

Confidential Release

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10-73-EL-AGG**

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January 10, 2010

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Exhibit C-3 and C-5

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10-72

RD Energy, Inc.
Exhibit C-3
Financial Statements

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RD Energy Inc.
Balance Sheet
As of December 31, 2007

	<u>Dec 31, 07</u>
ASSETS	
Current Assets	
Checking/Savings	
Cash in Bank - Fifth Thld	1,533.85
Total Checking/Savings	<u>1,533.85</u>
Total Current Assets	1,533.85
Fixed Assets	
Equipment	1,457.99
Accumulated Depreciation	<u>-1,457.99</u>
Total Fixed Assets	0.00
Other Assets	
Deposit - BWC	<u>198.72</u>
Total Other Assets	<u>198.72</u>
TOTAL ASSETS	<u><u>1,732.57</u></u>

RD Energy Inc.
Balance Sheet
As of December 31, 2007

	<u>Dec 31, 07</u>
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
Payroll Liabilities	
SWT Payable	4,097.79
Local Tax Withheld	967.50
Total Payroll Liabilities	<u>5,065.29</u>
Total Other Current Liabilities	<u>5,065.29</u>
Total Current Liabilities	5,065.29
Long Term Liabilities	
Shareholder Loans	17,233.82
Total Long Term Liabilities	<u>17,233.82</u>
Total Liabilities	22,299.11
Equity	
Capital Stock	500.00
Retained Earnings	-41,015.26
Distributions	
HSA	-3,650.00
Total Distributions	<u>-3,650.00</u>
Net Income	23,598.72
Total Equity	<u>-20,566.54</u>
TOTAL LIABILITIES & EQUITY	<u><u>1,732.57</u></u>

RD Energy Inc.
Profit & Loss
January through December 2007

	<u>Jan - Dec 07</u>	<u>% of Income</u>
Ordinary Income/Expense		
Income		
Fees	910,002.37	100.0%
Total Income	<u>910,002.37</u>	<u>100.0%</u>
Expense		
Automobile Expense	9,600.00	1.1%
Casual Labor	4,000.00	0.4%
Commissions	12,504.27	1.4%
Computer Expenses	875.11	0.1%
Contributions	200.00	0.0%
Dues and Subscriptions	2,787.27	0.3%
Insurance	4,878.88	0.5%
Internet Expenses	231.36	0.0%
Office Supplies & Expense	1,139.24	0.1%
Postage and Delivery	427.75	0.0%
Professional Fees	2,130.00	0.2%
Repairs & Maintenance	5,319.11	0.6%
Salaries & Wages	767,500.00	84.3%
Security Services	1,320.00	0.1%
SEP Expense	42,000.00	4.6%
Taxes	17,703.75	1.9%
Telephone	2,165.07	0.2%
Travel & Ent	11,621.84	1.3%
Total Expense	<u>886,403.65</u>	<u>97.4%</u>
Net Ordinary Income	<u>23,598.72</u>	<u>2.6%</u>
Net Income	<u><u>23,598.72</u></u>	<u><u>2.6%</u></u>

RD Energy Inc.
Statement of Cash Flows
January through December 2007

	<u>Jan - Dec 07</u>
OPERATING ACTIVITIES	
Net Income	23,598.72
Adjustments to reconcile Net Income to net cash provided by operations:	
Payroll Liabilities:SWT Payable	4,097.79
Payroll Liabilities:Local Tax Withheld	967.50
SEP Payable	<u>-42,000.00</u>
Net cash provided by Operating Activities	-13,335.99
FINANCING ACTIVITIES	
Shareholder Loans	17,233.82
Retained Earnings	<u>-3,650.00</u>
Net cash provided by Financing Activities	13,583.82
Net cash Increase for period	247.83
Cash at beginning of period	<u>1,286.02</u>
Cash at end of period	<u><u>1,533.85</u></u>

RD Energy Inc.
Balance Sheet
As of December 31, 2008

	<u>Dec 31, 08</u>
ASSETS	
Current Assets	
Checking/Savings	
Cash in Bank - Fifth Third	-465.81
Total Checking/Savings	<u>-465.81</u>
Total Current Assets	-465.81
Fixed Assets	
Equipment	11,292.50
Accumulated Depreciation	<u>-11,292.50</u>
Total Fixed Assets	0.00
Other Assets	
Deposit - Rent	1,600.00
Deposit - BWC	<u>198.72</u>
Total Other Assets	<u>1,798.72</u>
TOTAL ASSETS	<u><u>1,332.91</u></u>

RD Energy Inc.
Balance Sheet
As of December 31, 2008

	<u>Dec 31, 08</u>
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
Payroll Liabilities	
FUTA Tax	99.20
SUTA Payable	<u>272.80</u>
Total Payroll Liabilities	<u>372.00</u>
Total Other Current Liabilities	<u>372.00</u>
Total Current Liabilities	372.00
Long Term Liabilities	
Shareholder Loans	<u>1,000.00</u>
Total Long Term Liabilities	<u>1,000.00</u>
Total Liabilities	1,372.00
Equity	
Capital Stock	500.00
Retained Earnings	-21,066.54
Net Income	<u>20,527.45</u>
Total Equity	<u>-39.09</u>
TOTAL LIABILITIES & EQUITY	<u><u>1,332.91</u></u>

RD Energy Inc.
Profit & Loss
January through December 2008

	<u>Jan - Dec 08</u>	<u>% of Income</u>
Ordinary Income/Expense		
Income		
Fees	931,535.09	100.0%
Total Income	931,535.09	100.0%
Expense		
Advertising	2,121.25	0.2%
Automobile Expense	4,800.00	0.5%
Bank Service Charges	15.00	0.0%
Casual Labor	4,000.00	0.4%
Commissions	33,410.32	3.6%
Computer Expenses	262.32	0.0%
Contributions	500.00	0.1%
Depreciation Expense	9,834.51	1.1%
Dues and Subscriptions	3,542.06	0.4%
Insurance	10,242.42	1.1%
Internet Expenses	275.10	0.0%
Maintenance & Cleaning	772.57	0.1%
Office Supplies & Expense	3,190.14	0.3%
Outside Services	116,538.15	12.5%
Postage and Delivery	561.70	0.1%
Promotions	1,359.00	0.1%
Printing and Reproduction	1,073.03	0.1%
Professional Fees	6,129.00	0.7%
Rent	9,600.00	1.0%
Repairs & Maintenance	1,522.92	0.2%
Salaries & Wages	620,400.00	66.6%
Security Services	36.74	0.0%
Seminars & Trade Shows	200.00	0.0%
SEP Expense	46,000.00	4.9%
Taxes	22,386.60	2.4%
Telephone	3,001.05	0.3%
Travel & Ent	9,233.76	1.0%
Total Expense	911,007.64	97.8%
Net Ordinary Income	20,527.45	2.2%
Net Income	20,527.45	2.2%

RD Energy Inc.
Statement of Cash Flows
January through December 2008

	<u>Jan - Dec 08</u>
OPERATING ACTIVITIES	
Net Income	20,527.45
Adjustments to reconcile Net Income to net cash provided by operations:	
Payroll Liabilities:SWT Payable	-4,097.79
Payroll Liabilities:Local Tax Withheld	-967.50
Payroll Liabilities:FUTA Tax	99.20
Payroll Liabilities:SUTA Payable	272.80
Net cash provided by Operating Activities	15,834.16
INVESTING ACTIVITIES	
Equipment	-9,834.51
Accumulated Depreciation	9,834.51
Deposit - Rent	-1,600.00
Net cash provided by Investing Activities	-1,600.00
FINANCING ACTIVITIES	
Shareholder Loans	-16,233.82
Net cash provided by Financing Activities	-16,233.82
Net cash increase for period	-1,999.66
Cash at beginning of period	1,533.85
Cash at end of period	<u><u>-465.81</u></u>

RD Energy, Inc.

Exhibit C-5

Forecasted Financial Statements

RD Energy Inc.
Balance Sheet
As of December 31, 2009

	<u>Dec 31, 09</u>
ASSETS	
Current Assets	
Checking/Savings	
Cash in Bank - Fifth Third	3,021.32
Total Checking/Savings	<u>3,021.32</u>
Total Current Assets	3,021.32
Fixed Assets	
Equipment	13,216.50
Accumulated Depreciation	<u>-13,216.50</u>
Total Fixed Assets	0.00
Other Assets	
Deposit - Rent	1,600.00
Deposit - BWC	<u>198.72</u>
Total Other Assets	<u>1,798.72</u>
TOTAL ASSETS	<u><u>4,820.04</u></u>

RD Energy Inc.
Balance Sheet
As of December 31, 2009

	<u>Dec 31, 09</u>
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
Payroll Liabilities	
SWT Payable	<u>1,290.26</u>
Total Payroll Liabilities	<u>1,290.26</u>
Total Other Current Liabilities	<u>1,290.26</u>
Total Current Liabilities	<u>1,290.26</u>
Total Liabilities	<u>1,290.26</u>
Equity	
Capital Stock	500.00
Retained Earnings	-539.09
Net Income	<u>3,568.87</u>
Total Equity	<u>3,529.78</u>
TOTAL LIABILITIES & EQUITY	<u><u>4,820.04</u></u>

RD Energy Inc.
Profit & Loss
January through December 2009

	<u>Jan - Dec 09</u>	<u>% of Income</u>
Ordinary Income/Expense		
Income		
Fees	736,118.60	100.0%
Customer Refunds	-6.82	-0.0%
Total Income	<u>736,111.78</u>	<u>100.0%</u>
Expense		
Advertising	5,606.25	0.8%
Automobile Expense	1,960.00	0.3%
Commissions	40,252.82	5.5%
Contributions	4,080.00	0.6%
Depreciation Expense	1,924.00	0.3%
Dues and Subscriptions	1,529.00	0.2%
Insurance	16,998.54	2.3%
Internet Expenses	579.15	0.1%
Maintenance & Cleaning	1,293.42	0.2%
Office Supplies & Expense	5,452.53	0.7%
Postage and Delivery	2,639.69	0.4%
Promotions	2,872.02	0.4%
Professional Fees	6,918.08	0.9%
Rent	18,852.00	2.6%
Salaries & Wages	579,497.87	78.7%
Sales Expense	7,639.36	1.0%
Seminars & Trade Shows	1,480.00	0.2%
Taxes	21,049.19	2.9%
Telephone	6,773.00	0.9%
Travel & Ent	5,145.99	0.7%
Total Expense	<u>732,542.91</u>	<u>99.5%</u>
Net Ordinary Income	<u>3,568.87</u>	<u>0.5%</u>
Net Income	<u><u>3,568.87</u></u>	<u><u>0.5%</u></u>

RD Energy Inc.
Statement of Cash Flows
January through December 2009

	<u>Jan - Dec 09</u>
OPERATING ACTIVITIES	
Net Income	3,568.87
Adjustments to reconcile Net Income to net cash provided by operations:	
Payroll Liabilities:SWT Payable	1,290.26
Payroll Liabilities:FUTA Tax	-99.20
Payroll Liabilities:SUTA Payable	-272.80
Net cash provided by Operating Activities	4,487.13
INVESTING ACTIVITIES	
Equipment	-1,924.00
Accumulated Depreciation	1,924.00
Net cash provided by Investing Activities	0.00
FINANCING ACTIVITIES	
Shareholder Loans	-1,000.00
Net cash provided by Financing Activities	-1,000.00
Net cash increase for period	3,487.13
Cash at beginning of period	-465.81
Cash at end of period	<u><u>3,021.32</u></u>

RD Energy Inc.
Profit & Loss Forecast Overview
January through December 2010

	<u>Jan - Dec 10</u>
Ordinary Income/Expense	
Income	
Fees	<u>931,535.09</u>
Total Income	<u>931,535.09</u>
Expense	
Advertising	2,121.25
Automobile Expense	4,800.00
Bank Service Charges	15.00
Casual Labor	4,000.00
Commissions	33,410.32
Computer Expenses	262.32
Contributions	500.00
Depreciation Expense	9,834.51
Dues and Subscriptions	3,542.06
Insurance	10,242.42
Internet Expenses	275.10
Maintenance & Cleaning	772.57
Office Supplies & Expense	3,190.14
Outside Services	116,538.15
Postage and Delivery	561.70
Promotions	1,359.00
Printing and Reproduction	1,073.03
Professional Fees	6,129.00
Rent	9,600.00
Repairs & Maintenance	1,522.92
Salaries & Wages	620,400.00
Security Services	36.74
Seminars & Trade Shows	200.00
SEP Expense	46,000.00
Taxes	22,386.60
Telephone	3,001.05
Travel & Ent	9,233.76
Total Expense	<u>911,007.64</u>
Net Ordinary Income	<u>20,527.45</u>
Net Income	<u><u>20,527.45</u></u>

RD Energy, Inc.

Exhibit C-6

Credit Rating



Decide with Confidence

Business Information Report

[Print this Report](#)

Report Printed: JAN 04 2010

BUSINESS SUMMARY

RD ENERGY
1670 Columbus Rd
Granville, OH 43023

This is a **single** location.**D-U-N-S Number:** 94-824-4194**Telephone:** 740 321-1075**D&B Rating:** **DS****Employs:** UNDETERMINED**SIC:** 9999**Line of business:** Undetermined

SPECIAL EVENTS

12/18/2009

The name and address of this business have been confirmed by D&B using available sources.

SUMMARY ANALYSIS

D&B Rating:DS

The DS rating indicates that the information available does not permit D&B to classify the company within our rating key. For more information, see the D&B Rating Key.
A Summary Analysis is not available at this time.

INVESTIGATIVE SERVICES

*** Update available on request ***


D&B has limited data on this business and this information is being provided to you immediately in the interest of speed. This report may not reflect the current status of this business.

This company will be stored in View My Reports/Alerts section of your account. D&B will alert you of additional information collected from the company and through external sources.

D&B can investigate this business and update the information based on the results of that investigation. To order an investigation, please call D&B Express at (800) 333-0505. The cost of this investigation is dependent on the speed in which you need to have a response.

CUSTOMER SERVICE

<https://smallbusiness.dnb.com/ePlatform/servlet/ViewReport?orderItemId=106481369&do=...> 1/5/2010

 Need help? Call Customer Service at (800) 333-0505, Monday through Friday, 8:00 AM to 6:00 PM Local Time.

HISTORY

The following information was reported **12/18/2009**:

OPERATIONS

12/18/2009

Description: Duns Support Record.
Employees: UNDETERMINED.
Facilities: Occupies premises in building.

SIC & NAICS

SIC:

Based on information in our file, D&B has assigned this company an extended 8-digit SIC. D&B's use of 8-digit SICs enables us to be more specific to a company's operations than if we use the standard 4-digit code.

NAICS:

999990 Unclassified Establishments

The 4-digit SIC numbers link to the description on the Occupational Safety & Health Administration (OSHA) Web site. Links open in a new browser window.

99992222 Duns Support Record, nonclassifiable establishment

PAYMENT SUMMARY

D&B has not received a sufficient sample of payment experiences to establish a PAYDEX score.

The Payment Summary section reflects payment information in D&B's file as of the date of this report.

Below is an overview of the company's dollar-weighted payments, segmented by its suppliers' primary industries:

	Total Rcv'd (#)	Total Dollar Amts (\$)	Largest High Credit (\$)	Within Terms (%)	Days Slow <31 31-60 61-90 90> (%)			
Top industries:								
Ret mail-order house	1	250	250	100	-	-	-	-
Nonclassified	1	50	50	100	-	-	-	-
Other payment categories:								
Cash experiences	0	0	0					
Payment record unknown	0	0	0					
Unfavorable comments	0	0	0					
Placed for collections:								
With D&B	0	0						

Other	0	N/A	
Total in D&B's file	2	300	250

The highest **Now Owes** on file is \$50

The highest **Past Due** on file is \$0

D&B receives over 600 million payment experiences each year. We enter these new and updated experiences into D&B Reports as this information is received.

PAYMENT DETAILS

Detailed Payment History

Date Reported (mm/yy)	Paying Record	High Credit (\$)	Now Owes (\$)	Past Due (\$)	Selling Terms	Last Sale Within (months)
11/09	Ppt	250	0		N30	4-5 mos
08/09	Ppt	50	50	0		4-5 mos

Each experience shown is from a separate supplier. Updated trade experiences replace those previously reported.

BANKING & FINANCE

D&B has researched this company and found no information available at this time.

PUBLIC FILINGS

A check of D&B's public records database indicates that no filings were found for RD ENERGY at 1670 Columbus Rd, Granville OH.

D&B's extensive database of public record information is updated daily to ensure timely reporting of changes and additions. It includes business-related suits, liens, judgments, bankruptcies, UCC financing statements and business registrations from every state and the District of Columbia, as well as select filing types from Puerto Rico and the U.S. Virgin Islands.

D&B collects public records through a combination of court reporters, third parties and direct electronic links with federal and local authorities. Its database of U.S. business-related filings is now the largest of its kind.

RD Energy, Inc.

Exhibit C-7

Credit Report

No credit report available.