

Henry Dellaratta, CPA PA

Certified Public Accountant

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Blueberry Pond Arts Center
88 Perry St #4R
New York, New York 10014

Gentlemen:

I have compiled the accompanying statement of assets, liabilities and equity-income tax basis of Blueberry Pond Arts Center as of the fiscal year ended December 31, 2008 and the related statement of revenue and expense-income tax basis for the year then ended, in accordance with the Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The financial statements have been prepared on the income tax basis of accounting which is a comprehensive basis of accounting other than GAAP.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. I have not audited or reviewed the accompanying financial statements and accordingly, do not express an opinion or any other form of assurance on them.

Management has elected to omit substantially all of the disclosures ordinarily included in financial statements prepared on the income tax basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the company's assets, liabilities, equity, revenue and expenses. Accordingly, these financial statements are not designed for those who are not informed about such matters.

Respectfully submitted,



Henry Dellaratta
Certified Public Accountant

March 18, 2009
New Milford, New Jersey 07646

Blueberry Pond Arts Center Inc.
Statement of Assets, Liabilities & Equity
For the twelve months ended December 31, 2008

Tax Basis
(Unaudited)

Assets

Current Assets

Cash in bank	\$ 83
Petty cash	34
Contingency fees	<u>1,013</u>

Total Current Assets \$ 1,130

Fixed Assets

Shine House improvements	165,682
Accumulated depreciation	<u>17,874</u>

Total Fixed Assets 147,808

Total Assets \$148,938

Liabilities

Current Liabilities

Payroll tax - payable	<u>1,256</u>
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Total Current Liabilities 1,256

Total Liabilities 1,256

Equity

Retained earnings	149,203
Year-to-date Earnings	<u>(1,521)</u>

Total Equity 147,682

Total Liabilities & Capital \$ 148,938

Blueberry Pond Arts Center Inc.
Statement of Revenue & Expense
For the twelve months ended December 31, 2008
Tax Basis
(Unaudited)

Revenue

Total Revenue 61,482

Cost of Goods Sold

Supplies - Plays	15,951
Travel expenses	1,147
Food & beverage expense	90
Director's fee	1,500
Outside vendors	<u>3,500</u>
Total Cost of Goods Sold	<u>22,188</u>

Gross Profit 39,294

Expenses

Rentals	14,854
Office supplies	532
Postage & stationary	1,422
Insurance	1,049
Utilities	959
Advertising	3,834
Bank charges	464
Equipment rentals	890
Legal & Accounting	893
Professional dues	395
Telephone	914
Pension expense	2,502
Fuel	6,082
Depreciation	<u>6,025</u>

Total Expense 40,815
Operating Loss (\$ 1,521)

See Accountant's Compilation Report