

| PREO Mortgage, LLC                 |                                   |      |       |        |        | November |        |        |        | December | January |        |        |        |        |        |        |        |        |
|------------------------------------|-----------------------------------|------|-------|--------|--------|----------|--------|--------|--------|----------|---------|--------|--------|--------|--------|--------|--------|--------|--------|
| INCOME STATEMENT                   |                                   |      |       |        |        |          |        |        |        |          |         |        |        |        |        |        |        |        |        |
| August September, October 31, 2012 |                                   |      |       |        |        |          |        |        |        |          |         |        |        |        |        |        |        |        |        |
|                                    |                                   |      | Level | 75%    | 80%    | 85%      | 90%    | 95%    | 100%   | 105%     | 110%    | 115%   | 120%   | 125%   | 130%   | 135%   | 140%   | 145%   | 150%   |
|                                    | Total Seasoned MOL's              | 4    |       |        |        |          |        |        |        |          |         |        |        |        |        |        |        |        |        |
|                                    | Total New MLO's                   | 7    |       |        |        |          |        |        |        |          |         |        |        |        |        |        |        |        |        |
|                                    | Average Seasoned MLO's Submission | 26   |       |        |        |          |        |        |        |          |         |        |        |        |        |        |        |        |        |
|                                    | Average New MLO's Submission      | 8    |       |        |        |          |        |        |        |          |         |        |        |        |        |        |        |        |        |
|                                    | Submission Closing Rate           | 0.67 |       |        |        |          |        |        |        |          |         |        |        |        |        |        |        |        |        |
|                                    | Average Per Loan Company \$       | 5500 | Type  |        |        |          |        |        |        |          |         |        |        |        |        |        |        |        |        |
| MLO's                              |                                   |      |       |        |        |          |        |        |        |          |         |        |        |        |        |        |        |        |        |
|                                    | Seasoned                          |      |       | 4      | 4      | 4        | 4      | 4      | 4      | 6        | 6       | 7      | 7      | 8      | 9      | 9      | 10     | 10     | 11     |
|                                    | New - Marginal                    |      |       | 7      | 7      | 7        | 7      | 7      | 7      | 7        | 8       | 9      | 10     | 11     | 12     | 13     | 14     | 15     | 16     |
| Total                              |                                   |      |       | 11     | 11     | 11       | 11     | 11     | 11     | 13       | 14      | 16     | 17     | 19     | 21     | 22     | 24     | 25     | 27     |
|                                    |                                   |      |       |        |        |          |        |        |        |          |         |        |        |        |        |        |        |        |        |
| Submissions                        |                                   |      |       |        |        |          |        |        |        |          |         |        |        |        |        |        |        |        |        |
|                                    | Seasoned                          |      |       | 22.75  | 23.40  | 24.05    | 24.70  | 25.35  | 26     | 39       | 40      | 45     | 49     | 52     | 55     | 59     | 62     | 66     | 69     |
|                                    | New                               |      |       | 7.00   | 7.20   | 7.40     | 7.60   | 7.80   | 8      | 8        | 9       | 10     | 11     | 13     | 14     | 15     | 16     | 17     | 18     |
| Total                              |                                   |      |       | 29.75  | 30.60  | 31.45    | 32.30  | 33.15  | 34     | 47       | 49      | 55     | 60     | 65     | 69     | 74     | 78     | 83     | 88     |
|                                    |                                   |      |       |        |        |          |        |        |        |          |         |        |        |        |        |        |        |        |        |
| Closed Loans                       |                                   |      |       |        |        |          |        |        |        |          |         |        |        |        |        |        |        |        |        |
|                                    | Seasoned                          |      |       | 15.15  | 15.58  | 16.02    | 16.45  | 16.88  | 17     | 26       | 27      | 30     | 32     | 35     | 37     | 39     | 42     | 44     | 46     |
|                                    | New - Marginal                    |      |       | 4.66   | 4.80   | 4.93     | 5.06   | 5.19   | 5      | 5        | 6       | 7      | 8      | 8      | 9      | 10     | 11     | 11     | 12     |
| Total                              |                                   |      |       | 19.81  | 20.38  | 20.95    | 21.51  | 22.08  | 23     | 31.09    | 32.71   | 36.86  | 39.93  | 43.00  | 46.07  | 49.14  | 52.21  | 55.28  | 58.35  |
|                                    |                                   |      |       |        |        |          |        |        |        |          |         |        |        |        |        |        |        |        |        |
| Income                             |                                   |      |       |        |        |          |        |        |        |          |         |        |        |        |        |        |        |        |        |
|                                    | Mortgage Production Income        |      | V     | 108974 | 112088 | 115201   | 118315 | 121428 | 124542 | 170971   | 179919  | 202756 | 219640 | 236525 | 253410 | 270295 | 287179 | 304064 | 320949 |
|                                    | Investor Incentives               |      |       |        |        |          |        |        |        |          |         |        |        |        |        |        |        |        |        |
|                                    | Servicing Fees                    |      | F     | 19385  | 19385  | 19385    | 19385  | 19385  | 19385  | 19385    | 19385   | 19385  | 19385  | 19385  | 19385  | 19385  | 19385  | 19385  | 19385  |
|                                    | Interest Income                   |      |       |        |        |          |        |        |        |          |         |        |        |        |        |        |        |        |        |
|                                    |                                   |      |       |        |        |          |        |        |        |          |         |        |        |        |        |        |        |        |        |
|                                    | TOTAL GROSS OPERATING INCOME      |      |       | 128359 | 131473 | 134586   | 137700 | 140813 | 143927 | 190356   | 199304  | 222141 | 239025 | 255910 | 272795 | 289680 | 306564 | 323449 | 340334 |
|                                    |                                   |      |       |        |        |          |        |        |        |          |         |        |        |        |        |        |        |        |        |
| Expenses                           |                                   |      |       |        |        |          |        |        |        |          |         |        |        |        |        |        |        |        |        |
|                                    | Closing Related:                  |      |       |        |        |          |        |        |        |          |         |        |        |        |        |        |        |        |        |
|                                    | Hedging Pair Off Fees             |      |       |        |        |          |        |        |        |          |         |        |        |        |        |        |        |        |        |
|                                    | Loan Expenses Appraisal           |      | V     | 542    | 542    | 576      | 610    | 644    | 678    | 712      | 746     | 780    | 814    | 848    | 881    | 915    | 949    | 983    | 1017   |
|                                    | Loan Expenses Closing Docs        |      | V     | 1640   | 1640   | 1743     | 1845   | 1948   | 2050   | 2153     | 2255    | 2358   | 2460   | 2563   | 2665   | 2768   | 2870   | 2973   | 3075   |
|                                    | Loan Expenses Origination Fees    |      | V     | 122    | 122    | 130      | 138    | 145    | 153    | 161      | 168     | 176    | 184    | 191    | 199    | 207    | 214    | 222    | 230    |
|                                    | Loan Expenses Subordination Fees  |      | V     | 252    | 252    | 268      | 284    | 299    | 315    | 331      | 347     | 362    | 378    | 394    | 410    | 425    | 441    | 457    | 473    |
|                                    | Credit Reports                    |      | V     | 1043   | 1043   | 1108     | 1174   | 1239   | 1304   | 1369     | 1434    | 1500   | 1565   | 1630   | 1695   | 1760   | 1826   | 1891   | 1956   |
|                                    | Commissions                       |      | V     | 22418  | 22418  | 23819    | 25220  | 26621  | 28022  | 29423    | 30824   | 32225  | 33626  | 35027  | 36429  | 37830  | 39231  | 40632  | 42033  |
|                                    | Draws                             |      | SV    | 14000  | 14000  | 14000    | 14000  | 14000  | 14000  | 14000    | 16000   | 18000  | 20000  | 22000  | 24000  | 26000  | 28000  | 30000  | 32000  |
|                                    | TOTAL COST OF SALES               |      |       | 40017  | 40018  | 41644    | 43270  | 44896  | 46522  | 48148    | 51774   | 55400  | 59026  | 62652  | 66279  | 69905  | 73531  | 77157  | 80783  |
|                                    |                                   |      |       |        |        |          |        |        |        |          |         |        |        |        |        |        |        |        |        |
|                                    | Operating Expenses:               |      |       |        |        |          |        |        |        |          |         |        |        |        |        |        |        |        |        |
|                                    | Advertising                       |      | V     | 31000  | 31000  | 31000    | 31000  | 31000  | 31000  | 32550    | 34100   | 35650  | 37200  | 38750  | 40300  | 41850  | 43400  | 44950  | 46500  |
|                                    | Auto Expense                      |      | ?     | 6      | 5      | 5        | 5      | 5      | 5      |          |         |        |        |        |        |        |        |        |        |

|  |                               |    |       |        |        |        |        |        |        |        |        |        |        |        |        |        |        |        |        |
|--|-------------------------------|----|-------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
|  | Bank Charges                  | SV | 757   | 757    | 757    | 757    | 757    | 757    | 776    | 795    | 814    | 833    | 852    | 871    | 889    | 908    | 927    | 946    |        |
|  | Continuing Education          | V  | 317   | 317    | 317    | 317    | 317    | 317    | 333    | 349    | 365    | 380    | 396    | 412    | 428    | 444    | 460    | 476    |        |
|  | Contract Labor                | ?  | 0     | 0      | 0      | 0      | 0      | 0      | 0      | 0      | 0      | 0      | 0      | 0      | 0      | 0      | 0      | 0      |        |
|  | Dues & Subscriptions          | F  | 1339  | 1339   | 1339   | 1339   | 1339   | 1339   | 1339   | 1339   | 1339   | 1339   | 1339   | 1339   | 1339   | 1339   | 1339   | 1339   |        |
|  | Background Checks (Emp)       | V  | 158   | 158    | 158    | 158    | 158    | 158    | 166    | 174    | 182    | 190    | 198    | 205    | 213    | 221    | 229    | 237    |        |
|  | Software License & Maint.     | F  | 4120  | 4120   | 4120   | 4120   | 4120   | 4120   | 4120   | 4120   | 4120   | 4120   | 4120   | 4120   | 4120   | 4120   | 4120   | 4120   |        |
|  | Insurance Health              | SV | 6797  | 6797   | 6797   | 6797   | 6797   | 6797   | 6967   | 7137   | 7307   | 7477   | 7647   | 7817   | 7986   | 8156   | 8326   | 8496   |        |
|  | Insurance Liability           | SV | 765   | 765    | 765    | 765    | 765    | 765    | 784    | 803    | 822    | 842    | 861    | 880    | 899    | 918    | 937    | 956    |        |
|  | Insurance General             | SV | 1040  | 1040   | 1040   | 1040   | 1040   | 1040   | 1066   | 1092   | 1118   | 1144   | 1170   | 1196   | 1222   | 1248   | 1274   | 1300   |        |
|  | Insurance Workers Comp.       | ?  | 381   | 381    | 381    | 381    | 381    | 381    | 391    | 400    | 410    | 419    | 429    | 438    | 448    | 457    | 467    | 476    |        |
|  | Legal                         | SV | 989   | 989    | 989    | 989    | 989    | 989    | 1014   | 1038   | 1063   | 1088   | 1113   | 1137   | 1162   | 1187   | 1212   | 1236   |        |
|  | Licenses                      | V  | 1585  | 1585   | 1585   | 1585   | 1585   | 1585   | 1664   | 1744   | 1823   | 1902   | 1981   | 2061   | 2140   | 2219   | 2298   | 2378   |        |
|  | Maintenance & Repairs         | SV | 2369  | 2369   | 2369   | 2369   | 2369   | 2369   | 2428   | 2487   | 2547   | 2606   | 2665   | 2724   | 2784   | 2843   | 2902   | 2961   |        |
|  | Marketing                     | SV | 6000  | 6000   | 6000   | 6000   | 6000   | 6000   | 6150   | 6300   | 6450   | 6600   | 6750   | 6900   | 7050   | 7200   | 7350   | 7500   |        |
|  | Meals & Entertainment         | SV | 373   | 373    | 373    | 373    | 373    | 373    | 382    | 392    | 401    | 410    | 420    | 429    | 438    | 448    | 457    | 466    |        |
|  | Miscellaneous                 | F  | 305   | 305    | 305    | 305    | 305    | 305    | 305    | 305    | 305    | 305    | 305    | 305    | 305    | 305    | 305    | 305    |        |
|  | Office Supplies               | SV | 930   | 930    | 930    | 930    | 930    | 930    | 953    | 977    | 1000   | 1023   | 1046   | 1070   | 1093   | 1116   | 1139   | 1163   |        |
|  | Office Expense                | F  | 9000  | 9000   | 9000   | 9000   | 9000   | 9000   | 9000   | 9000   | 9000   | 9000   | 9000   | 9000   | 9000   | 9000   | 9000   | 9000   |        |
|  | Postage & Freight             | SV | 1576  | 1576   | 1576   | 1576   | 1576   | 1576   | 1576   | 1655   | 1694   | 1734   | 1773   | 1812   | 1852   | 1891   | 1931   | 1970   |        |
|  | Professional Fees             | SV | 1500  | 1500   | 1500   | 1500   | 1500   | 1500   | 1538   | 1575   | 1613   | 1650   | 1688   | 1725   | 1763   | 1800   | 1838   | 1875   |        |
|  | Rent                          | F  | 8904  | 8904   | 8904   | 8904   | 8904   | 8904   | 8904   | 8904   | 8904   | 8904   | 8904   | 8904   | 8904   | 8904   | 8904   | 8904   |        |
|  | Salaries Employees            | SV | 63110 | 63110  | 42716  | 42716  | 42716  | 42716  | 43784  | 44852  | 45920  | 46988  | 48056  | 49123  | 50191  | 51259  | 52327  | 53395  |        |
|  | Bonus                         | SV | 1623  | 1623   | 1623   | 1623   | 1623   | 1623   | 1664   | 1704   | 1745   | 1785   | 1826   | 1866   | 1907   | 1948   | 1988   | 2029   |        |
|  | Taxes FICA                    | SV | 5990  | 5990   | 5990   | 5990   | 5990   | 5990   | 6140   | 6290   | 6439   | 6589   | 6739   | 6889   | 7038   | 7188   | 7338   | 7488   |        |
|  | Taxes FUTA                    | ?  | 32    | 32     | 32     | 32     | 32     | 32     | 33     | 34     | 34     | 35     | 36     | 37     | 38     | 38     | 39     | 40     |        |
|  | Taxes SUTA                    | ?  | 202   | 202    | 202    | 202    | 202    | 202    | 207    | 212    | 217    | 222    | 227    | 232    | 237    | 242    | 247    | 253    |        |
|  | Taxes Medicare                | SV | 1326  | 1326   | 1326   | 1326   | 1326   | 1326   | 1359   | 1392   | 1425   | 1459   | 1492   | 1525   | 1558   | 1591   | 1624   | 1658   |        |
|  | Taxes Other                   | ?  | 306   | 306    | 306    | 306    | 306    | 306    | 314    | 321    | 329    | 337    | 344    | 352    | 360    | 367    | 375    | 383    |        |
|  | Telephone                     | ?  | 1625  | 1625   | 1625   | 1625   | 1625   | 1625   | 1666   | 1706   | 1747   | 1788   | 1828   | 1869   | 1909   | 1950   | 1991   | 2031   |        |
|  | Travel                        | SV | 1205  | 1205   | 1205   | 1205   | 1205   | 1205   | 1235   | 1265   | 1295   | 1326   | 1356   | 1386   | 1416   | 1446   | 1476   | 1506   |        |
|  | Utilities                     | F  | 260   | 260    | 260    | 260    | 260    | 260    | 260    | 260    | 260    | 260    | 260    | 260    | 260    | 260    | 260    | 260    |        |
|  |                               |    |       |        |        |        |        |        |        |        |        |        |        |        |        |        |        |        |        |
|  | TOTAL OPERATING EXPENSE       |    |       | 155890 | 155889 | 135495 | 135495 | 135495 | 135495 | 139106 | 142721 | 146337 | 149952 | 153568 | 157183 | 160799 | 164414 | 168030 | 171646 |
|  |                               |    |       |        |        |        |        |        |        |        |        |        |        |        |        |        |        |        |        |
|  | TOTAL OPERATING PROFIT (LOSS) |    |       | 67548  | 64434  | 42552  | 41065  | 39577  | 38090  | 3102   | 4808   | 20404  | 30047  | 39690  | 49333  | 58976  | 68619  | 78262  | 87905  |