173,780.03
Gross Profit	$	478,203.94	$	221,854.30
Operating Expenses-				
Advertising	$	0.00	$	180.00
Bank Service Charges		367.72		0.00
Billing Service		12,924.12		6,319.71
Commissions		2,761.61		3,178.15
Contract Services		274,500.67		55,813.85
Contributions		550.00		200.00
Depreciation		113,592.58		58,019.17
Dues and Subscriptions		2,293.55		0.00
Licenses & Permits		6,672.00		588.00
Locates		3,801.00		11,985.88
Miscellaneous		1,212.29		0.00
Office Supplies		147.66		184.02
Postage		0.00		0.00
Professional Fees		14,545.25		1,250.00
Professional Development		5,195.00		0.00
Rent		8,066.90		0.00
Equipment Repairs		286.26		535.00
Taxes and Licenses		12,315.55		9,013.39
Telephone		956.60		0.00
Utilities		905.60		0.00
Total Operating Expenses	$	461,094.36	$	147,267.17
Net Inc. (Loss) Before Other Inc. & Exp.	$	17,109.58	$	74,587.13
Other Income (Expense) Items -				
Interest Expense		(5,465.99)		(12,799.77)
Net Income (Loss)	$	11,643.59	$	61,787.36
Member Draws		(129,330.00)		0.00
Member Equity - Beginning		52,687.85		(9,099.51)
Member Equity - Ending	$	(64,998.56)	$	52,687.85

See accountant's report and notes to financial statements

Parker Fibernet, LLC
STATEMENTS OF CASH FLOWS
Rome Division
For the years ended December 31, 2008 and 2007

		2008		2007
Cash Flows from Operating Activities-				
Net Income (Loss)	$	11,643.59	$	61,787.36
Adjustments to reconcile net income (loss) to net cash provided by operating activities:				
Depreciation Expense		113,592.58		58,019.20
(Increase) Decrease in Accounts Receivable		(17,963.10)		(13,873.12)
Increase (Decrease) in Accounts Payable		26,684.82		26,578.63
Increase (Decrease) in Accrued Taxes		332.90		-
Increase (Decrease) in Amount Due To Affiliate		(157,246.85)		17,117.15
Net Cash Provided (Used) in Operating Activities	$	(22,956.06)	$	149,629.22
Cash Flows from Investing Activities-				
Costs of Fiber Ring Construction		(97,079.16)		(157,248.59)
Net Cash Used in Investing Activities	$	(97,079.16)	$	(157,248.59)
Cash Flows from Financing Activities-				
Proceeds from Line of Credit		-		(35,786.63)
Principal Payments of Line of Credit		(50,934.01)		45,000.00
Proceeds from Borrowings on Long Term Debt		298,990.00		-
Distributions to Member		(129,330.00)		-
Net Cash Provided (Used) by Financing Activities	$	118,725.99	$	9,213.37
Net Increase (Decrease) in Cash Flow		(1,309.23)		1,594.00
Cash - Beginning of Year		1,594.00		-
Cash - End of Year	$	284.77	$	1,594.00

Supplemental Disclosures:

Operating activities reflect interest paid of $5,465.99 and $12,799.77 for 2008 and 2007, respectively.

PARKER FIBERNET, LLC
NOTES TO FINANCIAL STATEMENTS
Rome Division
December 31, 2008 and 2007

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Business

Parker Fibernet, LLC – Rome Division commenced business operations in 2006. The Company began construction of a fiber optic ring in Rome, Georgia for the purpose of providing various telecommunications services such as networking computer systems in various geographic locations, internet access, and telephone service.

Revenue and Cost Recognition

The company utilizes the accrual method of accounting which is the appropriate method in order to conform to generally accepted accounting principles.

Statement of Cash Flows

The Company considers any short-term debt securities with a maturity of three months or less to be cash equivalents.

Concentration of Risk

As of December 31, 2008 and 2007, the company had no deposits in financial institutions in excess of U.S. Federal Deposit Insurance Corporation insurance limits.

Property and Equipment

The Company's assets consist of the fiber optic ring which was placed in service in 2006. The ring will be depreciated for book purposes under the same method as used for tax purposes which is over a period of 20 years utilizing the straight line method. Any improvements or major additions to the ring will also be depreciated for book purposes under the same used for tax purposes which is over a period of 20 years utilizing the straight line method. Extensions to specific customers will be depreciated over the life of the contract which is 3 years.

Use of Estimates

Management uses estimates and assumptions in preparing financial statements in accordance with generally accepted accounting principles. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could vary from the estimates that were assumed in preparing the financial statements.

PARKER FIBERNET, LLC
NOTES TO FINANCIAL STATEMENTS
Rome Division
December 31, 2008 and 2007

NOTE 1 CONTINUED

Advertising and Shipping Costs

As of December 31, 2008 and 2007, there were no advertising or shipping costs required to be capitalized.

Allowance for Doubtful Accounts

The Company estimates its allowance for doubtful accounts on prior year histories of bad debt expense and account write-offs. It is the belief of management that no accounts receivable are uncollectible at December 31, 2008 and 2007.

Income Taxes

The Company is a single member limited liability company owned entirely by David Parker. The company is therefore a "disregarded entity" for tax purposes and all income and expense items of the company are reported on David Parker's individual tax return as the activity of a sole business proprietor.

Taxes Collected from Customers and Remitted to Governmental Authorities

The Company presents revenues net of any taxes collected from customers.

NOTE 2 – RELATED PARTY TRANSACTIONS

The Company engaged an affiliate, Parker Systems, LLC, to build and maintain the fiber optic ring in Rome, Georgia. Total payments to Parker Systems, LLC amounted to $274,500.67 and $89,507.78 in 2008 and 2007, respectively.

The Company also has received loans from Parker Systems, LLC, a single member LLC owned entirely by David Parker, the balance of which were $56,175.70 and $213,422.55 at December 31, 2008 and 2007.

NOTE 3 – NOTE PAYABLE

The Company had a commitment from a local bank for the extension of a line of credit for $150,000 during 2006. On April 10, 2007, the line of credit was converted to a long-term note payable, payable $4,700 monthly, principal and interest, interest at 8.25% and is collateralized by the fiber optic ring located in Rome, Georgia. The balance at December 31, 2008 and 2007 was $62,649.36 and $113,583.37.

PARKER FIBERNET, LLC
NOTES TO FINANCIAL STATEMENTS
Rome Division
December 31, 2008 and 2007

NOTE 3 - NOTE PAYABLE - CONTINUED

The Company also has received a loan from an individual with no stated terms in the amount of $298,990.00.