

TRIUMPH GULF COAST, INC.

PANAMA CITY, FLORIDA

FINANCIAL STATEMENTS

FOR THE MONTH AND TEN MONTHS ENDED

OCTOBER 31, 2017

Preliminary



To the Board of Directors
Triumph Gulf Coast, Inc.
Panama City, Florida

Independent Accountant's Compilation Report

Management is responsible for the accompanying financial statements of Triumph Gulf Coast, Inc, which comprise the statement of financial position as of October 31, 2017, and the related statement of activity for the month and ten months then ended in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform and procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially all of the disclosures and the statement of cash flows required by accounting principles generally accepted in the United States of America. If the omitted disclosures and the statement of cash flows were included in the financial statements, they might influence the user's conclusions about the Company's financial position, results of operations, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

Panama City, Florida
November 3, 2017

Triumph Gulf Coast, Inc
Statement of Financial Position
As of October 31, 2017

	Total
ASSETS	
Current Assets	
Bank Accounts	
First Nat'l Bank NWFL- MM	125,500.21
First Nat'l Bank NWFL-Checking	15,301.43
Florida Prime	300,145,849.66
Total Bank Accounts	\$ 300,286,651.30
Total Current Assets	\$ 300,286,651.30
TOTAL ASSETS	\$ 300,286,651.30
LIABILITIES AND EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
Interest Payable to Trust	345,913.58
Payroll Liabilities	
Federal Taxes (941/944)	2,602.70
Total Payroll Liabilities	\$ 2,602.70
Total Other Current Liabilities	\$ 348,516.28
Total Current Liabilities	\$ 348,516.28
Total Liabilities	\$ 348,516.28
Equity	
Designated to Individual Counties	
Bay	15,000,000.00
Escambia	15,000,000.00
Franklin	15,000,000.00
Gulf	15,000,000.00
Okaloosa	15,000,000.00
Santa Rosa	15,000,000.00
Wakulla	15,000,000.00
Walton	15,000,000.00
Total Designated to Individual Counties	\$ 120,000,000.00
Undesignated	179,938,135.02
Total Equity	\$ 299,938,135.02
TOTAL LIABILITIES AND EQUITY	\$ 300,286,651.30

Triumph Gulf Coast, Inc
Statement of Activity
 October 2017

	Total	
	Oct 2017	Jan - Oct, 2017 (YTD)
Revenue		
Settlement Revenue	\$ -	\$ 300,000,000.00
Total Revenue	-	300,000,000.00
Gross Profit	-	300,000,000.00
Expenditures		
Administrative		
Advertising & Marketing	400.00	4,240.00
Legal & Professional Services	8,333.33	16,666.66
Office Supplies	1,348.19	1,529.99
Payroll Expenses		
Taxes	570.57	2,800.15
Wages	7,458.33	36,603.18
Total Payroll Expenses	8,028.90	39,403.33
Software		-
Wire Fees		25.00
Total Administrative	18,110.42	61,864.98
Total Expenditures	18,110.42	61,864.98
Net Operating Revenue	(18,110.42)	299,938,135.02
Net Revenue	\$ (18,110.42)	\$ 299,938,135.02

Triumph Gulf Coast, Inc
Statement of Activity by Class
October 2017

	<u>Undesignated</u>	<u>TOTAL</u>
Revenue		
Total Revenue	\$ -	\$ -
Gross Profit	-	-
Expenditures		
Administrative		
Advertising & Marketing	400.00	400.00
Legal & Professional Services	8,333.33	8,333.33
Office Supplies	1,348.19	1,348.19
Payroll Expenses		
Taxes	570.57	570.57
Wages	7,458.33	7,458.33
Total Payroll Expenses	<u>8,028.90</u>	<u>8,028.90</u>
Total Administrative	<u>18,110.42</u>	<u>18,110.42</u>
Total Expenditures	<u>18,110.42</u>	<u>18,110.42</u>
Net Operating Revenue	<u>(18,110.42)</u>	<u>(18,110.42)</u>
Net Revenue	<u>\$ (18,110.42)</u>	<u>\$ (18,110.42)</u>

Triumph Gulf Coast, Inc
Statement of Activity by Class
 January - October, 2017

	<u>Bay</u>	<u>Escambia</u>	<u>Franklin</u>	<u>Gulf</u>	<u>Okaloosa</u>	<u>Santa Rosa</u>	<u>Undesignated</u>	<u>Wakulla</u>	<u>Walton</u>	<u>TOTAL</u>
Revenue										
Settlement Revenue	\$ 15,000,000.00	\$ 15,000,000.00	\$ 15,000,000.00	\$ 15,000,000.00	\$ 15,000,000.00	\$ 15,000,000.00	\$ 180,000,000.00	\$ 15,000,000.00	\$ 15,000,000.00	\$ 300,000,000.00
Total Revenue	<u>15,000,000.00</u>	<u>15,000,000.00</u>	<u>15,000,000.00</u>	<u>15,000,000.00</u>	<u>15,000,000.00</u>	<u>15,000,000.00</u>	<u>180,000,000.00</u>	<u>15,000,000.00</u>	<u>15,000,000.00</u>	<u>300,000,000.00</u>
Gross Profit	<u>15,000,000.00</u>	<u>15,000,000.00</u>	<u>15,000,000.00</u>	<u>15,000,000.00</u>	<u>15,000,000.00</u>	<u>15,000,000.00</u>	<u>180,000,000.00</u>	<u>15,000,000.00</u>	<u>15,000,000.00</u>	<u>300,000,000.00</u>
Expenditures										
Administrative										
Advertising & Marketing							4,240.00			4,240.00
Legal & Professional Services							16,666.66			16,666.66
Office Supplies							1,529.99			1,529.99
Payroll Expenses										
Taxes							2,800.15			2,800.15
Wages							36,603.18			36,603.18
Total Payroll Expenses							<u>39,403.33</u>			<u>39,403.33</u>
Software										
Wire Fees							25.00			25.00
Total Administrative							<u>61,864.98</u>			<u>61,864.98</u>
Total Expenditures							<u>61,864.98</u>			<u>61,864.98</u>
Net Operating Revenue	<u>15,000,000.00</u>	<u>15,000,000.00</u>	<u>15,000,000.00</u>	<u>15,000,000.00</u>	<u>15,000,000.00</u>	<u>15,000,000.00</u>	<u>179,938,135.02</u>	<u>15,000,000.00</u>	<u>15,000,000.00</u>	<u>299,938,135.02</u>
Net Revenue	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>	<u>\$ 179,938,135.02</u>	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>	<u>\$ 299,938,135.02</u>