

FOREST CITY HAWAII KONA, LLC

Balance Sheet

As of January 31, 2010

ASSETS

Cash	210,900
Projects Under development	2,294,727
Total Assets	<u>2,505,627</u>

LIABILITIES

Accounts Payable	232,068
Accrued Expenses	529,584
Notes Payable	1,318,465
Total Liabilities	<u>2,080,117</u>

EQUITY

Cash Investment	1,096,754
Net Loss	(671,244)
Total Equity	<u>425,510</u>
Total Liabilities and Equity	<u>2,505,627</u>

FOREST CITY HAWAII KONA, LLC

Income Statement

For the Year ended January 31, 2010

Expenses

Development Fee	357,500
Legal & Accounting Fee	119,167
Construction Management Fee	52,917
Project Development Expenses	141,622
Bank Charges	38

Total Expense	<hr/> 671,244
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NET LOSS	<hr/> <hr/> (671,244)
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