

Thresher Industries, Inc
Balance Sheet
As of December 31, 2008

Assets

Current Assets			
Cash		\$	2,130
Accounts Receivable			78,183
Inventory			
Raw Materials	\$ 142,579		
Work-in-progress	0		
Finished Goods	2,750		
Total Inventory		\$	145,329
Property & Equipment			
Furniture & Equipment	368,950		
Patents & Trademarks	0		
Goodwill	0		
Accumulated depreciation	(125,164)	\$	243,786
Total Assets		\$	469,428

Liabilities and Stockholders' Equity

Current Liabilities			
Cash Overdrafts		\$	-
Accounts Payable			260,651
Accounts Payable Facticeon			
Accrued Payroll			48,132
Accrued Interest Payable			232,642
Accrued payroll liabilities			306,857
Total Current Liabilities		\$	848,282
Long-term debt, loans payable stockholders		\$	1,852,973
Stockholders' Equity			
Common stock - par value 0.00000001			
Authorized 10,000,000,000; Issued 12,381,747			
Paid in capital			270
Additional paid in capital			306,100
Issuance of new shares			7,589,510
Retained earnings			(10,127,706)
Total Stockholders' Equity		\$	(2,231,826)
Total Liabilities and Stockholders' Equity		\$	469,428

UNAUDITED

Thresher Industries, Inc
Income Statement
Three Months ending December 31, 2008

Income		
Sales	\$	55,191
Cost of Goods Sold		<u>14,225</u>
Gross Profit	\$	40,966
Operating Expenses		
Advertising	\$	25,000
Automobile		
Depreciation		8,443
Insurance		
Interest		64,006
General & Administrative		
Officer payroll		18,800
Payroll		39,447
Payroll taxes		5,873
Professional fees		25,664
Rent		10,000
Repairs and maintenance		
Travel		
Utilities		<u>21,405</u>
Total Operating Expenses	\$	218,639
Gain/(Loss) on Sale of Assets	\$	(6,383,150)
Net Profit/(Loss)	\$	(6,560,823)
Retained earnings, beginning of Quarter		<u>(3,566,883)</u>
Retained earnings	\$	<u><u>(10,127,706)</u></u>

UNAUDITED

Thresher Industries, Inc
Statement of Cash Flows
October through December 31, 2008

Cash flow from Operating Activities		
Net Income/(Loss)	\$	(6,560,823)
Adjustments to reconcile net income		
Depreciation	\$	8,443
Accounts Receivable		(55,609)
Inventory		265,402
Property & Equipment		6,198,725
Cash Overdrafts		0
Accounts Payable		0
Accounts Payable Facteon		0
Accrued Payroll		0
Interest Payable		64,006
Payroll Liabilities		20,775
Net cash provided by Operating Activities	\$	(59,080)
Financing Activities		
Loans	\$	49,265
Paid in Capital		0
Net cash provided by Financing Activities		49,265
Net Cash		(9,815)
Cash at beginning of period	\$	11,946
Cash at end of period	\$	2,130

UNAUDITED