

CORE:
2009 Income Statement - Modified Cash Basis (1)
(000's)

	Actual YTD
Net Change in Members	(64)
Revenue	
Membership - New	2,455
Membership Renewals	4,365
F&B Restaurant	1,627
F&B Events	1,552
Accomodations	342
Wellness Revenue	1,117
Sponsorships & Other Revenue	147
Gross Revenue	11,605
Founding Member Cr & Dscnts	(615)
Other Discounts & Allowances	-
Less Discounts & Allowances	(615)
Net Revenue	10,990
Membership Direct Expenses	1,014
F&B Direct Costs	3,375
Accomodations Direct Expenses	232
Wellness Direct Expenses	1,391
Sponsorships & Other Revenue	16
Direct Expenses	6,027
Membership	5,806
Food & Beverage	(196)
Accomodations	110
Wellness	(273)
Sponsorships & Other Revenue	131
Discounts & Allowances	(615)
Gross Profit	4,963
% of Revenue	45.2%

General & Admin Expenses (excl Depr/Amort)	
Payroll, Taxes & Benefits - Gross	4,723
Less Charged to Direct Expenses	(3,832)
G&A Wages, Taxes & Benefits	890
Bonuses (for all elig employees)	-
Contract Labor	89
G&A Wages, Taxes & Benefits	979
Occupancy Costs	2,526
Professional Fees	188
Other G&A Costs	634
Total G&A Costs	4,328
Sales & Marketing	662
Total SG&A	4,990
Operating Profit / (Loss)	(27)
% of Revenue	-0.2%
Debt Forgiveness	-
Restructuring Costs (One-Time Charge)	(125)
Other Income/(Expense)	(2)
Depreciation/Amortization	(2,064)
Property & Equipment	(2,064)
Start up costs, net	-
Trademark, net of accumulated amortization	-
Loan acquisition costs, net of accumulated amortization	-
Other	-
Interest Income/(Expense) (2)	(115)
Net Profit / (Loss)	(2,334)
% of Revenue	-21.2%

(1) All revenue and costs are recorded on an incurred (accrual) basis, except for membership fees. Membership fees (initiation fees and dues) are recorded in the month the member signs up or renews. Accordingly rent expense (\$149K per month) is reflected each month, although payment is deferred until September.

(2) Interest expense in 2008 is detailed as follows: bank \$144K, RFR (landlord) \$1,418K and FM's \$2,425K. In 2009 only bank interest is shown. [Balance sheet and cash flow will reflect