

Proposed
Defined Benefit Plan
FOR THE PLAN YEAR 01/01/2007 THROUGH 12/31/2007

FORMULA: BASE PERCENTAGE: 80.000%, EXCESS PERCENTAGE: 0.000%, FOR 25 YEARS OF SERVICE, ACCRUED PRO-RATA TO RETIREMENT
ASSUMED RATES OF RETURN: PRE-RETIREMENT: 5.000%, POST-RETIREMENT: 5.000%

EMPLOYEE NAME	SOCIAL SECURITY NUMBER	SEX	DATE OF BIRTH	DATE OF HI RE	COMPENSATION	AGE	PS	TS	RA	PROJECTED		ACCRUED		PRESENT VALUE OF ACCD. BEN.	CONTRIBUTION (COST OF INDIVIDUAL)	CONTRIB. AS % OF COMP.	CONTRIB. AS % OF TOTAL
										ANNUAL BENEFIT AT RET.	LUMP SUM AT RET.	ANNUAL BEN. AS OF EOY	OF EOY				
Age 35 owner-1		M	07/01/72	01/01/02	225,000	35	5	33	62	180,000	2,571,426	18,000	72,319	47,036	20.90	39.14	
Age 40 empl oyee-01		M	07/01/67	01/01/06	40,000	40	1	24	62	30,720	438,857	2,560	13,127	11,398	28.49	9.48	
Age 40 empl oyee-02		M	07/01/67	01/01/06	40,000	40	1	24	62	30,720	438,857	2,560	13,127	11,398	28.49	9.48	
Age 45 empl oyee-01		M	07/01/62	01/01/06	45,000	45	1	19	62	27,360	390,857	2,880	18,848	15,126	33.61	12.59	
Age 45 empl oyee-02		M	07/01/62	01/01/06	45,000	45	1	19	62	27,360	390,857	2,880	18,848	15,126	33.61	12.59	
Age 50 empl oyee-01		M	07/01/57	01/01/06	50,000	50	1	14	62	22,400	320,000	3,200	26,728	20,104	40.21	16.73	
TOTALS:					445,000								162,997	120,188		100.01	

A 401(k) plan can be combined with the Defined Benefit plan for additional retirement savings. An employer-provided allocation of up to 6% can also be included. This 401(k) plan will not be subject to ADP testing, even if there are Non-Highly Compensated Employees, as long as they are given a 3% Safe-Harbor allocation.

EMPLOYEE NAME	DATE OF BIRTH	DATE OF HI RE	COMPENSATN	AGE	PS	TS	RA	DEFINED BENEFIT PLAN COST		PROFIT SHARING ALLOCATION		NON-ELECTIVE SAFE HARBOR ALLOCATION		401(k) ALLOCATION		CATCH UP 401(k) ALLOCATION		TOTAL EMPLOYEE ALLOCATION		
								AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT
Age 35 owner-1	M	07/01/72	01/01/02	225,000	35	5	33	62	47,036	20.90	6,750	3.00	6,750	3.00	15,500	6.89	0	0.00	76,036	33.79
Age 40 empl oyee-01	M	07/01/67	01/01/06	40,000	40	1	24	62	11,398	28.49	1,200	3.00	1,200	3.00	0	0.00	0	0.00	13,798	34.49
Age 40 empl oyee-02	M	07/01/67	01/01/06	40,000	40	1	24	62	11,398	28.49	1,200	3.00	1,200	3.00	0	0.00	0	0.00	13,798	34.49
Age 45 empl oyee-01	M	07/01/62	01/01/06	45,000	45	1	19	62	15,126	33.61	1,350	3.00	1,350	3.00	0	0.00	0	0.00	17,826	39.61
Age 45 empl oyee-02	M	07/01/62	01/01/06	45,000	45	1	19	62	15,126	33.61	1,350	3.00	1,350	3.00	0	0.00	0	0.00	17,826	39.61
Age 50 empl oyee-01	M	07/01/57	01/01/06	50,000	50	1	14	62	20,104	40.21	1,500	3.00	1,500	3.00	0	0.00	0	0.00	23,104	46.21
TOTALS:				445,000					120,188		13,350		13,350		15,500		0		162,388	

404 Deductibility Limit is satisfied if Profit Sharing + Safe Harbor <= 6% of Covered Payroll:
(13,350 + 13,350) = 26,700 <= 26,700