

**Inmate Calling Solutions, LLC**  
**Balance Sheet**  
**(Unaudited)**

**ASSETS**

	<b>December 31, 2015</b>
Current assets:	
Cash and cash equivalents	\$ -
Accounts receivable, net	6,809,552
Prepaid expenses	3,813,588
Inventory	1,102,025
Total current assets	11,725,165
Property, plant and equipment	17,943,031
Accumulated depreciation	(9,299,339)
Property, plant and equipment, net	8,643,692
Goodwill	29,687,257
Intangible assets, net of accumulated amortization	5,973,833
Other assets	2,471,804
Total other assets	38,132,894
<b>Total Assets</b>	<b>\$ 58,501,751</b>

**LIABILITIES AND MEMBERS' CAPITAL**

	<b>December 31, 2015</b>
Current liabilities:	
Accounts payable-trade	\$ 9,885,167
Deposits and other payables due to customers	4,036,101
Accrued liabilities	4,684,997
Other current liabilities	101,500
Total current liabilities	18,707,765
Non-current liabilities:	
Related party payables to parent	8,490,685
Total liabilities	27,198,450
Members' capital:	
Members' capital	16,800,440
Retained Earnings	14,502,861
Total members' capital	31,303,301
<b>Total Liabilities and Members' Capital</b>	<b>\$ 58,501,751</b>

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**Inmate Calling Solutions, LLC**  
**Statement of Operations**  
**(Unaudited)**

	<b>Year Ended December 31, 2015</b>
Operating revenues	\$ 120,708,868
Cost of services	93,147,801
Gross profit	27,561,067
Gross margin	22.8%
Operating expenses	13,233,066
Operating income	14,328,001
Other (expense) income:	
Depreciation	(1,760,956)
Amortization-Intangibles	(232,480)
Interest expense	(148,162)
Other (expense) income, net	(3,184,513)
Total other (expense) income, net	(5,326,111)
Income from operations before provision for income taxes	9,001,890
Income tax expense	(3,600,757)
<b>Net Income</b>	<b>\$ 5,401,133</b>

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