

Year Ended 12/31/2000

PPD BY PRO SYSTEMS

| ASSET NO. | DESCRIPTION | <BU%> | LIFE | DATE PL IN SRVCE | DEPRECIATION METHOD | DEPR. BASIS | SEC 179 EXPENSE | 12/31/99 ACCUM DEPR | CURRENT DEPR | 12/31/00 ACCUM DEPR |
|--|-----------------------|-------|------|------------------|---------------------|-------------------|-----------------|---------------------|--------------|---------------------|
| CHARLOTTE (L1) - FURNITURE & FIXTURES (C1) | | | | | | | | | | |
| 3.00 | OFFICE FURNITURE | | 10 | 03/25/89 | AMT-Y | 2,350.00 | 0.00 | 2,350.00 | 0.00 | 2,350.00 |
| 8.00 | CONFERENCE TABLE & CH | | 10 | 10/16/90 | AMT-Y | 6,500.00 | 0.00 | 6,215.97 | 284.03 | 6,500.00 |
| Note: Declining balance method switched to SL using \$284.03 over 6 months. | | | | | | | | | | |
| 11.00 | DESK & CHAIRS | | 10 | 03/25/93 | AMT-Y | 1,250.00 | 0.00 | 867.64 | 109.25 | 976.89 |
| Note: Declining balance method switched to SL using \$382.36 over 42 months. | | | | | | | | | | |
| 12.00 | BOOKSHELF | | 10 | 06/01/96 | AMT-Y | 275.00 | 0.00 | 118.79 | 24.03 | 142.82 |
| Note: Declining balance method switched to SL using \$156.21 over 78 months. | | | | | | | | | | |
| * FURNITURE & FIXTURES (C1) * | | | | | | 4 asset(s) shown | | 10,375.00 | 0.00 | 9,552.40 |
| CHARLOTTE (L1) - MACHINERY & EQUIPMENT (C2) | | | | | | | | | | |
| 4.00 | SHOP TRUCK | | 6 | 04/10/89 | AMT-Y | 18,520.00 | 0.00 | 18,520.00 | 0.00 | 18,520.00 |
| Sold 500.00 | | | | 01/30/00 | | -18,520.00 | 0.00 | | | -18,520.00 |
| 9.00 | TOOL CABINET | | 10 | 02/15/91 | AMT-Y | 1,500.00 | 0.00 | 1,303.36 | 131.09 | 1,434.45 |
| Note: Declining balance method switched to SL using \$196.64 over 18 months. | | | | | | | | | | |
| 10.00 | TOOLS | | 10 | 02/15/91 | AMT-Y | 3,865.00 | 0.00 | 3,358.33 | 337.78 | 3,696.11 |
| Note: Declining balance method switched to SL using \$506.67 over 18 months. | | | | | | | | | | |
| * MACHINERY & EQUIPMENT (C2) * | | | | | | 3 asset(s) shown | | 5,365.00 | 0.00 | 23,181.69 |
| CHARLOTTE (L1) - BUILDINGS (C3) | | | | | | | | | | |
| 1.00 | BUILDING | | 40 | 03/15/89 | AMT-Y | 75,200.00 | 0.00 | 24,849.37 | 1,888.15 | 26,737.52 |
| * BUILDINGS (C3) * | | | | | | 1 asset(s) shown | | 75,200.00 | 0.00 | 24,849.37 |
| CHARLOTTE (L1) - AUTOMOBILES (C4) | | | | | | | | | | |
| 7.00 | LINCOLN | | 5 | 03/06/90 | AMT-YAL | 28,500.00 | 0.00 | 19,735.00 | 1,475.00 | 21,210.00 |
| Depreciation limited based on MACRS Luxury Auto rules. | | | | | | | | | | |
| * AUTOMOBILES (C4) * | | | | | | 1 asset(s) shown | | 28,500.00 | 0.00 | 19,735.00 |
| CHARLOTTE (L1) - COMPUTER & OFFICE MACHINE (C5) | | | | | | | | | | |
| 5.00 | COPIER | | 6 | 05/15/89 | AMT-Y | 14,650.00 | 0.00 | 14,650.00 | 0.00 | 14,650.00 |
| 6.00 | COMPUTER | | 6 | 09/10/89 | AMT-Y | 2,965.00 | 0.00 | 2,965.00 | 0.00 | 2,965.00 |
| 18.00 | COMPUTER NETWORK | | 6 | 10/15/98 | AMT-Y | 18,950.00 | 0.00 | 6,514.06 | 3,108.99 | 9,623.05 |
| * COMPUTER & OFFICE MACHINE (C5) * | | | | | | 3 asset(s) shown | | 36,565.00 | 0.00 | 24,129.06 |
| CHARLOTTE (L1) - SOFTWARE (C6) | | | | | | | | | | |
| 19.00 | SOFTWARE | | 6 | 10/15/98 | AMT-Y | 1,575.00 | 0.00 | 541.41 | 258.40 | 799.81 |
| * SOFTWARE (C6) * | | | | | | 1 asset(s) shown | | 1,575.00 | 0.00 | 541.41 |
| CHARLOTTE (L1) - LAND (C7) | | | | | | | | | | |
| 2.00 | LAND | | 0 | 03/15/89 | N/A | 20,000.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| * LAND (C7) * | | | | | | 1 asset(s) shown | | 20,000.00 | 0.00 | 0.00 |
| ** CHARLOTTE (L1) ** | | | | | | 14 asset(s) shown | | 177,580.00 | 0.00 | 101,988.93 |
| RALEIGH (L2) - FURNITURE & FIXTURES (C1) | | | | | | | | | | |
| 15.00 | OFFICE FURNITURE | | 10 | 05/15/98 | AMT-Y | 3,895.00 | 0.00 | 832.56 | 459.37 | 1,291.93 |
| * FURNITURE & FIXTURES (C1) * | | | | | | 1 asset(s) shown | | 3,895.00 | 0.00 | 832.56 |
| RALEIGH (L2) - BUILDINGS (C3) | | | | | | | | | | |
| 13.00 | BUILDING | | 40 | 02/16/98 | AMT-Y | 89,650.00 | 0.00 | 4,979.78 | 3,175.13 | 8,154.91 |
| * BUILDINGS (C3) * | | | | | | 1 asset(s) shown | | 89,650.00 | 0.00 | 4,979.78 |
| RALEIGH (L2) - COMPUTER & OFFICE MACHINE (C5) | | | | | | | | | | |
| 16.00 | COPIER | | 10 | 09/15/98 | AMT-Y | 16,520.00 | 0.00 | 3,531.15 | 1,948.33 | 5,479.48 |
| 17.00 | COMPUTER NETWORK | | 6 | 10/15/98 | AMT-Y | 16,525.00 | 0.00 | 5,680.47 | 2,711.13 | 8,391.60 |
| * COMPUTER & OFFICE MACHINE (C5) * | | | | | | 2 asset(s) shown | | 33,045.00 | 0.00 | 9,211.62 |
| RALEIGH (L2) - SOFTWARE (C6) | | | | | | | | | | |
| 21.00 | SOFTWARE | | 3 | 10/15/98 | SL-Y | 1,575.00 | 0.00 | 787.50 | 525.00 | 1,312.50 |
| * SOFTWARE (C6) * | | | | | | 1 asset(s) shown | | 1,575.00 | 0.00 | 787.50 |
| RALEIGH (L2) - LAND (C7) | | | | | | | | | | |
| 14.00 | LAND | | 0 | 02/16/98 | N/A | 37,500.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| * LAND (C7) * | | | | | | 1 asset(s) shown | | 37,500.00 | 0.00 | 0.00 |
| ** RALEIGH (L2) ** | | | | | | 6 asset(s) shown | | 165,665.00 | 0.00 | 15,811.46 |
| GRAND TOTAL | | | | | | 20 asset(s) shown | | 343,245.00 | 0.00 | 117,800.39 |

Year Ended 12/31/2000

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----- ASSET SUMMARY -----

| | Assets | Original Cost | Depreciable Basis |
|---------------------|--------|---------------|-------------------|
| Beginning | 20 | 361,765.00 | 361,765.00 |
| Additions-Full Cost | 0 | 0.00 | 0.00 |
| Dispositions | 1 | -18,520.00 | -18,520.00 |
| IRC 179 Expense | | | 0.00 |
| ITC Basis Reduction | | | 0.00 |
| Reduction Recovery | | | 0.00 |
| Ending | 19 | 343,245.00 | 343,245.00 |

| | Depreciation+179 Ex. | Depreciation |
|--------------|----------------------|--------------|
| Beginning | 117,800.39 | 117,800.39 |
| Current | 16,435.68 | 16,435.68 |
| Bonus | 0.00 | 0.00 |
| Dispositions | -18,520.00 | -18,520.00 |
| Ending | 115,716.07 | 115,716.07 |

 Method codes: M, Q, Y=Mid-month, -quarter, half-year convention; Am=Amortized;
 L=Listed; A=Luxury auto; E=Empowerment zone pty; I=Indian reservation pty;
 F=Farm pty; H=Low income housing; PU=Public utility pty; AB=Adjusted Basis