

Message

From: Denny [dcmoney@yahoo.com]
Sent: 3/11/2012 11:00:46 AM
To: WBush1120@comcast.net
Subject: Re: DenSco Dinner Party

He's a great guy, I have worked with him since the early nineties. He's a pretty good golfer too!

Sent from my iPad

On Mar 11, 2012, at 11:38 AM, WBush1120@comcast.net wrote:

Thank you Denny -- we enjoyed the party.

Dave Preston seemed to make a special point of wanting to play golf after tax season --
- I have his card will make sure to do it.

Warren

From: "Denny Chittick" <dcmoney@yahoo.com>
To: "Dave Preston" <dave@prestoncpa.biz>, "James McCoy" <jamccoy32@gmail.com>, "Jolene Page" <jwalker113@cox.net>, "Van Butler" <butlerv@yahoo.com>, "Warren Bush" <wbush1120@comcast.net>, "Kevin Denise Potempa" <princevillegroup@yahoo.com>, "Bennett Caudle" <bennettcaudle@gmail.com>, "Robert Hahn" <hahnaz2@cox.net>, "Christopher Harvey" <azhideshow@yahoo.com>, "Coralee Thompson" <thompscog2@cox.net>, "Bill Swirtz" <wjswirtz@me.com>, "Doris Howze" <dhowze@cox.net>, "Ralph Hey" <hey.ralph01@gmail.com>, "Mark Wenig" <mark.wenig@gmail.com>, "Mo Sam Chittick" <quelalively@yahoo.com>, "Mo Sam Chittick" <evchick57@yahoo.com>, "Marion Minchuk" <mminchuk@cox.net>, "Paul Kent" <paul a kent@yahoo.com>, "Steve Kent" <skent@cessna.textron.com>, "Marlene Pearce" <pearces@mailhaven.com>, "Vince Muscat" <vince.muscat@cox.net>, "Smalerie Todd Paxton" <valeriepaxton@gmail.com>, "Chad Turnwald" <chad@aldoraconstruction.net>, "Jacob Nicole Garcia" <jakegarcia505@yahoo.com>, "Nishel Badiani" <nishelbadiani@yahoo.com>, "Miller Blackford" <mblackford1@cox.net>, "Roger Phillips" <rphillips@phillipsgroupusa.com>, "Charlie Melvin" <charlie@azreogroup.com>, "Adam Tunc" <ugurtunc@hotmail.com>, "Mike Cengiz" <koksalcengiz@gmail.com>, "Charlie Ozsoy" <umut@viaconstruction.net>
Sent: Saturday, March 10, 2012 11:54:26 PM
Subject: DenSco Dinner Party

Thanks so much for coming tonight! I hope everyone got their fill and you enjoy the left overs tomorrow, i know we will for a few days!

I always feel like I don't get around to everyone and get a chance to talk enough. I appreciate the forgiveness of my brevity.
For many of you this is my one time of year to see you, if you ever want to get together let me know.

I hope you enjoyed meeting everyone and the food!
Thx for your investment and business, look forward to next year!
dc

DenSco Investment Corp
www.denscoinvestment.com/
602-469-3001
602-532-7737 f

58 Dave Preston

Preston
EXH. NO. 682
1-25-19
Kelly S. Oglesby CR 50178

58

DENSCO INVESTMENT CORPORATION
SUBSCRIPTION AGREEMENT

Ladies and Gentlemen:

Investment # 2

Date: October 26, 2013

1. **Subscription.** The undersigned investor has received and reviewed the Confidential Private Offering Memorandum dated July 1, 2009 (the "POM"). The undersigned certifies that the undersigned meets the applicable suitability standards as evidenced on the attached Purchaser Questionnaire and the undersigned hereby subscribes for and agrees to purchase the following Note from DenSCO Investment Corporation (the "Company"):

- Accrual Note in the amount of \$_____ for _____ months that will bear interest at the rate of _____% per year (___% monthly). The interest will be compounded monthly. The principal and accrued interest will be paid back to the undersigned investor at the end of the term of the Note. (The minimum amount of a Note is \$50,000 with additional increments in a minimum of at least \$10,000).
- Quarterly Payment Note in the amount of \$60,000.00 for 24 months that will bear interest at the rate of 12% per year (1% monthly). The interest will be compounded monthly. The principal and any accrued and unpaid interest will be paid back to the undersigned investor at the end of the term of the Note. (The minimum amount of a Note is \$50,000 with additional increments in a minimum of at least \$10,000).
- Monthly Payment Note in the amount of \$__ for __ months that will bear interest at the rate of ___% per year (___% monthly). The interest will be paid to the undersigned investor on a monthly basis, and the principal will be paid to the undersigned at the end of the term of the Note. (The minimum amount of a Note is \$50,000 with additional increments in a minimum of at least \$10,000).

As a condition of the offer, the undersigned agrees to deliver this executed Subscription Agreement to the Company. Such Note will be issuable only upon acceptance of this Subscription Agreement by the Company and receipt of the consideration set forth in this Subscription Agreement.

2. **Representations and Warranties.** By executing this Subscription Agreement, the undersigned represents, warrants and acknowledges to the Company that:

(a) Based on personal knowledge and experience in financial and business matters in general, the undersigned understands the nature of this investment, is fully aware of and familiar with the proposed business operations of the Company, is able to evaluate the merits and risks of an investment in a Note and is capable of protecting the undersigned's interests in investing in the investment. The undersigned has received and carefully reviewed the POM. The undersigned has relied solely on the information contained therein, and information otherwise provided to me in writing by the Company. The undersigned understands that all documents,

DATED: October 26, 2013

By: David M. Preston
Signature of Investor

Preston Revocable Living Trust, Dated 1/6/1998,
David M. Preston, Trustee
Print Name of Investor

Address: 9010 E Range Rider Trail
Mesa, AZ 85207

SSN (or EIN): ON FILE

By: _____
Signature of Co-Investor (if any)

Print Name of Co-Investor (if any)

Address: _____

SSN (or EIN): _____

Agreed to and accepted by ~~DenStro Investment~~
Corporation as of October 26, 2013

By: Denny J. Chittick

Name: Denny J. Chittick

Title: President

58

DENSCO INVESTMENT CORPORATION

SUBSCRIPTION AGREEMENT

Ladies and Gentlemen:

Investment # 1

Date: May 1, 2013

1. **Subscription.** The undersigned investor has received and reviewed the Confidential Private Offering Memorandum dated July 1, 2009 (the "POM"). The undersigned certifies that the undersigned meets the applicable suitability standards as evidenced on the attached Purchaser Questionnaire and the undersigned hereby subscribes for and agrees to purchase the following Note from DenSCO Investment Corporation (the "Company"):

- Accrual Note in the amount of \$_____ for _____ months that will bear interest at the rate of _____% per year (___% monthly). The interest will be compounded monthly. The principal and accrued interest will be paid back to the undersigned investor at the end of the term of the Note. (The minimum amount of a Note is \$50,000 with additional increments in a minimum of at least \$10,000).
- Quarterly Payment Note in the amount of \$100,000.00 for 24 months that will bear interest at the rate of 12% per year (1% monthly). The interest will be compounded monthly. The principal and any accrued and unpaid interest will be paid back to the undersigned investor at the end of the term of the Note. (The minimum amount of a Note is \$50,000 with additional increments in a minimum of at least \$10,000).
- Monthly Payment Note in the amount of \$__ for __ months that will bear interest at the rate of ___% per year (___% monthly). The interest will be paid to the undersigned investor on a monthly basis, and the principal will be paid to the undersigned at the end of the term of the Note. (The minimum amount of a Note is \$50,000 with additional increments in a minimum of at least \$10,000).

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(a) Based on personal knowledge and experience in financial and business matters in general, the undersigned understands the nature of this investment, is fully aware of and familiar with the proposed business operations of the Company, is able to evaluate the merits and risks of an investment in a Note and is capable of protecting the undersigned's interests in investing in the investment. The undersigned has received and carefully reviewed the POM. The undersigned has relied solely on the information contained therein, and information otherwise provided to me in writing by the Company. The undersigned understands that all documents,

DATED: May 1, 2013

By: David M. Preston
Signature of Investor

Preston Revocable Living Trust, Dated 1/6/1998,
David M. Preston, Trustee
Print Name of Investor

Address:
9010 E Range Rider Trail
Mesa, AZ 85207

SSN (or EIN): ON FILE

By: _____
Signature of Co-Investor (if any)

Print Name of Co-Investor (if any)

Address:

SSN (or EIN): _____

Agreed to and accepted by DenSco Investment
Corporation as of May 1, 2013.

By: [Signature]

Name: Denny J. Chittick

Title: President

58

DENSCO INVESTMENT CORPORATION
SUBSCRIPTION AGREEMENT

Ladies and Gentlemen:

Investment # 2

Date: October 26, 2011

1. **Subscription.** The undersigned investor has received and reviewed the Confidential Private Offering Memorandum dated July 1, 2009 (the "POM"). The undersigned certifies that the undersigned meets the applicable suitability standards as evidenced on the attached Purchaser Questionnaire and the undersigned hereby subscribes for and agrees to purchase the following Note from DenSco Investment Corporation (the "Company"):

- Accrual Note in the amount of \$ _____ for _____ months that will bear interest at the rate of _____% per year (____% monthly). The interest will be compounded monthly. The principal and accrued interest will be paid back to the undersigned investor at the end of the term of the Note. (The minimum amount of a Note is \$50,000 with additional increments in a minimum of at least \$10,000).
- Quarterly Payment Note in the amount of \$60,000.00 for 24 months that will bear interest at the rate of 12% per year (1% monthly). The interest will be compounded monthly. The principal and any accrued and unpaid interest will be paid back to the undersigned investor at the end of the term of the Note. (The minimum amount of a Note is \$50,000 with additional increments in a minimum of at least \$10,000).
- Monthly Payment Note in the amount of \$__ for __ months that will bear interest at the rate of __% per year (__% monthly). The interest will be paid to the undersigned investor on a monthly basis, and the principal will be paid to the undersigned at the end of the term of the Note. (The minimum amount of a Note is \$50,000 with additional increments in a minimum of at least \$10,000).

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(a) Based on personal knowledge and experience in financial and business matters in general, the undersigned understands the nature of this investment, is fully aware of and familiar with the proposed business operations of the Company, is able to evaluate the merits and risks of an investment in a Note and is capable of protecting the undersigned's interests in investing in the investment. The undersigned has received and carefully reviewed the POM. The undersigned has relied solely on the information contained therein, and information otherwise provided to me in writing by the Company. The undersigned understands that all documents,

DATED: October 26, 2011

By: David M. Preston
Signature of Investor

Preston Revocable Living Trust, Dated 1/6/1998,
David M. Preston, Trustee
Print Name of Investor

Address: 9010 E Range Rider Trail
Mesa, AZ 85207

SSN (or EIN): ON FILE

By: _____
Signature of Co-Investor (if any)

Print Name of Co-Investor (if any)

Address: _____

SSN (or EIN): _____

Agreed to and accepted by DenSco Investment
Corporation as of October 28, 2011

By: [Signature]

Name: Denny J. Chittick

Title: President

DENSCO INVESTMENT CORPORATION

SUBSCRIPTION AGREEMENT

Ladies and Gentlemen:

Investment # 1

Date: May 1, 2011

1. **Subscription.** The undersigned investor has received and reviewed the Confidential Private Offering Memorandum dated July 1, 2009 (the "POM"). The undersigned certifies that the undersigned meets the applicable suitability standards as evidenced on the attached Purchaser Questionnaire and the undersigned hereby subscribes for and agrees to purchase the following Note from DenSco Investment Corporation (the "Company"):

- Accrual Note in the amount of \$ _____ for _____ months that will bear interest at the rate of _____% per year (_____ % monthly). The interest will be compounded monthly. The principal and accrued interest will be paid back to the undersigned investor at the end of the term of the Note. (The minimum amount of a Note is \$50,000 with additional increments in a minimum of at least \$10,000).
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- Monthly Payment Note in the amount of \$ 100,000 for 24 months that will bear interest at the rate of 12 % per year (1 % monthly). The interest will be paid to the undersigned investor on a monthly basis, and the principal will be paid to the undersigned at the end of the term of the Note. (The minimum amount of a Note is \$50,000 with additional increments in a minimum of at least \$10,000).

As a condition of the offer, the undersigned agrees to deliver this executed Subscription Agreement to the Company. Such Note will be issuable only upon acceptance of this Subscription Agreement by the Company and receipt of the consideration set forth in this Subscription Agreement.

2. **Representations and Warranties.** By executing this Subscription Agreement, the undersigned represents, warrants and acknowledges to the Company that:

(a) Based on personal knowledge and experience in financial and business matters in general, the undersigned understands the nature of this investment, is fully aware of and familiar with the proposed business operations of the Company, is able to evaluate the merits and risks of an investment in a Note and is capable of protecting the undersigned's interests in investing in the investment. The undersigned has received and carefully reviewed the POM. The undersigned has relied solely on the information contained therein, and information otherwise

provided to me in writing by the Company. The undersigned understands that all documents, records and books pertaining to this investment have been made available by the Company for inspection by me or my attorney, accountant and Purchaser Representative. The undersigned is familiar with the Company's business objectives and the financial arrangements in connection therewith and the undersigned believes that the Note being purchased is the kind of securities that the undersigned wishes to hold for investment and that the nature and amount of the Note is consistent with my investment program.

(b) The undersigned has been given the opportunity to ask questions about the Company and has been granted access to all information, financial and otherwise, with respect to the Company which has been requested, has examined such information, and is satisfied with respect to the same. No representations have been made or information furnished to me or my advisor(s) relating to the Company or the Note which were in any way inconsistent with the POM.

(c) Subject to the terms and conditions hereof and the form of Note, the undersigned hereby irrevocably tenders this Subscription Agreement for the purchase of a Note in the amount indicated in Paragraph 1 above and shall pay for such Note as instructed to by the Company. The undersigned is aware that the subscription made herein is irrevocable but that the Company has the unconditional right to accept or reject this subscription in whole or in part, and that the Notes issued pursuant hereto are subject to the approval of certain legal matters by counsel and to other conditions. If my subscription is not accepted for any reason whatsoever, my money will be returned in full, with any interest that may be earned thereon, and the Company will be relieved of any responsibility or liability which might be deemed to arise out of my offer to subscribe to a Note from the Company.

(d) The undersigned, in determining to purchase a Note, has relied solely upon (i) the advice of its legal counsel and accountants or other financial advisers with respect to the tax, economic and other consequences involved in purchasing a Note and (ii) the undersigned's own, independent evaluation of the business, operations and prospects of the Company and the merits and risks of the purchase of a Note. The undersigned, and if applicable the undersigned's Purchaser Representative, has carefully reviewed the POM. The undersigned has, either alone or together with my Purchaser Representative, such knowledge and experience in business and financial matters as will enable me to evaluate the merits and risks of the prospective investment and to make an informed investment decision. The undersigned is also aware that the Company has limited financial and operating history.

(e) The undersigned has been advised and understands that this investment in a Note is, by its nature, very speculative and that an investment in the Note involves a high degree of economic risk, due to a number of risks. In addition, there is, and will be, no public market for the Note.

(f) The undersigned has sufficient income and net worth such that the undersigned does not contemplate being required to dispose of any portion of the investment in a Note to satisfy any existing or expected undertaking or indebtedness. The undersigned is able to bear the economic risks of an investment in a Note from the Company, including, without limiting the generality of the foregoing, the risk of losing all or any part of the investment and probable inability to sell or transfer the investment for an indefinite period of time. The undersigned acknowledges that this investment is speculative and may only be sold to persons

DATED: May 1, 2011

By: David M. Preston
Signature of Investor

Preston Revocable Living Trust Dated 1/6/1998
David M. Preston, Trustee
Print Name of Investor

Address: 9010 E Range Rider Trail
Mesa, AZ 85207

SSN (or EIN): ON FILE

By: _____
Signature of Co-Investor (if any)

Print Name of Co-Investor (if any)

Address: _____

SSN (or EIN): _____

Agreed to and accepted by DenSco Investment
Corporation as of May 1, 2011.

By: [Signature]
Name: Denny J. Chittick

Title: President

DENSCO INVESTMENT CORPORATION

SUBSCRIPTION AGREEMENT

Ladies and Gentlemen:

Date: May 1, 2009

1. **Subscription.** The undersigned investor has received and reviewed the Confidential Private Offering Memorandum dated June 1, 2007 (the "POM"). The undersigned certifies that the undersigned meets the applicable suitability standards as evidenced on the attached Prospective Purchaser Questionnaire and the undersigned hereby subscribes for and agrees to purchase the following Note from DenSco Investment Corporation (the "Company"):

- Accrual Note in the amount of \$ _____ for _____ months that will bear interest at the rate of _____ % per year (_____ % monthly). The interest will be compounded monthly. The principal and accrued interest will be paid back to the undersigned investor at the end of the term of the Note. (The minimum amount of a Note is \$50,000 with additional increments in a minimum of at least \$10,000).
- Quarterly Payment Note in the amount of \$ 100,000.00 for 24 months that will bear interest at the rate of 12 % per year (1 % monthly). The interest will be compounded monthly. The principal and any accrued and unpaid interest will be paid back to the undersigned investor at the end of the term of the Note. (The minimum amount of a Note is \$50,000 with additional increments in a minimum of at least \$10,000).
- Monthly Payment Note in the amount of \$ _____ for _____ months that will bear interest at the rate of _____ % per year (_____ % monthly). The interest will be paid to the undersigned investor on a monthly basis, and the principal will be paid to the undersigned at the end of the term of the Note. (The minimum amount of a Note is \$50,000 with additional increments in a minimum of at least \$10,000).

As a condition of the offer, the undersigned agrees to deliver this executed Subscription Agreement to the Company. Such Note will be issuable only upon acceptance of this Subscription Agreement by the Company and receipt of the consideration set forth in this Subscription Agreement.

2. **Representations and Warranties.** By executing this Subscription Agreement, the undersigned represents, warrants and acknowledges to the Company that:

IN WITNESS WHEREOF, the undersigned has executed this Subscription Agreement.

DATED: May 1, 2009

By: David M. Preston
Signature of Investor

David M. Preston & Cheryl K. Preston, Trustees for
Preston Revocable Living Trust Dated 1/6/1998
Print Name of Investor

Address: 9010 E. Range Rider Trail
Mesa, AZ 85207

SSN (or EIN): ON FILE

By: _____
Signature of Co-Investor (if any)

Print Name of Co-Investor (if any)

Address: _____

SSN (or EIN): _____

Agreed to and accepted by DenSco Investment Corporation as of the 1 day of May, 2009.

By: 

Name: Denny J. Chittick

Title: President

SUBSCRIPTION AGREEMENT

Ladies and Gentlemen:

Date: 5/1/07

1. **Subscription.** The undersigned investor has received and reviewed the Confidential Private Offering Memorandum dated June 1, 2005. The undersigned certifies that the undersigned meets the applicable suitability standards as evidenced on the attached Prospective Purchaser Questionnaire and the undersigned hereby subscribes for and agrees to purchase the following Note from DenSCO Investment Corporation (the "Company"):

- Accrual Note in the amount of \$ _____ for _____ months that will bear interest at the rate of _____% per year (_____ % monthly). The interest will be compounded monthly. The principal and accrued interest will be paid back to the undersigned investor at the end of the term of the Note. (The minimum amount of a Note is \$50,000 with \$10,000 increments above the minimum amount).
- Quarterly Payment Note in the amount of \$ 100,000 for 24 months that will bear interest at the rate of 12 % per year (1 % monthly). The interest will be compounded monthly. The principal and any accrued and unpaid interest will be paid back to the undersigned investor at the end of the term of the Note. (The minimum amount of a Note is \$50,000 with \$10,000 increments above the minimum amount).
- Monthly Payment Note in the amount of \$ _____ for _____ months that will bear interest at the rate of _____% per year (_____ % monthly). The interest will be paid to the undersigned investor on a monthly basis, and the principal will be paid to the undersigned at the end of the term of the Note. (The minimum amount of a Note is \$50,000 with \$10,000 increments above the minimum amount).

As a condition of the offer, the undersigned agrees to deliver this executed Subscription Agreement to the Company. Such Note will be issuable only upon acceptance of this Subscription Agreement by the Company and receipt of the consideration set forth in this Subscription Agreement.

2. **Representations and Warranties.** By executing this Subscription Agreement, the undersigned represents, warrants and acknowledges to the Company that:

IN WITNESS WHEREOF, the undersigned has executed this Subscription Agreement.

DATED: 5/1/07

By: David M. Preston

Signature of Investor
David M. Preston + Cheryl K. Preston, Trustees for
Preston Revocable Living Trust Dated 1/6/98
Print Name of Investor

Address: 9010 E. Range Rider Tr.
Mesa, Az. 85207

SSN (or EIN): 

By: Cheryl K. Preston

Signature of Co-Investor (if any)
David M. Preston + Cheryl K. Preston, Trustees for
Preston Revocable Living Trust Dated 1/6/98
Print Name of Co-Investor (if any)

Address: 9010 E. Range Rider Tr.
Mesa, Az. 85207

SSN (or EIN): 

Agreed to and accepted by DenSco Investment
Corporation as of the May 1, 2007

By: 

Name: Denny V. Chittick

Title: President

21 /

Preston
EXH. NO. 1083
1-25-19
Kelly S. Oglesby CR 50178

Rev. 05/24/17

PROOF OF CLAIM

DenSco Investment Corporation Receivership
Case No. CV 2016-014142
Peter S. Davis, Receiver

This claim is being solicited pursuant to Petition No. 19. A claimant is a person entitled to assert a right of payment or claim against DenSco Investment Corporation or against any Receivership Asset. For additional information, please access the Receiver's website at denscoreceiver1.godaddysites.com or denscoinvestment.com, or contact the Receiver in writing at the address below.

Check here if this Claim: Replaces Amends Supplements
A previously filed claim dated: _____

Claimant Information:

Name: Preston Rev. Living Trust
Address: 9010 E. Range Rider Tr.
Mesa, Az. 85207
Email: dave @ preston cps. biz
Telephone: (480) 820-4419

to Dave Preston

*** URGENT MATTER ***
CLAIM FORM MUST BE PROVIDED
TO THE RECEIVER ON OR BEFORE
JUNE 30, 2017

INVESTOR CLAIM

An Investor Claim is a claim arising from a the placement or loan of the Claimant's own funds with DenSco Investment Corporation pursuant to Confidential Private Offering Memoranda.

Calculation of Your Claim:

A. Total Combined Principal Invested:	\$ <u>160,000</u>
B. PLUS Interest Accrued but not Paid through December 31, 2012:	\$ <u>-0-</u>
C. MINUS Total Principal Withdrawn:	(\$ <u>-0-</u>)
D. MINUS Total Cash Interest Payments from January 1, 2013 forward:	(\$ <u>67,874</u>)
E. MINUS Third Party Recoveries:	(\$ <u>-0-</u>)
F. NET CLAIM AMOUNT (A + B - C - D - E)	\$ <u>92,126</u>

Third Party Recoveries:

I have not recovered monies from a third party.
 I recovered part or all of my investment from a third party as described below:

Name of Third Party: _____ Amount Recovered: \$ _____

Documentation of Your Claim:

Please attach copies of all documents in support of this claim, such as Private Offering Memoranda, statements, cancelled checks, or any other documents establishing the indebtedness of DenSco Investment Corporation or the Receivership Estate to you. Do not file original documents with your Claim. If a supporting document is not available, you must attach an explanation as to why the document is not available.

CLAIMANT OATH

I have personal knowledge of the facts set forth above and I declare, under the penalty of perjury, that the above information is true and correct.

Name (Print): David M. Preston Signature: David M. Preston Date: 5/22/17
Name (Print): _____ Signature: _____ Date: _____

Provide your completed and signed Proof of Claim and copies of all documents supporting your claim to the Receiver on or before June 30, 2017.

PLEASE MAIL TO:

DenSco Receiver
Simon Consulting, LLC
3200 North Central Avenue, Suite 2460
Phoenix, Arizona 85012

DenSco Investment Corporation

6132 W. Victoria Place Chandler, AZ 85226
 Cell: 602-469-3001 Home: 480-636-1180 Fax: 602-532-7737
 DenScoInvestment.com dcmoney@yahoo.com

STATEMENT June 2016

INVESTOR

Name Preston Revocable Living Trust
 Dave Preston
 Address 9010 E Range Rider Trail
 Mesa, AZ 85207
 Phone 480-357-8006

CURRENT INVESTMENT BALANCE

\$160,000.00

INVESTMENT HISTORY

Investment	Date	Maturity
\$100,000.00	05/01/07	05/01/17
\$60,000.00	10/26/11	10/26/17

Total Investment \$160,000.00

INVESTMENT ACCOUNTS

Accrual Account

Interest

Sub Total
 Quarterly Account **\$163,216.00**
 Interest **\$1,632.16**
 Interest Paid **\$4,848.16**
 Sub Total **\$160,000.00**

Monthly Account

Interest Interest Paid

Sub Total

Total Balance \$160,000.00

INTEREST EARNED

Year	Earnings
2007	\$8,070.20
2008	\$12,120.40
2009	\$12,120.40
2010	\$12,120.40
2011	\$13,448.81
2012	\$19,392.64
2013	\$19,392.64
2014	\$19,392.64
2015	\$19,392.64
2016	\$9,696.32

Total Earnings \$145,147.09

Thank you for investing with DenSco!

DENSCO INVESTMENT CORPORATION GENERAL OBLIGATION NOTE

This certificate evidences the Company's unconditional promise to pay to the registered holder the principal amount at maturity together with interest at the rate and terms described herein and further described in the subscription agreement which by this reference is made a part hereof.

REGISTERED HOLDER

Name: Preston Revocable Living Trust Address: 9010 E Range Rider Trail
Mesa, AZ 85207

PRINCIPAL

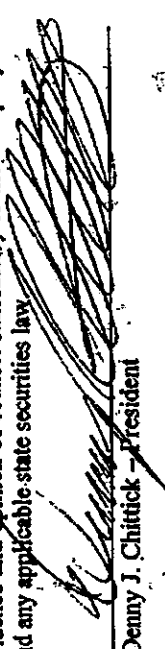
Principal Amount: \$ 100,000.00
Date of Issue: 5/1/2015
Maturity Date: 5/1/2017

INTEREST

Annual Rate: 12%
Payable: Monthly Quarterly At Maturity
First Interest Payment Date: 6/30/2015

NOTICE TO HOLDER

The investment in the Company's General Obligation Note(s) represented by this Certificate have not been registered under the Securities Act of 1933, and is a restricted security within the meaning of the regulations promulgated pursuant to such Act. Such Note(s) may not be sold, assigned, pledged or transferred in any manner in the absence of an effective registration of such Note(s) under the Securities Act of 1933 unless the transaction is such that registration under such Act is not required. No request for transfer or re-issue shall be honored unless the holder produces evidence and opinion of counsel satisfactory to the Company that such transaction does not violate the registration requirements of both such Act and any applicable state securities law.



Denny J. Chittick - President

DENSCO INVESTMENT CORPORATION GENERAL OBLIGATION NOTE

This certificate evidences the Company's unconditional promise to pay to the registered holder the principal amount at maturity together with interest at the rate and terms described herein and further described in the subscription agreement which by this reference is made a part hereof.

REGISTERED HOLDER

Name: Preston Revocable Living Trust Address: 9010 E Range Rider Trail

Mesa, AZ 85207

PRINCIPAL

Principal Amount: \$ 60,000.00

Date of Issue: 10/26/2015

Maturity Date: 10/31/2017

INTEREST

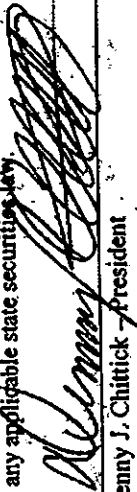
Annual Rate: 12%

Payable: Monthly Quarterly At Maturity

First Interest Payment Date: 10/31/2015

NOTICE TO HOLDER

The investment in the Company's General Obligation Note(s) represented by this Certificate have not been registered under the Securities Act of 1933, and is a restricted security within the meaning of the regulations promulgated pursuant to such Act. Such Note(s) may not be sold, assigned, pledged or transferred in any manner in the absence of an effective registration of such Note(s) under the Securities Act of 1933 unless the transaction is such that registration under such Act is not required. No request for transfer or re-issue shall be honored unless the holder produces evidence and opinion of counsel satisfactory to the Company that such transaction does not violate the registration requirements of both such Act and any applicable state securities laws.


Denny J. Chittick - President

Preston
EXH. NO. 684
1-25-19
Kelly S. Oglesby CR 50178

Rev. 05/24/17

PROOF OF CLAIM

DenSco Investment Corporation Receivership

Case No. CV 2016-014142

Peter S. Davis, Receiver

This claim is being solicited pursuant to Petition No. 19. A claimant is a person entitled to assert a right of payment or claim against DenSco Investment Corporation or against any Receivership Asset. For additional information, please access the Receiver's website at denscoreceiver1.godaddysites.com or denscoinvestment.com, or contact the Receiver in writing at the address below.

Check here if this Claim: Replaces
 Amends
 Supplements

A previously filed claim dated: _____

Claimant Information:

Name: Corn McDowell Rev. Trust
Address: 9010 E. Range Rider Tr.
Mesa, AZ 85207
Email: dave @ prestoncpa.biz
Telephone: (480) 820-4419

*** URGENT MATTER ***
CLAIM FORM MUST BE PROVIDED
TO THE RECEIVER ON OR BEFORE
JUNE 30, 2017

INVESTOR CLAIM

An Investor Claim is a claim arising from a the placement or loan of the Claimant's own funds with DenSco Investment Corporation pursuant to Confidential Private Offering Memoranda.

Calculation of Your Claim:

A. Total Combined Principal Invested:	\$ <u>300,000</u>
B. PLUS Interest Accrued but not Paid through December 31, 2012:	\$ <u>-0-</u>
C. MINUS Total Principal Withdrawn:	(\$ <u>-0-</u>)
D. MINUS Total Cash Interest Payments from January 1, 2013 forward:	(\$ <u>119,267</u>)
E. MINUS Third Party Recoveries:	(\$ <u>-0-</u>)
F. NET CLAIM AMOUNT (A + B - C - D - E)	\$ <u>180,733</u>

Third Party Recoveries:

- I have not recovered monies from a third party.
 I recovered part or all of my investment from a third party as described below:

Name of Third Party: _____ Amount Recovered: \$ _____

Documentation of Your Claim:

Please attach copies of all documents in support of this claim, such as Private Offering Memoranda, statements, cancelled checks, or any other documents establishing the indebtedness of DenSco Investment Corporation or the Receivership Estate to you. Do not file original documents with your Claim. If a supporting document is not available, you must attach an explanation as to why the document is not available.

CLAIMANT OATH

I have personal knowledge of the facts set forth above and I declare, under the penalty of perjury, that the above information is true and correct.

Name (Print): David M. Preston Signature: David M. Preston Date: 5/22/17
Name (Print): _____ Signature: POA Date: _____

Provide your completed and signed Proof of Claim and copies of all documents supporting your claim to the Receiver on or before June 30, 2017.

PLEASE MAIL TO:

DenSco Receiver
Simon Consulting, LLC
3200 North Central Avenue, Suite 2460
Phoenix, Arizona 85012

DENSCO INVESTMENT CORPORATION GENERAL OBLIGATION NOTE

This certificate evidences the Company's unconditional promise to pay to the registered holder the principal amount at maturity together with interest at the rate and terms described herein and further described in the subscription agreement which by this reference is made a part hereof.

REGISTERED HOLDER

Name: The Caro McDowell Revocable

Address: 9010 E Range Ride Trail

Trust

Mesa, AZ 85207

PRINCIPAL

Principal Amount: \$ 100,000.00

Date of Issue: 7/6/2014

Maturity Date: 7/6/2016

INTEREST

Annual Rate: 12%

Payable: Monthly Quarterly At Maturity

First Interest Payment Date: 7/31/2014

NOTICE TO HOLDER

The investment in the Company's General Obligation Note(s) represented by this Certificate have not been registered under the Securities Act of 1933, and is a restricted security within the meaning of the regulations promulgated pursuant to such Act. Such Note(s) may not be sold, assigned, pledged or transferred in any manner in the absence of an effective registration of such Note(s) under the Securities Act of 1933 unless the transaction is such that registration under such Act is not required. No request for transfer or re-issue shall be honored unless the holder produces evidence and opinion of counsel satisfactory to the Company that such transaction does not violate the registration requirements of both such Act and any applicable state securities law.


Denny J. Chittick - President

DENSCO INVESTMENT CORPORATION GENERAL OBLIGATION NOTE

This certificate evidences the Company's unconditional promise to pay to the registered holder the principal amount at maturity together with interest at the rate and terms described herein and further described in the subscription agreement which by this reference is made a part hereof.

REGISTERED HOLDER

Name: The Caro McDowell Revocable Address: 9010 E Range Ride Trail

Trust Mesa, AZ 85207

PRINCIPAL

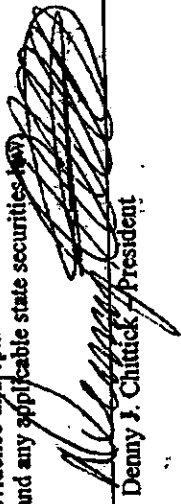
Principal Amount: \$ 100,000.00
Date of Issue: 7/24/2015
Maturity Date: 7/24/2017

INTEREST

Annual Rate: 12%
Payable: Monthly Quarterly At Maturity
First Interest Payment Date: 7/31/2015

NOTICE TO HOLDER

The investment in the Company's General Obligation Note(s) represented by this Certificate have not been registered under the Securities Act of 1933, and is a restricted security within the meaning of the regulations promulgated pursuant to such Act. Such Note(s) may not be sold, assigned, pledged or transferred in any manner in the absence of an effective registration of such Note(s) under the Securities Act of 1933 unless the transaction is such that registration under such Act is not required. No request for transfer or re-issue shall be honored unless the holder produces evidence and opinion of counsel satisfactory to the Company that such transaction does not violate the registration requirements of both such Act and any applicable state securities laws.



Denny J. Chittick, President

DENSCO INVESTMENT CORPORATION GENERAL OBLIGATION NOTE

This certificate evidences the Company's unconditional promise to pay to the registered holder the principal amount at maturity together with interest at the rate and terms described herein and fulfill the obligations described in the subscription agreement which by this reference is made a part hereof.

REGISTERED HOLDER

Name: The Caro McDowell Revocable

Address: 9010 E Range Ride Trail

Trust

Mesa, AZ 85207

PRINCIPAL

Principal Amount: \$ 100,000.00

Date of Issue: 7/24/2016

Maturity Date: 7/24/2018

INTEREST

Annual Rate: 12%

Payable: Monthly Quarterly At Maturity

First Interest Payment Date: 7/31/2016

NOTICE TO HOLDER

The investment in the Company's General Obligation Note(s) represented by this Certificate have not been registered under the Securities Act of 1933, and is a restricted security within the meaning of the regulations promulgated pursuant to such Act. Such Note(s) may not be sold, assigned, pledged or transferred in any manner in the absence of an effective registration of such Note(s) under the Securities Act of 1933 unless the transaction is such that registration under such Act is not required. No request for transfer or re-issue shall be honored unless the holder produces evidence and opinion of counsel satisfactory to the Company that such transaction does not violate the registration requirements of both such Act and any applicable state securities laws.


Denury J. Chittick - President

WHEN RECORDED, RETURN TO:

DURABLE GENERAL POWER OF ATTORNEY

KNOW ALL MEN BY THESE PRESENTS:

That I, **CARO MARGUERITE McDOWELL**, a resident of Maricopa County, Arizona, hereby appoint **DAVID M. PRESTON** my true and lawful attorney in fact. If my attorney in fact named above shall cease to serve for any reason, then I appoint **CHERYL K. PRESTON** and/or **RONNIE G. McDOWELL**, as my alternate attorney in fact. My alternate attorney in fact may execute and attach hereto an affidavit to the effect that my attorney in fact is unwilling or unable to serve or to continue to serve. Such affidavit shall be conclusive evidence insofar as third parties are concerned of the facts set forth, and any person acting in reliance upon such affidavit shall incur no liability because of such reliance. My attorney in fact, and any alternate, shall have full power to do and perform in my name all things as fully in all respects as I could do if personally present.

This Durable General Power of Attorney shall become effective upon my disability or incapacity and shall remain in full force and effect pursuant to A.R.S. § 14-5501. My disability or incapacity shall be established by attaching to this Durable General Power of Attorney a written affidavit from my principal physician, signed by him or her under oath, stating that in his or her opinion, I am, by reason of mental illness, mental deficiency, physical illness or disability, advanced age or other cause, unable to effectively take care of myself and my affairs without assistance.

Solely by way of illustration, and not limitation, this power shall include authority:

1. To receive and issue receipts for sums of money and property to which I may be entitled, including Social Security benefits, pension, retirement, or VA benefits, interest, dividends, rent, insurance proceeds, principal payments, and repayment of investments in any security;

2. To make deposits to any account of mine in any bank or other financial institution; to transfer funds from one account to another; and to write

checks on or withdraw funds from any such account to pay for my obligations and needs, including tax obligations, insurance premiums, medical, legal and living expenses, and any other obligations which my attorney in fact considers just and for my best interests;

3. To invest and reinvest any money and funds which belong to me and come under the control of my attorney in fact; to buy, sell, exchange, receive and deliver stocks, bonds, and other securities or commodities and/or contracts for commodities or securities, and to order their receipt from and delivery to others;

4. To apply for any insurance and/or governmental benefits, including Medicare and Medicaid benefits, for which I may be qualified and to which I am entitled;

5. To manage and/or lease any real estate which belongs to me; to demand and receive all rents and monies and give receipts therefor; to order and pay for repairs and improvements on my behalf; and in general to make all necessary decisions and disbursements incident to management of the property;

6. To transfer, sell, purchase, lease, encumber, assign, exchange and convey, or exercise any option, election, privilege or power with respect to any or all property, real and personal, tangible and intangible, within or without the State of Arizona, as my attorney in fact, in his or her sole discretion deems appropriate in the circumstances, and to execute such deeds or other assurances as he or she deems expedient;

7. To prepare and sign for me any income tax returns and reports;

8. To open any lock box individually or jointly in my name, to inventory the contents, and to remove any contents or deposit papers or articles;

9. To prosecute or compromise claims on my behalf, and to execute instruments incidental to the authority granted herein.

I hereby ratify and confirm all that my said attorney in fact shall lawfully do or cause to be done by virtue of these presents.

In the event it is desirable in the opinion of my attorney in fact to have a guardian of my person or conservator of my estate appointed, I nominate **DAVID M. PRESTON** to act as such guardian or conservator, if he is then acting as my attorney in fact, or **CHERYL K. PRESTON** and/or **RONNIE G. McDOWELL** as such guardian or conservator if either or both are then acting as my attorney in fact.

I, CARO MARGUERITE McDOWELL, THE PRINCIPAL, SIGN MY NAME TO THIS INSTRUMENT THIS 25th DAY OF January, 2000, AND BEING FIRST DULY SWORN, DO HEREBY DECLARE TO THE UNDERSIGNED AUTHORITY THAT I SIGN AND EXECUTE THIS INSTRUMENT AS MY DURABLE GENERAL POWER OF ATTORNEY AND THAT I SIGN IT WILLINGLY (OR WILLINGLY DIRECT ANOTHER TO SIGN FOR ME), THAT I EXECUTE IT AS MY FREE AND VOLUNTARY ACT FOR THE PURPOSES THEREIN EXPRESSED, AND THAT I AM EIGHTEEN YEARS OF AGE OR OLDER, OF SOUND MIND, AND UNDER NO CONSTRAINT OR UNDUE INFLUENCE.

Caro Marguerite McDowell
CARO MARGUERITE McDOWELL

I, Wilford L. Taylor WITNESS, SIGN MY NAME TO THIS INSTRUMENT, BEING FIRST DULY SWORN, AND DO HEREBY DECLARE TO THE UNDERSIGNED AUTHORITY THAT THE PRINCIPAL SIGNS AND EXECUTES THIS INSTRUMENT AS HER DURABLE GENERAL POWER OF ATTORNEY AND THAT SHE SIGNS IT WILLINGLY (OR WILLINGLY DIRECTS ANOTHER TO SIGN FOR HER), AND THAT I, IN THE PRESENCE AND HEARING OF THE PRINCIPAL, HEREBY SIGN THIS DURABLE GENERAL POWER OF ATTORNEY AS WITNESS TO THE PRINCIPAL'S SIGNING, AND THAT TO THE BEST OF MY KNOWLEDGE THE PRINCIPAL IS EIGHTEEN YEARS OF AGE OR OLDER, OF SOUND MIND, AND UNDER NO CONSTRAINT OR UNDUE INFLUENCE.

Wilford L. Taylor residing at Mesa, AZ

STATE OF ARIZONA)
County of Maricopa) ss.

SUBSCRIBED, SWORN TO AND ACKNOWLEDGED before me by
CARO MARGUERITE McDOWELL, the Principal, and subscribed and sworn
to before me by Wilford L. Taylor witness, this 25th day of
January, 2000.

Lois A. Lowery
Notary Public

My Commission Expires:





May 18, 2017

Re: Caro McDowell

To Whom It May Concern:

Caro McDowell has been a patient of Hospice of the Valley since May 14, 2017. Hospice of the Valley is a not-for-profit organization that cares for individuals nearing life's end. Given the circumstances of Caro's life-limiting illness, she is in need of 24-hour care to provide assistance with normal activities of daily living including, but not limited to, ambulating, transferring, dressing, bathing, meal preparation, medication administration and independent management of her personal affairs.

If you need further information regarding this matter, please contact me at (480) 730-5980.

Sincerely,

Valerie Luck FNP-BC

Valerie Luck, FNP-BC
Medical Director
Hospice of the Valley
East Clinical Office

1510 E. Flower St.

Phoenix, AZ

85014.5656

602.530.6900

Fax 530.6901

hov.org

Preston
EXH. NO. 685
1-25-19
Kelly S. Oglesby CR 50178

48 Caro McDowell

CHASE #
08108024

Delta Walls
Fargo
8990-349667
7-16-04

DENSCO INVESTMENT CORPORATION

SUBSCRIPTION AGREEMENT

Ladies and Gentlemen:

Investment # 1

Date: July 6, 2014

1. **Subscription.** The undersigned investor has received and reviewed the Confidential Private Offering Memorandum dated July 1, 2009 (the "POM"). The undersigned certifies that the undersigned meets the applicable suitability standards as evidenced on the attached Purchaser Questionnaire and the undersigned hereby subscribes for and agrees to purchase the following Note from DenSco Investment Corporation (the "Company"):

- Accrual Note in the amount of \$___ for ___ months that will bear interest at the rate of ___% per year (___% monthly). The interest will be compounded monthly. The principal and accrued interest will be paid back to the undersigned investor at the end of the term of the Note. (The minimum amount of a Note is \$50,000 with additional increments in a minimum of at least \$10,000).
- Quarterly Payment Note in the amount of \$_____ for ___ months that will bear interest at the rate of _____% per year (___% monthly). The interest will be compounded monthly. The principal and any accrued and unpaid interest will be paid back to the undersigned investor at the end of the term of the Note. (The minimum amount of a Note is \$50,000 with additional increments in a minimum of at least \$10,000).
- Monthly Payment Note in the amount of \$ 100,000.00 for 24 months that will bear interest at the rate of 12 % per year (1 % monthly). The interest will be paid to the undersigned investor on a monthly basis, and the principal will be paid to the undersigned at the end of the term of the Note. (The minimum amount of a Note is \$50,000 with additional increments in a minimum of at least \$10,000).

As a condition of the offer, the undersigned agrees to deliver this executed Subscription Agreement to the Company. Such Note will be issuable only upon acceptance of this Subscription Agreement by the Company and receipt of the consideration set forth in this Subscription Agreement.

2. **Representations and Warranties.** By executing this Subscription Agreement, the undersigned represents, warrants and acknowledges to the Company that:

(a) Based on personal knowledge and experience in financial and business matters in general, the undersigned understands the nature of this investment, is fully aware of and familiar with the proposed business operations of the Company, is able to evaluate the merits and risks of an investment in a Note and is capable of protecting the undersigned's interests in investing in the investment. The undersigned has received and carefully reviewed the POM. The undersigned has relied solely on the information contained therein, and information otherwise

DATED: July 2, 2016

By: Caro Mcdowell
Signature of Investor

The Caro Mcdowell Revocable Trust, Caro Mcdowell, Trustee
Print Name of Investor

Address: 9010 E Range Ride Trail
Mesa, AZ 85207

SSN (or EIN): ON FILE

By: _____
Signature of Co-Investor (if any)

Print Name of Co-Investor (if any)

Address: _____

SSN (or EIN): _____

Agreed to and accepted by DenSce Investment Corporation as of July 2, 2014

By: [Signature]

Name: Denny J. Chittick

Title: President

DENSCO INVESTMENT CORPORATION

SUBSCRIPTION AGREEMENT

Ladies and Gentlemen:

Investment # 2

Date: October 7, 2015

1. **Subscription.** The undersigned investor has received and reviewed the Confidential Private Offering Memorandum dated July 1, 2009 (the "POM"). The undersigned certifies that the undersigned meets the applicable suitability standards as evidenced on the attached Purchaser Questionnaire and the undersigned hereby subscribes for and agrees to purchase the following Note from DenSco Investment Corporation (the "Company"):

- Accrual Note in the amount of \$__ for __ months that will bear interest at the rate of __% per year (__% monthly). The interest will be compounded monthly. The principal and accrued interest will be paid back to the undersigned investor at the end of the term of the Note. (The minimum amount of a Note is \$50,000 with additional increments in a minimum of at least \$10,000).
- Quarterly Payment Note in the amount of \$_____ for __ months that will bear interest at the rate of _____% per year (__% monthly). The interest will be compounded monthly. The principal and any accrued and unpaid interest will be paid back to the undersigned investor at the end of the term of the Note. (The minimum amount of a Note is \$50,000 with additional increments in a minimum of at least \$10,000).
- Monthly Payment Note in the amount of \$ 100,000.00 for 24 months that will bear interest at the rate of 12 % per year (1 % monthly). The interest will be paid to the undersigned investor on a monthly basis, and the principal will be paid to the undersigned at the end of the term of the Note. (The minimum amount of a Note is \$50,000 with additional increments in a minimum of at least \$10,000).

As a condition of the offer, the undersigned agrees to deliver this executed Subscription Agreement to the Company. Such Note will be issuable only upon acceptance of this Subscription Agreement by the Company and receipt of the consideration set forth in this Subscription Agreement.

2. **Representations and Warranties.** By executing this Subscription Agreement, the undersigned represents, warrants and acknowledges to the Company that:

(a) Based on personal knowledge and experience in financial and business matters in general, the undersigned understands the nature of this investment, is fully aware of and familiar with the proposed business operations of the Company, is able to evaluate the merits and risks of an investment in a Note and is capable of protecting the undersigned's interests in investing in the investment. The undersigned has received and carefully reviewed the POM. The undersigned has relied solely on the information contained therein, and information otherwise

DATED: October 7, 2015

By: Caro McDowell
Signature of Investor

The Caro McDowell Revocable Trust, Caro
McDowell, Trustee
Print Name of Investor

Address: 9010 E Range Ride Trail
Mesa, AZ 85207

SSN (or EIN): ON FILE

By: _____
Signature of Co-Investor (if any)

Print Name of Co-Investor (if any)

Address: _____

SSN (or EIN): _____

Agreed to and accepted by DenSco Investment
Corporation as of October 7, 2014

By: Denny J. Chittick

Name: Denny J. Chittick

Title: President

DENSCO INVESTMENT CORPORATION
SUBSCRIPTION AGREEMENT

Ladies and Gentlemen:

Investment # 3

Date: July 24, 2016

1. **Subscription.** The undersigned investor has received and reviewed the Confidential Private Offering Memorandum dated July 1, 2009 (the "POM"). The undersigned certifies that the undersigned meets the applicable suitability standards as evidenced on the attached Purchaser Questionnaire and the undersigned hereby subscribes for and agrees to purchase the following Note from DenSco Investment Corporation (the "Company"):

- Accrual Note in the amount of \$___ for ___ months that will bear interest at the rate of ___% per year (___% monthly). The interest will be compounded monthly. The principal and accrued interest will be paid back to the undersigned investor at the end of the term of the Note. (The minimum amount of a Note is \$50,000 with additional increments in a minimum of at least \$10,000).
- Quarterly Payment Note in the amount of \$_____ for ___ months that will bear interest at the rate of _____% per year (___% monthly). The interest will be compounded monthly. The principal and any accrued and unpaid interest will be paid back to the undersigned investor at the end of the term of the Note. (The minimum amount of a Note is \$50,000 with additional increments in a minimum of at least \$10,000).
- Monthly Payment Note in the amount of \$ 100,000.00 for 24 months that will bear interest at the rate of 12% per year (1% monthly). The interest will be paid to the undersigned investor on a monthly basis, and the principal will be paid to the undersigned at the end of the term of the Note. (The minimum amount of a Note is \$50,000 with additional increments in a minimum of at least \$10,000).

As a condition of the offer, the undersigned agrees to deliver this executed Subscription Agreement to the Company. Such Note will be issuable only upon acceptance of this Subscription Agreement by the Company and receipt of the consideration set forth in this Subscription Agreement.

2. **Representations and Warranties.** By executing this Subscription Agreement, the undersigned represents, warrants and acknowledges to the Company that:

(a) Based on personal knowledge and experience in financial and business matters in general, the undersigned understands the nature of this investment, is fully aware of and familiar with the proposed business operations of the Company, is able to evaluate the merits and risks of an investment in a Note and is capable of protecting the undersigned's interests in investing in the investment. The undersigned has received and carefully reviewed the POM. The undersigned has relied solely on the information contained therein, and information otherwise

DATED: July 24, 2016

By: *Caro Mcdowell*
Signature of Investor

The Caro Mcdowell Revocable Trust, Caro
Mcdowell, Trustee
Print Name of Investor

Address: 9010 E Range Ride Trail
Mesa, AZ 85207

SSN (or EIN): ON FILE

By: _____
Signature of Co-Investor (if any)

Print Name of Co-Investor (if any)

Address: _____

SSN (or EIN): _____

Agreed to and accepted by DenSco Investment Corporation as of July 24, 2016

By: *Denny J. Chittick*

Name: Denny J. Chittick

Title: President

Date: 7/5/06

ORGANIZATION INVESTOR NO. 48

**DENSCO INVESTMENT CORPORATION
PROSPECTIVE PURCHASER QUESTIONNAIRE
ORGANIZATION INVESTOR**

This Prospective Purchaser Questionnaire must be completed by each potential Organization Investor who has indicated an interest in purchasing a promissory note (the "Note") from the Company. Shareholders of corporations (or members of an LLC, or partners of a partnership or a beneficiary of a trust) (collectively, an "Equity Owner") also may need to furnish additional information as applicable. The purpose of this Prospective Purchaser Questionnaire is to assure the Company that it may rely on the exemptions from the registration requirements of the Securities Act of 1933, as amended (the "Act") and of any applicable state statutes or regulations.

Please answer every question. If the answer to any questions is "None" or "Not Applicable" please so state.

The Prospective Purchaser Questionnaire does not constitute an offer by the Company or any agent to sell any securities, but is merely a request for information.

Please complete, sign, date and return the Prospective Purchaser Questionnaire to the Company. Your investment in the Company will not be accepted until the Company determines that you satisfy all of the requisite suitability standards.

PLEASE PRINT

I. GENERAL INFORMATION

1. Name of Organization

The Caro McDowell Revocable Trust Dated 1/29/01

2. Date of Organization

1/29/01

3. Fiscal Year End

December 31st

4. State and Country of Organization

USA

5. Taxpayer Identification Number

[REDACTED]

6. Principal Business Address

9010 E. Range Rider Tr.
Mesa, Az. 85207

7. Telephone _____

8. Type of Organization and Business Description _____

Revocable Living Trust

9. Send Mail to: 9010 E. Range Rider Tr.

Mesa, Az. 85207

(No P.O. Boxes please)

10. Number of Equity Owners: ~~0~~ NIA

11. Has the subscribing Organization been formed for the specific purpose of purchasing Notes? Yes No

II. ORGANIZATION ACCREDITATION, SOPHISTICATION AND SUITABILITY

1. Accredited Investor Status. Please complete each of the following certifications:

1.1 The undersigned Organization certifies that EACH of its Equity Owners meets at least ONE of the following conditions:

(i) Such Equity Owner is a natural person whose individual net worth (or joint net worth with his or her spouse) exceeds \$1,000,000 (including homes, home furnishings and personal property); or

(ii) Such Equity Owner is a natural person who had an individual income in excess of \$200,000 in each of the previous two calendar years, or joint net worth with his or her spouse of more than \$300,000, in each of those years and who reasonably expects to have an individual income in excess of \$200,000, or joint income with his or her spouse in excess of \$300,000, for the current calendar year; or

(iii) Such Equity Owner of the Investor is a corporation, partnership or revocable trust and all of the shareholders, partners or grantors, respectively, of such corporation, partnership or revocable trust can answer yes to statement 1.1(i) or 1.1(ii) above.

Yes No NIA

1.2 The undersigned Organization is a revocable or grantor trust and each person with the power to revoke the trust qualifies as an Accredited Investor under 1.1(i) or 1.1(ii) above.

Yes No

1.3 The undersigned Organization is an employee benefit plan within the meaning of Title I of the Employee Retirement Income Security Act of 1974, and the investment decision is made by a Plan fiduciary, as defined in Section 3(21) of such Act which is a bank, savings and loan association, insurance company or registered investment advisor.

Yes No

1.4 The undersigned Organization is a qualified profit sharing or defined contribution Plan, the Plan provides for segregated accounts for each Plan Participant, the governing documents of the Plan provide that each participant may direct the trustee to invest his or her funds in the investment vehicles of his or her choice *and* the purchase of the note(s) is made pursuant to an exercise by the Plan Participant, who is an Accredited Investor under subparagraph 1.1(i) or 1.1(ii) above, of such power to direct the investments of his or her segregated account. This Prospective Purchaser Questionnaire and the Subscription Agreement must be completed and executed by such Plan Participant.

Yes No

1.5 The undersigned Organization certifies that it is a bank as defined in Section 3(a)(2) of the Securities Act of 1933 (the "Act").

Yes No

1.6 The undersigned Organization certifies that it is a savings and loan association or other institution as defined in Section 3(a)(5)(A) of the Act.

Yes No

1.7 The undersigned Organization certifies that it is an insurance company as defined in Section 2(13) of the Act.

Yes No

1.8 The undersigned Organization certifies that it is an investment company registered under the Investment Company Act of 1940 or a business development company as defined in Section 2(a)(48) of the Investment Company Act of 1940.

Yes No

1.9 The undersigned Organization certifies that it is a Small Business Investment Company licensed by the U.S. Small Business Administration under Section 301(c) or (d) of the Small Business Investment Act of 1958.

Yes No

1.10 The undersigned Organization certifies that it is a private business development company as defined in Section 202(a)(22) of the Investment Advisers Act of 1940.

Yes No

1.11 The undersigned Organization certifies that it has total assets in excess of \$5,000,000.

Yes No

1.12 The undersigned Organization certifies that it is a broker or dealer registered pursuant to Section 15 of the Securities Exchange Act of 1934.

Yes No

2. Sophistication. Person(s) making the investment decision on behalf of the Organization to purchase a Note: N/A

Name

Corporate Position

The above information supplied by the undersigned is true and correct in all respects and the undersigned recognizes that the Company is relying materially on the truth and accuracy of such information.

Dated this 5th day of July, 2006

PRINT Name of Organization: The Caro McDowell
Revocable Trust Dated 1/29/01

PRINT Name of Individual with authority to make investment decisions on behalf of
Organization: Caro S. McDowell

PRINT Title or Capacity in which signing of Individual with authority to make
investment decisions on behalf of Organization: Trustee

Signature of Individual with authority to make investment decisions on behalf of
Organization: Caro S. McDowell

Date: _____

INVESTOR NO. _____

**DENSCO INVESTMENT CORPORATION
PROSPECTIVE PURCHASER QUESTIONNAIRE
(ACCREDITED INVESTORS)**

The following information is furnished to DenSco Investment Corporation, an Arizona corporation (the "Company") for the Company to determine whether I am qualified to invest in a general obligation, unsecured note (the "Note") from the Company pursuant to Regulation D promulgated under the Securities Act of 1933, as amended (the "Securities Act"), and comparable provisions of applicable state securities laws. I, the undersigned, understand that you will rely upon the following information for purposes of such determination, and that the Note will not be registered under the Securities Act in reliance upon the exemption from registration provided by Sections 3(b) and 4(2) of the Securities Act, Regulation D thereunder, and comparable provisions of applicable state securities laws.

This Prospective Purchaser Questionnaire must be completed by each potential Investor who has indicated an interest in purchasing a Note from the Company. Individual Investors and each Co-Investor (other than a spouse) must complete and sign a separate Prospective Purchaser Questionnaire and adult custodians must complete this Prospective Questionnaire for individual minor Investors. Shareholders of corporations (or members of an LLC, or partners of a partnership or a beneficiary of a trust) (collectively, an "Equity Owner") also may need to furnish additional information as applicable.

I further understand that I may be required to supply a balance sheet, prior years' federal income tax returns or other appropriate documentation to verify and substantiate my status as an Accredited Investor.

ALL INFORMATION CONTAINED IN THIS PROSPECTIVE PURCHASER QUESTIONNAIRE WILL BE TREATED CONFIDENTIALLY. However, it is agreed that you may present this document to such parties as you deem appropriate if called upon to establish that the proposed offer and sale of the Notes is exempt from registration under the Securities Act or meets the requirements of applicable state securities laws. I understand that a false statement by me will constitute a violation of my representations and warranties under this Investor Questionnaire and the Subscription Agreement submitted with this Questionnaire and may also constitute a violation of law, for which a claim for damages may be made against me. My investment in the Notes will not be accepted until Denny Chittick (the "President"), who is the President of the Company, determines that I satisfy all of the suitability standards set forth in the Confidential Private Offering Memorandum, dated July 1, 2009 (the "POM") and in Rule 501(a) of Regulation D under the Securities Act.

Please answer every question. If the answer to any questions is "None" or "Not Applicable" please so state.

The Prospective Purchaser Questionnaire does not constitute an offer by the Company or any agent to sell any securities, but is merely a request for information.

Please complete, sign, date and return the Prospective Purchaser Questionnaire to the Company. Your investment in the Company will not be accepted until the Company determines that you satisfy all of the requisite suitability standards.

For Individual Investors, please complete pages 2 to 4 and sign on page 4.

For Organizational Investors, please complete pages 4 to 7 and sign on page 7.

I, the undersigned Prospective Investor hereby supply you with the following information and representations:

PLEASE PRINT

CARO McDOWELL

I. INDIVIDUAL INVESTORS

A. GENERAL INFORMATION

Name of Investor* Caro McDowell
Residence Address 9010 E Range Rider Trail

City Mesa State AZ Zip Code 85207

Home Telephone Number [REDACTED]

Email Address: KAYELL121@CS.COM

Work Number (NA) _____

Cellular Number (NA) _____

U.S. Citizen Yes No

Social Security Number (Investor) [REDACTED]

(Co Investor, if any)** NA

* ALL INFORMATION REQUESTED IN CONNECTION WITH INVESTMENTS UNDER THE UNIFORM GIFT TO MINORS ACT SHOULD BE GIVEN ON BEHALF OF THE ADULT CUSTODIAN, NOT THE MINOR BENEFICIARY, UNLESS OTHERWISE INDICATED.

** EACH CO-INVESTOR (OTHER THAN SPOUSE) MUST COMPLETE AND SIGN A SEPARATE QUESTIONNAIRE.

Name of Custodian (if investment is pursuant to Uniform Gift to Minors Act)

NA

Name of Beneficiary NA

1. Set forth in the space provided below the state(s) in which you maintain your principal residence.

ARIZONA

2. Do you maintain residence in any other states? If yes, in which state(s)?

MAINE

3. In which state, if any, are you registered to vote?

AZ

4. In which state, if any, do you presently hold a valid driver's license?

AZ

5. Are you age 21 or older? Yes No

B. INDIVIDUAL ACCREDITATION, SOPHISTICATION, AND SUITABILITY

1. **Accredited Investor Status.** Please complete each of the following certifications:

A. I certify that I have an individual net worth (or a joint net worth with my spouse) in excess of \$1,000,000 (excluding homes, home furnishings and automobiles). Note: While the SEC has yet to act on the Wall Street Reform and Investor Protection Act, it has indicated that it may require that investors subtract from their net worth the amount of indebtedness on any home owned by an investor that exceeds the fair market value of the home, provided that the lender of such indebtedness has recourse as to such amount.

Yes No

OR

B. I certify that I had individual income (excluding any income of my spouse) of more than \$200,000 in each of the previous two calendar years, or joint income with my spouse of more than \$300,000 in each of those years, and I reasonably expect to have an individual income in excess of \$200,000, or joint income with my spouse in excess of \$300,000, in the current year.

NA Yes No

6441543

3

D127404
#8604

The above information supplied by me is true and correct in all respects and I recognize that the Company is materially relying on the truth and accuracy of such information.

Dated this 29th day of Sept, 2010

CARO McDOWELL
PRINT Name of Investor

PRINT Name of Co Investor, if any

Caro McDowell
Signature of Investor

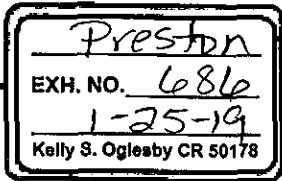
NA
Signature of Co Investor, if any

II. ORGANIZATIONAL INVESTOR NA

A. GENERAL INFORMATION

1. Name of Organization: _____
2. Date of Organization _____
3. Fiscal Year End _____
4. State and Country of Organization _____
5. Taxpayer Identification Number _____
6. Principal Business Address _____

7. Home Telephone Number (____) _____
Work Number (____) _____
Cellular Number (____) _____
8. Type of Organization and Business Description _____



Message

From: Denny Chittick [dcmoney@yahoo.com]
Sent: 3/5/2013 11:09:55 AM
To: Dave Preston [dave@prestoncpa.biz]
Subject: 2012 DenSco Financials
Attachments: DenSco 2012 Financials.pdf

Attached is the B/S, P/L and my spreadsheet.
i'll pull the hud-1's tonight.
thx
dc

DenSco Investment Corp
www.denscoinvestment.com/
602-469-3001
602-532-7737 f

12:04 PM
 03/05/13
 Cash Basis

DenSCO Investment Corporation
Balance Sheet
 As of December 31, 2012

	Dec 31, 12
ASSETS	
Current Assets	
Checking/Savings	
Operating	346,936.88
Wiring	2,831,486.37
Total Checking/Savings	3,178,423.25
Accounts Receivable	
ACV Enterprises, LLC	1,205,000.00
Adam Tunc	
1410 Elliot, LLC	200,000.00
Twin Brothers' Properties, LLC	50,000.00
Total Adam Tunc	250,000.00
AKS, LLC	450,000.00
Afen Bahramjian	95,000.00
Alexsi Investment Properties, L	290,000.00
All-Star Capital, LLC	125,000.00
American House Buyers, LLC	471,500.00
Arizona-Invest, LLC	160,000.00
Arizona Foreclosures, LLC	110,000.00
Arizona Investors Alliance, LLC	225,000.00
Ashot Tatevosyan	240,000.00
Avenida Del Sol Group, LLC	380,000.00
AZ Investment Real Estate, LLC	94,757.00
Barry Luchtel	
Flip Capital, Inc.	375,000.00
Total Barry Luchtel	375,000.00
Bennett Caudle	
Bennett Caudle	489,985.79
Stone Capital Investments, LLC	625,000.00
Total Bennett Caudle	1,114,985.79
Black Forrest, LLC	372,000.00
Boyajian, LLC	110,000.00
Casa Arizona Investments, LLC	147,000.00
Chris Hughes	2,852,836.32
Christmas Nguyen	587,600.00
Christopher Harvey	582,100.00
David Amce	497,000.00
Dirt Holdings, LLC	665,000.00
Don Kimble	
Gecko Properties, LLC	64,417.51
Phoenix Holdings, LLC	573,045.49
Vista Properties, Inc.	267,000.00
Total Don Kimble	904,463.00
EABS, LLC	1,265,000.00
EZ Homes, Inc	275,000.00
Global Qwest, Inc	945,000.00
Greg Hardy	290,000.00
Hales Investments, LLC	140,000.00
J and J Marketing, LLC	445,000.00
Jace Johnson	788,000.00
John Melnyk	64,516.99
John Miller	
JJ Miller Arizona, LLC	90,000.00
Total John Miller	90,000.00
Justin Moore	32,000.00
Larry Schuitz	173,500.00
Lilli Rubin Investments	3,552,000.00
Margie Porter	50,000.00
MCM Enterprises, LLC	736,000.00
Michael Tetreault	86,000.00

12:04 PM
03/05/13
Cash Basis

DenSco Investment Corporation
Balance Sheet
As of December 31, 2012

	<u>Dec 31, 12</u>
Mike Moore	
Chevelon Group, Inc	164,000.00
Colby Holdings 1, LLC	200,000.00
Emma Holdings 1, LLC	25,000.00
Hayden Holdings 1, LLC	100,000.00
Maryvale Properties 1, LLC	281,000.00
Wesdon Financial, LLC	182,500.00
Wesmor Holdings 1, LLC	277,862.70
Total Mike Moore	<u>1,230,362.70</u>
Nelson Phelps	250,000.00
Nesta	
Ellen Fischer	-25,172.50
Kirk Fischer	19,672.50
Lori Fischer	64,000.00
Nesta Capital, Inc.	4,500.00
Total Nesta	<u>63,000.00</u>
Nine Limited Company	695,000.00
Peter Sinkovich	90,000.00
Peters Holdings, LLC	262,000.00
Promus Trinity Fund, LLC	240,000.00
Redding Management, LLC	
CARJAR, LLC	355,000.00
Total Redding Management, LLC	<u>355,000.00</u>
Robert Luce	96,500.00
Roger Phillips	
AZ REO Group, LLC	1,866,070.54
PG Homes, LLC	992,000.00
PGREO, LLC	369,936.41
Total Roger Phillips	<u>3,228,006.95</u>
RyMax Builders	1,477,247.00
Sammy Gullatte	105,000.00
Scott Smith	
Ultimate RE Investments, LLC	130,000.00
Total Scott Smith	<u>130,000.00</u>
Scottsdale Real Estate Group	984,000.00
Sean Roche	45,000.00
Seastar Capital, LLC	160,000.00
Sharp Boys	
Sharp Equity, LLC	670,600.00
Total Sharp Boys	<u>670,600.00</u>
Shauna Kimble	25,000.00
Shawn Petree	
KSS Financial Housing, LLC	103,000.00
Kasha Enterprises, LLC	303,000.00
RSI-AZ, LLC	536,000.00
Sanjel Krum Investments, LLC	198,000.00
Shawn Petree	45,000.00
Total Shawn Petree	<u>1,185,000.00</u>
Snowbird Investments, LLC	170,000.00
Summit Wholesale, LLC	400,000.00
Thomas T Stevenson	815,000.00
Valley Rug Gallery, LLC	412,500.00
Yom Tov Scott Menaged	4,650,000.00
Zap, LLC	435,000.00
Zeropoint Holdings, LLC	300,000.00
Total Accounts Receivable	<u>39,710,475.75</u>
Total Current Assets	<u>42,888,899.00</u>

12:04 PM
 03/05/13
 Cash Basis

DenSco Investment Corporation
Balance Sheet
 As of December 31, 2012

	Dec 31, 12
Fixed Assets	
Syndication	23,435.81
Total Fixed Assets	23,435.81
Other Assets	
Investors Title Holdings, LLC	2,431.94
Total Other Assets	2,431.94
TOTAL ASSETS	42,914,766.75
LIABILITIES & EQUITY	
Liabilities	
Long Term Liabilities	
Alber Family Trust	60,000.00
Brinkman, Rob	280,448.51
Brown, Craig & Tomle	450,000.00
Burdett, Tony - IRA	357,765.75
Burkhart, Kennen	197,138.22
Burkhart, Kennen - IRA	394,812.11
Bush, Warren	234,403.68
Butler, Mary - IRA	277,371.94
Butler, Van	274,443.16
Butler, Van - IRA	277,371.94
Caro McDowell Revocable Trust	200,000.00
Carrick, Gretchen Trust	250,000.00
Cata, Averill	63,601.82
Chittick, Arden	314,611.08
Chittick, Denny	1,723,745.05
Chittick, Denny - 401k	213,154.10
Chittick, Denny - DB Plan	552,996.96
Chittick, Eldon	730,684.27
Cohen, Herb	250,000.00
Davis, Glen	528,140.58
Davis, Glen - IRA	220,965.01
Davis, Jack	59,457.84
Detota, Scott	159,655.58
Dirk, Amy - IRA	75,971.31
Einck, Todd	200,000.00
Fischer Family Holdings, LLC	700,000.00
Four Futures Corp	2,550,000.00
Grant, Stacy - IRA	88,646.95
Griswold, Russ	100,000.00
Griswold, Russ - IRA	95,722.97
Gumbert, Mike	800,000.00
Hafiz, Nihad	500,000.00
Hahn Family Limited Trust	378,081.49
Harvey, Chris	90,940.47
Hey, Ralph	69,704.59
Hickman, Dale	587,377.17
Hood, Craig	1,597,045.49
Howze, Lee	80,000.00
Hughes, Bill - IRA	583,627.13
Hughes, Bill & Judy	125,000.00
Hughes, Judy - IRA	225,430.04
Imdieke Revocable Trust	3,500,000.00
Jetton, James	51,841.32
Jones, Les	300,000.00
Jones, Les - IRA	184,220.68
Kasier, Ralph - IRA	260,396.16
Kent, Mary	253,946.94
Kent, Paul	271,746.12
Kimble, Don - IRA	87,331.25
Koshler, Robert - IRA	176,335.49
Kopel, Jemma	84,723.26
Kopel, Roy - IRA	158,309.24
Lawson, Robert	106,328.92

12:04 PM
03/05/13
Cash Basis

DenSCO Investment Corporation
Balance Sheet
As of December 31, 2012

	Dec 31, 12
Ledet, Wayne	163,400.15
Ledet, Wayne - IRA	262,513.93
Ledet, Wayne - ROTH IRA	96,206.77
Lee Group, Inc.	300,000.00
Lee, Terry & Lil	100,000.00
Lent, Lillian - IRA	39,685.71
Lent, Manuel - IRA	94,342.97
Locke, Bill & Jean	151,912.13
McArdle, James	422,209.67
McCoy, James & Lesley Trust	400,000.00
Miller, Mar & Pat	315,000.00
Minchuk, Marion Trust	550,000.00
Moss Family Trust	88,944.13
Moss, Kaylene - IRA	258,678.19
Muscat, Vince	500,000.00
Nesta Capital, Inc.	100,000.00
Non Lethal Defense, Inc	100,000.00
Odenthal, Brian	150,000.00
Odenthal, Brian - IRA	36,540.43
Page, Jolene	2,057,401.30
Paxton, Val	1,004,856.13
Pearce, Marelene - IRA	98,325.56
Petranek, Dorlann	163,350.21
Phalen Family Trust	695,000.00
Phalen, Jeff - IRA	230,967.74
Preston Revocable Living Trust	160,000.00
Quigley, Karen	104,539.96
Rzonca, Pete	101,403.96
Saltire LLC	150,000.00
Sanders, JoAnn	64,677.25
Schloz, Mary - IRA	123,239.20
Schloz, Stanley - IRA	125,511.83
Schloz, Stanley - ROTH IRA	186,045.49
Schloz, Stanley L	158,889.91
Scroggin, Annette - IRA	150,951.72
Scroggin, Annette - ROTH	48,383.79
Scroggin, Mike	150,000.00
Scroggin, Mike - IRA	373,347.02
Scroggin, Mike - ROTH	86,166.71
Sherriff, Stewart	150,000.00
Siegford, Gary	514,683.98
Siegford, GE	891,608.91
Smith Trust, Carsyn P	143,777.52
Smith Trust, Mckenna	143,748.06
Smith Trust, Tony & Sandra	900,000.00
Smith, Tony - IRA	237,878.22
Sterling, Donald	75,000.00
Swirt, Nancy	67,670.90
Swirtz, William	1,630,000.00
Thompson, Coralee	1,760,100.09
Thompson, Gary	1,523,725.81
Trainor, Jimmy	383,098.21
Tuttle, Steve	69,901.57
Uriderwood, Wade	71,768.83
Wellman Family Living Trust	75,000.00
Wellman, Carol	125,000.00
Wellman, Carol - IRA	37,735.77
Wenig, Mark	336,113.35
Zones, Michael	450,000.00
Total Long Term Liabilities	42,280,797.67
Total Liabilities	42,280,797.67

12:04 PM
03/05/13
Cash Basis

DenSco Investment Corporation
Balance Sheet
As of December 31, 2012

	<u>Dec 31, 12</u>
Equity	
Capital Stock	10,000.00
Retained Earnings	14,904.18
Net Income	<u>609,064.90</u>
Total Equity	<u>633,969.08</u>
TOTAL LIABILITIES & EQUITY	<u>42,914,766.75</u>

12:03 PM
 03/05/13
 Cash Basis

DenSco Investment Corporation
Profit & Loss
 January through December 2012

Jan - Dec 12

Ordinary Income/Expense	
Income	
Interest Income	6,161,726.64
Rental Income	
Rental Inc - 20th St	7,029.26
Rental Inc - 2243 #1	7,950.00
Rental Inc - 2243 #2	-8,575.00
Rental Inc - 2243 #3	8,501.44
Rental Inc - 2243 #4	9,000.00
Rental Inc - 2243 #5	8,837.02
Rental Inc - 2243 #8	7,500.00
Rental Inc - 2249 #1	7,265.00
Rental Inc - 2249 #2	10,437.15
Rental Inc - 2249 #3	7,563.21
Rental Inc - 2249 #4	8,000.00
Rental Inc - 2249 #5	7,700.00
Rental Inc - 2249 #6	9,332.50
Rental Inc - 43rd Ave #B2	1,300.00
Rental Inc - 43rd Ave #C28	1,800.00
Rental Inc - 4th Street	8,250.00
Rental Inc - 69th Ave	735.00
Rental Inc - 74th Ave	3,900.00
Rental Inc - Avalon	3,277.80
Rental Inc - Crittenden Ln	8,122.74
Rental Inc - Date	785.96
Rental Inc - Diamond	7,455.67
Rental Inc - Grovers	500.00
Rental Inc - Monterey	1,400.00
Rental Inc - Rose	2,025.00
Total Rental Income	<u>147,242.75</u>
Total Income	6,308,969.39
Expense	
Automobile Expense	977.28
Bank Service Charges	10,072.65
Dues and Subscriptions	1,218.67
FICA	10,451.20
FUTA	42.00
Gift	62.50
Insurance	
Health Insurance	3,496.00
Ins - 141 N Date	-12.39
Ins - 20th St	300.31
Ins - 2243 W Morten Ave	1,065.02
Ins - 2249 W Morten Ave	1,065.01
Ins - 43rd Ave #2B	-12.40
Ins - 43rd Ave C28	-12.41
Ins - 4730 W Northern Ave	-12.38
Ins - 4th St	343.66
Ins - 69th Ave	-40.25
Ins - Avalon	-79.46
Ins - Crittenden	372.04
Ins - Diamond	300.31
Ins - Grovers	-150.61
Ins - Palm	-117.65
Ins - Rose	-35.09
Total Insurance	<u>6,469.71</u>

12:03 PM
03/05/13
Cash Basis

DenSCO Investment Corporation
Profit & Loss
January through December 2012

Jan - Dec 12

	Jan - Dec 12
Interest Expense	
Alber Family Trust	5,304.00
Brinkman, Rob	32,430.03
Brown, Craig	52,816.73
Burdett, Anthony - IRA	40,266.83
Burkhardt, Kennen	23,432.17
Burkhardt, Kennen - IRA	29,918.79
Bush, Warren	27,499.70
Butler, Mary - IRA	17,371.94
Butler, Van	32,438.82
Butler, Van - IRA	17,371.94
Caro McDowell Revocable Trust	24,000.00
Carrick, Gretchen	22,110.61
Cate, Arvill	3,601.82
Chittick, Arden	35,409.70
Chittick, Denny	120,000.00
Chittick, Denny - 401k	20,389.04
Chittick, Denny - DB Plan	62,240.29
Chittick, Eldon	76,184.27
Cohen, Herb	7,183.43
Davis, Glen	57,783.01
Davis, Glen - IRA	24,869.77
Davis, Jack	7,206.52
Detota, Scott	17,969.36
Dirks, Amy - IRA	3,663.35
Einck, Todd	18,847.30
Fischer Family Holdings, LLC	28,776.43
Four Futures Corp	314,158.23
Global Qwest, Inc.	3,056.64
Grant, Stacy - IRA	9,977.28
Griswold, Russ	3,650.13
Griswold, Russ - IRA	10,773.70
Gumbert, Michael	96,000.00
Hafiz, Nihad	60,000.00
Hahn Limited Family Trust	45,835.90
Harvey, Chris	10,235.42
Hey, Ralph	7,846.32
Hickman, Dale	68,326.10
Hood, Craig	208,961.66
Howze, Doris	9,600.00
Hughes, Bill	15,000.00
Hughes, Bill - IRA	67,395.24
Hughes, Judy - IRA	26,811.60
Imdleke Revocable Trust	377,000.00
Jetton, James	1,841.32
Jones, Les - IRA	20,615.97
Jones, Leslie	36,000.00
Kasler, Ralph - IRA	29,307.78
Kent, Mary	28,581.94
Kent, Paul	35,359.52
Kimble, Don - IRA	9,829.20
Koehler, Robert - IRA	19,846.71
Kopel, Jemma	9,535.67
Kopel, Roy - IRA	17,817.81
Lawson, Robert	6,328.92
Ledet, Wayne	19,064.97
Ledet, Wayne - IRA	29,546.13
Ledet, Wayne - Roth IRA	4,548.25
Lee Group, Inc	36,000.00
Lee, Terry & Lill	12,000.00
Lent, Lillian - IRA	4,466.67
Lent, Manuel - IRA	10,616.37
Locke, Bill	18,146.40
McArdle, Jim	49,800.96
McCoy, James & Lesley Trust	48,000.00
Meikle, Gregg	4,843.38

12:03 PM
03/05/13
Cash Basis

DenSco Investment Corporation
Profit & Loss
January through December 2012

	Jan - Dec 12
Miller, Mary	35,740.80
Minchuk, Marion	55,500.00
Moss Family Trust	9,736.02
Moss, Kaylene - IRA	18,604.75
Muscat, Vince	60,000.00
Nesta Capital, Inc.	2,269.34
Non Lethal, Inc	12,000.00
Odenhal, Brian	18,180.60
Odenhal, Brian - IRA	4,112.66
Page, Jolene	155,229.60
Paxton, Val	94,168.06
Pearce, Marlene - IRA	10,359.88
Petranek, Doriann	16,595.36
Phalen Family Trust	83,400.00
Phalen, Jeff - IRA	25,995.60
Preston Revocable Family Trust	19,392.64
Quigley, Karen	10,240.00
Rzonca, Peter	1,403.96
Saltire, LLC	18,180.60
Sanders, JoAnn	6,207.19
Schloz, Mary - IRA	13,870.67
Schloz, Stan	15,289.34
Schloz, Stan - IRA	14,126.44
Schloz, Stanley - ROTH IRA	21,011.40
Scroggin, Annette - IRA	4,585.83
Scroggin, Annette - ROTH	1,560.76
Scroggin, Michael	6,050.00
Scroggin, Michael - IRA	10,282.81
Scroggin, Mike - ROTH	2,805.93
Sherriff, Stewart	18,180.60
Siegford, Gary	61,762.08
Siegford, GE	102,899.92
Smith Trust, Carsyn	15,963.44
Smith Trust, Mckenna	15,960.12
Smith Trust, Tony & Sandra	90,400.00
Smith, Tony - IRA	26,773.38
Sterling, Donald	1,350.00
Swirtz, Nancy	7,601.89
Swirtz, William	195,756.52
Thompson, Coralee	192,469.10
Thompson, Gary	165,798.95
Trainor, Jimmy	42,671.15
Tsal, Jeff	2,817.34
Tuttle, Steve	7,867.46
Underwood, Wade	8,077.62
Wellman Family Trust	9,090.31
Wellman, Carol	15,150.51
Wellman, Carol - IRA	4,247.18
Wenig, Mark	40,104.53
Zones, Michael	48,800.00
Interest Expense - Other	94,725.51
Total Interest Expense	4,509,180.89
Internet	714.89
Loss on Repo	770,555.29

12:03 PM
03/05/13
Cash Basis

DenSCO Investment Corporation
Profit & Loss
January through December 2012

	Jan - Dec 12
Management Fees	
Mgt Fees - 20th St	962.99
Mgt Fees - 2243 W Morten Ave #1	1,103.92
Mgt Fees - 2243 W Morten Ave #2	700.00
Mgt Fees - 2243 W Morten Ave #3	1,150.00
Mgt Fees - 2243 W Morten Ave #4	600.00
Mgt Fees - 2243 W Morten Ave #5	1,068.92
Mgt Fees - 2243 W Morten Ave #6	1,050.00
Mgt Fees - 2249 W Morten Ave #1	950.00
Mgt Fees - 2249 W Morten Ave #2	1,469.60
Mgt Fees - 2249 W Morten Ave #3	1,343.00
Mgt Fees - 2249 W Morten Ave #4	1,362.99
Mgt Fees - 2249 W Morten Ave #5	1,109.07
Mgt Fees - 2249 W Morten Ave #6	775.00
Mgt Fees - 43rd Ave #B2	1,860.00
Mgt Fees - 43rd Ave #C28	1,466.05
Mgt Fees - 4th St	650.00
Mgt Fees - 68th Ave	410.33
Mgt Fees - 74th Ave	450.00
Mgt Fees - Avalon	711.00
Mgt Fees - Crittenden Ln	650.00
Mgt Fees - Date #4	2,055.00
Mgt Fees - Diamond	1,109.07
Mgt Fees - Grovers	260.33
Mgt Fees - Monterey	408.33
Mgt Fees - Northern	1,397.56
Mgt Fees - Palm	8.33
Mgt Fees - Rose	1,204.00
Total Management Fees	26,285.49
Miscellaneous	0.00
Office Supply	2,658.86
Postage and Delivery	873.48
Printing and Reproduction	241.48
Professional Fees	
Accounting	5,715.00
Legal Fees	235.00
Total Professional Fees	5,950.00
Profit Sharing	15,000.00
Property Tax on Rentals	
Prop Tax - 20th St	534.23
Prop Tax - 2243 W Morten Ave #1	608.30
Prop Tax - 2243 W Morten Ave #2	601.18
Prop Tax - 2243 W Morten Ave #3	601.18
Prop Tax - 2243 W Morten Ave #4	601.18
Prop Tax - 2243 W Morten Ave #5	601.18
Prop Tax - 2243 W Morten Ave #6	601.18
Prop Tax - 2249 W Morten Ave #1	601.18
Prop Tax - 2249 W Morten Ave #2	601.18
Prop Tax - 2249 W Morten Ave #3	601.18
Prop Tax - 2249 W Morten Ave #4	610.45
Prop Tax - 2249 W Morten Ave #5	610.45
Prop Tax - 2249 W Morten Ave #6	610.45
Prop Tax - 43rd Ave #B2	87.07
Prop Tax - 43rd Ave #C28	87.07
Prop Tax - 47 Ave & Northern	362.46
Prop Tax - 4th Street	688.62
Prop Tax - Crittenden Ln	710.79
Prop Tax - Date #4	166.98
Prop Tax - Diamond	758.90
Total Property Tax on Rentals	10,645.21
Recording Fees	12,979.50
Rent	3,300.00

12:03 PM
03/05/13
Cash Basis

DenSCO Investment Corporation
Profit & Loss
January through December 2012

	Jan - Dec 12
Repairs	
Repairs - 20th St	38.30
Repairs - 2243 W Morten Ave #1	1,387.08
Repairs - 2243 W Morten Ave #2	1,362.63
Repairs - 2243 W Morten Ave #3	4,691.28
Repairs - 2243 W Morten Ave #4	579.79
Repairs - 2243 W Morten Ave #5	2,742.59
Repairs - 2243 W Morten Ave #6	2,568.94
Repairs - 2249 W Morten Ave #1	1,517.78
Repairs - 2249 W Morten Ave #2	2,072.39
Repairs - 2249 W Morten Ave #3	650.99
Repairs - 2249 W Morten Ave #4	2,585.89
Repairs - 2249 W Morten Ave #5	2,470.42
Repairs - 2249 W Morten Ave #6	1,100.85
Repairs - 43rd Ave #B2	349.55
Repairs - 4730 W Northern Ave	33.89
Repairs - 4th Street	241.46
Repairs - 69th Ave	5,217.08
Repairs - 74th Ave	450.00
Repairs - Avalon	1,060.75
Repairs - Crittenden Ln	202.89
Repairs - Date #4	414.30
Repairs - Diamond	2,676.04
Repairs - Grovers	3,866.25
Repairs - Monterey	1,948.00
Repairs - Palm	592.27
Repairs - Rose	2,122.49
Total Repairs	<u>42,934.90</u>
State Unemployment Tax	29.40
Telephone	
Cellular	1,080.00
Fax	165.00
Total Telephone	<u>1,245.00</u>
Travel & Ent	
Entertainment	1,012.25
Meals	3,757.47
Travel	1,022.80
Total Travel & Ent	<u>5,792.52</u>
Utilities	
SRP 2243 W Morten	743.80
SRP 2249 W Morten	773.76
Water - Sprinkler Morten	1,313.69
Water 2243 W Morten	4,477.53
Water 2249 W Morten	4,294.79
Total Utilities	<u>11,603.57</u>
VOID	0.00
Wages	250,000.00
Web Site	620.00
Total Expense	<u>5,699,904.49</u>
Net Ordinary Income	<u>609,064.90</u>
Net Income	<u><u>609,064.90</u></u>

Account No.	Company Name	Address	City	State	Zip	Phone	Balance	Due Date	Days Past Due	Amount	Interest	Penalty	Notes
3825	Chris Harvey	5111 W Dennis Ct	Tempe	85283			135,000.00	8/1/2012	56	3,527.50	138,527.50	on hold	
3826	AKS, LLC	14816 N 11th Place	Phoenix	85027			200,000.00	11/30/2012	18	1,800.00	201,800.00	on hold	
3827	Easy Investment LLC	702 W Wainate Dr	Tempe	85207			300,000.00	11/30/2012	18	2,700.00	302,700.00	on hold	
3828	Chris Harvey	445 W Dine Dr	Tempe	85283			60,000.00	11/30/2012	18	540.00	60,540.00	on hold	
3829	Michael Treatant	845 W Dine Dr	Tempe	85283			60,000.00	11/30/2012	18	540.00	60,540.00	on hold	
3830	Zeo, LLC	4512 E Mineral Rd	Phoenix	85044			145,000.00	11/30/2012	17	1,215.00	146,215.00	on hold	
3831	Global Capital, Inc.	4034 N Mineral Rd	Phoenix	85044			145,000.00	11/30/2012	17	1,215.00	146,215.00	on hold	
3832	J and J Investments, LLC	2202 W Genesee Ave	Phoenix	85024			60,000.00	11/30/2012	17	540.00	60,540.00	on hold	
3833	Chad Harvey	4840 W Tulus St	Phoenix	85024			217,000.00	11/30/2012	16	1,953.00	218,953.00	on hold	
3834	John Johnson	28712 N 29th Ln	Scottsdale	85268			179,000.00	11/30/2012	15	1,611.00	180,611.00	on hold	
3835	MCM Enterprises, LLC	1515 N 81st Street	Scottsdale	85260			140,000.00	11/30/2012	14	1,260.00	141,260.00	on hold	
3836	Scottsdale Real Estate Group	11515 N 81st Street	Scottsdale	85260			60,000.00	11/30/2012	14	540.00	60,540.00	on hold	
3837	Mike Lindstedt	14745 W Emerald Ln	Glendale	85302			200,000.00	11/30/2012	13	1,800.00	201,800.00	on hold	
3838	AZ REO Group, LLC	2521 W Hancock Dr	Phoenix	85046			200,000.00	11/30/2012	12	1,800.00	201,800.00	on hold	
3839	Carlan, Chuck	8742 E Osborn Ave	Mesa	85212			400,000.00	11/30/2012	12	3,600.00	403,600.00	on hold	
3840	Samuel Krum Investments	4445 S 19th St	Surprise	85388			130,000.00	11/30/2012	11	1,170.00	131,170.00	on hold	
3841	Scottsdale Real Estate Group	17510 W Calaver Rd	Surprise	85388			88,000.00	11/30/2012	11	792.00	88,792.00	on hold	
3842	Lee Johnson	23127 S 13th Street	Chandler	85249			250,000.00	11/30/2012	10	2,250.00	252,250.00	on hold	
3843	Black Forest, LLC	6428 W Acadia Ln	Glendale	85206			48,000.00	11/30/2012	10	432.00	48,432.00	on hold	
3844	Nelson Peltas	1176 E Lundgren Ave	Phoenix	85224			115,000.00	11/30/2012	9	1,035.00	116,035.00	on hold	
3845	RSA-AZ, LLC	2301 W Luntia Ave	Phoenix	85028			67,000.00	11/30/2012	9	603.00	67,603.00	on hold	
3846	Petera Holdings, LLC	5508 W Bannock Ave	Glendale	85302			88,000.00	11/30/2012	8	792.00	88,792.00	on hold	
3847	Scottsdale Real Estate Group	18270 W Washington St	Mesa	85208			62,800.00	11/30/2012	8	565.20	63,365.20	on hold	
3848	Boynton, LLC	10950 E Camel Ave	Buckeye	85325			110,000.00	11/30/2012	7	990.00	110,990.00	on hold	
3849	AZ REO Group, LLC	13934 N 15th Lane	Surprise	85379			62,800.00	11/30/2012	7	565.20	63,365.20	on hold	
3850	RSA-AZ, LLC	7430 S 122nd Lane	Avondale	85329			135,000.00	11/30/2012	6	1,215.00	136,215.00	on hold	
3851	Value Properties, Inc.	512 E Mountain View Rd	Mesa	85209			81,000.00	11/30/2012	6	729.00	81,729.00	on hold	
3852	beam	302 N Sycamore St	Mesa	85209			81,000.00	11/30/2012	6	729.00	81,729.00	on hold	
3853	Stone Capital Invest, LLC	6301 W Port Royal Ln	Glendale	85306			246,000.00	11/30/2012	5	2,214.00	248,214.00	on hold	
3854	Chris	2216 N 176th Dr	Avondale	85323			81,000.00	11/30/2012	5	729.00	81,729.00	on hold	
3855	American House Buyers	19095 E Winchance Dr	Phoenix	85258			246,000.00	11/30/2012	5	2,214.00	248,214.00	on hold	
3856	Twin Brothers Prope	2626 E Indian School Rd	Phoenix	85018			62,800.00	11/30/2012	5	565.20	63,365.20	on hold	
3857	RSA-AZ, LLC	8822 S 37th Lane	Phoenix	85041			102,000.00	11/30/2012	4	918.00	102,918.00	on hold	
3858	EABS, LLC	8543 E Camelback Rd	Scottsdale	85250			216,000.00	11/30/2012	4	1,944.00	217,944.00	on hold	
3859	Scottsdale Real Estate Group	1401 W Camelback Dr	Scottsdale	85253			150,000.00	11/30/2012	3	1,350.00	151,350.00	on hold	
3860	DCI Holdings, LLC	12222 N Paradise Vi Pkwy	Scottsdale	85254			132,000.00	11/30/2012	3	1,188.00	133,188.00	on hold	
3861	MCM Enterprises, LLC	12222 N Paradise Vi Pkwy	Scottsdale	85254			415,000.00	11/30/2012	2	3,735.00	418,735.00	on hold	
3862	Shamp Equity, LLC	2721 E Thunderbolt Plaza	Phoenix	85048			200,000.00	11/30/2012	2	1,800.00	201,800.00	on hold	
3863	Penner Investments, LLC	3074 E Thunderbolt Plaza	Phoenix	85048			90,000.00	11/30/2012	2	810.00	90,810.00	on hold	
3864	RSA-AZ, LLC	501 N Brewery Hwy	Thousand Oaks	91320			78,000.00	11/30/2012	1	702.00	78,702.00	on hold	
3865	CANDAK, Chuck	18426 Fairview St	Phoenix	85042			250,000.00	11/30/2012	1	2,250.00	252,250.00	on hold	
3866	Global Quest, Inc.	10721 W Luntia Ln	Avondale	85323			120,000.00	11/30/2012	1	1,080.00	121,080.00	on hold	
3867	Easy Investment, LLC	6535 E Rainier Dr	Scottsdale	85250			90,000.00	11/30/2012	1	810.00	90,810.00	on hold	
3868	Easy Investments, LLC	15620 W Luntia Ln	Buckeye	85260			100,000.00	11/30/2012	1	900.00	100,900.00	on hold	
3869	Easy Investments, LLC	9555 W Rainier Dr	Scottsdale	85250			140,000.00	11/30/2012	1	1,260.00	141,260.00	on hold	
3870	EABS, LLC	6222 S Sycamore	Mesa	85202			175,000.00	11/30/2012	1	1,575.00	176,575.00	on hold	
3871	David Amis	1204 S Maple Ave	Tempe	85281			68,000.00	11/30/2012	1	612.00	68,612.00	on hold	
3872	Shamp David/Amis	14304 S Camelback Blvd	Phoenix	85021			84,200.00	11/30/2012	1	757.80	84,957.80	on hold	
3873	AZ REO Group, LLC	1609 N 47th Ave	Chandler	85226			116,500.00	11/30/2012	1	1,048.50	117,548.50	on hold	
3874	AZ REO Group, LLC	1609 N 47th Ave	Chandler	85226			116,500.00	11/30/2012	1	1,048.50	117,548.50	on hold	
3875	Li Roper Invest Pro	8818 S Central Ave	Phoenix	85028			240,000.00	11/30/2012	1	2,160.00	242,160.00	on hold	
3876	Li Roper Invest Pro	8818 S Central Ave	Phoenix	85028			120,000.00	11/30/2012	1	1,080.00	121,080.00	on hold	
3877	J and J Investments, LLC	1701 N 49th Street	Phoenix	85008			240,000.00	11/30/2012	1	2,160.00	242,160.00	on hold	
3878	Richard Latta	6222 S Sycamore	Mesa	85202			240,000.00	11/30/2012	1	2,160.00	242,160.00	on hold	
3879	Promote Realty Fund, LLC	21250 N 23rd Ave	Phoenix	85027			33,000.00	11/30/2012	1	2,970.00	35,970.00	on hold	
3880	KSS Financial Housing, LLC	6069 S 10th Street	Phoenix	85042			80,000.00	11/30/2012	1	720.00	80,720.00	on hold	
3881	Shamp Capital Invest, LLC	9342 S Rendons Rd	Herndon	68815			85,000.00	11/30/2012	1	765.00	85,765.00	on hold	

Account No.	Owner	Address	City	State	Zip	Acquired	Value	Rate	Term	Balance	Interest	Payment	Notes	
3904	Greg Hardy	385 E Goldmine Ct	OC	95140		100,000.00	145,000.00	88.97%	12/29/2012	6/29/2013	1/29/2013	50.00	300.00	100,300.00 Remodeling
3905	Adrian Abbate	4915 W Vista Terrace Dr	Glendale	95108		70,000.00	125,000.00	58.00%	12/29/2012	6/29/2013	1/29/2013	35.00	210.00	70,210.00 Remodeling
3906	Christina Nguyen	3407 S 83rd Ave	Tulsa	74133		100,000.00	100,000.00	62.50%	12/29/2012	6/29/2013	1/29/2013	50.00	300.00	100,300.00 Remodeling
3907	Easy Investments, LLC	12301 W Camel Highlands	Tampa	33629		80,000.00	180,000.00	60.00%	12/21/2012	6/21/2013	1/21/2013	30.00	150.00	60,150.00 Rented
3908	Easy Investments, LLC	12301 W Camel Highlands	Tampa	33629		140,000.00	200,000.00	70.00%	12/21/2012	6/21/2013	1/21/2013	45.00	225.00	140,225.00 Rented
3909	Easy Investments, LLC	1044 W Monte Ave	Mesa	85210		128,000.00	199,000.00	64.83%	12/29/2012	6/29/2013	1/29/2013	64.00	380.00	128,380.00 Remodeling
3910	Jace Johnson	4443 W Cloud Dr	Glendale	95110		166,000.00	225,000.00	73.78%	12/29/2012	6/29/2013	1/29/2013	83.00	495.00	166,495.00 Remodeling
3911	American Home Buyers	1829 N Hillcrest Dr	Mesa	85204		87,800.00	120,000.00	73.00%	12/29/2012	6/29/2013	1/29/2013	43.80	266.52	87,762.28 Remodeling
3912	Phoenix Headers, LLC	1819 E Southwestern Blvd	Mesa	85204		573,045.49	850,000.00	67.42%	12/31/2012	6/30/2013	1/31/2013	286.52	1,735.32	573,331.81 Remodeling
3913	Phoenix Headers, LLC	1819 E Southwestern Blvd	Mesa	85204		50,000.00	160,000.00	60.51%	12/31/2012	6/30/2013	1/31/2013	25.00	150.00	50,150.00 Remodeling
3914	Phoenix Headers, LLC	1819 E Southwestern Blvd	Mesa	85204		50,000.00	160,000.00	60.51%	12/31/2012	6/30/2013	1/31/2013	25.00	150.00	50,150.00 Remodeling
3915	Phoenix Headers, LLC	1819 E Southwestern Blvd	Mesa	85204		50,000.00	160,000.00	60.51%	12/31/2012	6/30/2013	1/31/2013	25.00	150.00	50,150.00 Remodeling
3916	Phoenix Headers, LLC	1819 E Southwestern Blvd	Mesa	85204		50,000.00	160,000.00	60.51%	12/31/2012	6/30/2013	1/31/2013	25.00	150.00	50,150.00 Remodeling
3917	Phoenix Headers, LLC	1819 E Southwestern Blvd	Mesa	85204		50,000.00	160,000.00	60.51%	12/31/2012	6/30/2013	1/31/2013	25.00	150.00	50,150.00 Remodeling
3918	Phoenix Headers, LLC	1819 E Southwestern Blvd	Mesa	85204		50,000.00	160,000.00	60.51%	12/31/2012	6/30/2013	1/31/2013	25.00	150.00	50,150.00 Remodeling
3919	Phoenix Headers, LLC	1819 E Southwestern Blvd	Mesa	85204		50,000.00	160,000.00	60.51%	12/31/2012	6/30/2013	1/31/2013	25.00	150.00	50,150.00 Remodeling
3920	Phoenix Headers, LLC	1819 E Southwestern Blvd	Mesa	85204		50,000.00	160,000.00	60.51%	12/31/2012	6/30/2013	1/31/2013	25.00	150.00	50,150.00 Remodeling
3921	Phoenix Headers, LLC	1819 E Southwestern Blvd	Mesa	85204		50,000.00	160,000.00	60.51%	12/31/2012	6/30/2013	1/31/2013	25.00	150.00	50,150.00 Remodeling
3922	Phoenix Headers, LLC	1819 E Southwestern Blvd	Mesa	85204		50,000.00	160,000.00	60.51%	12/31/2012	6/30/2013	1/31/2013	25.00	150.00	50,150.00 Remodeling
3923	Phoenix Headers, LLC	1819 E Southwestern Blvd	Mesa	85204		50,000.00	160,000.00	60.51%	12/31/2012	6/30/2013	1/31/2013	25.00	150.00	50,150.00 Remodeling

39,710,478.75 110,814.14 82,542,900.00 80.80% 19,866.61 12/31/2012

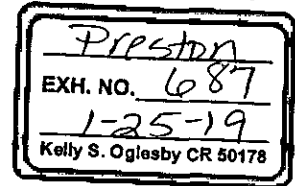
PRESTON CPA, P.C.
CERTIFIED PUBLIC ACCOUNTANT

#50078
Perm. File

MEMBER
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

1949 E. Broadway Road, Suite 101
Tempe, Arizona 85282
(480) 820-4419 • FAX (480) 820-0116

MEMBER
ARIZONA SOCIETY OF
CERTIFIED PUBLIC ACCOUNTANTS



April 3, 2016

DENNY CHITTICK
DENSCO INVESTMENT CORPORATION
6132 W. VICTORIA PLACE
CHANDLER, AZ 85226

Dear Denny:

This letter confirms the arrangements for our income tax services.

We will prepare your federal and state Subchapter S corporate income tax returns for 2015 and for subsequent years until the nature of our services and this letter are modified. The returns will be prepared from information furnished by you. We will not audit or otherwise verify the data you submit, although we may ask you to clarify some of it.

The tax returns are prepared to meet the taxing authorities' requirements. Therefore, they are not prepared in accordance with generally accepted accounting principles (which includes necessary disclosures) and should not be considered to be financial statements.

Fees for our services will be at our standard rates for the time spent. We will bill you every month as the work progresses, including out-of-pocket costs, and all invoices are due and payable on presentation.

Your returns can, of course, be reviewed by the taxing authorities. Any items resolved against you by the examining agent are subject to certain rights of appeal. In the event of an examination, we will be available to represent you at an additional fee for the time required.

At the conclusion of this engagement, we will return to you all original records you supplied to us. Our records and files whether kept on paper or electronic media, are our property. Our firm policy calls for us to destroy all pertinent engagement documentation after a retention period of six year, after which time these items will no longer be available. We are under no obligation to notify you that our records relating to this engagement are to be destroyed. You agree that our firm may destroy all documents relating to this engagement after the retention period, without limitation.

DENSCO INVESTMENT CORPORATION
April 3, 2016
Page 2

If the above fairly sets forth your understanding of our engagement, please sign the enclosed copy of this letter where indicated and return it to us in the enclosed envelope.

Thank you for your business.

Very truly yours,

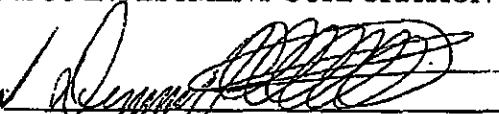


David M. Preston, CPA

DMP/bh

APPROVED:
DENSCO INVESTMENT CORPORATION

By



Denny Chittick, President

Date

4-21-16

DP000595

PRESTON CPA, P.C.
CERTIFIED PUBLIC ACCOUNTANT

#50078
Perm: File

MEMBER
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

1949 E. Broadway Road, Suite 101
Tempe, Arizona 85282
(480) 820-4419 • FAX (480) 820-0116

MEMBER
ARIZONA SOCIETY OF
CERTIFIED PUBLIC ACCOUNTANTS

September 5, 2013

Denny Chittick
Densco Investment Corporation
6132 W. Victoria Place
Chandler, AZ 85226

Dear Denny:

This letter confirms the arrangements for our income tax services.

We will prepare your federal and state Subchapter S corporate income tax returns for 2012 and for subsequent years until the nature of our services and this letter are modified. The returns will be prepared from information furnished by you. We will not audit or otherwise verify the data you submit, although we may ask you to clarify some of it.

We will be available to answer your inquiries on specific tax matters and to consult with you on income tax planning. To ensure compliance with IRS Circular 230 requirements, we are informing you that any written advice which does not constitute a "comprehensive tax opinion as outlined in Circular 230" is not intended or written to be used, and can not be used, for the purpose of avoiding penalties under the Internal Revenue Code or promoting, marketing or recommending to another party any transaction or matter addressed therein.

The tax returns are prepared to meet the taxing authorities' requirements. Therefore, they are not prepared in accordance with generally accepted accounting principles (which includes necessary disclosures) and should not be considered to be financial statements.

Fees for our services will be at our standard rates for the time spent. We will bill you every month as the work progresses, including out-of-pocket costs, and all invoices are due and payable on presentation.

Your returns can, of course, be reviewed by the taxing authorities. Any items resolved against you by the examining agent are subject to certain rights of appeal. In the event of an examination, we will be available to represent you at an additional fee for the time required.

Densco Investment Corporation
September 5, 2013
Page Two

At the conclusion of this engagement, we will return to you all original records you supplied to us. Our records and files whether kept on paper or electronic media, are our property. Our firm policy calls for us to destroy all pertinent engagement documentation after a retention period of six years, after which time these items will no longer be available. We are under no obligation to notify you that our records relating to this engagement are to be destroyed. You agree that our firm may destroy all documents relating to this engagement after the retention period, without limitation.

If the above fairly sets forth your understanding of our engagement, please sign the enclosed copy of this letter where indicated and return it to us in the enclosed envelope.

Thank you for your business.

Very truly yours,



David M. Preston, CPA

DMP/clp

APPROVED:

Densco Investment Corporation

By 

Denny Chittick, President

Date 

DP000597

PRESTON & COMPANY, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

MEMBER
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

1949 E. Broadway Road, Suite 101
Tempe, Arizona 85282
Tel (480) 820-4419 • Fax (480) 820-0116

#50078
Perm. File

MEMBER
ARIZONA SOCIETY OF
CERTIFIED PUBLIC ACCOUNTANTS

May 20, 2010

Denny Chittick
Densco Investment Corporation
6132 W. Victoria Place
Chandler, AZ 85226

Dear Denny:

This letter confirms the arrangements for our income tax services.

We will prepare your federal and state Subchapter S corporate income tax returns for 2009 and for subsequent years until the nature of our services and this letter are modified. The returns will be prepared from information furnished by you. We will not audit or otherwise verify the data you submit, although we may ask you to clarify some of it.

We will be available to answer your inquiries on specific tax matters and to consult with you on income tax planning. To ensure compliance with IRS Circular 230 requirements, we are informing you that any written advice which does not constitute a "comprehensive tax opinion as outlined in Circular 230" is not intended or written to be used, and can not be used, for the purpose of avoiding penalties under the Internal Revenue Code or promoting, marketing or recommending to another party any transaction or matter addressed therein.

The tax returns are prepared to meet the taxing authorities' requirements. Therefore, they are not prepared in accordance with generally accepted accounting principles (which includes necessary disclosures) and should not be considered to be financial statements.

Fees for our services will be at our standard rates for the time spent. We will bill you every month as the work progresses, including out-of-pocket costs, and all invoices are due and payable on presentation.

Your returns can, of course, be reviewed by the taxing authorities. Any items resolved against you by the examining agent are subject to certain rights of appeal. In the event of an examination, we will be available to represent you at an additional fee for the time required.

DP000598

Densco Investment Corporation
May 20, 2010
Page Two

If the above fairly sets forth your understanding of our engagement, please sign the enclosed copy of this letter where indicated and return it to us in the enclosed envelope.

Thank you for your business.

Very truly yours,




David M. Preston, CPA

DMP/mlg

APPROVED:

Densco Investment Corporation

By



Denny Chittick, President

Date

✓ 5-20-10

PRESTON & COMPANY, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

MEMBER
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

1949 E. Broadway Road, Suite 101
Tempe, Arizona 85282
Tel (480) 820-4419 • Fax (480) 820-0116

#50078
Perm. File

MEMBER
ARIZONA SOCIETY OF
CERTIFIED PUBLIC ACCOUNTANTS

April 9, 2005

Denny Chittick
Densco Investment Corporation
6132 W. Victoria Place
Chandler, AZ 85226

Dear Denny:

This letter confirms the arrangements for our income tax services.

We will prepare your federal and state corporate income tax returns for 2004 and for subsequent years until the nature of our services and this letter are modified. The returns will be prepared from information furnished by you and may be processed by an outside computer service. We will not audit or otherwise verify the data you submit, although we may ask you to clarify some of it.

We will be available to answer your inquiries on specific tax matters and to consult with you on income tax planning.

The tax returns are prepared to meet the taxing authorities' requirements. Therefore, they are not prepared in accordance with generally accepted accounting principles (which includes necessary disclosures) and should not be considered to be financial statements.

Fees for our services will be at our standard rates for the time spent. We will bill you every month as the work progresses, including out-of-pocket costs, and all invoices are due and payable on presentation. A FINANCE CHARGE of 1 ½% per month (18% PER ANNUM) will be made on past-due accounts

Your returns can, of course, be reviewed by the taxing authorities. Any items resolved against you by the examining agent are subject to certain rights of appeal. In the event of an examination, we will be available to represent you at an additional fee for the time required.

DP000600

Denny Chittick
Densco Investment Corporation
April 9, 2005
Page Two

If the above fairly sets forth your understanding of our engagement, please sign the enclosed copy of this letter where indicated and return it to us in the enclosed envelope.

Thank you for your business.

Very truly yours,

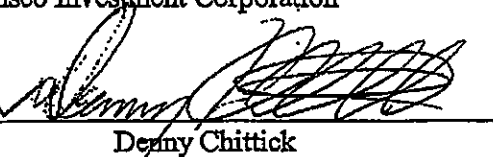


David M. Preston, CPA

Enclosures

APPROVED:
Densco Investment Corporation

By


Denny Chittick

Date 4-11-05

Form 1120S

U.S. Income Tax Return for an S Corporation

OMB No. 1545-0130

2011

Department of the Treasury Internal Revenue Service

Do not file this form unless the corporation has filed or is attaching Form 2553 to elect to be an S corporation. See separate instructions.

For calendar year 2011 or tax year beginning 2011, ending

A S election effective date 4/30/2001
B Business activity code number (see instrs) 522291
C Check if Sch M-3 attached [X]

TYPE OR PRINT DENSCO INVESTMENT CORPORATION
6132 W. VICTORIA PLACE
CHANDLER, AZ 85226

Handwritten box: Preston, EXH. NO. 688, 1-25-19, Kelly S. Oglesby CR 50178

D Employer identification number
E Date incorporated 4/30/2001
F Total assets (see instructions) \$ 32,412,716.

G Is the corporation electing to be an S corporation beginning with this tax year? Yes [] No [X]
H Check if: (1) Final return (2) Name change (3) Address change (4) Amended return (5) S election termination or revocation

I Enter the number of shareholders who were shareholders during any part of the tax year 1
Caution. Include only trade or business income and expenses on lines 1a through 21. See the instructions for more information.

Table with columns for Income, Deductions, and Taxes. Rows include: 1a Merchant card and third-party payments, 1b Gross receipts or sales, 2 Cost of goods sold, 3 Gross profit, 4 Net gain, 5 Other income, 6 Total income, 7 Compensation of officers, 8 Salaries and wages, 9 Repairs and maintenance, 10 Bad debts, 11 Rents, 12 Taxes and licenses, 13 Interest, 14 Depreciation, 15 Depletion, 16 Advertising, 17 Pension, 18 Employee benefit programs, 19 Other deductions, 20 Total deductions, 21 Ordinary business income, 22a Excess net passive income, 22b Tax from Schedule D, 22c Add lines 22a and 22b, 23a 2011 estimated tax payments, 23b Tax deposited, 23c Credit for federal tax, 23d Add lines 23a through 23c, 24 Estimated tax penalty, 25 Amount owed, 26 Overpayment, 27 Enter amount from line 26.

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Sign Here: Signature of officer (DAVID M. PRESTON), Date, Title (PRESIDENT), PTIN (P01392876), Firm's name (PRESTON & COMPANY, P.C.), Firm's address (1949 E. BROADWAY ROAD STE 101, TEMPE, AZ 85282), Phone no. (480) 820-4419

Schedule B Other Information (see instructions)		Yes	No
1	Check accounting method: a <input checked="" type="checkbox"/> Cash b <input type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) ▶		
2	See the instructions and enter the: a Business activity ▶ <u>FINANCE</u> b Product or service ▶ <u>LENDING</u>		
3	At the end of the tax year, did the corporation own, directly or indirectly, 50% or more of the voting stock of a domestic corporation? (For rules of attribution, see section 267(c).) If 'Yes,' attach a statement showing: (a) name and employer identification number (EIN), (b) percentage owned, and (c) if 100% owned, was a qualified subchapter S subsidiary election made?.....		X
4	Has this corporation filed, or is it required to file, Form 8918, Material Advisor Disclosure Statement, to provide information on any reportable transaction?.....		X
5	Check this box if the corporation issued publicly offered debt instruments with original issue discount. ▶ <input type="checkbox"/> If checked, the corporation may have to file Form 8281, Information Return for Publicly Offered Original Issue Discount Instruments.		
6	If the corporation: (a) was a C corporation before it elected to be an S corporation or the corporation acquired an asset with a basis determined by reference to the basis of the asset (or the basis of any other property) in the hands of a C corporation and (b) has net unrealized built-in gain in excess of the net recognized built-in gain from prior years, enter the net unrealized built-in gain reduced by net recognized built-in gain from prior years (see Instructions)..... ▶ \$		
7	Enter the accumulated earnings and profits of the corporation at the end of the tax year..... \$		
8	Are the corporation's total receipts (see Instructions) for the tax year and its total assets at the end of the tax year less than \$250,000? If 'Yes,' the corporation is not required to complete Schedules L and M-1.....		X
9	During the tax year, was a qualified subchapter S subsidiary election terminated or revoked? If 'Yes,' see instructions....		X
10a	Did the corporation make any payments in 2011 that would require it to file Form(s) 1099 (see instructions)?.....	X	
b	If 'Yes,' did the corporation file or will it file all required Forms 1099?.....	X	

Schedule K Shareholders' Pro Rata Share Items		Total amount	
1	Ordinary business income (loss) (page 1, line 21).....	1	377,042.
2	Net rental real estate income (loss) (attach Form 8825).....	2	-43,994.
3a	Other gross rental income (loss).....	3a	
3b	Expenses from other rental activities (attach statement).....	3b	
3c	Other net rental income (loss). Subtract line 3b from line 3a.....	3c	
4	Interest income.....	4	
5	Dividends: a Ordinary dividends.....	5a	
	b Qualified dividends.....	5b	
6	Royalties.....	6	
7	Net short-term capital gain (loss) (attach Schedule D (Form 1120S)).....	7	
8a	Net long-term capital gain (loss) (attach Schedule D (Form 1120S)).....	8a	
	b Collectibles (28%) gain (loss).....	8b	
	c Unrecaptured section 1250 gain (attach statement).....	8c	
9	Net section 1231 gain (loss) (attach Form 4797).....	9	
10	Other income (loss) (see instructions)..... Type ▶	10	

Shareholders' Pro Rata Share Items (continued)		Total amount	
Deductions	11. Section 179 deduction (attach Form 4562).....	11	
	12a Contributions.....	12a	
	b Investment interest expense.....	12b	
	c Section 59(e)(2) expenditures (1) Type ▶ (2) Amount ▶	12c (2)	
	d Other deductions (see Instructions).. Type ▶	12d	
Credits	13a Low-income housing credit (section 42(j)(5)).....	13a	
	b Low-income housing credit (other).....	13b	
	c Qualified rehabilitation expenditures (rental real estate) (attach Form 3468).....	13c	
	d Other rental real estate credits (see Instrs) Type ▶	13d	
	e Other rental credits (see Instrs) Type ▶	13e	
	f Alcohol and cellulosic biofuel fuels credit (attach Form 6478).....	13f	
	g Other credits (see Instructions)..... Type ▶	13g	
Foreign Transactions	14a Name of country or U.S. possession..... ▶		
	b Gross income from all sources.....	14b	
	c Gross income sourced at shareholder level..... Foreign gross income sourced at corporate level	14c	
	d Passive category.....	14d	
	e General category.....	14e	
	f Other (attach statement)..... Deductions allocated and apportioned at shareholder level	14f	
	g Interest expense.....	14g	
	h Other..... Deductions allocated and apportioned at corporate level to foreign source income	14h	
	i Passive category.....	14i	
	j General category.....	14j	
	k Other (attach statement)..... Other information	14k	
	l Total foreign taxes (check one): ▶ <input type="checkbox"/> Paid <input type="checkbox"/> Accrued.....	14l	
	m Reduction in taxes available for credit (attach statement).....	14m	
	n Other foreign tax information (attach statement)		
Alternative Minimum Tax (AMT) Items	15a Post-1986 depreciation adjustment.....	15a	
	b Adjusted gain or loss.....	15b	
	c Depletion (other than oil and gas).....	15c	
	d Oil, gas, and geothermal properties — gross income.....	15d	
	e Oil, gas, and geothermal properties — deductions.....	15e	
	f Other AMT items (attach statement).....	15f	
Items Affecting Shareholder Basis	16a Tax-exempt interest income.....	16a	
	b Other tax-exempt income.....	16b	
	c Nondeductible expenses.....	16c	2,258.
	d Distributions (attach stmt if required) (see Instrs).....	16d	
	e Repayment of loans from shareholders.....	16e	
Other Information	17a Investment income.....	17a	
	b Investment expenses.....	17b	
	c Dividend distributions paid from accumulated earnings and profits.....	17c	
	d Other items and amounts (attach statement)		
Reconciliation	18 Income/loss reconciliation. Combine the amounts on lines 1 through 10 in the far right column. From the result, subtract the sum of the amounts on lines 11 through 12d and lines 14i..	18	333,048.

BAA

Form 1120S (2011)

Schedule L Balance Sheets per Books	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
Assets				
1 Cash		3,632,066.		1,664,937.
2a Trade notes and accounts receivable				
b Less allowance for bad debts				
3 Inventories				
4 U.S. government obligations				
5 Tax-exempt securities (see Instructions)				
6 Other current assets (attach stmt)				
7 Loans to shareholders				
8 Mortgage and real estate loans		16,467,372.		27,859,162.
9 Other investments (attach statement) SEE, ST. 4				6,015.
10a Buildings and other depreciable assets	2,348,441.		2,348,441.	
b Less accumulated depreciation	181,846.	2,166,595.	266,639.	2,081,802.
11a Depletable assets				
b Less accumulated depletion				
12 Land (net of any amortization)		777,364.		777,364.
13a Intangible assets (amortizable only)	45,993.		45,993.	
b Less accumulated amortization	45,993.		45,993.	
14 Other assets (attach stmt) SEE, ST. 5		23,436.		23,436.
15 Total assets		23,066,833.		32,412,716.
Liabilities and Shareholders' Equity				
16 Accounts payable				
17 Mortgages, notes, bonds payable in less than 1 year				
18 Other current liabilities (attach stmt)				
19 Loans from shareholders		1,353,745.		1,353,745.
20 Mortgages, notes, bonds payable in 1 year or more		22,023,832.		31,038,925.
21 Other liabilities (attach statement)				
22 Capital stock		10,000.		10,000.
23 Additional paid-in capital				
24 Retained earnings		-320,744.		10,046.
25 Adjustments to shareholders' equity (att stmt)				
26 Less cost of treasury stock				
27 Total liabilities and shareholders' equity		23,066,833.		32,412,716.

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return

Note. Schedule M-3 required instead of Schedule M-1 if total assets are \$10 million or more - see instructions

1 Net income (loss) per books		5 Income recorded on books this year not included on Schedule K, lines 1 through 10 (itemize):	
2 Income included on Schedule K, lines 1, 2, 3c, 4, 5a, 6, 7, 8a, 9, and 10, not recorded on books this year (itemize):		a Tax-exempt interest \$	
3 Expenses recorded on books this year not included on Schedule K, lines 1 through 12, and 14l (itemize):		6 Deductions included on Schedule K, lines 1 through 12, and 14l, not charged against book income this year (itemize):	
a Depreciation \$		a Depreciation \$	
b Travel and entertainment \$		7 Add lines 5 and 6	
4 Add lines 1 through 3		8 Income (loss) (Schedule K, ln 18). Ln 4 less ln 7...	

Schedule M-2 Analysis of Accumulated Adjustments Account, Other Adjustments Account, and Shareholders' Undistributed Taxable Income Previously Taxed (see instructions)

	(a) Accumulated adjustments account	(b) Other adjustments account	(c) Shareholders' undistributed taxable income previously taxed
1 Balance at beginning of tax year	-683,825.		
2 Ordinary income from page 1, line 21	377,042.		
3 Other additions			
4 Loss from page 1, line 21			
5 Other reductions SEE, STATEMENT 6	(46,252.)		
6 Combine lines 1 through 5	-353,035.		
7 Distributions other than dividend distributions			
8 Balance at end of tax year. Subtract line 7 from line 6	-353,035.		

Rental Real Estate Income and Expenses of a Partnership or an S Corporation

▶ See Instructions.

▶ Attach to Form 1065, Form 1065-B, or Form 1120S.

Name

Employer identification number

DENSCO INVESTMENT CORPORATION

1	Physical address of each property – street, city, state, ZIP code	Type – Enter code 1-8; see page 2 for list	Fair Rental Days	Personal Use Days
A	6056 S. 20TH ST PHOENIX, AZ 85042	1	365	
B	2232 N 69TH AVE PHOENIX, AZ 85035	1	365	
C	4901 W, CRITTENDEN LANE PHOENIX, AZ 85031	1	365	
D	6444 W. ROSE LANE GLENDALE, AZ 85301	1	365	

Rental Real Estate Income		Properties				
		A	B	C	D	
2	Gross rents.....	2	11,005.	5,902.	9,560.	7,000.
Rental Real Estate Expenses						
3	Advertising.....	3				
4	Auto and travel.....	4				
5	Cleaning and maintenance.....	5				
6	Commissions.....	6				
7	Insurance.....	7	300.	360.	454.	347.
8	Legal and other professional fees.....	8				
9	Interest.....	9				
10	Repairs.....	10	665.	5,452.	541.	239.
11	Taxes.....	11	725.	914.	770.	561.
12	Utilities.....	12				
13	Wages and salaries.....	13				
14	Depreciation (see instructions).....	14	2,968.	2,901.	4,920.	2,966.
15	Other (list) <u>MANAGEMENT FEES</u>	15	600.	1,282.	650.	802.
16	Total expenses for each property. Add lines 3 through 15.....	16	5,258.	10,909.	7,335.	4,915.
17	Income or (Loss) from each property. Subtract line 16 from line 2.....	17	5,747.	-5,007.	2,225.	2,085.
18a	Total gross rents. Add gross rents from line 2, columns A through H.....	18a				174,618.
18b	Total expenses. Add total expenses from line 16, columns A through H.....	18b				-218,612.
19	Net gain (loss) from Form 4797, Part II, line 17, from the disposition of property from rental real estate activities.....	19				
20a	Net income (loss) from rental real estate activities from partnerships, estates, and trusts in which this partnership or S corporation is a partner or beneficiary (from Schedule K-1).....	20a				
b Identify below the partnerships, estates, or trusts from which net income (loss) is shown on line 20a. Attach a schedule if more space is needed:						
(1) Name						
(2) Employer identification number						
21	Net rental real estate income (loss). Combine lines 18a through 20a. Enter the result here and on: • Form 1065 or 1120S: Schedule K, line 2, or • Form 1065-B: Part I, line 4	21				-43,994.

1 Show the type and address of each property. For each rental real estate property listed, report the number of days at fair rental value and days with personal use. See instructions.

	Physical address of each property – street, city, state, ZIP code	Type – Enter code 1-8; see below for list	Fair Rental Days	Personal Use Days
E	2243 W MORTEN PHOENIX, AZ 85021	1	365	
F	2249 W MORTEN PHOENIX, AZ 85021	1	365	
G	43RD AVE #B-2 PHOENIX, AZ 85009	1	365	
H	2686 N. 43RD AVE C#28 PHOENIX, AZ 85009	1	365	

Rental Real Estate Income		Properties				
		E	F	G	H	
2	Gross rents.....	2	44,202.	41,632.	1,272.	450.
Rental Real Estate Expenses						
3	Advertising	3				
4	Auto and travel	4				
5	Cleaning and maintenance.....	5				
6	Commissions	6				
7	Insurance.....	7	1,065.	1,065.	172.	172.
8	Legal and other professional fees	8				
9	Interest	9				
10	Repairs.....	10	12,666.	7,827.	2,473.	415.
11	Taxes.....	11	4,072.	4,079.	87.	322.
12	Utilities.....	12	5,014.	5,360.		
13	Wages and salaries	13				
14	Depreciation (see instructions).....	14	21,908.	21,911.	1,445.	1,445.
15	Other (list) ▶ <u>MANAGEMENT FEES</u>	15	4,550.	5,367.	1,522.	900.
16	Total expenses for each property. Add lines 3 through 15	16	49,275.	45,609.	5,699.	3,254.
17	Income or (Loss) from each property. Subtract line 16 from line 2.....	17	-5,073.	-3,977.	-4,427.	-2,804.

Allowable Codes for Type of Property

- 1- Single Family Residence
- 2- Multi-Family Residence
- 3- Vacation or Short-term Rental
- 4- Commercial
- 5- Land
- 6- Royalties
- 7- Self-Rental
- 8- Other (include description with the code on Form 8825 or on a separate statement)

1 Show the type and address of each property. For each rental real estate property listed, report the number of days at fair rental value and days with personal use. See instructions.

	Physical address of each property – street, city, state, ZIP code	Type – Enter code 1-8; see below for list	Fair Rental Days	Personal Use Days
E	4TH ST PHOENIX, AZ 85040	1	365	
F	74TH AVE PHOENIX, AZ 85033	1	365	
G	AVALON PHOENIX, AZ 85031	1	365	
H	DATE MESA, AZ 85201	1	365	

Rental Real Estate Income		Properties				
		E	F	G	H	
2	Gross rents.....	2	9,000.	6,944.	6,018.	4,581.
Rental Real Estate Expenses						
3	Advertising.....	3				
4	Auto and travel.....	4				
5	Cleaning and maintenance.....	5				
6	Commissions.....	6				
7	Insurance.....	7	344.	317.	328.	172.
8	Legal and other professional fees.....	8				
9	Interest.....	9				
10	Repairs.....	10	5,312.	3,981.	5,156.	2,058.
11	Taxes.....	11	943.	647.	675.	459.
12	Utilities.....	12				
13	Wages and salaries.....	13				
14	Depreciation (see instructions).....	14	3,364.	2,727.	2,318.	2,467.
15	Other (list) ▶ MANAGEMENT FEES	15	650.	1,200.	1,500.	2,842.
16	Total expenses for each property. Add lines 3 through 15.....	16	10,613.	8,872.	9,977.	7,998.
17	Income or (Loss) from each property. Subtract line 16 from line 2.....	17	-1,613.	-1,928.	-3,959.	-3,417.

Allowable Codes for Type of Property

- 1— Single Family Residence
- 2— Multi-Family Residence
- 3— Vacation or Short-term Rental
- 4— Commercial
- 5— Land
- 6— Royalties
- 7— Self-Rental
- 8— Other (include description with the code on Form 8825 or on a separate statement)

1 Show the type and address of each property. For each rental real estate property listed, report the number of days at fair rental value and days with personal use. See instructions.

	Physical address of each property – street, city, state, ZIP code	Type – Enter code 1-8; see below for list	Fair Rental Days	Personal Use Days
E	DIAMOND PHOENIX, AZ 85006	1	365	
F	GROVERS PHOENIX, AZ 85053	1	365	
G	MONTERY PHOENIX, AZ 85019	1	365	
H	PALM PHOENIX, AZ 85009	1	365	

Rental Real Estate Income		Properties				
		E	F	G	H	
2	Gross rents.....	2	5,315.	10,965.	5,127.	2,115.
Rental Real Estate Expenses						
3	Advertising.....	3				
4	Auto and travel.....	4				
5	Cleaning and maintenance.....	5				
6	Commissions.....	6				
7	Insurance.....	7	394.	309.	428.	393.
8	Legal and other professional fees.....	8				
9	Interest.....	9				
10	Repairs.....	10	3,450.	378.	2,531.	14,624.
11	Taxes.....	11	843.	837.	660.	220.
12	Utilities.....	12				
13	Wages and salaries.....	13				
14	Depreciation (see instructions).....	14	2,944.	4,174.	2,281.	2,100.
15	Other (list) ▶ MANAGEMENT FEES	15	1,394.	600.	900.	1,825.
16	Total expenses for each property. Add lines 3 through 15.....	16	9,025.	6,298.	6,800.	19,162.
17	Income or (Loss) from each property. Subtract line 16 from line 2.....	17	-3,710.	4,667.	-1,673.	-17,047.

Allowable Codes for Type of Property

- 1— Single Family Residence
- 2— Multi-Family Residence
- 3— Vacation or Short-term Rental
- 4— Commercial
- 5— Land
- 6— Royalties
- 7— Self-Rental
- 8— Other (include description with the code on Form 8825 or on a separate statement)

1 Show the type and address of each property. For each rental real estate property listed, report the number of days at fair rental value and days with personal use. See instructions.

	Physical address of each property -- street, city, state, ZIP code	Type -- Enter code 1-8; see below for list	Fair Rental Days	Personal Use Days
E	4730 W NORTHERN AVE GLENDALE, AZ 85301	1	365	
F				
G				
H				

Rental Real Estate Income		Properties					
		E	F	G	H		
2	Gross rents.....	2	3,530.				
Rental Real Estate Expenses							
3	Advertising.....	3					
4	Auto and travel.....	4					
5	Cleaning and maintenance.....	5					
6	Commissions.....	6					
7	Insurance.....	7	172.				
8	Legal and other professional fees.....	8					
9	Interest.....	9					
10	Repairs.....	10	1,628.				
11	Taxes.....	11	716.				
12	Utilities.....	12					
13	Wages and salaries.....	13					
14	Depreciation (see instructions).....	14	1,954.				
15	Other (list) ▶ MANAGEMENT FEES	15	3,143.				
16	Total expenses for each property. Add lines 3 through 15.....	16	7,613.				
17	Income or (Loss) from each property. Subtract line 16 from line 2.....	17	-4,083.				

Allowable Codes for Type of Property

- 1-- Single Family Residence
- 2-- Multi-Family Residence
- 3-- Vacation or Short-term Rental
- 4-- Commercial
- 5-- Land
- 6-- Royalties
- 7-- Self-Rental
- 8-- Other (include description with the code on Form 8825 or on a separate statement)

Schedule K-1
(Form 1120S)

Department of the Treasury
Internal Revenue Service

2011

For calendar year 2011, or tax
year beginning _____, 2011
ending _____

Final K-1 Amended K-1

671111

OMB No. 1545-0130

Shareholder's Share of Income, Deductions,
Credits, etc ▶ See page 2 of form and separate instructions.

Part I Information About the Corporation

A Corporation's employer identification number
[REDACTED]

B Corporation's name, address, city, state, and ZIP code
DENSCO INVESTMENT CORPORATION
6132 W. VICTORIA PLACE
CHANDLER, AZ 85226

C IRS Center where corporation filed return
OGDEN, UT

Part II Information About the Shareholder

D Shareholder's identifying number
[REDACTED]

E Shareholder's name, address, city, state, and ZIP code
DENNY CHITTICK
6132 W. VICTORIA PLACE
CHANDLER, AZ 85226

F Shareholder's percentage of stock ownership for tax year..... 100 %

Part III Shareholder's Share of Current Year Income, Deductions, Credits, and Other Items		
1	Ordinary business income (loss) 377,042.	13 Credits
2	Net rental real estate income (loss) * -43,994.	
3	Other net rental income (loss)	
4	Interest income	
5a	Ordinary dividends	
5b	Qualified dividends	14 Foreign transactions
6	Royalties	
7	Net short-term capital gain (loss)	
8a	Net long-term capital gain (loss)	
8b	Collectibles (28%) gain (loss)	
8c	Unrecaptured section 1250 gain	
9	Net section 1231 gain (loss)	
10	Other income (loss)	15 Alternative minimum tax (AMT) items
11	Section 179 deduction	16 Items affecting shareholder basis C 2,258.
12	Other deductions	
		17 Other information

FOR IRS USE ONLY

*See attached statement for additional information.

This list identifies the codes used on Schedule K-1 for all shareholders and provides summarized reporting information for shareholders who file Form 1040. For detailed reporting and filing information, see the separate Shareholder's Instructions for Schedule K-1 and the instructions for your income tax return.

	<i>Report on</i>	<i>Code</i>	<i>Report on</i>	
1 Ordinary business income (loss). Determine whether the income (loss) is passive or nonpassive and enter on your return as follows:		M Credit for increasing research activities	See the Shareholder's Instructions	
Passive loss	See the Shareholder's Instructions	N Credit for employer social security and Medicare taxes	See the Shareholder's Instructions	
Passive income	Schedule E, line 28, column (g)	O Backup withholding	Form 1040, line 62	
Nonpassive loss	Schedule E, line 28, column (h)	P Other credits	See the Shareholder's Instructions	
Nonpassive income	Schedule E, line 28, column (i)			
2 Net rental real estate income (loss)	See the Shareholder's Instructions	14 Foreign transactions		
3 Other net rental income (loss)		A Name of country or U.S. possession	} Form 1116, Part I	
Net income	Schedule E, line 28, column (g)	B Gross income from all sources		
Net loss	See the Shareholder's Instructions	C Gross income sourced at shareholder level		
4 Interest income	Form 1040, line 8a	<i>Foreign gross income sourced at corporate level</i>		
5a Ordinary dividends	Form 1040, line 9a	D Passive category	} Form 1116, Part I	
5b Qualified dividends	Form 1040, line 9b	E General category		
6 Royalties	Schedule E, line 3b	F Other		
7 Net short-term capital gain (loss)	Schedule D, line 5	<i>Deductions allocated and apportioned at shareholder level</i>		
8a Net long-term capital gain (loss)	Schedule D, line 12	G Interest expense	Form 1116, Part I	
8b Collectibles (28%) gain (loss)	28% Rate Gain Worksheet, line 4 (Schedule D instructions)	H Other	Form 1116, Part I	
8c Unrecaptured section 1250 gain	See the Shareholder's Instructions	<i>Deductions allocated and apportioned at corporate level to foreign source income</i>		
9 Net section 1231 gain (loss)	See the Shareholder's Instructions	I Passive category	} Form 1116, Part I	
10 Other Income (loss)		J General category		
<i>Code</i>		K Other		
A Other portfolio income (loss)	See the Shareholder's Instructions	<i>Other information</i>		
B Involuntary conversions	See the Shareholder's Instructions	L Total foreign taxes paid	Form 1116, Part II	
C Section 1256 contracts and straddles	Form 6781, line 1	M Total foreign taxes accrued	Form 1116, Part II	
D Mining exploration costs recapture	See Pub 535	N Reduction in taxes available for credit	Form 1116, line 12	
E Other income (loss)	See the Shareholder's Instructions	O Foreign trading gross receipts	Form 8873	
11 Section 179 deduction	See the Shareholder's Instructions	P Extraterritorial income exclusion	Form 8873	
12 Other deductions		Q Other foreign transactions	See the Shareholder's Instructions	
A Cash contributions (50%)	} See the Shareholder's Instructions	15 Alternative minimum tax (AMT) items		
B Cash contributions (30%)				
C Noncash contributions (50%)				
D Noncash contributions (30%)				
E Capital gain property to a 50% organization (30%)				
F Capital gain property (20%)		A Post-1985 depreciation adjustment	} See the Shareholder's Instructions and the Instructions for Form 6251	
G Contributions (100%)		B Adjusted gain or loss		
H Investment interest expense	Form 4952, line 1	C Depletion (other than oil & gas)		
I Deductions — royalty income	Schedule E, line 19	D Oil, gas, & geothermal — gross income		
J Section 59(e)(2) expenditures	See the Shareholder's Instructions	E Oil, gas, & geothermal — deductions		
K Deductions — portfolio (2% floor)	Schedule A, line 23	F Other AMT items		
L Deductions — portfolio (other)	Schedule A, line 28	16 Items affecting shareholder basis		
M Preproductive period expenses	See the Shareholder's Instructions	A Tax-exempt interest income	Form 1040, line 8b	
N Commercial revitalization deduction from rental real estate activities	See Form 8582 Instructions	B Other tax-exempt income	} See the Shareholder's Instructions	
O Reforestation expense deduction	See the Shareholder's Instructions	C Nondeductible expenses		
P Domestic production activities information	See Form 8903 Instructions	D Distributions		
Q Qualified production activities income	Form 8903, line 7b	E Repayment of loans from shareholders		
R Employer's Form W-2 wages	Form 8903, line 17	17 Other information		
S Other deductions	See the Shareholder's Instructions	A Investment income	Form 4952, line 4a	
13 Credits		B Investment expenses	Form 4952, line 5	
A Low-income housing credit (section 42(i)(5)) from pre-2008 buildings	} See the Shareholder's Instructions	C Qualified rehabilitation expenditures (other than rental real estate)	See the Shareholder's Instructions	
B Low-income housing credit (other) from pre-2008 buildings				
C Low-income housing credit (section 42(i)(5)) from post-2007 buildings				
D Low-income housing credit (other) from post-2007 buildings				
E Qualified rehabilitation expenditures (rental real estate)				
F Other rental real estate credits		D Basis of energy property	See the Shareholder's Instructions	
G Other rental credits		E Recapture of low-income housing credit (section 42(i)(5))	Form 8611, line 8	
H Undistributed capital gains credit	Form 1040, line 71, box a	F Recapture of low-income housing credit (other)	Form 8611, line 8	
I Alcohol and cellulosic biofuel fuels credit	} See the Shareholder's Instructions	G Recapture of investment credit	See Form 4255	
J Work opportunity credit			H Recapture of other credits	See the Shareholder's Instructions
K Disabled access credit			I Look-back interest — completed long-term contracts	See Form 8697
L Empowerment zone and renewal community employment credit			J Look-back interest — income forecast method	See Form 8866
			K Dispositions of property with section 179 deductions	} See the Shareholder's Instructions
		L Recapture of section 179 deduction		
		M Section 453(i)(3) information		
		N Section 453A(c) information		
		O Section 1260(b) information		
		P Interest allocable to production expenditures		
		Q CCF nonqualified withdrawals		
		R Depletion information — oil and gas		
		S Amortization of reforestation costs		
		T Section 108(i) information		
		U Other information		

BOX 2
NET RENTAL REAL ESTATE INCOME (LOSS)

PROPERTY ADDRESS	GROSS INCOME	NET EXPENSES	NET INCOME	PASSIVE NONPASS	SEC. 1231 TOTAL
6056 S. 20TH ST PHOENIX, AZ 85042	11,005.	5,258.	\$ 5,747.	PASSIVE	
2232 N 69TH AVE PHOENIX, AZ 85035	5,902.	10,909.	-5,007.	PASSIVE	
4901 W, CRITTENDEN LANE PHOENIX, AZ 85031	9,560.	7,335.	2,225.	PASSIVE	
6444 W. ROSE LANE GLENDALE, AZ 85301	7,000.	4,915.	2,085.	PASSIVE	
2243 W MORTEN PHOENIX, AZ 85021	44,202.	49,275.	-5,073.	PASSIVE	
2249 W MORTEN PHOENIX, AZ 85021	41,632.	45,609.	-3,977.	PASSIVE	
43RD AVE #B-2 PHOENIX, AZ 85009	1,272.	5,699.	-4,427.	PASSIVE	
2686 N. 43RD AVE C#28 PHOENIX, AZ 85009	450.	3,254.	-2,804.	PASSIVE	
4TH ST PHOENIX, AZ 85040	9,000.	10,613.	-1,613.	PASSIVE	
74TH AVE PHOENIX, AZ 85033	6,944.	8,872.	-1,928.	PASSIVE	
AVALON PHOENIX, AZ 85031	6,018.	9,977.	-3,959.	PASSIVE	
DATE MESA, AZ 85201	4,581.	7,998.	-3,417.	PASSIVE	
DIAMOND PHOENIX, AZ 85006	5,315.	9,025.	-3,710.	PASSIVE	
GROVERS PHOENIX, AZ 85053	10,965.	6,298.	4,667.	PASSIVE	
MONTERY PHOENIX, AZ 85019	5,127.	6,800.	-1,673.	PASSIVE	
PALM PHOENIX, AZ 85009	2,115.	19,162.	-17,047.	PASSIVE	
4730 W NORTHERN AVE GLENDALE, AZ 85301	3,530.	7,613.	-4,083.	PASSIVE	
		TOTAL	\$ -43,994.		

SHAREHOLDER 1 : DENNY CHITTICK

SPSL1201L 05/04/11

DP000057

2011 SHAREHOLDER'S SHARE OF INVESTMENT IN PASSTHROUGH ENTITIES

Note: The amounts on this schedule are provided for informational purposes only. These amounts are already included on Schedule K-1.

Shareholder's Name: **DENNY CHITTICK** Shareholder's Identification number: XXXXXXXXXX

Name of Passthrough Entity	Employer Identification No.	Type of Entity	Check box if fully disposed in current year
A INVESTORS TITLE HOLDINGS, LLC	XXXXXXXXXX	PASSIVE	<input type="checkbox"/>
B			<input type="checkbox"/>
C			<input type="checkbox"/>
D			<input type="checkbox"/>

	Passthrough Entities			
	A	B	C	D
Income (Loss)				
Ordinary business income (loss).....	-257.			
Net rental real estate income (loss).....				
Other net rental income (loss).....				
Interest.....				
Ordinary dividends.....				
Qualified dividends.....				
Royalties.....				
Net short-term capital gain (loss).....				
Net long-term capital gain (loss).....				
Collectibles (28%) gain (loss).....				
Unrecaptured section 1250 gain.....				
Guaranteed payments.....				
Net section 1231 gain (loss).....				
Other income (loss).....				
Deductions				
Section 179 expense deduction.....				
Charitable contributions.....				
Investment interest expense.....				
Section 59(e)(2) expense: Intangible Drilling costs.....				
Section 59(e)(2) expense: Dry Hole expense.....				
Other section 59(e)(2) expenses.....				
Other deductions.....				
Credits				
Low-income housing credit:				
(1) Form section 42(j)(5) partnerships: before 2008.....				
(2) Other: before 2008.....				
(3) Form section 42(j)(5) partnerships: after 2007.....				
(4) Other: after 2007.....				
Qual. rehabilitation expenditures related to rental real estate act...				
Other rental real estate credits.....				
Other rental credits.....				
Credit for alcohol and cellulosic biofuel fuels.....				
Work opportunity credit.....				
Orphan drug credit.....				
Credit for increasing research.....				
Disabled access credit.....				
Empowerment zone and renewal community employment.....				
Credit for employer Soc. Sec. tax paid on certain employee tips...				
Indian employment credit.....				
Small employer pension plan startup costs credit.....				
Credit for employer-provided childcare.....				
Alternative motor vehicle credit.....				
Other credits.....				

SCHEDULE M-3
(Form 1120S)

Department of the Treasury
Internal Revenue Service

Net Income (Loss) Reconciliation for S Corporations
With Total Assets of \$10 Million or More

▶ Attach to Form 1120S.
▶ See separate instructions.

OMB No. 1545-0130

2011

Name of corporation

DENSCO INVESTMENT CORPORATION

Employer identification number

Part I Financial Information and Net Income (Loss) Reconciliation (see instructions)

1 a Did the corporation prepare a certified audited non-tax-basis income statement for the period ending with or within this tax year? (See instructions if multiple non-tax-basis income statements are prepared.)

- Yes. Skip line 1b and complete lines 2 through 11 with respect to that income statement.
 No. Go to line 1b.

b Did the corporation prepare a non-tax-basis income statement for that period?

- Yes. Complete lines 2 through 11 with respect to that income statement.
 No. Skip lines 2 through 3b and enter the corporation's net income (loss) per its books and records on line 4a.

2 Enter the income statement period: Beginning 1/01/11 Ending 12/31/11

3 a Has the corporation's income statement been restated for the income statement period on line 2?

- Yes. (If "Yes", attach an explanation and the amount of each item restated.)
 No.

b Has the corporation's income statement been restated for any of the five income statement periods preceding the period on line 2?

- Yes. (If "Yes", attach an explanation and the amount of each item restated.)
 No.

4 a Worldwide consolidated net income (loss) from income statement source identified in Part I, line 1 **4a** 330,790.

b Indicate accounting standard used for line 4a (see instructions):

- (1) GAAP (2) IFRS
(3) Tax-basis (4) Other (specify) _____

5 a Net income from nonincludible foreign entities (attach schedule) **5a**

b Net loss from nonincludible foreign entities (attach schedule and enter as a positive amount) **5b**

6 a Net income from nonincludible U.S. entities (attach schedule) **6a**

b Net loss from nonincludible U.S. entities (attach schedule and enter as a positive amount) **6b**

7 a Net income (loss) of other foreign disregarded entities (attach schedule) **7a**

b Net income (loss) of other U.S. disregarded entities (except qualified subchapter S subsidiaries) (attach schedule) **7b**

c Net income (loss) of other qualified subchapter S subsidiaries (QSubs) (attach schedule) **7c**

8 Adjustment to eliminations of transactions between includible entities and nonincludible entities (attach schedule) **8**

9 Adjustment to reconcile income statement period to tax year (attach schedule) **9**

10 Other adjustments to reconcile to amount on line 11 (attach schedule) **10**

11 Net Income (loss) per income statement of the corporation. Combine lines 4 through 10. **11** 330,790.
Note. Part I, line 11, must equal Part II, line 26, column (a).

12 Enter the total amount (not just the corporation's share) of the assets and liabilities of all entities included or removed on the following lines:

	Total Assets	Total Liabilities
a Included on Part I, line 4	32,412,716.	32,392,670.
b Removed on Part I, line 5		
c Removed on Part I, line 6		
d Included on Part I, line 7		

Name of corporation

Employer identification number

DENSCO INVESTMENT CORPORATION

Part III Reconciliation of Net Income (Loss) per Income Statement of the Corporation With Total Income (Loss) per Return (see instructions)

Income (Loss) Items	(a) Income (Loss) per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Income (Loss) per Tax Return
1 Income (loss) from equity method foreign corporations (attach schedule)				
2 Gross foreign dividends not previously taxed				
3 Subpart F, QEF, and similar income inclusions (attach schedule)				
4 Gross foreign distributions previously taxed (attach schedule)				
5 Income (loss) from equity method U.S. corporations (attach schedule)				
6 U.S. dividends not eliminated in tax consolidation				
7 Income (loss) from U.S. partnerships (attach schedule) ST. 7	-257.			-257.
8 Income (loss) from foreign partnerships (attach schedule)				
9 Income (loss) from other pass-through entities (attach schedule)				
10 Items relating to reportable transactions (attach details)				
11 Interest income (attach Form 8916-A)				
12 Total accrual to cash adjustment				
13 Hedging transactions				
14 Mark-to-market income (loss)				
15 Cost of goods sold (attach Form 8916-A)				
16 Sale versus lease (for sellers and/or lessors)				
17 Section 481(a) adjustments				
18 Unearned/deferred revenue				
19 Income recognition from long-term contracts				
20 Original issue discount and other imputed interest				
21 a Income statement gain/loss on sale, exchange, abandonment, worthlessness, or other disposition of assets other than inventory and pass-through entities				
b Gross capital gains from Schedule D, excluding amounts from pass-through entities				
c Gross capital losses from Schedule D, excluding amounts from pass-through entities, abandonment losses, and worthless stock losses				
d Net gain/loss reported on Form 4797, line 17, excluding amounts from pass-through entities, abandonment losses, and worthless stock losses				
e Abandonment losses				
f Worthless stock losses (attach details)				
g Other gain/loss on disposition of assets other than inventory				
22 Other income (loss) items with differences (attach schedule)				
23 Total income (loss) items. Combine lns 1 through 22	-257.			-257.
24 Total expense/deduction items (from Part III, ln 32)	-89,299.		2,258.	-87,041.
25 Other items with no differences	420,346.			420,346.
26 Reconciliation totals. Combine lines 23 through 25	330,790.	0.	2,258.	333,048.

Note. Line 26, column (a), must equal the amount on Part I, line 11, and column (d) must equal Form 1120S, Schedule K, line 18.

BAA

Schedule M-3 (Form 1120S) 2011

Name of corporation

Employer identification number

DENSCO INVESTMENT CORPORATION

Part III Reconciliation of Net Income (Loss) per Income Statement of the Corporation With Total Income (Loss) per Return – Expense/Deduction Items (see instructions)

Expense/Deduction Items	(a) Expense per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Deduction per Tax Return
1 U.S. current income tax expense.....				
2 U.S. deferred income tax expense.....				
3 State and local current income tax expense..				
4 State and local deferred income tax expense				
5 Foreign current income tax expense (other than foreign withholding taxes).....				
6 Foreign deferred income tax expense.....				
7 Equity-based compensation.....				
8 Meals and entertainment.....	4,496.		-2,248.	2,248.
9 Fines and penalties.....				
10 Judgments, damages, awards, and similar costs.....				
11 Pension and profit-sharing.....				
12 Other post-retirement benefits.....				
13 Deferred compensation.....				
14 Charitable contribution of cash and tangible property.....				
15 Charitable contribution of intangible property.....				
16 Current year acquisition or reorganization investment banking fees.....				
17 Current year acquisition or reorganization legal and accounting fees.....				
18 Current year acquisition/reorganization other costs.....				
19 Amortization/impairment of goodwill.....				
20 Amortization of acquisition, reorganization, and start-up costs.....				
21 Other amortization or impairment write-offs..				
22 Section 198 environmental remediation costs				
23a Depletion – Oil and Gas.....				
b Depletion – Other than Oil and Gas.....				
24 Depreciation.....	84,793.			84,793.
25 Bad debt expense.....				
26 Interest expense (attach Form 8916-A).....				
27 Corporate owned life insurance premiums...				
28 Purchase versus lease (for purchasers and/or lessees).....				
29 Research and development costs.....				
30 Section 118 exclusion (att sch).....				
31 Other expense/deduction items with differences (attach schedule)..... STMT. 8...	10.		-10.	
32 Total expense/deduction items. Combine lines 1 through 31. Enter here and on Part II, line 24, reporting positive amounts as negative and negative amounts as positive...	89,299.		-2,258.	87,041.

Application for Automatic Extension of Time To File Certain Business Income Tax, Information, and Other Returns

▶ File a separate application for each return.
▶ See separate instructions.

Print or Type	Name DENSCO INVESTMENT CORPORATION	Identifying number <div style="background-color: black; width: 100px; height: 15px;"></div>
	Number, street, and room or suite number. (If P.O. box, see instructions.)	
	6132 W. VICTORIA PLACE	
	City, town, state, and ZIP code (if a foreign address, enter city, province or state, and country (follow the country's practice for entering postal code)). CHANDLER, AZ 85226	

Note. File request for extension by the due date of the return for which the extension is granted. See instructions before completing this form.

Part I Automatic 5-Month Extension

1 a Enter the form code for the return that this application is for (see below).....

Application is For:	Form Code	Application is For:	Form Code
Form 1065	09	Form 1041 (estate other than a bankruptcy estate)	04
Form 1041 (trust)	05		

Part II Automatic 6-Month Extension

b Enter the form code for the return that this application is for (see below)..... 25

Application is For:	Form Code	Application is For:	Form Code
Form 706-GS(D)	01	Form 1120-ND (Section 1951 taxes)	20
Form 706-GS(D)	02	Form 1120-PC	21
Form 1041 (bankruptcy estate only)	03	Form 1120-EOL	22
Form 1041-N	06	Form 1120-REIT	23
Form 1041-QFT	07	Form 1120-RE	24
Form 1042	08	Form 1120S	25
Form 1065-B	10	Form 1120-SS	26
Form 1065	11	Form 3520-A	27
Form 1120	12	Form 8572	28
Form 1120-C	34	Form 8613	29
Form 1120-F	15	Form 8725	30
Form 1120-SC	16	Form 8831	32
Form 1120-H	17	Form 8878	33
Form 1120-INT	18	Form 8924	35
Form 1120-ND	19	Form 8925	36

- 2 If the organization is a foreign corporation that does not have an office or place of business in the United States, check here.....
- 3 If the organization is a corporation and is the common parent of a group that intends to file a consolidated return, check here.....
If checked, attach a schedule, listing the name, address, and Employer Identification Number (EIN) for each member covered by this application.

Part III All Filers Must Complete This Part

4 If the organization is a corporation or partnership that qualifies under Regulations section 1.6081-5, check here.....

5a The application is for calendar year 20 11, or tax year beginning _____, 20 ____, and ending _____, 20 __

b Short tax year. If this tax year is less than 12 months, check the reason:

- Initial return Final return Change in accounting period Consolidated return to be filed

6 Tentative total tax.....	6	0.
7 Total payments and credits (see instructions).....	7	0.
8 Balance due. Subtract line 7 from line 6 (see instructions).....	8	0.

For Privacy Act and Paperwork Reduction Act Notice, see separate instructions.

DENSCO INVESTMENT CORPORATION

STATEMENT 1
FORM 1120S, LINE 5
OTHER INCOME

INVESTORS TITLE HOLDINGS, LLC
1 NORTH 1ST STREET, STE. 755
PHOENIX, AZ 85004
90-0729396.....

	\$	-257.
TOTAL	\$	<u>-257.</u>

STATEMENT 2
FORM 1120S, LINE 12
TAXES AND LICENSES

PAYROLL TAXES.....

	\$	8,911.
TOTAL	\$	<u>8,911.</u>

STATEMENT 3
FORM 1120S, LINE 19
OTHER DEDUCTIONS

ACC FEE.....	\$	45.
AUTO AND TRUCK EXPENSE.....		1,912.
BANK CHARGES.....		9,626.
DUES AND SUBSCRIPTIONS.....		796.
INSURANCE.....		5,238.
INTERNET.....		1,010.
LEGAL AND PROFESSIONAL.....		30,948.
MEALS AND ENTERTAINMENT EXPENSE.....		2,248.
OFFICE EXPENSE.....		2,332.
POSTAGE.....		676.
PRINTING.....		432.
RECORDING FEES.....		11,194.
TELEPHONE.....		1,245.
TRAVEL.....		231.
WEB SITE.....		520.
TOTAL	\$	<u>68,453.</u>

STATEMENT 4
FORM 1120S, SCHEDULE L, LINE 9
OTHER INVESTMENTS

	BEGINNING	ENDING
INVESTORS TITLE HOLDINGS, LLC.....	\$ 0.	\$ 6,015.
TOTAL	<u>\$ 0.</u>	<u>\$ 6,015.</u>

DENSCO INVESTMENT CORPORATION

STATEMENT 5
FORM 1120S, SCHEDULE L, LINE 14
OTHER ASSETS

	<u>BEGINNING</u>	<u>ENDING</u>
SYNDICATION FEES.....	\$ 23,436.	\$ 23,436.
TOTAL	<u>\$ 23,436.</u>	<u>\$ 23,436.</u>

STATEMENT 6
FORM 1120S, SCHEDULE M-2, COLUMN A, LINE 5
OTHER REDUCTIONS

DISALLOWED MEALS AND ENTERTAINMENT.....	\$	2,248.
NET RENTAL REAL ESTATE LOSS.....		43,994.
PENALTIES.....		10.
TOTAL	<u>\$</u>	<u>46,252.</u>

DENSCO INVESTMENT CORPORATION

STATEMENT 7
SCHEDULE M-3, PART II, LINE 7
INCOME OR LOSS FROM U.S. PARTNERSHIPS

NAME	ETN	YEAR END PROFIT SHARING %	YEAR END LOSS SHARING %	PER INCOME STATEMENT	TEMPORARY DIFFERENCE	PERMANENT DIFFERENCE	PER TAX RETURN
INVESTORS TITLE HOLDINGS, LLC		17.92%	17.92%	\$ -257.	\$ 0.	\$ 0.	\$ -257.
TOTALS				\$ -257.	\$ 0.	\$ 0.	\$ -257.

DENSCO INVESTMENT CORPORATION

STATEMENT 8
SCHEDULE M-3, PART III, LINE 31
OTHER EXPENSE/DEDUCTION ITEMS WITH DIFFERENCES

DESCRIPTION	PER INCOME STATEMENT	TEMPORARY DIFFERENCE	PERMANENT DIFFERENCE	PER TAX RETURN
PENALTIES	\$ 10.		\$ -10.	
TOTALS	\$ 10.	\$ 0.	\$ -10.	\$ 0.

For the calendar year 2011 or fiscal year beginning _____ and ending _____

Business telephone number 480-636-1180	Please Type or Print	Name DENSCO INVESTMENT CORPORATION	CHECK ONE: Original <input checked="" type="checkbox"/> Amended <input type="checkbox"/>
Business activity code number (from federal Form 1120-S) 522291		Number and street or PO Box 6132 W. VICTORIA PLACE	Employer identification number (EIN) [REDACTED]
		City, or town, state, and ZIP Code CHANDLER, AZ 85226	AZ transaction privilege tax number N/A

(69) Check box if: This is a first return Name change Address change

A Arizona apportionment: (check only one) Multistate S corporations only.
 AIR Carrier STANDARD Sales Factor ENHANCED Sales Factor

B Is this the corporation's final Arizona return?..... Yes No
 If yes, check one: Dissolved Withdrawn Merged/Reorganized
 List EIN of the successor corporation, if any.....

C Does the S corporation conduct business within and without Arizona?..... Yes No

D Will a composite return be filed on Form 140NR?..... Yes No

E Total number of nonresident individual shareholders.....

F Total number of resident individual shareholders..... **1** (81) (66)

G Total number of entity shareholders (See instructions).....

CHECK BOX IF: Return filed under extension. (82) 82F

REVENUE USE ONLY. DO NOT MARK IN THIS AREA.

1 Total distributive income (loss) — from federal Form 1120-S, Schedule K..... 1 333,048.

Complete lines 2 - 11 only if the S corporation has excess net passive income or capital gains/built-in gains. An S corporation that is not required to complete lines 2 - 11 must complete lines 12 - 34 if the S corporation has a tax liability from the recapture of tax credits.

2 Excess net passive income.....	2	
3 Capital gains/built-in gains.....	3	0.
4 Total federal income subject to corporate income tax — add lines 2 and 3, WHOLLY ARIZONA S CORPORATIONS GO TO LINE 11.....	4	0.
5 Nonapportionable or allocable income — attach schedule. MULTISTATE S CORPORATIONS ONLY.....	5	
6 Apportionable income — subtract line 5 from line 4. Multistate S corporations only.....	6	
7 Arizona apportionment ratio — from Schedule A or Schedule ACA.....	7	
8 Income apportioned to Arizona — line 6 multiplied by line 7. Multistate S corporations only.....	8	
9 Other income allocated to Arizona — attach schedule. Multistate S corporations only.....	9	
10 Total income attributable to Arizona — add lines 8 and 9.....	10	
11 Net income subject to Arizona corporate income tax. Wholly Arizona S corporations — enter amount from line 4. Multistate S corporations — enter amount from line 10.....	11	0.
12 Enter tax — see instructions before completing this line.....	12	0.
13 Tax from recapture of tax credits — from Form 300, Part II, line 26.....	13	
14 Subtotal — add lines 12 and 13.....	14	
15 Clean Elections Fund Tax Reduction. Check this box to send \$5 to the fund and reduce the tax (line 14) by \$5. Enter the amount of the tax reduction..... 15A <input type="checkbox"/>	15	
16 Nonrefundable tax credits — from Arizona Form 300, Part II, line 51.....	16	
17 Credit type — enter form no. for each credit claimed 17 <input type="checkbox"/> 3 <input type="checkbox"/> 3 <input type="checkbox"/> 3 <input type="checkbox"/> 3		
18 Tax liability — subtract the sum of lines 15 and 16 from line 14.....	18	
19 Clean Elections Fund Tax Credit. SEE INSTRUCTIONS BEFORE COMPLETING THIS LINE.....	19	
20 Tax liability after Clean Elections Fund tax credit — subtract line 19 from line 18.....	20	0.
21 Refundable tax credits. Check box(es) and enter amount(s) 21 <input type="checkbox"/> 308 <input type="checkbox"/> 342.....	21	
22 Extension payment made with Form 120EXT or online — see instructions.....	22	
23 Estimated tax payments — see instructions.....	23	
24 Total payments — add lines 21 through 23. Amended returns — see instructions.....	24	0.
25 Balance of tax due — if line 20 is larger than line 24, enter balance of tax due. Skip line 26.....	25	0.
26 Overpayment of tax — if line 24 is larger than line 20, enter overpayment of tax.....	26	
27 Penalty and interest.....	27	
28 Estimated tax underpayment penalty. If Form 220 is attached, check box..... 28A <input type="checkbox"/>	28	0.
29 Donation to Citizens Clean Elections Fund — see instructions.....	29	
30 Information return penalty — see instructions.....	30	
31 TOTAL DUE — see instructions..... Payment must accompany return	31	
32 OVERPAYMENT — see instructions.....	32	
33 Amount of line 32 to be applied to 2012 estimated tax.....	33	
34 Amount to be refunded — subtract line 33 from line 32.....	34	

Schedule C - Shareholder Information

Form 120S (2011) Page 3 **DENSCO INVESTMENT CORPORATION** 86-1027265

Information on Shareholders	Shareholder Name and address	Social security number and/or federal ID number	Percent of ownership	Distributive share of income (loss)	Check here if shareholder is nonresident
	DENNY CHITTICK 6132 W. VICTORIA PLACE CHANDLER, AZ 85226	[REDACTED]	100.00000	333,048.	
			TOTALS	100.0000	333,048.

12:59 PM
02/28/12
Cash Basis

DenSCO Investment Corporation
Balance Sheet
As of December 31, 2011

G. 1/13/12

ABC

Dec 31, 11

ASSETS

Current Assets

Checking/Savings

Operating 1,661,737.62
Wiring 3,199.10

Total Checking/Savings 1,664,936.72 ✓✓

Accounts Receivable

Aaron J Morris 248,006.00
ACV Enterprises, LLC 721,000.00
Adam Tunc
Twin Brothers' Properties, LLC 596,010.21

Total Adam Tunc 596,010.21

Advanced Equity Positions, LLC 193,655.17
Affinity Enterprise Group, Inc 170,137.11
AKS, LLC 174,722.73
Alfred J Carter 85,630.83
American House Buyers, LLC 379,601.00
Arizona Investors Alliance, LLC 1,238,323.56
Arizona Property Solutions, LLC 144,902.88
Avenida Del Sol Group, LLC 94,341.10
AZ Investment Real Estate, LLC 424,757.00
AZ Properties 1, LLC 1,184,000.00
BAC Investment, LLC 95,000.00
Beata, LLC 35,000.00
Bennett Caudle
Bennett Caudle 1,109,985.79
Stone Capital I, LLC 45,000.00
Stone Capital Investments, LLC 285,000.00
Bennett Caudle - Other 280,000.00

Total Bennett Caudle 1,719,985.79

Black Forrest, LLC 92,000.00
BMM Investments, LLC 202,932.00
Cadillac Properties, LLC 82,800.00
Chris Hughes 946,968.44
CJ Sterling Construction, LLC 693,609.29
Cynthia Shinske 70,000.00
Dana Allen 170,371.84
Darcy Myers 840,000.00
David Arnce 723,400.00
Dee McCall 350,000.00
Dirt Holdings, LLC 207,000.00
DMN Properties, LLC 116,764.92
Don Kimble
Vista Properties, Inc. 125,000.00

Total Don Kimble 125,000.00

Dorsey Matthews 102,786.14
EABS, LLC 247,000.00
EZ Homes, Inc 150,000.00
Geoff Lewelling 319,740.05
Global Qwest, Inc 480,000.00
Greg Hardy 228,000.00
Home Helpers, LLC 85,000.00
Housing Solutions AZ, LLC 79,167.83
James Sanson 30,000.00
John Luders
John Luders 150,000.00

Total John Luders 150,000.00

John Melnyk 64,516.99

*BUDS 2348,441
AJD (266,639)*

12:59 PM
02/26/12
Cash Basis

DenSco Investment Corporation
Balance Sheet
As of December 31, 2011

Ch 2/13/12

	<u>Dec 31, 11</u>
John Miller	
JJ Miller Arizona, LLC	40,000.00
Total John Miller	40,000.00
Jose Marquez	72,400.00
Jose Montes	102,195.66
Justin Moore	519,000.00
Ken Dillon	100,000.00
Kevin Potempa	
Kaula, LLC	370,000.00
Lihue, LLC	45,000.00
Poipu, LLC	50,000.00
Wallua, LLC	60,000.00
Total Kevin Potempa	525,000.00
Larry Schultz	135,000.00
LCD Group, LLC	273,000.00
Lilli Rubin Investments	130,000.00
Margie Porter	125,000.00
Mark Golovech	215,000.00
Mike Moore	
Chevelon Group, Inc	204,000.00
Colby Holdings 1, LLC	270,000.00
Emma Holdings 1, LLC	123,000.00
Hayden Holdings 1, LLC	100,000.00
Maryvale Properties 1, LLC	281,000.00
Wesmor Holdings 1, LLC	397,862.70
Total Mike Moore	1,375,862.70
Minh Anh Pham	112,000.00
Nesta	
Ellen Fischer	19,827.50
Kirk Fischer	777,500.00
Lori Fischer	231,000.00
Nesta Capital, Inc.	923,500.00
Total Nesta	1,951,827.50
Nine Limited Company	572,000.00
Peter Sinkovich	80,000.00
Rasha Enterprises, LLC	15,000.00
RJNN Investments, LLC	448,676.52
Robert Luce	115,000.00
Robin L Wells	120,000.00
Roger Phillips	
PGREO, LLC	1,372,600.00
Total Roger Phillips	1,372,600.00
Ryan Robson	865,800.00
RyMax Builders	1,521,066.00
Sammy Gullatte	125,000.00
Sean Roche	45,000.00
Sharp Boys	
Sharp Equity, LLC	362,600.00
Total Sharp Boys	362,600.00

12:59 PM
02/26/12
Cash Basis

DenSCO Investment Corporation
Balance Sheet
As of December 31, 2011

Pen 2/12/12

	<u>Dec 31, 11</u>
Snowbird Investments, LLC	617,000.00
Summit Wholesale, LLC	297,000.00
Tam Minh Bul	150,000.00
Thomas L Brown	173,532.00
Thomas S Anderson	465,000.00
Thomas T Stevenson	85,000.00
Triple M Properties, LLC	154,432.19
Ty Kliikus	225,000.00
Verzhine Galstaryan	589,000.00
Yom Tov Scott Managed	2,686,000.00
Total Accounts Receivable	<u>30,803,121.45</u>
Total Current Assets	32,468,058.17
Fixed Assets	
Syndication	23,435.81
Total Fixed Assets	23,435.81
Other Assets	
Investors Title Holdings, LLC	6,272.00
Total Other Assets	<u>6,272.00</u>
TOTAL ASSETS	<u><u>32,497,765.98</u></u>

w/p B ✓
Revised w/p = 1
(2,943,959) = 27,859,162 ✓

✓
✓
<2577> = 6015 ✓

LIABILITIES & EQUITY

Liabilities	
Long Term Liabilities	
Alber Family Trust	60,000.00
Brinkman, Rob	260,138.88
Brown, Craig & Tomie	400,000.00
Burdett, Tony - IRA	317,498.92
Burkhart, Kennen	185,706.05
Burkhart, Kennen - IRA	114,394.18
Bush, Warren	224,903.98
Butler, Van	266,064.54
Caro McDowell Revocable Trust	200,000.00
Carrick, Gretchen Trust	150,000.00
Chittick, Arden	279,201.38
Chittick, Denny	1,353,745.05
Chittick, Denny - 401k	160,765.06
Chittick, Denny - DB Plan	490,756.67
Chittick, Eldon	972,897.12
Davis, Glen	448,357.57
Davis, Glen - IRA	196,095.24
Davis, Jack	59,457.84
Detota, Scott	141,688.22
Four Futures Corp	1,700,000.00
Grant, Stacy - IRA	78,669.67
Griswold, Russ - IRA	84,949.27
Gumbert, Mike	800,000.00
Hafiz, Nihad	500,000.00
Hahn Family Limited Trust	380,245.69
Harvey, Chris	80,705.05
Hey, Ralph	61,859.27
Hickman, Dale	524,081.17
Hood, Craig	2,196,875.53
Howze, Lee	80,000.00
Hughes, Bill - IRA	557,627.13
Hughes, Bill & Judy	125,000.00
Hughes, Judy - IRA	219,430.04
Imdieke Revocable Trust	3,000,000.00
Jones, Les	300,000.00
Jones, Les - IRA	157,604.71
Kaster, Ralph - IRA	231,088.38
Kent, Mary	225,365.00
Kent, Paul	321,746.12

S/A

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02/26/12

Cash Basis

DenSCO Investment Corporation

Balance Sheet

As of December 31, 2011

B. 1/12/12

	<u>Dec 31, 11</u>
Kimble, Don - IRA	77,502.05
Koehler, Robert - IRA	156,488.78
Kopel, Jemma	75,187.59
Kopel, Roy - IRA	140,491.43
Ledet, Wayne	155,195.18
Ledet, Wayne - IRA	232,967.80
Lee Group, Inc.	300,000.00
Lee, Terry & Lili	100,000.00
Lent, Lillian - IRA	35,219.04
Lent, Manuel - IRA	83,724.60
Locke, Bill & Jean	177,273.68
McArdle, James	409,151.51
McCoy, James & Lesley Trust	400,000.00
Meikle, Gregg	58,454.87
Miller, Mar & Pat	200,000.00
Minchuk, Marion Trust	250,000.00
Moss Family Trust	69,208.11
Muscat, Vince	500,000.00
Non Lethal Defense, Inc	100,000.00
Odenthal, Brian	150,000.00
Odenthal, Brian - IRA	32,427.77
Page, Jolene	302,171.70
Paxton, Val	822,724.73
Pearce, Marelene	77,965.68
Petranek, Doriann	121,754.85
Phalen Family Trust	695,000.00
Phalen, Jeff - IRA	204,972.14
Preston Revocable Living Trust	160,000.00
Saltire LLC	150,000.00
Schloz, Mary - IRA	109,368.53
Schloz, Stan - IRA	111,385.39
Schloz, Stanley - ROTH IRA	165,034.09
Schloz, Stanley L.	53,133.85
Sherriff, Stewart	150,000.00
Siegford, Gary	514,683.98
Siegford, GE	856,176.71
Smith Trust, Carsyn P	122,814.08
Smith Trust, Mckenna	122,787.94
Smith Trust, Tony & Sandra	600,000.00
Smith, Tony - IRA	211,104.84
Swirt, Nancy	59,728.96
Swirtz, William	1,630,000.00
Thompson, Coralee	1,327,630.99
Thompson, Gary	1,087,926.86
Tsal, Jeff	55,231.11
Tuttle, Steve	62,034.11
Underwood, Wade	63,691.21
Wellman Family Living Trust	75,000.00
Wellman, Carol	125,000.00
Wellman, Carol - IRA	33,488.69
Wenig, Mark	332,651.42
Zones, Michael	400,000.00
Total Long Term Liabilities	<u>32,392,669.80</u>
Total Liabilities	32,392,669.80
Equity	
Capital Stock	10,000.00
Retained Earnings	-320,641.86
Net Income	415,738.04
Total Equity	<u>105,096.18</u>
TOTAL LIABILITIES & EQUITY	<u><u>32,497,765.98</u></u>

*= 1H
(1,353,745) = 31,038,925
✓*

*320744 ✓
+ 102 R.E. - To office*

12:59 PM
02/26/12
Cash Basis

DenSCO Investment Corporation
Profit & Loss
January through December 2011

Bo 1/13/12

Jan - Dec 11

Ordinary Income/Expense
Income

Interest Income	4,177,760.22 ✓
Rental Income	
① Rental Inc - 20th St	.11,004.58 ✓
② Rental Inc - 2243 #1	9,936.32 ✓
Rental Inc - 2243 #2	4,084.95 ✓
Rental Inc - 2243 #3	9,840.00 ✓
Rental Inc - 2243 #4	5,985.60 ✓
Rental Inc - 2243 #5	5,130.14 ✓
Rental Inc - 2243 #6	9,225.00 ✓
③ Rental Inc - 2249 #1	4,117.81 ✓
Rental Inc - 2249 #2	6,000.74 ✓
Rental Inc - 2249 #3	7,708.53 ✓
Rental Inc - 2249 #4	6,251.29 ✓
Rental Inc - 2249 #5	6,783.29 ✓
Rental Inc - 2249 #6	10,770.00 ✓
④ Rental Inc - 43rd Ave #B2	.1,272.00 ✓
⑤ Rental Inc - 43rd Ave #C28	.450.00 ✓
⑥ Rental Inc - 4th Street	.9,000.00 ✓
⑦ Rental Inc - 69th Ave	.6,901.84 ✓
⑧ Rental Inc - 74th Ave	.6,944.23 ✓
⑨ Rental Inc - Avalon	.6,017.90 ✓
⑩ Rental Inc - Crittenden Ln	.9,560.21 ✓
⑪ Rental Inc - Date	4,581.24 ✓
⑫ Rental Inc - Diamond	.5,315.61 ✓
⑬ Rental Inc - Grovers	.10,964.60 ✓
⑭ Rental Inc - Monterey	.5,127.36 ✓
⑮ Rental Inc - Northern	.3,530.00 ✓
⑯ Rental Inc - Palm	.2,115.00 ✓
⑰ Rental Inc - Rose	.7,000.00 ✓
Total Rental Income	174,618.24 ✓

<44,202>
<41,632>

Total Income

4,352,378.46

Expense

Automobile Expense	1,912.44 ✓
Bank Service Charges	9,625.69 ✓
DB Plan	54,948.00 ✓
Dues and Subscriptions	795.90 ✓
FICA	8,854.60 ✓
FUTA	66.00 ✓
Insurance	
Health Insurance <i>CRD</i>	5,237.88 ✓
Ins - 141 N Date	172.35 ✓
Ins - 20th St	300.31 ✓
Ins - 2243 W Morten Ave	1,065.05 ✓
Ins - 2249 W Morten Ave	1,065.03 ✓
Ins - 43rd Ave #2B	172.37 ✓
Ins - 43rd Ave C28	172.34 ✓
Ins - 4730 W Northern Ave	172.36 ✓
Ins - 4th St	343.66 ✓
Ins - 69th Ave	360.17 ✓
Ins - 74th Ave	316.82 ✓
Ins - Avalon	328.18 ✓
Ins - Crittenden	454.08 ✓
Ins - Diamond	391.13 ✓
Ins - Grovers	308.57 ✓
Ins - Monterey	426.30 ✓
Ins - Palm	393.13 ✓
Ins - Rose	346.75 ✓
Total Insurance	12,028.48 ✓

7711 = 61190
8,911 ✓

<5238> = 6790

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02/26/12
Cash Basis

DenSCO Investment Corporation
Profit & Loss
January through December 2011

Rob 3/13/12

Jan - Dec 11

Interest Expense	
Alber Family Trust	2,064.68
Brinkman, Rob	29,408.91
Brown, Craig	42,168.60
Burdett, Anthony - IRA	17,498.92
Burkhardt, Kennen	4,782.42
Burkhardt, Kennen - IRA	12,875.16
Bush, Warren	26,430.50
Butler, Van	30,495.81
Careywood on Eagle	3,540.84
Caro McDowell Revocable Trust	14,923.55
Carrick, Gretchen	6,795.15
Chittick, Arden	31,424.33
Chittick, Denny	120,000.00
Chittick, Denny - 401k	15,197.17
Chittick, Denny - DB Plan	49,050.63
Chittick, Eldon	111,497.12
Davis, Glen	48,865.70
Davis, Glen - IRA	22,070.69
Davis, Jack	7,206.52
Detota, Scott	15,946.89
Four Futures Corp	52,733.34
Grant, Stacy - IRA	3,669.67
Griswold, Russ - IRA	9,561.10
Gumbert, Michael	87,000.00
Hafiz, Nihad	60,000.00
Hahn Limited Family Trust	45,404.17
Harvey, Chris	9,519.25
Hey, Ralph	1,859.27
Hickman, Dale	58,952.08
Hickman, Kathy	250.00
Hood, Craig	155,121.36
Howze, Doris	9,600.00
Hughes, Bill	12,500.00
Hughes, Bill - IRA	66,675.24
Hughes, Judy - IRA	28,091.60
Indleke Revocable Trust	360,000.00
Jones, Les - IRA	12,389.37
Jones, Leslie	36,000.00
Kasler, Ralph - IRA	26,009.16
Kent, Mary	25,365.00
Kent, Paul	41,309.52
Kimble, Don - IRA	8,722.93
Kimble, Donald	1,159.94
Koehler, Robert - IRA	17,612.93
Kopel, Jemma	8,462.40
Kopel, Roy - IRA	15,812.42
Ledet, Wayne	13,165.10
Ledet, Wayne - IRA	26,220.70
Lee Group, Inc	36,000.00
Lee, Terry & LII	12,000.00
Lent, Lillian - IRA	3,963.92
Lent, Manuel - IRA	9,423.26
Locke, Bill	20,669.57
McArdle, Jim	38,393.36
McCoy, James & Lesley Trust	48,000.00
Melkle, Gregg	6,579.14
Miller, Marv	35,548.77
Minchuk, Marion	29,166.60
Moss Family Trust	4,208.11
Muscat, Vince	60,000.00
Non Lethal, Inc	12,000.00
Odenthal, Brian	18,180.60
Odenthal, Brian - IRA	427.77
Page, Jolene	2,171.70
Paxton, Val	72,724.73

12:59 PM
 02/28/12
 Cash Basis

DenSco Investment Corporation
Profit & Loss
 January through December 2011

	Jan - Dec 11
Pearce, Marlene - IRA	5,965.68
Petraneck, Dorlann	12,450.91
Phalen Family Trust	79,345.00
Phalen, Jeff - IRA	4,972.14
Preston Revocable Family Trust	13,448.81
Princevill Investment	751.13
Saittre, LLC	18,180.60
Schloz, Mary - IRA	8,368.53
Schloz, Stan	4,980.86
Schloz, Stan - IRA	10,604.74
Schloz, Stanley - ROTH IRA	14,678.20
Sherriff, Stewart	18,180.60
Slegford, Gary	61,762.08
Slegford, GE	96,363.36
Smith Trust, Carsyn	13,149.99
Smith Trust, Mckenna	13,147.08
Smith Trust, Tony & Sandra	83,000.00
Smith, Tony - IRA	23,760.01
Swirtz, Nancy	6,678.90
Swirtz, William	195,756.52
Thompson, Coralee	142,806.56
Thompson, Gary	120,116.80
Tsai, Jeff	5,231.11
Tuttle, Steve	9,217.32
Underwood, Wade	7,291.21
Wellman Family Trust	9,090.32
Wellman, Carol	11,678.38
Wellman, Carol - IRA	3,769.17
Wenig, Mark	38,939.52
Zones, Michael	46,733.26
Interest Expense - Other	87,367.59
Total Interest Expense	3,379,652.05
Internet	1,009.86
Loss on Repo <i>BAD DEBT</i>	120,660.63
Management Fees	
Mgt Fees - 20th St	600.00
Mgt Fees - 2243 W Morten Ave #1	650.00
Mgt Fees - 2243 W Morten Ave #2	900.00
Mgt Fees - 2243 W Morten Ave #3	750.00
Mgt Fees - 2243 W Morten Ave #4	900.00
Mgt Fees - 2243 W Morten Ave #5	600.00
Mgt Fees - 2243 W Morten Ave #6	750.00
Mgt Fees - 2249 W Morten Ave #1	850.00
Mgt Fees - 2249 W Morten Ave #2	1,267.00
Mgt Fees - 2249 W Morten Ave #3	750.00
Mgt Fees - 2249 W Morten Ave #4	1,000.00
Mgt Fees - 2249 W Morten Ave #5	900.00
Mgt Fees - 2249 W Morten Ave #6	600.00
Mgt Fees - 43rd Ave #B2	1,522.25
Mgt Fees - 43rd Ave #C28	900.00
Mgt Fees - 4th St	650.00
Mgt Fees - 69th Ave	1,282.25
Mgt Fees - 74th Ave	1,200.00
Mgt Fees - Avalon	1,500.00
Mgt Fees - Crittenden Ln	850.00
Mgt Fees - Date #4	2,842.00
Mgt Fees - Diamond	1,393.79
Mgt Fees - Grovers	600.00
Mgt Fees - Monterey	900.00
Mgt Fees - Northern	3,142.68
Mgt Fees - Palm	1,825.25
Mgt Fees - Rose	802.01
Total Management Fees	29,727.23

Qoo 2/12/12

ORD

4,550 ✓

5,367 ✓

(checkmarks)

12:59 PM
02/26/12
Cash Basis

DenSco Investment Corporation
Profit & Loss
January through December 2011

QED 2/13/12

	Jan - Dec 11
Miscellaneous	0.00
Office Supply	2,433.90
Postage and Delivery	678.15
Printing and Reproduction	432.20
Professional Fees	
Accounting	7,715.00
Legal Fees	23,232.50
Total Professional Fees	30,947.50
Profit Sharing	9,240.00
Property Tax on Rentals	
Prop Tax - 20th St	725.22
Prop Tax - 2243 W Morten Ave #1	678.70
Prop Tax - 2243 W Morten Ave #2	678.70
Prop Tax - 2243 W Morten Ave #3	678.70
Prop Tax - 2243 W Morten Ave #4	678.70
Prop Tax - 2243 W Morten Ave #5	678.70
Prop Tax - 2243 W Morten Ave #6	678.70
Prop Tax - 2249 W Morten Ave #1	685.36
Prop Tax - 2249 W Morten Ave #2	678.70
Prop Tax - 2249 W Morten Ave #3	678.70
Prop Tax - 2249 W Morten Ave #4	678.70
Prop Tax - 2249 W Morten Ave #5	678.70
Prop Tax - 2249 W Morten Ave #6	678.70
Prop Tax - 43rd Ave #B2	87.07
Prop Tax - 43rd Ave #C28	321.63
Prop Tax - 47 Ave & Northern	716.21
Prop Tax - 4th Street	943.40
Prop Tax - 69th Ave	913.84
Prop Tax - 74th Ave	646.74
Prop Tax - Avalon	674.84
Prop Tax - Crittenden Ln.	770.28
Prop Tax - Date #4	459.14
Prop Tax - Diamond	843.42
Prop Tax - Grovers	836.75
Prop Tax - Monterey	660.28
Prop Tax - Palm	220.03
Prop Tax - Rose	561.20
Total Property Tax on Rentals	17,531.13
Recording Fees	11,194.00
Rent	3,600.00
Repairs	
Computer Repairs <i>ASD</i>	994.86
Repairs - 20th St	665.29
Repairs - 2243 W Morten Ave #1	1,000.02
Repairs - 2243 W Morten Ave #2	3,040.51
Repairs - 2243 W Morten Ave #3	691.23
Repairs - 2243 W Morten Ave #4	2,669.76
Repairs - 2243 W Morten Ave #5	4,015.37
Repairs - 2243 W Morten Ave #6	1,249.40
Repairs - 2249 W Morten Ave #1	2,460.53
Repairs - 2249 W Morten Ave #2	541.29
Repairs - 2249 W Morten Ave #3	734.21
Repairs - 2249 W Morten Ave #4	1,809.88
Repairs - 2249 W Morten Ave #5	1,912.39
Repairs - 2249 W Morten Ave #6	368.92
Repairs - 43rd Ave #B2	2,473.23
Repairs - 43rd Ave #C28	416.06
Repairs - 4730 W Northern Ave	1,627.92
Repairs - 4th Street	5,312.15
Repairs - 69th Ave	5,451.88
Repairs - 74th Ave	3,980.83
Repairs - Avalon	5,155.61
Repairs - Crittenden Ln	541.10
Repairs - Date #4	2,058.28

BNL RE
(102) = 2532

4,072

4,079

12,666

7,827

12:59 PM
02/26/12
Cash Basis

DenSco Investment Corporation
Profit & Loss
January through December 2011

00 2/13/12

	Jan - Dec 11	
Repairs - Diamond	3,450.48	✓
Repairs - Grovers	377.87	✓
Repairs - Monterey	2,530.83	✓
Repairs - Palm	14,624.49	✓
Repairs - Rose	239.33	✓
Total Repairs	21,223.80	
State Filing Fee	70,392.82	<995> = 69,398
Telephone	55.00	45 ✓
Cellular		
Fax		
Total Telephone	1,080.00	
Travel & Ent	165.00	
Entertainment		
Meals		
Travel	1,245.00	✓
Travel & Ent - Other		
Total Travel & Ent	309.04	①
Utilities	3,241.37	✓
SRP 2243 W Morten	231.40	✓
SRP 2249 W Morten	945.12	②
Water - Sprinkler Morten		
Water 2243 W Morten		
Water 2249 W Morten		
Total Utilities	4,726.93	
VOID		
Wages	1,137.72	③
Web Site	778.63	④
Total Expense	825.14	412 ✓
Net Ordinary Income	3,464.75	413 ✓
Net Income	4,168.87	
	10,374.91	
	0.00	
	154,000.00	✓
	520.00	✓
	3,936,840.42	
	415,738.04	
	415,738.04	

ORD Deductions = 3802,117
1/2 m+E <2248>
NO PENALTIES <10>
ORD DEDUCTIONS 3800,459

PLS LOSS <2577>
Net Book Inc 415,738
Depr <84,793> ✓
RE 102
330,790
55% m+E 2248 ✓
NO PENALTY 10
333,048

Rental Inc 174,618
IWS <6,790>
Mgmt Fee <29,727>
R.E. top <17,531>
Repairs <69,398>
UTILITIES <10,374>
DEPR <84,793>
Rentals <48,995>
<2577>

JE
RE 102
OFFICE 102
BALANCE R.E

333,048

DENSCO INVESTMENT CORPORATION
2011 AJES
12/31/2011

Qoo

DMP
4/10/12

	DR	CR
AJE 1		
RETAINED EARNINGS	102.00	
OFFICE EXPENSE		102.00
TO BALANCE RE .		

AJE #2

P/S LOSS

257.00

Inv. Title

257.00

To record

K-1 activity for 2011.

Account	Company	Address	City	State	Zip	Phone	Fax	Year	Month	Day	Time	Amount	Balance	Interest	Notes
2172	Easy Investments LLC	5722 N 25th Drive	Phoenix	AZ	85018		480-997-1017	2012	11	12	12:00	\$ 27,000.00	\$ 60,000.00	\$ 4,000.00	11/22/2012 \$ 1,500
2173	Easy Investments LLC	1808 N 68th Ave	Phoenix	AZ	85018		480-997-1017	2012	11	12	12:00	\$ 25,000.00	\$ 50,000.00	\$ 3,000.00	11/22/2012 \$ 1,200
2178	Easy Investments LLC	2911 N 84th Dr	Phoenix	AZ	85018		480-997-1017	2012	11	12	12:00	\$ 25,000.00	\$ 50,000.00	\$ 3,000.00	11/22/2012 \$ 1,200
2179	Easy Investments LLC	2911 N 84th Dr	Phoenix	AZ	85018		480-997-1017	2012	11	12	12:00	\$ 25,000.00	\$ 50,000.00	\$ 3,000.00	11/22/2012 \$ 1,200
2184	Entra Holdings 1 LLC	818 E Camelback Rd	Phoenix	AZ	85018		480-997-1017	2012	11	12	12:00	\$ 25,000.00	\$ 50,000.00	\$ 3,000.00	11/22/2012 \$ 1,200
2185	Entra Holdings 1 LLC	818 E Camelback Rd	Phoenix	AZ	85018		480-997-1017	2012	11	12	12:00	\$ 25,000.00	\$ 50,000.00	\$ 3,000.00	11/22/2012 \$ 1,200
2189	RNN Investments LLC	1531 W Camel St #32	Phoenix	AZ	85018		480-997-1017	2012	11	12	12:00	\$ 15,000.00	\$ 30,000.00	\$ 1,500.00	11/22/2012 \$ 600
2221	RNN Investments LLC	5009 S 14th Way	Phoenix	AZ	85018		480-997-1017	2012	11	12	12:00	\$ 17,500.00	\$ 35,000.00	\$ 1,750.00	11/22/2012 \$ 700
2223	RNN Investments LLC	2242 W Luma Ave	Phoenix	AZ	85029		480-997-1017	2012	11	12	12:00	\$ 21,275.52	\$ 42,551.04	\$ 2,127.55	11/22/2012 \$ 851
2225	RNN Investments LLC	4445 N 38th St #43	Phoenix	AZ	85018		480-997-1017	2012	11	12	12:00	\$ 18,780.00	\$ 37,560.00	\$ 938.00	11/22/2012 \$ 375
2227	RNN Investments LLC	1701 E Camel St #158	Phoenix	AZ	85018		480-997-1017	2012	11	12	12:00	\$ 50,245.00	\$ 100,490.00	\$ 25.12	11/22/2012 \$ 10
2229	RNN Investments LLC	4590 W Camel St	Phoenix	AZ	85018		480-997-1017	2012	11	12	12:00	\$ 67,212.00	\$ 134,424.00	\$ 33.61	11/22/2012 \$ 1
2231	RNN Investments LLC	3218 W Madison St	Phoenix	AZ	85019		480-997-1017	2012	11	12	12:00	\$ 60,750.00	\$ 121,500.00	\$ 22.58	11/22/2012 \$ 1
2238	Easy Investments LLC	1822 E Monroe St	Phoenix	AZ	85034		480-997-1017	2012	11	12	12:00	\$ 75,000.00	\$ 150,000.00	\$ 37.50	11/22/2012 \$ 1
2318	Easy Investments LLC	1248 W Via Camilla	Phoenix	AZ	85335		480-997-1017	2012	11	12	12:00	\$ 40,000.00	\$ 80,000.00	\$ 20.00	11/22/2012 \$ 1
2324	Entra Holdings 1 LLC	6148 W Camel St	Phoenix	AZ	85018		480-997-1017	2012	11	12	12:00	\$ 45,000.00	\$ 90,000.00	\$ 11.25	11/22/2012 \$ 0
2331	Entra Holdings 1 LLC	6148 W Camel St	Phoenix	AZ	85018		480-997-1017	2012	11	12	12:00	\$ 45,000.00	\$ 90,000.00	\$ 11.25	11/22/2012 \$ 0
2331	Entra Holdings 1 LLC	6148 W Camel St	Phoenix	AZ	85018		480-997-1017	2012	11	12	12:00	\$ 45,000.00	\$ 90,000.00	\$ 11.25	11/22/2012 \$ 0
2415	Easy Investments LLC	4539 W 68th Drive	Phoenix	AZ	85031		480-997-1017	2012	11	12	12:00	\$ 24,000.00	\$ 48,000.00	\$ 6.00	11/22/2012 \$ 0
2417	Easy Investments LLC	3831 W Chambers St	Phoenix	AZ	85041		480-997-1017	2012	11	12	12:00	\$ 27,000.00	\$ 54,000.00	\$ 6.75	11/22/2012 \$ 0
2418	Easy Investments LLC	3537 W Camel St	Phoenix	AZ	85009		480-997-1017	2012	11	12	12:00	\$ 14,000.00	\$ 28,000.00	\$ 3.50	11/22/2012 \$ 0
2438	Entra Holdings 1 LLC	1780 W Camel St	Phoenix	AZ	85009		480-997-1017	2012	11	12	12:00	\$ 115,000.00	\$ 230,000.00	\$ 28.75	11/22/2012 \$ 1
2446	Easy Investments LLC	2128 W Belmont Dr	Phoenix	AZ	85015		480-997-1017	2012	11	12	12:00	\$ 40,000.00	\$ 80,000.00	\$ 10.00	11/22/2012 \$ 0
2454	Entra Holdings 1 LLC	4814 N 14th Ave	Phoenix	AZ	85013		480-997-1017	2012	11	12	12:00	\$ 50,000.00	\$ 100,000.00	\$ 12.50	11/22/2012 \$ 0
2477	Entra Holdings 1 LLC	2823 W Pinnacle Dr	Phoenix	AZ	85008		480-997-1017	2012	11	12	12:00	\$ 350,000.00	\$ 700,000.00	\$ 87.50	11/22/2012 \$ 3
2483	Entra Holdings 1 LLC	2155 5th St	Phoenix	AZ	85009		480-997-1017	2012	11	12	12:00	\$ 24,000.00	\$ 48,000.00	\$ 6.00	11/22/2012 \$ 0
2490	Entra Holdings 1 LLC	4818 S Camelback Rd	Phoenix	AZ	85018		480-997-1017	2012	11	12	12:00	\$ 50,000.00	\$ 100,000.00	\$ 12.50	11/22/2012 \$ 0
2507	Entra Holdings 1 LLC	2075 W McDowell Trail	Phoenix	AZ	85028		480-997-1017	2012	11	12	12:00	\$ 35,000.00	\$ 70,000.00	\$ 4.38	11/22/2012 \$ 0
2514	Entra Holdings 1 LLC	22028 W Belmont Rd	Phoenix	AZ	85028		480-997-1017	2012	11	12	12:00	\$ 31,400.00	\$ 62,800.00	\$ 3.93	11/22/2012 \$ 0
2517	Entra Holdings 1 LLC	708 E Via Elena St	Phoenix	AZ	85008		480-997-1017	2012	11	12	12:00	\$ 40,000.00	\$ 80,000.00	\$ 5.00	11/22/2012 \$ 0
2528	ACV Enterprises, LLC	1820 W Lambert Ave #228	Phoenix	AZ	85002		480-997-1017	2012	11	12	12:00	\$ 50,000.00	\$ 100,000.00	\$ 6.25	11/22/2012 \$ 0
2533	RNN Investments LLC	1100 N 24th St	Phoenix	AZ	85016		480-997-1017	2012	11	12	12:00	\$ 21,987.70	\$ 43,975.40	\$ 2.75	11/22/2012 \$ 0
2539	Nexus Near Capital Inc	14002 N 12th Ave	Phoenix	AZ	85022		480-997-1017	2012	11	12	12:00	\$ 75,000.00	\$ 150,000.00	\$ 9.38	11/22/2012 \$ 0
2549	Nexus Western Holdings 1 LLC	27126 N Desert Sky Rd	Phoenix	AZ	85024		480-997-1017	2012	11	12	12:00	\$ 23,100.00	\$ 46,200.00	\$ 2.94	11/22/2012 \$ 0
2558	Justi Moore	4021 E Camelback St	Phoenix	AZ	85008		480-997-1017	2012	11	12	12:00	\$ 32,000.00	\$ 64,000.00	\$ 4.00	11/22/2012 \$ 0

Table with columns for company names (e.g., 217 N Lora Robbe), addresses, phone numbers, and dates. The table contains approximately 100 rows of data.

2902	Kevin Popul LLC	7011 W. Perry Ave	Peoria, 61634	\$ 50,000.00	\$ 80,000.00	55.89%	9/14/2011	9/14/2012	\$ 25.00	10	\$ 400.00	On Market
2908	Chris Popul	3421 W. Hedy St	Peoria, 61608	\$ 2,000.00	\$ 50,000.00	48.00%	9/15/2011	9/15/2012	\$ 11.50	19	\$ 164.00	On Market
2911	AZ Prop 1, LLC	8825 N San Gabriel	Peoria, 61614	\$ 134,000.00	\$ 210,000.00	63.81%	9/19/2011	9/19/2012	\$ 67.00	15	\$ 1,005.00	On Market
2922	Wesley Holdings 1, LLC	308 E Rosewood Ave	Bureau, 61908	\$ 25,000.00	\$ 50,000.00	50.00%	9/27/2011	9/27/2012	\$ 12.50	4	\$ 60.00	On Market
2929	Bernard Cavale	10418 E. Sherman St	Urbana, 61777	\$ 140,000.00	\$ 200,000.00	70.00%	9/29/2011	9/29/2012	\$ 70.00	3	\$ 210.00	On Market
2934	Shard David Arnes	2352 E. Howe St	Tempe, 85281	\$ 52,000.00	\$ 85,000.00	61.78%	9/29/2011	9/29/2012	\$ 24.25	3	\$ 74.75	On Market
2948	Rick Lewis	1807 W. Madras Ct	Arnhem, 85909	\$ 215,000.00	\$ 399,000.00	53.92%	10/3/2011	10/3/2012	\$ 187.50	25	\$ 3,457.50	On Market
2949	Bernard Cavale	180 N. Lafayette Blvd #2	Channahon, 61724	\$ 100,000.00	\$ 195,000.00	50.81%	10/4/2011	10/4/2012	\$ 50.00	10	\$ 100.00	On Market
2954	Chris Popul	3715 W. Hammond Dr	Peoria, 61651	\$ 46,000.00	\$ 75,000.00	61.33%	10/7/2011	10/7/2012	\$ 23.00	21	\$ 483.00	On Market
2958	Jim Miller AZ, LLC	2210 E. Columbus Ave	Peoria, 61616	\$ 40,000.00	\$ 100,000.00	40.00%	10/13/2011	10/13/2012	\$ 20.00	15	\$ 300.00	On Market
2964	AZ Prop 1, LLC	10035 W. Gross Ave	Tombson, 85333	\$ 60,000.00	\$ 90,000.00	66.67%	10/17/2011	10/17/2012	\$ 30.00	11	\$ 330.00	On Market
2968	Sanjour Galsita	3705 E. Acacia Dr	Peoria, 61623	\$ 80,000.00	\$ 135,000.00	59.26%	10/18/2011	10/18/2012	\$ 30.00	10	\$ 300.00	On Market
2974	Kevin Popul	4455 E. Paradise VII #105	Peoria, 61622	\$ 45,000.00	\$ 72,000.00	62.50%	10/21/2011	10/21/2012	\$ 22.50	13	\$ 172.50	On Market
2976	Brent Stone Capital, LLC	841 E. 42nd Street	Urbana, 61730	\$ 45,000.00	\$ 115,000.00	39.13%	10/24/2011	10/24/2012	\$ 22.50	6	\$ 165.00	On Market
2977	Wesley Holdings 1, LLC	2634 E. Third St #1-4	Peoria, 61603	\$ 80,950.00	\$ 240,000.00	33.73%	10/24/2011	10/24/2012	\$ 30.42	8	\$ 187.50	On Market
2985	Chris Popul	618 N. 35th Ave	Peoria, 61617	\$ 34,000.00	\$ 55,000.00	61.82%	10/25/2011	10/25/2012	\$ 17.00	5	\$ 85.00	On Market
2989	Chris Popul	9015 N. 2nd Drive	Peoria, 61621	\$ 46,000.00	\$ 70,000.00	65.71%	10/26/2011	10/26/2012	\$ 23.00	3	\$ 69.00	On Market
2989	Sanjour Galsita	1425 N. 5th Street	Peoria, 61602	\$ 65,000.00	\$ 190,000.00	34.21%	10/26/2011	10/26/2012	\$ 32.50	8	\$ 975.00	On Market
2989	BAC Investments, LLC	15345 W. Slaters St	Peoria, 61614	\$ 95,000.00	\$ 185,000.00	51.35%	10/26/2011	10/26/2012	\$ 47.50	28	\$ 1,285.00	On Market
2991	Ryan Robson	28928 N. 141st Street	Scottsdale, 85262	\$ 380,000.00	\$ 480,000.00	79.17%	11/2/2011	11/2/2012	\$ 145.00	24	\$ 720.00	On Market
2994	Kevin Popul	2016 N. 79th Pl #207	Scottsdale, 85255	\$ 80,000.00	\$ 80,000.00	100.00%	11/4/2011	11/4/2012	\$ 30.00	24	\$ 720.00	On Market
2996	Ryan Robson	206 E. Nutcracker Ct	Channahon, 61929	\$ 85,000.00	\$ 150,000.00	56.67%	11/4/2011	11/4/2012	\$ 47.50	24	\$ 1,148.00	On Market
2999	EBS, LLC	9108 N. 83rd Ave	General, 85022	\$ 45,000.00	\$ 102,000.00	44.12%	11/7/2011	11/7/2012	\$ 22.50	21	\$ 472.50	On Market
2811	PERCO, LLC	3441 N. 57th St	Peoria, 61618	\$ 110,000.00	\$ 170,000.00	64.71%	11/7/2011	11/7/2012	\$ 55.00	21	\$ 1,155.00	On Market
2818	Jana Hammer	3821 W. Phelps Rd	Peoria, 61603	\$ 72,400.00	\$ 122,000.00	59.34%	11/8/2011	11/8/2012	\$ 36.20	20	\$ 72.00	On Market
2819	PERCO, LLC	344 E. York St	Peoria, 61608	\$ 45,000.00	\$ 75,000.00	60.00%	11/8/2011	11/8/2012	\$ 22.50	20	\$ 450.00	On Market
2819	PERCO, LLC	344 E. York St	Peoria, 61608	\$ 45,000.00	\$ 75,000.00	60.00%	11/8/2011	11/8/2012	\$ 22.50	20	\$ 450.00	On Market
2917	AKS, LLC	16228 W. Conroy Dr	Supper, 61978	\$ 76,000.00	\$ 135,000.00	56.30%	11/9/2011	11/9/2012	\$ 38.00	19	\$ 722.00	On Market
2919	DR HOLDING, LLC	17529 W. Gaudin Dr	Supper, 61938	\$ 115,000.00	\$ 185,000.00	62.16%	11/10/2011	11/10/2012	\$ 57.50	18	\$ 1,155.00	On Market
2921	PERCO, LLC	809 W. Ball de Lee Dr	Tempe, 85283	\$ 88,000.00	\$ 140,000.00	62.86%	11/14/2011	11/14/2012	\$ 44.00	18	\$ 440.00	On Market
2922	Chris Popul	3914 W. Palm Ln	Peoria, 61609	\$ 20,000.00	\$ 40,000.00	50.00%	11/14/2011	11/14/2012	\$ 10.00	15	\$ 150.00	On Market
2929	Adam Van Bommel Procs, LLC	1473 W. Devon Dr	Channahon, 61923	\$ 34,340.21	\$ 210,000.00	16.35%	11/15/2011	11/15/2012	\$ 22.50	14	\$ 240.38	On Market
2935	PERCO, LLC	4701 N. 68th St #108	Scottsdale, 85251	\$ 45,000.00	\$ 80,000.00	56.25%	11/15/2011	11/15/2012	\$ 22.50	14	\$ 315.00	On Market
2937	Greg Hasty Preferred Invest	2706 E. Cowley Cove Tr	OC, 85140	\$ 80,000.00	\$ 140,000.00	57.14%	11/18/2011	11/18/2012	\$ 40.00	11	\$ 440.00	On Market

2899	PERGO LLC	1811 S 92nd Street #94	Mesa, AZ 85206	\$	65,000.00	\$	90,000.00	72.22%	11/18/2011	5/18/2012	1/18/2011	\$	32.50	11	\$	357.50	\$	65,957.50	Remodeling
2941	American House Buyers	14638 N 38th Place	Phoenix, AZ 85022	\$	58,600.00	\$	118,000.00	50.5%	11/21/2011	8/21/2011	1/21/2012	\$	29.20	6	\$	254.00	\$	59,794.00	Remodeling
2943	Nine Linked Co	890 E Dove Dr	Tempe, AZ 85283	\$	177,000.00	\$	250,000.00	70.8%	11/21/2011	6/21/2012	1/21/2012	\$	88.50	8	\$	708.00	\$	177,088.00	Remodeling
2946	PERGO LLC	3441 N 31st Street #123	Phoenix, AZ 85016	\$	50,000.00	\$	78,000.00	64.1%	11/21/2011	5/21/2012	1/21/2012	\$	24.00	8	\$	200.00	\$	50,200.00	Cleaning 12/29
2948	Ryan Robison	11516 E Ransomedale Ave	Mesa, AZ 85212	\$	160,000.00	\$	215,000.00	74.4%	11/22/2011	5/22/2012	1/22/2012	\$	80.00	7	\$	560.00	\$	160,560.00	Remodeling
2954	ACV Enterprises, LLC	5735 S Seward Rd	Chandler, AZ 85228	\$	115,000.00	\$	180,000.00	63.8%	11/22/2011	5/22/2012	1/22/2012	\$	57.50	7	\$	402.50	\$	115,402.50	Remodeling
2955	PERGO LLC	1875 E El Paraiso Dr	Tempe, AZ 85282	\$	60,000.00	\$	120,000.00	50.0%	11/22/2011	5/22/2012	1/22/2012	\$	32.50	7	\$	227.50	\$	65,227.50	Remodeling
2960	Chrs RPM	3927 N 40th Ave	Phoenix, AZ 85018	\$	85,000.00	\$	80,000.00	94.1%	11/22/2011	6/22/2012	1/22/2012	\$	27.50	3	\$	163.00	\$	85,163.00	Remodeling
2963	PERGO LLC	2315 S Pappas Dr	Chandler, AZ 85225	\$	120,000.00	\$	179,000.00	67.0%	11/22/2011	5/22/2012	1/22/2012	\$	90.00	3	\$	160.00	\$	120,160.00	Remodeling
2965	Greg Handy Performed Invest	28066 N Superior Rd	CC 85143	\$	53,000.00	\$	95,000.00	55.7%	11/22/2011	5/22/2012	1/22/2012	\$	28.60	32	\$	648.00	\$	53,648.00	Cleaning 12/28
2967	Chrs RPM	5891 E Via de Vida	Scottsdale, AZ 85258	\$	190,000.00	\$	350,000.00	42.8%	11/23/2011	5/23/2012	1/23/2012	\$	75.00	1	\$	75.00	\$	190,075.00	Cleaning 1/20
2968	ACV Enterprises, LLC	780 W Main St	Mesa, AZ 85201	\$	140,000.00	\$	225,000.00	62.2%	11/23/2011	5/23/2012	1/23/2012	\$	70.00	1	\$	70.00	\$	140,070.00	Remodeling
2971	Larry Sauter	4320 W Yorkshire Dr	Gantherb, AZ 85308	\$	78,000.00	\$	120,000.00	65.0%	12/1/2011	6/1/2012	1/1/2012	\$	37.50	1	\$	37.50	\$	78,037.50	Remodeling
2974	American House Buyers	4241 W MacKenzie Ave	Gantherb, AZ 85308	\$	61,101.00	\$	105,000.00	58.1%	12/1/2011	6/1/2012	1/1/2012	\$	30.55	30	\$	816.52	\$	62,017.52	Remodeling
2976	CJ Contracting, LLC	10577 E Star of the Desert	Scottsdale, AZ 85255	\$	128,975.50	\$	365,000.00	35.1%	12/1/2011	6/1/2012	2/1/2012	\$	64.18	-	\$	128,975.50	Remodeling		
2978	John Ladders	45991 N Bark Creek Way	Arden, AZ 85088	\$	150,000.00	\$	540,000.00	27.8%	12/2/2011	6/2/2012	1/2/2012	\$	75.00	28	\$	2,175.00	\$	152,175.00	Remodeling
2981	Chrs RPM	6530 W Sunset St	Phoenix, AZ 85033	\$	31,824.44	\$	50,000.00	63.6%	12/2/2011	6/2/2012	1/2/2012	\$	15.88	28	\$	43.51	\$	32,439.95	Remodeling
2984	PERGO LLC	2148 N Center Ln #4	Tempe, AZ 85281	\$	65,000.00	\$	80,000.00	81.2%	12/2/2011	6/2/2012	1/2/2012	\$	27.50	29	\$	791.50	\$	65,791.50	Remodeling
2988	Chrs RPM	3918 W Concho Rd	Phoenix, AZ 85009	\$	30,000.00	\$	50,000.00	60.0%	12/6/2011	6/6/2012	1/6/2012	\$	15.00	25	\$	375.00	\$	30,375.00	Remodeling
2988	Bennet Stone Cap 1, LLC	2247 W Sunlight Ave	Phoenix, AZ 85015	\$	45,000.00	\$	100,000.00	45.0%	12/7/2011	6/7/2012	1/7/2012	\$	22.50	24	\$	540.00	\$	45,540.00	Remodeling
2990	CJ Contracting, LLC	2190 E Payne Ave	Gilbert, AZ 85234	\$	310,221.79	\$	450,000.00	68.9%	12/7/2011	6/7/2012	1/7/2012	\$	155.11	24	\$	3,722.65	\$	313,944.45	Remodeling
2995	Chrs RPM	5817 W Packer Ave	Phoenix, AZ 85033	\$	53,000.00	\$	60,000.00	88.3%	12/8/2011	6/8/2012	1/8/2012	\$	19.50	23	\$	378.50	\$	53,378.50	Remodeling
2995	AZ Prop 1, LLC	18228 N 20th Drive	Phoenix, AZ 85024	\$	65,000.00	\$	115,000.00	56.5%	12/8/2011	6/8/2012	1/8/2012	\$	27.50	23	\$	632.50	\$	65,632.50	Remodeling
2998	Neva Limited Co	570 S Williams Pl	Chandler, AZ 85225	\$	100,000.00	\$	150,000.00	66.7%	12/9/2011	6/9/2012	1/9/2012	\$	60.00	22	\$	1,100.00	\$	101,100.00	Remodeling
3001	ACV Enterprises, LLC	791 E Vera Ln	Tempe, AZ 85281	\$	188,000.00	\$	245,000.00	76.7%	12/12/2011	6/12/2012	1/12/2012	\$	94.00	19	\$	1,786.00	\$	189,786.00	Remodeling
3002	PERGO LLC	28810 N 124th Ave	Peoria, AZ 85383	\$	98,000.00	\$	170,000.00	57.6%	12/13/2011	6/13/2012	1/13/2012	\$	49.00	18	\$	882.00	\$	98,882.00	Remodeling
3003	PERGO LLC	4727 S Mill Ave	Tempe, AZ 85282	\$	50,000.00	\$	75,000.00	66.7%	12/13/2011	6/13/2012	1/13/2012	\$	25.00	18	\$	450.00	\$	50,450.00	Remodeling
3007	Summit Pexco, LLC	2849 E Grand Ave	Mesa, AZ 85204	\$	72,000.00	\$	130,000.00	55.4%	12/13/2011	6/13/2012	1/13/2012	\$	38.00	18	\$	684.00	\$	72,684.00	Remodeling
3009	PERGO LLC	2534 E Ramada Dr	Tempe, AZ 85281	\$	80,000.00	\$	90,000.00	88.9%	12/14/2011	6/14/2012	1/14/2012	\$	25.00	17	\$	425.00	\$	80,425.00	Remodeling
3011	MARC Property, LLC	9417 W Raymond St	Tolleson, AZ 85333	\$	70,000.00	\$	105,000.00	66.7%	12/14/2011	6/14/2012	1/14/2012	\$	35.00	17	\$	595.00	\$	70,595.00	Remodeling
3012	PERGO LLC	1155 W Camelback Rd	Phoenix, AZ 85013	\$	100,000.00	\$	150,000.00	66.7%	12/14/2011	6/14/2012	1/14/2012	\$	50.00	17	\$	850.00	\$	100,850.00	Remodeling
3013	Don McCall	2148 E Powell Pl	Chandler, AZ 85248	\$	100,000.00	\$	350,000.00	28.5%	12/15/2011	6/15/2012	1/15/2012	\$	50.00	16	\$	800.00	\$	100,800.00	Remodeling
3016	Chrs RPM	115 N 17th Street	Apache, AZ 85323	\$	30,000.00	\$	50,000.00	60.0%	12/15/2011	6/15/2012	1/15/2012	\$	15.00	15	\$	225.00	\$	30,225.00	Remodeling
3018	Chrs RPM	7105 E University Dr	Mesa, AZ 85207	\$	125,000.00	\$	170,000.00	75.5%	12/18/2011	6/18/2012	1/18/2012	\$	62.50	12	\$	750.00	\$	125,750.00	Remodeling
3020	ACV Enterprises, LLC	4307 E Soudan Ave	Phoenix, AZ 85042	\$	35,000.00	\$	83,000.00	42.3%	12/19/2011	6/19/2012	1/19/2012	\$	17.50	12	\$	210.00	\$	35,210.00	Remodeling

Address	City	State	Zip	Lat	Long	Area	Value	Year	Count	Amount	Notes
3022 Neata	Nash Capital, Inc	MA	01820	42.31	-71.03	Elmwood	67,000.00	12/19/2011	12	402.00	Remodeling
3024 Easy	Easy Investments, LLC	MA	01822	42.31	-71.03	Surry	194,000.00	12/22/2011	11	847.00	Remodeling
3025	Geoff Llewellyn	MA	01824	42.31	-71.03	Peoria	40,000.00	12/21/2011	10	200.00	Remodeling
3026	CI Contracting, LLC	MA	01822	42.31	-71.03	Glendale	255,000.00	12/22/2011	4	510.00	Remodeling
3027	Yan Bi	MA	01822	42.31	-71.03	Georgetown	55,000.00	12/22/2011	3	121.50	Remodeling
3028	Darcy Myers	MA	01822	42.31	-71.03	Georgetown	190,000.00	12/22/2011	3	205.00	Remodeling
3029	Beard	MA	01822	42.31	-71.03	Tucson	69,000.00	12/22/2011	2	47.50	Remodeling
3030	Summit Pines, LLC	MA	01822	42.31	-71.03	Peoria	95,000.00	12/22/2011	2	41.50	Remodeling
3049	Chris RPHM	MA	01821	42.31	-71.03	Mass	70,000.00	12/22/2011	1	35.00	Remodeling

17

DENSCO INVESTMENT CORPORATION

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179/ SDA	PRIOR 179/ SDA/ DFPR.	METHOD	LIFE	CURRENT DEPR.
FORM 1120S										
AMORTIZATION										
1	ORGANIZATIONAL COSTS	5/01/01		2,141			2,141	S/L	5	0
2	BUSINESS START-UP COSTS	5/01/01		43,852			43,852	S/L	5	0
	TOTAL AMORTIZATION			45,993		0	45,993			0
FURNITURE AND FIXTURES										
5	FURNITURE	10/15/03		2,875			2,875	200DB HY	7	0
7	FURNITURE	11/02/04		1,935			1,935	200DB HY	7	0
	TOTAL FURNITURE AND FIXTURE			4,810		0	4,810			0
MACHINERY AND EQUIPMENT										
3	CELL PHONE	7/01/03		500			500	200DB HY	5	0
4	COMPUTER	12/31/03		3,494			3,494	200DB HY	5	0
6	COMPUTER	6/20/04		2,616			2,616	200DB HY	5	0
8	CELL PHONE	2/02/05		216			216	200DB HY	5	0
9	CELL PHONE	6/20/08		591			591	200DB HY	5	0
18	FULLY DEPRECIATED ASSETS	VARIOUS		2,102			2,102			0
19	EQUIPMENT	6/20/09		2,017			2,017	200DB HY	5	0
	TOTAL MACHINERY AND EQUIPME			11,536		0	11,536			0
	TOTAL DEPRECIATION			16,346		0	16,346			0
RENTAL REAL ESTATE (8825) - RENTAL PROPERTY										
BUILDINGS										
10	RESIDENTIAL RENTAL 20TH S	12/01/08		81,634			6,060	S/L MM	27.5	2,968
	TOTAL BUILDINGS			81,634		0	6,060			2,968
LAND										
11	LAND	12/01/08		27,212						0
	TOTAL LAND			27,212		0	0			0

DENSCO INVESTMENT CORPORATION

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179/ SDA	PRIOR 179/ SDA/ DEPR.	METHOD	LIFE	CURRENT DEPR.
TOTAL DEPRECIATION				108,846		0	6,060			2,968
RENTAL REAL ESTATE (8825) - RENTAL PROPERTY										
BUILDINGS										
12	RESIDENTIAL RENTAL 69TH A	11/01/08		79,787			6,165	S/L MM	27.5	2,901
TOTAL BUILDINGS				79,787		0	6,165			2,901
LAND										
13	LAND	11/01/08		26,596						0
TOTAL LAND				26,596		0	0			0
TOTAL DEPRECIATION				106,383		0	6,165			2,901
RENTAL REAL ESTATE (8825) - RENTAL PROPERTY										
BUILDINGS										
14	RESIDENTIAL RENTAL CRITT	12/01/08		135,313			10,046	S/L MM	27.5	4,920
TOTAL BUILDINGS				135,313		0	10,046			4,920
LAND										
15	LAND	12/01/08		45,104						0
TOTAL LAND				45,104		0	0			0
TOTAL DEPRECIATION				180,417		0	10,046			4,920
RENTAL REAL ESTATE (8825) - RENTAL PROPERTY-ROSE										
BUILDINGS										
16	RESIDENTIAL RENTAL ROSE	12/01/08		81,577			6,056	S/L MM	27.5	2,966
TOTAL BUILDINGS				81,577		0	6,056			2,966

DENSCO INVESTMENT CORPORATION

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179/ SDA	PRIOR 179/ SDA/ DEPR	METHOD	LIFE	CURRENT DEPR.
LAND										
17	LAND	12/01/08		27,193						0
TOTAL LAND				27,193		0	0			0
TOTAL DEPRECIATION				108,770		0	6,058			2,966

RENTAL REAL ESTATE (8825) - RENTAL PROPERTY-MORTEN

BUILDINGS

X	20	RESIDENTIAL RENTAL-2243	1/01/09	602,543			42,907	S/L MM	27.5	21,908
TOTAL BUILDINGS				602,543		0	42,907			21,908

LAND

X	21	LAND	1/01/09	200,848						0
TOTAL LAND				200,848		0	0			0
TOTAL DEPRECIATION				803,391		0	42,907			21,908

RENTAL REAL ESTATE (8825) - RENTAL PROPERTY-MORTEN

BUILDINGS

X	22	RESIDENTIAL RENTAL-2249	1/01/09	602,621			42,912	S/L MM	27.5	21,911
TOTAL BUILDINGS				602,621		0	42,912			21,911

LAND

X	23	LAND	1/01/09	200,873						0
TOTAL LAND				200,873		0	0			0
TOTAL DEPRECIATION				803,494		0	42,912			21,911

RENTAL REAL ESTATE (8825) - RENTAL PROPERTY

DENSCO INVESTMENT CORPORATION

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179/ SDA	PRIOR 179/ SDA/ DEPR.	METHOD	LIFE	CURRENT DEPR.
BUILDINGS										
24	RESIDENTIAL RENTAL-43RD-B	1/01/09		39,750			2,830	S/L MM	27.5	1,445
TOTAL BUILDINGS				39,750		0	2,830			1,445
LAND										
25	LAND	1/01/09		13,250						0
TOTAL LAND				13,250		0	0			0
TOTAL DEPRECIATION				53,000		0	2,830			1,445
RENTAL REAL ESTATE (8825) - RENTAL PROPERTY-43RD AVE C#										
BUILDINGS										
26	RESIDENTIAL RENTAL-43RD-C	1/01/09		39,750			2,830	S/L MM	27.5	1,445
TOTAL BUILDINGS				39,750		0	2,830			1,445
LAND										
27	LAND	1/01/09		13,250						0
TOTAL LAND				13,250		0	0			0
TOTAL DEPRECIATION				53,000		0	2,830			1,445
RENTAL REAL ESTATE (8825) - RENTAL PROPERTY-4TH ST										
BUILDINGS										
28	RESIDENTIAL RENTAL-4TH ST	1/01/09		92,514			6,588	S/L MM	27.5	3,364
TOTAL BUILDINGS				92,514		0	6,588			3,364
LAND										
29	LAND	1/01/09		30,838						0
TOTAL LAND				30,838		0	0			0

DENSCO INVESTMENT CORPORATION

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179/ SDA	PRIOR 179/ SDA/ DEPR.	METHOD	LIFE	CURRENT DEPR.
TOTAL DEPRECIATION				123,352		0	6,588			3,364
RENTAL REAL ESTATE (8825) - RENTAL PROPERTY-74TH AVE										
BUILDINGS										
30	RESIDENTIAL RENTAL-74TH	1/01/09		75,000			5,341	S/L MM	27.5	2,727
TOTAL BUILDINGS				75,000		0	5,341			2,727
LAND										
31	LAND	1/01/09		25,000						0
TOTAL LAND				25,000		0	0			0
TOTAL DEPRECIATION				100,000		0	5,341			2,727
RENTAL REAL ESTATE (8825) - RENTAL PROPERTY-AVALON										
BUILDINGS										
32	RESIDENTIAL RENTAL-AVALON	1/01/09		63,750			4,540	S/L MM	27.5	2,318
TOTAL BUILDINGS				63,750		0	4,540			2,318
LAND										
33	LAND	1/01/09		21,250						0
TOTAL LAND				21,250		0	0			0
TOTAL DEPRECIATION				85,000		0	4,540			2,318
RENTAL REAL ESTATE (8825) - RENTAL PROPERTY-DATE										
BUILDINGS										
34	RESIDENTIAL RENTAL-DATE	1/01/09		67,846			4,831	S/L MM	27.5	2,467
TOTAL BUILDINGS				67,846		0	4,831			2,467

DENSCO INVESTMENT CORPORATION

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT	CUR 179/ SDA	PRIOR 179/ SDA/ DEPR	METHOD	LIFE	CURRENT DEPR
LAND										
35	LAND	1/01/09		22,615						0
TOTAL LAND				22,615		0	0			0
TOTAL DEPRECIATION				90,461		0	4,831			2,467
RENTAL REAL ESTATE (8825) - RENTAL PROPERTY-DIAMOND										
BUILDINGS										
36	RESIDENTIAL RENTAL-DIAMON	1/01/09		80,972			5,766	S/L MM	27.5	2,944
TOTAL BUILDINGS				80,972		0	5,766			2,944
LAND										
37	LAND	1/01/09		26,990						0
TOTAL LAND				26,990		0	0			0
TOTAL DEPRECIATION				107,962		0	5,766			2,944
RENTAL REAL ESTATE (8825) - RENTAL PROPERTY-GROVERS										
BUILDINGS										
38	RESIDENTIAL RENTAL-GROVER	1/01/09		114,809			8,175	S/L MM	27.5	4,174
TOTAL BUILDINGS				114,809		0	8,175			4,174
LAND										
39	LAND	1/01/09		38,269						0
TOTAL LAND				38,269		0	0			0
TOTAL DEPRECIATION				153,078		0	8,175			4,174
RENTAL REAL ESTATE (8825) - RENTAL PROPERTY-MONTERY										

DENSCO INVESTMENT CORPORATION

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179/ SDA	PRIOR 179/ SDA/ DEPR.	METHOD	LIFE	CURRENT DEPR.
BUILDINGS										
40	RESIDENTIAL RENTAL-MONTER	1/01/09		62,726			4,467	S/L MM	27.5	2,281
	TOTAL BUILDINGS			62,726		0	4,467			2,281
LAND										
41	LAND	1/01/09		20,909						0
	TOTAL LAND			20,909		0	0			0
	TOTAL DEPRECIATION			83,635		0	4,467			2,281
RENTAL REAL ESTATE (8825) - RENTAL PROPERTY-PALM										
BUILDINGS										
42	RESIDENTIAL RENTAL-PALM	1/01/09		57,750			4,113	S/L MM	27.5	2,100
	TOTAL BUILDINGS			57,750		0	4,113			2,100
LAND										
43	LAND	1/01/09		19,250						0
	TOTAL LAND			19,250		0	0			0
	TOTAL DEPRECIATION			77,000		0	4,113			2,100
RENTAL REAL ESTATE (8825) - RENTAL PROPERTY										
BUILDINGS										
44	RENTAL PROPERTY-NORTHERN	1/01/10		53,753			1,873	S/L MM	27.5	1,954
	TOTAL BUILDINGS			53,753		0	1,873			1,954
LAND										
45	LAND-NORTHERN	1/01/10		17,917						0
	TOTAL LAND			17,917		0	0			0
	TOTAL DEPRECIATION			71,670		0	1,873			1,954

DENSCO INVESTMENT CORPORATION

Pro 9/13/12

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179/ SDA	PRIOR 179/ SDA/ DEPR.	METHOD	LIFE	CURRENT DEPR.
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GRAND TOTAL AMORTIZATION				45,993		0	45,993			0
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GRAND TOTAL DEPRECIATION				3,125,805		0	181,846			84,793
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Land $\frac{3,125,805}{777,364}$ ✓
 $\frac{2,348,441}{}$ ✓

AD $\frac{181,846}{266,639}$ ✓

Total Assets 3,125,805
 <181,846 >
 Rentals 2,943,959

INVESTORS TITLE HOLDINGS, LLC
1 NORTH 1ST STREET, SUITE 755
PHOENIX, AZ 85004
480-751-5599

April 9, 2012

Densco Investment Corp.
6132 W. Victoria Place
Chandler, AZ 85226

DMA
4/10/12

RE:
Investors Title Holdings, LLC
[REDACTED]
Schedule K-1 from Partnership's 2011 Return of Income

Dear Densco Investment Corp.:

Enclosed is your 2011 Schedule K-1 (Form 1065) Partner's Share of Income, Deductions, Credits, Etc. from Investors Title Holdings, LLC. This information reflects the amounts you need to complete your income tax return. The amounts shown are your distributive share of partnership tax items to be reported on your tax return, and may not correspond to actual distributions you have received during the year. This information is included in the Partnership's 2011 Federal Return of Partnership Income that was filed with the Internal Revenue Service.

If you have any questions concerning this information, please contact us immediately.

Sincerely,

Investors Title Holdings, LLC

Enclosure(s)

Schedule K-1 (Form 1065)

2011

Final K-1 Amended K-1

Department of the Treasury Internal Revenue Service

For calendar year 2011, or tax year beginning ending 2011

Partner's Share of Income, Deductions, Credits, etc. See separate instructions.

Table with 4 columns: Line number, Description, Column number, and Other items. Includes rows for Ordinary business income (loss), Net rental real estate income, Other net rental income, Guaranteed payments, Interest income, Dividends, Royalties, Capital gains, Collectibles gain, Section 1231 gain, Other income, Distributions, Section 179 deduction, Other deductions, Self-employment earnings, and Credits.

Part I Information About the Partnership

Form with fields A, B, C, D. A: Partnership's employer identification number. B: Partnership's name, address, city, state, and ZIP code. C: IRS Center where partnership filed return. D: Check if this is a publicly traded partnership (PTP).

Part II Information About the Partner

Form with fields E, F, G, H, I, J, K. E: Partner's identifying number. F: Partner's name, address, city, state, and ZIP code. G: General partner or LLC member-manager vs Limited partner or other LLC member. H: Domestic partner vs Foreign partner. I: What type of entity is this partner? Corporation. J: Partner's share of profit, loss, and capital. K: Partner's share of liabilities at year end.

Form with field L: Partner's capital account analysis. Includes Beginning capital account, Capital contributed during the year, Current year increase (decrease), Withdrawals and distributions, and Ending capital account.

Form with field M: Did the partner contribute property with a built-in gain or loss? Includes checkboxes for Tax basis, GAAP, Section 704(b) book, and Yes/No.

FOR USE ONLY

*See attached statement for additional information.

This list identifies the codes used on Schedule K-1 for all partners and provides summarized reporting information for partners who file Form 1040. For detailed reporting and filing information, see the separate Partner's instructions for Schedule K-1 and the instructions for your income tax return.

	Code	Report on
1 Ordinary business income (loss). Determine whether the income (loss) is passive or nonpassive and enter on your return as follows.		
Passive loss		
Passive income		
Nonpassive loss		
Nonpassive income		
2 Net rental real estate income (loss)		
3 Other net rental income (loss)		
Net income	Schedule E, line 28, column (g)	Form 1040, line 62
Net loss	See the Partner's instructions	See the Partner's instructions
4 Guaranteed payments	Schedule E, line 28, column (g)	
5 Interest income	Form 1040, line 8a	
6a Ordinary dividends	Form 1040, line 9a	Form 1116, Part I
6b Qualified dividends	Form 1040, line 9b	
7 Royalties	Schedule E, line 3b	
8 Net short-term capital gain (loss)	Schedule D, line 5	Form 1116, Part I
9a Net long-term capital gain (loss)	Schedule D, line 12	Form 1116, Part I
9b Collectibles (28%) gain (loss)	28% Rate Gain Worksheet, line 4 (Schedule D instructions)	
9c Unrecaptured section 1250 gain	See the Partner's instructions	
10 Net section 1231 gain (loss)	See the Partner's instructions	
11 Other income (loss)		
Code		
A Other portfolio income (loss)	See the Partner's instructions	
B Involuntary conversions	See the Partner's instructions	
C Section 1256 contracts and straddles	Form 6781, line 1	
D Mining exploration costs recapture	See Pub 535	
E Cancellation of debt	Form 1040, line 21 or Form 982	
F Other income (loss)	See the Partner's instructions	
12 Section 179 deduction	See the Partner's instructions	
13 Other deductions		
A Cash contributions (50%)	See the Partner's instructions	
B Cash contributions (30%)		
C Noncash contributions (50%)		
D Noncash contributions (30%)		
E Capital gain property to a 50% organization (30%)		
F Capital gain property (20%)		
G Contributions (100%)		
H Investment interest expense	Form 4952, line 1	
I Deductions -- royalty income	Schedule E, line 19	
J Section 59(e)(2) expenditures	See the Partner's instructions	
K Deductions -- portfolio (2% floor)	Schedule A, line 23	
L Deductions -- portfolio (other)	Schedule A, line 28	
M Amounts paid for medical insurance	Schedule A, line 1 or Form 1040, line 29	
N Educational assistance benefits	See the Partner's instructions	
O Dependent care benefits	Form 2441, line 12	
P Proreproductive period expenses	See the Partner's instructions	
Q Commercial revitalization deduction from rental real estate activities	See Form 8582 instructions	
R Pensions and IRAs	See the Partner's instructions	
S Reforestation expense deduction	See the Partner's instructions	
T Domestic production activities information	See Form 8903 instructions	
U Qualified production activities income	Form 8903, line 7b	
V Employer's Form W-2 wages	Form 8903, line 17	
W Other deductions	See the Partner's instructions	
14 Self-employment earnings (loss)		
Note, if you have a section 179 deduction or any partner-level deductions, see the Partner's instructions before completing Schedule SE.		
A Net earnings (loss) from self-employment	Schedule SE, Section A or B	
B Gross farming or fishing income	See the Partner's instructions	
C Gross non-farm income	See the Partner's instructions	
15 Credits		
A Low-income housing credit (section 42(f)(5)) from pre-2008 buildings	See the Partner's instructions	
B Low-income housing credit (other) from pre-2008 buildings		
C Low-income housing credit (section 42(f)(5)) from post-2007 buildings		
D Low-income housing credit (other) from post-2007 buildings		
E Qualified rehabilitation expenditures (rental real estate)		
F Other rental real estate credits		
G Other rental credits		
H Undistributed capital gains credit		Form 1040, line 71; check box a
I Alcohol and cellulosic biofuel fuels credit		See the Partner's instructions
J Work opportunity credit		
K Disabled access credit		
L Empowerment zone and renewal community employment credit		See the Partner's instructions
M Credit for increasing research activities		
N Credit for employer social security and Medicare taxes		
O Backup withholding		Form 1040, line 62
P Other credits		See the Partner's instructions
16 Foreign transactions		
A Name of country or U.S. possession		
B Gross income from all sources		Form 1116, Part I
C Gross income sourced at partner level		
Foreign gross income sourced at partnership level		
D Passive category		
E General category		Form 1116, Part I
F Other		
Deductions allocated and apportioned at partner level		
G Interest expense		Form 1116, Part I
H Other		Form 1116, Part I
Deductions allocated and apportioned at partnership level to foreign source income		
I Passive category		
J General category		Form 1116, Part I
K Other		
Other information		
L Total foreign taxes paid		Form 1116, Part II
M Total foreign taxes accrued		Form 1116, Part II
N Reduction in taxes available for credit		Form 1116, line 12
O Foreign trading gross receipts		Form 8873
P Extraterritorial income exclusion		Form 8873
Q Other foreign transactions		See the Partner's instructions
17 Alternative minimum tax (AMT) items		
A Post-1986 depreciation adjustment		
B Adjusted gain or loss		See the Partner's instructions and the instructions for Form 6251
C Depletion (other than oil & gas)		
D Oil, gas, & geothermal -- gross income		
E Oil, gas, & geothermal -- deductions		
F Other AMT items		
18 Tax-exempt income and nondeductible expenses		
A Tax-exempt interest income		Form 1040, line 8b
B Other tax-exempt income		See the Partner's instructions
C Nondeductible expenses		See the Partner's instructions
19 Distributions		
A Cash and marketable securities		
B Distribution subject to section 737		See the Partner's instructions
C Other property		
20 Other information		
A Investment income		Form 4952, line 4a
B Investment expenses		Form 4952, line 5
C Fuel tax credit information		Form 4136
D Qualified rehabilitation expenditures (other than rental real estate)		See the Partner's instructions
E Basis of energy property		See the Partner's instructions
F Recapture of low-income housing credit (section 42(f)(5))		Form 8611, line 8
G Recapture of low-income housing credit (other)		Form 8611, line 8
H Recapture of investment credit		Form 4255
I Recapture of other credits		See the Partner's instructions
J Look-back interest -- completed long-term contracts		See Form 8697
K Look-back interest -- income forecast method		See Form 8866
L Dispositions of property with section 179 deductions		
M Recapture of section 179 deduction		
N Interest expense for corporate partners		
O Section 453(f)(3) information		
P Section 453A(e) information		
Q Section 1250(b) information		See the Partner's instructions
R Interest allocable to production expenditures		
S CCF nonqualified withdrawals		
T Depletion information -- oil and gas		
U Amortization of reforestation costs		
V Unrelated business taxable income		
W Precontribution gain (loss)		
X Section 108(f) information		
Y Other information		

DMP
TH/L

2011 PARTNER'S SHARE OF INVESTMENT IN PASSTHROUGH ENTITIES

Note: The amounts on this schedule are provided for informational purposes only. These amounts are already included on Schedule K-1.

Partner's Name

Densco Investment Corp.

Partner's identification number

Name of Passthrough Entity	Employer Identification No.	Type of Entity	Check box if fully disposed in current year
A Investors Title Agency, LLC	[REDACTED]	Passive	
B			
C			
D			

	Passthrough Entities			
	A	B	C	D
Income (Loss)				
Ordinary business income (loss)	718.			
Net rental real estate income (loss)				
Other net rental income (loss)				
Guaranteed payments				
Interest				
Ordinary dividends				
Qualified dividends				
Royalties				
Net short-term capital gain (loss)				
Net long-term capital gain (loss)				
Collectibles (28%) gain (loss)				
Unrecaptured section 1250 gain				
Net section 1231 gain (loss)				
Other income (loss)				
Deductions				
Section 179 deduction				
Charitable contributions				
Investment interest expense				
Section 59(e)(2) expense: Intangible Drilling costs				
Section 59(e)(2) expense: Dry Hole expense				
Other section 59(e)(2) expenses				
Other deductions				
Self-Employment				
Net earnings (loss) from self-employment				
Gross farming or fishing income				
Gross nonfarm income				
Credits				
Low-income housing credit:				
(A) Section 42(j)(5): Pre-2008				
(B) Other: Pre-2008				
(C) Section 42(j)(5): Post-2007				
(D) Other: Post-2007				
Qualified rehabilitation expenditures related to rental real estate act.				
Other rental real estate credits				
Other rental credits				
Work opportunity credit				
Alcohol and cellulosic biofuel fuels credit				
Disabled access credit				
Empowerment zone employment credit				
Credit for increasing research activities				
Credit for employer Soc. Sec. tax paid on certain employee tips				
Orphan drug credit				
Enhanced oil recovery credit				
Indian employment credit				
Small employer pension plan startup costs credit				
Credit for employer-provided childcare				
Alternative motor vehicle credit				
Other credits				

DMP
4/10/11

2011 PARTNER'S SHARE OF INVESTMENT IN PASSTHROUGH ENTITIES

Note: The amounts on this schedule are provided for informational purposes only. These amounts are already included on Schedule K-1.

Partner's Name: Densco Investment Corp. Partner's Identification number: [REDACTED]

Name of Passthrough Entity	Employer Identification No.	Type of Entity	Check box if fully disposed in current year	
A Investors Title Agency, LLC	[REDACTED]	Passive	<input type="checkbox"/>	<input type="checkbox"/>
B			<input type="checkbox"/>	<input type="checkbox"/>
C			<input type="checkbox"/>	<input type="checkbox"/>
D			<input type="checkbox"/>	<input type="checkbox"/>

	Passthrough Entities				
	A	B	C	D	
Foreign Transactions	Gross income from all sources.....				
	Gross income sourced at partner level.....				
	Foreign gross income sourced at partnership level	Passive category.....			
		General category.....			
		Other.....			
	Deductions allocated & apportioned at partner level	Interest expense.....			
		Other.....			
	Deductions allocated & apportioned at partnership level	Passive category.....			
		General category.....			DMP
		Other.....			4/10/12
Foreign taxes paid.....					
Foreign taxes accrued.....					
Reduction in tax available for credit.....					
Foreign trading gross receipts.....					
Extraterritorial income exclusion.....					
Other foreign transactions.....					
Alternative Minimum Tax (AMT) Items	Post-1986 depreciation adjustment.....				
	Adjusted gain or loss.....				
	Depletion (other than oil and gas).....				
	Oil, gas and geothermal properties - gross income.....				
	Oil, gas and geothermal properties - deductions.....				
	A.C.E. depreciation adjustment.....				
	A.C.E. adjusted gain or (loss).....				
	Accel. depreciation on real property placed in service before 1987.....				
	Accel. depr. on leased personal prop. placed in service before 1987.....				
Other AMT items.....					
Tax-Exempt Inc & Non-deductible Exp	Tax-exempt interest income.....				
	Other tax-exempt income.....				
	Non-deductible expenses.....				
Other Information	Investment income.....				
	Investment expenses.....				
	Recapture of low-income housing credit - 42(i)(5) partnerships.....				
	Recapture of low-income housing credit - other.....				
	Supplemental Information:				

Partner 1: Densco Investment Corp. [REDACTED]

DP000098

Arizona Nonresident and Out-of-State Partner's Share of Income and Deductions

165

Schedule K-1 (NR)

CHECK ONE: Original <input checked="" type="checkbox"/> Amended <input type="checkbox"/>		For the <input checked="" type="checkbox"/> calendar year 2011 or <input type="checkbox"/> fiscal year beginning _____ and ending _____	
Partner's identifying number ██████████		Partnership's employer identification number ██████████	
Partner's name, address, and ZIP code Densco Investment Corp. 6132 W. Victoria Place Chandler, AZ 85226		Partnership's name, address, and ZIP code Investors Title Holdings, LLC 1 North 1st Street, Suite 755 Phoenix, AZ 85004	

Partner's percentage of:	Before change or termination	End of year
Profit sharing.....	%	17.92 %
Loss sharing.....	%	17.92 %
Ownership of capital.....	%	17.92 %

Type of partner (individual, trust, etc): Corporation

DMP
4/10/11

NOTE: ALL CORPORATE PARTNERS MUST USE THIS SCHEDULE.

Part I - Distributive Share Items From Federal Form 1065, Schedule K-1	(a) Distributive Share Amount	(b) Arizona Apportionment Ratio	(c) Arizona Source Income	Form 140NR Filers Enter the Amount in Column (c) on:
1 Ordinary income (loss) from trade or business activities.....	See K-1 NR Worksheet			
2 Net income (loss) from rental real estate activities.....				
3 Net income (loss) from other rental activities.....				
4 Total - Add lines 1, 2 and 3.....				Line B11
5 Interest.....				Line B6
6 Dividends.....				Line B7
7 Royalties.....				Line B11
8 Net short-term capital gain (loss).....				Line B10
9 Net long-term capital gain (loss).....				Line B10
10 Guaranteed payments to partner.....				
11 Net IRC Section 1231 gain (loss).....				Line B10
12 Deferred amount of discharge of indebtedness income included in federal income in the current year under IRC Section 108(i)				Line B11
13 Other income (loss) - attach schedule...				Line B12
14 IRC Section 179 expense.....				Line B11
15 Deferred amount of original issue discount deduction included in federal income in the current year under IRC Section 108(i)				Line B11
16 Other deductions - attach schedule.....				
Part II - Partner's Distributive Share of the Adjustment of Partnership Income From Federal to Arizona Basis	(a) Distributive Share Amount	(b) Arizona Apportionment Ratio	(c) Arizona Source Income	Form 140NR Filers Enter the Amount in Column (c) on:
17 Adjustment of partnership income from federal to Arizona basis - from Form 165, page 1, line 6.....				Line C20 or D31

NOTE: Corporate partners see Form 120 or Form 120A instructions for information on reporting the amount from line 17.

Partner 1 .

**ARIZONA FORM 165
SCHEDULE K-1 (NR)
WORKSHEET**

PARTNER'S IDENTIFYING NUMBER [REDACTED]	PARTNERSHIP'S ID NUMBER [REDACTED]
PARTNER'S NAME, ADDRESS, AND ZIP CODE Densco Investment Corp. 6132 W. Victoria Place Chandler, AZ 85226	PARTNERSHIP'S NAME, ADDRESS, AND ZIP CODE Investors Title Holdings, LLC 1 North 1st Street, Suite 755 Phoenix, AZ 85004

DMP
4/10/11

PARTNER'S PERCENTAGE OF:	(I) BEFORE CHANGE OR TERMINATION	(II) END OF YEAR
PROFIT SHARING.....	%	17.92 %
LOSS SHARING.....	%	17.92 %
OWNERSHIP CAPITAL.....	%	17.92 %
Arizona apportionment percentage.....		100 %

PART I - DISTRIBUTIVE SHARE ITEMS FROM FEDERAL FORM 1065 SCHEDULE K-1

	A DISTRIBUTIVE SHARE AMOUNT	B PARTNERSHIP'S ALLOCABLE INCOME (LOSS)	C DISTRIBUTIVE SHARE SUBJECT TO APPORTIONMENT (A - B)	ARIZONA SOURCE INCOME	
				D DISTRIBUTIVE SHARE OF APPORTIONABLE INCOME (LOSS) (C x APPRT. %)	E DISTRIBUTIVE SHARE OF ALLOCABLE INCOME (LOSS)
1 Business income					
2 Rental of real property					
3 Other rental property					
4 Total add lines 1 thru 3					
5 Interest					
6 Dividends					
7 Royalties					
8 Net short-term capital gain (loss)					
9 Net long-term capital gain (loss)					
10 Guaranteed payments to partner					
11 Net IRC Section 1231 gain (loss)					
12 Deferred amount of discharge of indebtedness income included in federal income in the current year under IRC Section 108(f)					
13 Other income (loss)					
14 IRC Section 179 expense					
15 Deferred amount of original issue discount deduction included in federal income in the current year under IRC Section 108(i)					
16 Other deductions					

PART II - PARTNER'S DISTRIBUTIVE SHARE OF THE ADJUSTMENT OF PARTNERSHIP INCOME FROM FEDERAL TO ARIZONA BASIS

	A DISTRIBUTIVE SHARE AMOUNT	B PARTNERSHIP'S ALLOCABLE INCOME (LOSS)	C DISTRIBUTIVE SHARE SUBJECT TO APPORTIONMENT (A - B)	ARIZONA SOURCE INCOME	
				D DISTRIBUTIVE SHARE OF APPORTIONABLE INCOME (LOSS) (C x APPRT. %)	E DISTRIBUTIVE SHARE OF ALLOCABLE INCOME (LOSS)
17 Adjustment of partnership income from federal to Arizona basis from Form 165, page 1, Line 6					

DMP
4/10/11

Form 1120S

U.S. Income Tax Return for an S Corporation

OMB No. 1545-0130

2012

Department of the Treasury Internal Revenue Service

Do not file this form unless the corporation has filed or is attaching Form 2553 to elect to be an S corporation. Information about Form 1120S and its separate instructions is at www.irs.gov/form1120s.

For calendar year 2012 or tax year beginning 2012, ending 2012, ending

A S election effective date 4/30/2001

B Business activity code number (see instrs) 522291

C Check if Schedule M-3 attached [X]

TYPE OR PRINT

DENSCO INVESTMENT CORPORATION 6132 W. VICTORIA PLACE CHANDLER, AZ 85226

Signature box: Preston, EXH. NO. 689, 1-25-19, Kelly S. Oglesby CR 50178

D Employer identification number

E Date incorporated 4/30/2001

F Total assets (see instructions) \$ 42,873,421.

G Is the corporation electing to be an S corporation beginning with this tax year? Yes [] No [X] If 'Yes,' attach Form 2553 if not already filed

H Check if: (1) [] Final return (2) [] Name change (3) [] Address change (4) [] Amended return (5) [] S election termination or revocation

I Enter the number of shareholders who were shareholders during any part of the tax year 1

Caution. Include only trade or business income and expenses on lines 1a through 21. See the instructions for more information.

Table with 27 rows and 4 columns: Description, Sub-description, Amount, and Total. Rows include Gross receipts (6,166,585), Total Income (6,168,869), Total deductions (5,122,562), and Ordinary business income (1,046,307).

Sign Here

Under penalties of perjury, I declare that I prepared this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Signature of officer: DAVID M. PRESTON, Title: PRESIDENT

May the IRS discuss this return with the preparer shown below (see instructions)? [X] Yes [] No

Print/Type preparer's name: DAVID M. PRESTON; Firm's name: PRESTON CPA, P.C.; Firm's address: 1949 E. BROADWAY ROAD STE 101 TEMPE, AZ 85282; PTIN: P01392876; Phone no.: (480) 820-4419

Schedule B Other information (see instructions)					Yes	No
1 Check accounting method: a <input checked="" type="checkbox"/> Cash b <input type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) ▶ _____						
2 See the instructions and enter the: a Business activity. ▶ <u>FINANCE</u> b Product or service ... ▶ <u>LENDING</u>						
3 At any time during the tax year, was any shareholder of the corporation a disregarded entity, a trust, an estate, or a nominee or similar person?						X
4a At the end of the tax year, did the corporation: Own directly 20% or more, or own, directly or indirectly, 50% or more of the total stock issued and outstanding of any foreign or domestic corporation? For rules of constructive ownership, see instructions. If 'Yes,' complete (i) through (v) below.						X
(i) Name of Corporation	(ii) Employer Identification Number (if any)	(iii) Country of Incorporation	(iv) Percentage of Stock Owned	(v) If Percentage in (iv) is 100%, Enter the Date (if any) a Qualified Subchapter S Subsidiary Election Was Made		
b Own directly an interest of 20% or more, or own, directly or indirectly, an interest of 50% or more in the profit, loss, or capital in any foreign or domestic partnership (including an entity treated as a partnership) or in the beneficial interest of a trust? For rules of constructive ownership, see instructions. If 'Yes,' complete (i) through (v) below.						X
(i) Name of Entity	(ii) Employer Identification Number (if any)	(iii) Type of Entity	(iv) Country of Organization	(v) Maximum % Owned in Profit, Loss, or Capital		
5a At the end of the tax year, did the corporation have any outstanding shares of restricted stock?						X
If 'Yes,' complete lines (i) and (ii) below.						
(i) Total shares of restricted stock						
(ii) Total shares of non-restricted stock						
b At the end of the tax year, did the corporation have any outstanding stock options, warrants, or similar instruments?						X
If 'Yes,' complete lines (i) and (ii) below.						
(i) Total shares of stock outstanding at the end of the tax year						
(ii) Total shares of stock outstanding if all instruments were executed						
6 Has this corporation filed, or is it required to file, Form 8918, Material Advisor Disclosure Statement, to provide information on any reportable transaction?						X
7 Check this box if the corporation issued publicly offered debt instruments with original issue discount. If checked, the corporation may have to file Form 8281, Information Return for Publicly Offered Original Issue Discount Instruments. <input type="checkbox"/>						
8 If the corporation: (a) was a C corporation before it elected to be an S corporation or the corporation acquired an asset with a basis determined by reference to the basis of the asset (or the basis of any other property) in the hands of a C corporation and (b) has net unrealized built-in gain in excess of the net recognized built-in gain from prior years, enter the net unrealized built-in gain reduced by net recognized built-in gain from prior years (see instructions)						
9 Enter the accumulated earnings and profits of the corporation at the end of the tax year						
10 Does the corporation satisfy both of the following conditions?						
a The corporation's total receipts (see instructions) for the tax year were less than \$250,000						
b The corporation's total assets at the end of the tax year were less than \$250,000						X
If 'Yes,' the corporation is not required to complete Schedules L and M-1.						
11 During the tax year, did the corporation have any non-shareholder debt that was canceled, was forgiven, or had the terms modified so as to reduce the principal amount of the debt?						X
If 'Yes,' enter the amount of principal reduction						
12 During the tax year, was a qualified subchapter S subsidiary election terminated or revoked? If 'Yes,' see Instructions						X
13a Did the corporation make any payments in 2012 that would require it to file Form(s) 1099?					X	
b If 'Yes,' did the corporation file or will it file required Forms 1099?					X	

Schedule K-1 Shareholders' Pro Rata Share Items		Total amount
Income (Loss)	1 Ordinary business income (loss) (page 1, line 21)	1 1,046,307.
	2 Net rental real estate income (loss) (attach Form 8825)	2 -11,129.
	3a Other gross rental income (loss)	3a
	b Expenses from other rental activities (attach statement)	3b
	c Other net rental income (loss). Subtract line 3b from line 3a	3c
	4 Interest income	4
	5 Dividends: a Ordinary dividends	5a
	b Qualified dividends	5b
	6 Royalties	6
	7 Net short-term capital gain (loss) (attach Schedule D (Form 1120S))	7
Deductions	8a Net long-term capital gain (loss) (attach Schedule D (Form 1120S))	8a -55,078.
	b Collectibles (28%) gain (loss)	8b
	c Unrecaptured section 1250 gain (attach statement)	8c
	9 Net section 1231 gain (loss) (attach Form 4797)	9 -695,177.
	10 Other income (loss) (see instructions)	10
Credits	11 Section 179 deduction (attach Form 4562)	11
	12a Charitable contributions	12a
	b Investment interest expense	12b
	c Section 59(e)(2) expenditures (1) Type ▶ (2) Amount ▶	12c (2)
Foreign Transactions	d Other deductions (see instructions)	12d
	13a Low-income housing credit (section 42(j)(5))	13a
	b Low-income housing credit (other)	13b
	c Qualified rehabilitation expenditures (rental real estate) (attach Form 3468)	13c
	d Other rental real estate credits (see instrs) Type ▶	13d
	e Other rental credits (see instrs) Type ▶	13e
	f Alcohol and cellulosic biofuel fuels credit (attach Form 6478)	13f
Alternative Minimum Tax (AMT) Items	g Other credits (see instructions)	13g
	14a Name of country or U.S. possession	
	b Gross income from all sources	14b
	c Gross income sourced at shareholder level	14c
	Foreign gross income sourced at corporate level	
	d Passive category	14d
	e General category	14e
	f Other (attach statement)	14f
	Deductions allocated and apportioned at shareholder level	
	g Interest expense	14g
	h Other	14h
	Deductions allocated and apportioned at corporate level to foreign source income	
	i Passive category	14i
	j General category	14j
Items Affecting Shareholder Basis	k Other (attach statement)	14k
	Other information	
	l Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	14l
	m Reduction in taxes available for credit (attach statement)	14m
	n Other foreign tax information (attach statement)	
	15a Post-1986 depreciation adjustment	15a
b Adjusted gain or loss	15b	
c Depletion (other than oil and gas)	15c	
d Oil, gas, and geothermal properties - gross income	15d	
e Oil, gas, and geothermal properties - deductions	15e	
f Other AMT items (attach statement)	15f	
Items Affecting Shareholder Basis	16a Tax-exempt interest income	16a
	b Other tax-exempt income	16b
	c Nondeductible expenses	16c 2,385.
	d Distributions (attach stmt if required) (see instrs)	16d
	e Repayment of loans from shareholders	16e

Schedule K-1 Shareholders' Pro Rata Share Items (continued)		Total amount
Other Information	17a Investment income.....	17a
	b Investment expenses.....	17b
	c Dividend distributions paid from accumulated earnings and profits.....	17c
	d Other items and amounts (attach statement)	

Reconciliation	18 Income/loss reconciliation. Combine the amounts on lines 1 through 10 in the far right column. From the result, subtract the sum of the amounts on lines 11 through 12d and lines 14i.....	18	284,923.
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Schedule L-1 Balance Sheets per Books	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
Assets				
1 Cash.....		1,664,937.		3,178,423.
2a Trade notes and accounts receivable.....				
b Less allowance for bad debts.....				
3 Inventories.....				
4 U.S. government obligations.....				
5 Tax-exempt securities (see instructions).....				
6 Other current assets (attach stmt).....				
7 Loans to shareholders.....				
8 Mortgage and real estate loans.....		27,859,162.		38,238,134.
9 Other investments (attach statement)..... SEE ST. 4.		6,015.		
10a Buildings and other depreciable assets.....	2,348,441.		1,221,510.	
b Less accumulated depreciation.....	266,639.	2,081,802.	189,803.	1,031,707.
11a Depletable assets.....				
b Less accumulated depletion.....				
12 Land (net of any amortization).....		777,364.		401,721.
13a Intangible assets (amortizable only).....	45,993.		45,993.	
b Less accumulated amortization.....	45,993.		45,993.	
14 Other assets (attach stmt)..... SEE ST. 5.		23,436.		23,436.
15 Total assets.....		32,412,716.		42,873,421.
Liabilities and Shareholders' Equity				
16 Accounts payable.....				
17 Mortgages, notes, bonds payable in less than 1 year.....				
18 Other current liabilities (attach stmt)..... SEE ST. 6.				290,039.
19 Loans from shareholders.....		1,353,745.		1,723,745.
20 Mortgages, notes, bonds payable in 1 year or more.....		31,038,925.		40,557,053.
21 Other liabilities (attach statement).....				
22 Capital stock.....		10,000.		10,000.
23 Additional paid-in capital.....				
24 Retained earnings.....		10,046.		292,584.
25 Adjustments to shareholders' equity (att stmt).....				
26 Less cost of treasury stock.....				
27 Total liabilities and shareholders' equity.....		32,412,716.		42,873,421.

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return

Note. Schedule M-3 required instead of Schedule M-1 if total assets are \$10 million or more – see instructions

1	Net income (loss) per books		5	Income recorded on books this year not included on Schedule K, lines 1 through 10 (itemize):	
2	Income included on Schedule K, lines 1, 2, 3c, 4, 5a, 6, 7, 8a, 9, and 10, not recorded on books this year (itemize):		a	Tax-exempt interest . \$	
3	Expenses recorded on books this year not included on Schedule K, lines 1 through 12, and 14i (itemize):		6	Deductions included on Schedule K, lines 1 through 12, and 14i, not charged against book income this year (itemize):	
a	Depreciation	\$	a	Depreciation.... \$	
b	Travel and entertainment \$	\$	7	Add lines 5 and 6	
4	Add lines 1 through 3		8	Income (loss) (Schedule K, ln 18). Ln 4 less ln 7...	

Schedule M-2 Analysis of Accumulated Adjustments Account, Other Adjustments Account, and Shareholders' Undistributed Taxable Income Previously Taxed (see instructions)

	(a) Accumulated adjustments account	(b) Other adjustments account	(c) Shareholders' undistributed taxable income previously taxed
1	Balance at beginning of tax year	-353,035.	
2	Ordinary income from page 1, line 21	1,046,307.	
3	Other additions		
4	Loss from page 1, line 21		
5	Other reductions	SEE STATEMENT 7 (763,769.)	
6	Combine lines 1 through 5	-70,497.	
7	Distributions other than dividend distributions		
8	Balance at end of tax year. Subtract line 7 from line 6	-70,497.	

Rental Real Estate Income and Expenses of a Partnership or an S Corporation

▶ See instructions.

▶ Attach to Form 1065, Form 1065-B, or Form 1120S.

Name

Employer identification number

DENSCO INVESTMENT CORPORATION

1 Show the type and address of each property. For each rental real estate property listed, report the number of days rented at fair rental value and days with personal use. See instructions. See page 2 to list additional properties.				
	Physical address of each property – street, city, state, ZIP code	Type – Enter code 1-8; see page 2 for list	Fair Rental Days	Personal Use Days
A	6056 S. 20TH ST PHOENIX, AZ 85042	1	366	
B	2232 N 69TH AVE PHOENIX, AZ 85035	1	366	
C	4901 W. CRITTENDEN LANE PHOENIX, AZ 85031	1	366	
D	6444 W. ROSE LANE GLENDALE, AZ 85301	1	366	

Rental Real Estate Income	Properties			
	A	B	C	D
2 Gross rents	7,029.	735.	8,123.	2,025.
Rental Real Estate Expenses				
3 Advertising				
4 Auto and travel				
5 Cleaning and maintenance				
6 Commissions				
7 Insurance	300.		372.	
8 Legal and other professional fees				
9 Interest				
10 Repairs	38.	5,217.	203.	2,122.
11 Taxes	534.		711.	
12 Utilities				
13 Wages and salaries				
14 Depreciation (see instructions)	2,350.	846.	4,305.	865.
15 Other (list)				
<u>MANAGEMENT FEES</u>	962.	371.	650.	1,169.
16 Total expenses for each property. Add lines 3 through 15.	4,184.	6,434.	6,241.	4,156.
17 Income or (Loss) from each property. Subtract line 16 from line 2.	2,845.	-5,699.	1,882.	-2,131.
18a Total gross rents. Add gross rents from line 2, columns A through H.				148,819.
18b Total expenses. Add total expenses from line 16, columns A through H.				-159,948.
19 Net gain (loss) from Form 4797, Part II, line 17, from the disposition of property from rental real estate activities.				
20a Net income (loss) from rental real estate activities from partnerships, estates, and trusts in which this partnership or S corporation is a partner or beneficiary (from Schedule K-1).				
b Identify below the partnerships, estates, or trusts from which net income (loss) is shown on line 20a. Attach a schedule if more space is needed:				
(1) Name	(2) Employer identification number			
21 Net rental real estate income (loss). Combine lines 18a through 20a. Enter the result here and on:				-11,129.

1 Show the type and address of each property. For each rental real estate property listed, report the number of days at fair rental value and days with personal use. See instructions.

	Physical address of each property – street, city, state, ZIP code	Type – Enter code 1-8; see below for list	Fair Rental Days	Personal Use Days
E	2243 W MORTEN PHOENIX, AZ 85021	1	366	
F	2249 W MORTEN PHOENIX, AZ 85021	1	366	
G	43RD AVE #B-2 PHOENIX, AZ 85009	1	366	
H	2686 N. 43RD AVE C#28 PHOENIX, AZ 85009	1	366	

Rental Real Estate Income		Properties				
		E	F	G	H	
2	Gross rents.....	2	51,151.	51,086.	1,300.	1,800.
Rental Real Estate Expenses						
3	Advertising.....	3				
4	Auto and travel.....	4				
5	Cleaning and maintenance.....	5				
6	Commissions.....	6				
7	Insurance.....	7	1,065.	1,065.		
8	Legal and other professional fees.....	8				
9	Interest.....	9				
10	Repairs.....	10	13,332.	10,398.	341.	
11	Taxes.....	11	3,614.	3,635.	87.	87.
12	Utilities.....	12	6,535.	5,069.		
13	Wages and salaries.....	13				
14	Depreciation (see instructions).....	14	21,908.	21,911.	542.	542.
15	Other (list) ▶					
	<u>MANAGEMENT FEES</u>		5,673.	7,010.	1,848.	1,454.
	<u>MISCELLANEOUS</u>	15	788.	788.		
16	Total expenses for each property. Add lines 3 through 15.....	16	52,915.	49,876.	2,818.	2,083.
17	Income or (Loss) from each property. Subtract line 16 from line 2.....	17	-1,764.	1,210.	-1,518.	-283.

Allowable Codes for Type of Property

- 1 – Single Family Residence
- 2 – Multi-Family Residence
- 3 – Vacation or Short-term Rental
- 4 – Commercial
- 5 – Land
- 6 – Royalties
- 7 – Self-Rental
- 8 – Other (include description with the code on Form 8825 or on a separate statement)

1 Show the type and address of each property. For each rental real estate property listed, report the number of days at fair rental value and days with personal use. See instructions.

	Physical address of each property -- street, city, state, ZIP code	Type -- Enter code 1-8; see below for list	Fair Rental Days	Personal Use Days
E	4TH ST PHOENIX, AZ 85040	1	366	
F	74TH AVE PHOENIX, AZ 85033	1	366	
G	AVALON PHOENIX, AZ 85031	1	366	
H	DATE MESA, AZ 85201	1	366	

Rental Real Estate Income	Properties				
	E	F	G	H	
2 Gross rents.....	2	8,250.	3,900.	3,278.	786.
Rental Real Estate Expenses					
3 Advertising.....	3				
4 Auto and travel.....	4				
5 Cleaning and maintenance.....	5				
6 Commissions.....	6				
7 Insurance.....	7	344.			
8 Legal and other professional fees.....	8				
9 Interest.....	9				
10 Repairs.....	10	241.	450.	1,061.	414.
11 Taxes.....	11	689.			167.
12 Utilities.....	12				
13 Wages and salaries.....	13				
14 Depreciation (see instructions).....	14	2,944.	795.	676.	925.
15 Other (list) ▶					
<u>MANAGEMENT FEES</u>	15	650.	450.	632.	2,043.
16 Total expenses for each property. Add lines 3 through 15.....	16	4,868.	1,695.	2,369.	3,549.
17 Income or (Loss) from each property. Subtract line 16 from line 2.....	17	3,382.	2,205.	909.	-2,763.

Allowable Codes for Type of Property

- 1 - Single Family Residence
- 2 - Multi-Family Residence
- 3 - Vacation or Short-term Rental
- 4 - Commercial
- 5 - Land
- 6 - Royalties
- 7 - Self-Rental
- 8 - Other (include description with the code on Form 8825 or on a separate statement)

1 Show the type and address of each property. For each rental real estate property listed, report the number of days at fair rental value and days with personal use. See instructions.

	Physical address of each property -- street, city, state, ZIP code	Type -- Enter code 1-8; see below for list	Fair Rental Days	Personal Use Days
E	DIAMOND PHOENIX, AZ 85006	1	366	
F	GROVERS PHOENIX, AZ 85053	1	366	
G	MONTERY PHOENIX, AZ 85019	1	366	
H	PALM PHOENIX, AZ 85009	1	366	

Rental Real Estate Income		Properties				
		E	F	G	H	
2	Gross rents.....	2	7,456.	500.	1,400.	
Rental Real Estate Expenses						
3	Advertising.....	3				
4	Auto and travel.....	4				
5	Cleaning and maintenance.....	5				
6	Commissions.....	6				
7	Insurance.....	7	300.			
8	Legal and other professional fees.....	8				
9	Interest.....	9				
10	Repairs.....	10	2,676.	3,866.	1,948.	475.
11	Taxes.....	11	759.			
12	Utilities.....	12				
13	Wages and salaries.....	13				
14	Depreciation (see instructions).....	14	2,821.	1,218.	285.	263.
15	Other (list) ▶					
	<u>MANAGEMENT FEES</u>	15	1,109.	110.	408.	8.
16	Total expenses for each property. Add lines 3 through 15.....	16	7,665.	5,194.	2,641.	746.
17	Income or (Loss) from each property. Subtract line 16 from line 2.....	17	-209.	-4,694.	-1,241.	-746.

Allowable Codes for Type of Property

- 1 - Single Family Residence
- 2 - Multi-Family Residence
- 3 - Vacation or Short-term Rental
- 4 - Commercial
- 5 - Land
- 6 - Royalties
- 7 - Self-Rental
- 8 - Other (include description with the code on Form 8825 or on a separate statement)

1 Show the type and address of each property. For each rental real estate property listed, report the number of days at fair rental value and days with personal use. See instructions.

	Physical address of each property -- street, city, state, ZIP code	Type -- Enter code 1-8; see below for list	Fair Rental Days	Personal Use Days
E	4730 W NORTHERN AVE GLENDALE, AZ 85301	1	366	
F	7920 E VIA CAMELLO SCOTTSDALE, AZ 85258	1	366	
G				
H				

Rental Real Estate Income		Properties			
		E	F	G	H
2	Gross rents.....	2			
Rental Real Estate Expenses					
3	Advertising.....	3			
4	Auto and travel.....	4			
5	Cleaning and maintenance.....	5			
6	Commissions.....	6			
7	Insurance.....	7			
8	Legal and other professional fees.....	8			
9	Interest.....	9			
10	Repairs.....	10	34.		
11	Taxes.....	11	362.		
12	Utilities.....	12			
13	Wages and salaries.....	13			
14	Depreciation (see instructions).....	14	733.		
15	Other (list) ▶				
	MANAGEMENT FEES		1,385.		
	-----	15			
16	Total expenses for each property. Add lines 3 through 15.....	16	2,514.		
17	Income or (Loss) from each property. Subtract line 16 from line 2.....	17	-2,514.		

Allowable Codes for Type of Property

- 1 - Single Family Residence
- 2 - Multi-Family Residence
- 3 - Vacation or Short-term Rental
- 4 - Commercial
- 5 - Land
- 6 - Royalties
- 7 - Self-Rental
- 8 - Other (include description with the code on Form 8825 or on a separate statement)

SCHEDULE D
(Form 1120S)

OMB No. 1545-0130

Capital Gains and Losses and Built-in Gains

2012

Department of the Treasury
Internal Revenue Service

▶ Attach to Form 1120S. ▶ Use Form 8949 to list your transactions for lines 1, 2, 3, 8, 9, and 10.
▶ Information about Schedule D (Form 1120S) and its separate instructions is at www.irs.gov/form1120s.

Name

Employer identification number

DENSCO INVESTMENT CORPORATION

Part I Short-Term Capital Gains and Losses – Assets Held One Year or Less

Complete Form 8949 before completing line 1, 2, or 3. This form may be easier to complete if you round off cents to whole dollars.	(d) Proceeds (sales price) from Form(s) 8949, Part I, line 2, column (d)	(e) Cost or other basis from Form(s) 8949, Part I, line 2, column (e)	(g) Adjustments to gain or loss from Form(s) 8949, Part I, line 2, column (g)	(h) Gain or (loss). Subtract column (e) from column (d) and combine the result with column (g)
1 Short-term totals from all Forms 8949 with box A checked in Part I.....				
2 Short-term totals from all Forms 8949 with box B checked in Part I.....				
3 Short-term totals from all Forms 8949 with box C checked in Part I.....				
4 Short-term capital gain from installment sales from Form 6252, line 26 or 37.....				4
5 Short-term capital gain or (loss) from like-kind exchanges from Form 8824.....				5
6 Tax on short-term capital gain included on line 23 below.....				6
7 Net short-term capital gain or (loss). Combine lines 1 through 6 in column (h). Enter here and on Form 1120S, Schedule K, line 7 or 10.....				7

Part II Long-Term Capital Gains and Losses – Assets Held More Than One Year

Complete Form 8949 before completing line 8, 9, or 10. This form may be easier to complete if you round off cents to whole dollars.	(d) Proceeds (sales price) from Form(s) 8949, Part II, line 4, column (d)	(e) Cost or other basis from Form(s) 8949, Part II, line 4, column (e)	(g) Adjustments to gain or loss from Form(s) 8949, Part II, line 4, column (g)	(h) Gain or (loss). Subtract column (e) from column (d) and combine the result with column (g)
8 Long-term totals from all Forms 8949 with box A checked in Part II.....				
9 Long-term totals from all Forms 8949 with box B checked in Part II.....				
10 Long-term totals from all Forms 8949 with box C checked in Part II.....	115,000.	163,011.	-7,067.	-55,078.
11 Long-term capital gain from installment sales from Form 6252, line 26 or 37.....				11
12 Long-term capital gain or (loss) from like-kind exchanges from Form 8824.....				12
13 Capital gain distributions (see instructions).....				13
14 Tax on long-term capital gain included on line 23 below.....				14
15 Net long-term capital gain or (loss). Combine lines 8 through 14 in column (h). Enter here and on Form 1120S, Schedule K, line 8a or 10.....				15

Part III Built-in Gains Tax (See instructions before completing this part.)

16 Excess of recognized built-in gains over recognized built-in losses (attach computation statement).....	16
17 Taxable income (attach computation statement).....	17
18 Net recognized built-in gain. Enter the smallest of line 16, line 17, or line 8 of Schedule B.....	18
19 Section 1374(b)(2) deduction.....	19
20 Subtract line 19 from line 18. If zero or less, enter -0- here and on line 23.....	20
21 Enter 35% of line 20.....	21
22 Section 1374(b)(3) business credit and minimum tax credit carryforwards from C corporation years.....	22
23 Tax. Subtract line 22 from line 21 (if zero or less, enter -0-). Enter here and on Form 1120S, page 1, line 22b.....	23

BAA For Paperwork Reduction Act Notice, see the Instructions for Form 1120S.

Schedule D (Form 1120S) 2012

Name(s) shown on return. (Name and SSN or taxpayer identification no. not required if shown on other side.)

SSN or taxpayer identification no.

DENSCO INVESTMENT CORPORATION

Most brokers issue their own substitute statement instead of using Form 1099-B. They also may provide basis information (usually your cost) to you on the statement even if it is not reported to the IRS. Before you check Box A, B, or C below, determine whether you received any statement(s) and, if so, the transactions for which basis was reported to the IRS. Brokers are required to report basis to the IRS for most stock you bought in 2011 or later.

Part I Long-Term. Transactions involving capital assets you held more than one year are long term. For short-term transactions, see page 1.

You must check Box A, B, or C below. Check only one box. If more than one box applies for your long-term transactions, complete a separate Form 8949, page 2, for each applicable box. If you have more long-term transactions than will fit on this page for one or more of the boxes, complete as many forms with the same box checked as you need.

- (A) Long-term transactions reported on Form(s) 1099-B showing basis was reported to the IRS
- (B) Long-term transactions reported on Form(s) 1099-B showing basis was not reported to the IRS
- (C) Long-term transactions not reported to you on Form 1099-B

3 (a) Description of property (Example: 100 shares XYZ Co)	(h) Date acquired (Mo, day, yr)	(c) Date sold or disposed (Mo, day, yr)	(d) Proceeds (sales price) (see instructions)	(e) Cost or other basis. See the Note below and see Column (e) in the separate instructions	Adjustment, if any, to gain or loss, if you enter an amount in column (g) enter a code in column (f). See the separate instructions.		(h) Gain or (loss). Subtract column (e) from column (d) and combine the result with column (g)
					(f) Code(s) from instructions	(g) Amount of adjustment	
LAND	VARIOUS	8/03/12	115,000.	158,295.	E	-7,067.	-50,362.
INVESTOR TITLE HOLDINGS, LLC	VARIOUS	12/31/12	0.	4,716.			-4,716.
4 Totals. Add the amounts in columns (d), (e), (g), and (h) (subtract negative amounts). Enter each total here and include on your Schedule D, line 8 (if Box A above is checked), line 9 (if Box B above is checked), or line 10 (if Box C above is checked)			115,000.	163,011.		-7,067.	-55,078.

Note. If you checked Box A above but the basis reported to the IRS was incorrect, enter in column (e) the basis as reported to the IRS, and enter an adjustment in column (g) to correct the basis. See Column (g) in the separate instructions for how to figure the amount of the adjustment.

This list identifies the codes used on Schedule K-1 for all shareholders and provides summarized reporting information for shareholders who file Form 1040. For detailed reporting and filing information, see the separate Shareholder's Instructions for Schedule K-1 and the Instructions for your income tax return.

Code	Report on
1 Ordinary business income (loss). Determine whether the income (loss) is passive or nonpassive and enter on your return as follows:	
Passive loss	See the Shareholder's Instructions
Passive income	Schedule E, line 28, column (g)
Nonpassive loss	Schedule E, line 28, column (f)
Nonpassive income	Schedule E, line 28, column (d)
2 Net rental real estate income (loss)	See the Shareholder's Instructions
3 Other net rental income (loss)	
Net income	Schedule E, line 28, column (g)
Net loss	See the Shareholder's Instructions
4 Interest income	Form 1040, line 8a
5 a Ordinary dividends	Form 1040, line 9a
5 b Qualified dividends	Form 1040, line 9b
6 Royalties	Schedule E, line 4
7 Net short-term capital gain (loss)	Schedule D, line 5
8 a Net long-term capital gain (loss)	Schedule D, line 12
8 b Collectibles (28%) gain (loss)	28% Rate Gain Worksheet, line 4 (Schedule D Instructions)
8 c Unrecaptured section 1250 gain	See the Shareholder's Instructions
9 Net section 1231 gain (loss)	See the Shareholder's Instructions
10 Other income (loss)	
Code	
A Other portfolio income (loss)	See the Shareholder's Instructions
B Involuntary conversions	See the Shareholder's Instructions
C Sec. 1256 contracts and straddles	Form 6781, line 1
D Mining exploration costs recapture	See Pub 535
E Other income (loss)	See the Shareholder's Instructions
11 Section 179 deduction	See the Shareholder's Instructions
12 Other deductions	
A Cash contributions (50%)	See the Shareholder's Instructions
B Cash contributions (30%)	
C Noncash contributions (50%)	
D Noncash contributions (30%)	
E Capital gain property to a 50% organization (30%)	
F Capital gain property (20%)	
G Contributions (100%)	
H Investment interest expense	Form 4952, line 1
I Deductions — royalty income	Schedule E, line 19
J Section 59(e)(2) expenditures	See the Shareholder's Instructions
K Deductions — portfolio (2% floor)	Schedule A, line 23
L Deductions — portfolio (other)	Schedule A, line 28
M Preproductive period expenses	See the Shareholder's Instructions
N Commercial revitalization deduction from rental real estate activities	See Form 8582 Instructions
O Reforestation expense deduction	See the Shareholder's Instructions
P Domestic production activities information	See Form 8903 Instructions
Q Qualified production activities income	Form 8903, line 7b
R Employer's Form W-2 wages	Form 8903, line 17
S Other deductions	See the Shareholder's Instructions
13 Credits	
A Low-income housing credit (section 42(f)(5)) from pre-2008 buildings	See the Shareholder's Instructions
B Low-income housing credit (other) from pre-2008 buildings	
C Low-income housing credit (section 42(d)(5)) from post-2007 buildings	
D Low-income housing credit (other) from post-2007 buildings	
E Qualified rehabilitation expenditures (rental real estate)	
F Other rental real estate credits	
G Other rental credits	
H Undistributed capital gains credit	Form 1040, line 71, box a
I Alcohol and cellulosic biofuel fuels credit	See the Shareholder's Instructions
J Work opportunity credit	
K Disabled access credit	
L Empowerment zone and renewal community employment credit	
M Credit for increasing research activities	See the Shareholder's Instructions
N Credit for employer social security and Medicare taxes	
O Backup withholding	
P Other credits	
14 Foreign transactions	
A Name of country or U.S. possession	Form 1116, Part I
B Gross income from all sources	
C Gross income sourced at shareholder level	
Foreign gross income sourced at corporate level	
D Passive category	Form 1116, Part I
E General category	
F Other	
Deductions allocated and apportioned at shareholder level	
G Interest expense	Form 1116, Part I
H Other	Form 1116, Part I
Deductions allocated and apportioned at corporate level to foreign source income	
I Passive category	Form 1116, Part I
J General category	
K Other	
Other information	
L Total foreign taxes paid	Form 1116, Part II
M Total foreign taxes accrued	Form 1116, Part II
N Reduction in taxes available for credit	Form 1116, line 12
O Foreign trading gross receipts	Form 8873
P Extraterritorial income exclusion	Form 8873
Q Other foreign transactions	See the Shareholder's Instructions
15 Alternative minimum tax (AMT) items	
A Post-1986 depreciation adjustment	See the Shareholder's Instructions and the Instructions for Form 6251
B Adjusted gain or loss	
C Depletion (other than oil & gas)	
D Oil, gas, & geothermal — gross income	
E Oil, gas, & geothermal — deductions	
F Other AMT items	
16 Items affecting shareholder basis	
A Tax-exempt interest income	Form 1040, line 8b
B Other tax-exempt income	See the Shareholder's Instructions
C Nondeductible expenses	
D Distributions	
E Repayment of loans from shareholders	
17 Other information	
A Investment income	Form 4952, line 4a
B Investment expenses	Form 4952, line 5
C Qualified rehabilitation expenditures (other than rental real estate)	See the Shareholder's Instructions
D Basis of energy property	See the Shareholder's Instructions
E Recapture of low-income housing credit (section 42(d)(5))	Form 8611, line 8
F Recapture of low-income housing credit (other)	Form 8611, line 8
G Recapture of investment credit	See Form 4255
H Recapture of other credits	See the Shareholder's Instructions
I Look-back interest — completed long-term contracts	See Form 8697
J Look-back interest — income forecast method	See Form 8856
K Dispositions of property with section 179 deductions	See the Shareholder's Instructions
L Recapture of section 179 deduction	
M Section 453(f)(3) information	
N Section 453A(c) information	
O Section 1260(b) information	
P Interest allocable to production expenditures	
Q CCF nonqualified withdrawals	
R Depletion information — oil and gas	
S Amortization of reforestation costs	
T Section 108(f) information	
U Other information	

BOX 2
NET RENTAL REAL ESTATE INCOME (LOSS)

PROPERTY TYPE AND ADDRESS	GROSS INCOME	NET EXPENSES	NET INCOME	PASSIVE NONPASS	SEC. 1231 TOTAL
TYPE: 1 - SINGLE FAMILY RESIDENCE 6056 S. 20TH ST PHOENIX, AZ 85042	7,029.	4,184. \$	2,845.	PASSIVE	-58,140.
TYPE: 1 - SINGLE FAMILY RESIDENCE 2232 N 69TH AVE PHOENIX, AZ 85035	735.	6,434.	-5,699.	PASSIVE	-28,134.
TYPE: 1 - SINGLE FAMILY RESIDENCE 4901 W, CRITTENDEN LANE PHOENIX, AZ 85031	8,123.	6,241.	1,882.	PASSIVE	-104,053.
TYPE: 1 - SINGLE FAMILY RESIDENCE 6444 W. ROSE LANE GLENDALE, AZ 85301	2,025.	4,156.	-2,131.	PASSIVE	-44,092.
TYPE: 1 - SINGLE FAMILY RESIDENCE 2243 W MORTEN PHOENIX, AZ 85021	51,151.	52,915.	-1,764.	PASSIVE	
TYPE: 1 - SINGLE FAMILY RESIDENCE 2249 W MORTEN PHOENIX, AZ 85021	51,086.	49,876.	1,210.	PASSIVE	
TYPE: 1 - SINGLE FAMILY RESIDENCE 43RD AVE #B-2 PHOENIX, AZ 85009	1,300.	2,818.	-1,518.	PASSIVE	-22,683.
TYPE: 1 - SINGLE FAMILY RESIDENCE 2686 N. 43RD AVE C#28 PHOENIX, AZ 85009	1,800.	2,083.	-283.	PASSIVE	-20,683.
TYPE: 1 - SINGLE FAMILY RESIDENCE 4TH ST PHOENIX, AZ 85040	8,250.	4,868.	3,382.	PASSIVE	-71,027.
TYPE: 1 - SINGLE FAMILY RESIDENCE 74TH AVE PHOENIX, AZ 85033	3,900.	1,695.	2,205.	PASSIVE	-35,835.
TYPE: 1 - SINGLE FAMILY RESIDENCE AVALON PHOENIX, AZ 85031	3,278.	2,369.	909.	PASSIVE	-19,370.
TYPE: 1 - SINGLE FAMILY RESIDENCE DATE MESA, AZ 85201	786.	3,549.	-2,763.	PASSIVE	-39,739.
TYPE: 1 - SINGLE FAMILY RESIDENCE DIAMOND PHOENIX, AZ 85006	7,456.	7,665.	-209.	PASSIVE	-65,220.
TYPE: 1 - SINGLE FAMILY RESIDENCE GROVERS PHOENIX, AZ 85053	500.	5,194.	-4,694.	PASSIVE	-57,818.
TYPE: 1 - SINGLE FAMILY RESIDENCE MONTERY PHOENIX, AZ 85019	1,400.	2,641.	-1,241.	PASSIVE	-30,640.
TYPE: 1 - SINGLE FAMILY RESIDENCE					

SHAREHOLDER 1 : DENNY CHITTICK

SPSL1201L 05/21/12

DP000115

BOX 2 (CONTINUED)
NET RENTAL REAL ESTATE INCOME (LOSS)

<u>PROPERTY TYPE AND ADDRESS</u>	<u>GROSS INCOME</u>	<u>NET EXPENSES</u>	<u>NET INCOME</u>	<u>PASSIVE NONPASS</u>	<u>SEC. 1231 TOTAL</u>
PALM PHOENIX, AZ 85009		746.	\$ -746.	PASSIVE	-21,336.
TYPE: 1 - SINGLE FAMILY RESIDENCE 4730 W NORTHERN AVE GLENDALE, AZ 85301		2,514.	-2,514.	PASSIVE	-22,610.
TYPE: 1 - SINGLE FAMILY RESIDENCE 7920 E VIA CAMELLO SCOTTSDALE, AZ 85258				PASSIVE	-53,797.
			<u>TOTAL \$</u>		<u>-11,129.</u>

DENSCO INVESTMENT CORPORATION
2012 SHAREHOLDER'S SHARE OF INVESTMENT IN PASSTHROUGH ENTITIES

Note: The amounts on this schedule are provided for informational purposes only. These amounts are already included on Schedule K-1.

Shareholder's Name DENNY CHITTICK		Shareholder's identification number [REDACTED]	
Name of Passthrough Entity	Employer Identification No.	Type of Entity	Check box if fully disposed in current year
A INVESTORS TITLE HOLDINGS, LLC	[REDACTED]	PASSIVE	<input checked="" type="checkbox"/>
B			
C			
D			

		Passthrough Entities			
		A	B	C	D
Income (Loss)	Ordinary business income (loss)	2,284.			
	Net rental real estate income (loss)				
	Other net rental income (loss)				
	Interest				
	Ordinary dividends				
	Qualified dividends				
	Royalties				
	Net short-term capital gain (loss)				
	Net long-term capital gain (loss)				
	Collectibles (28%) gain (loss)				
	Unrecaptured section 1250 gain				
	Guaranteed payments				
	Net section 1231 gain (loss)				
Other income (loss)					
Deductions	Section 179 expense deduction				
	Charitable contributions				
	Investment interest expense				
	Section 59(e)(2) expense: Intangible Drilling costs				
	Section 59(e)(2) expense: Dry Hole expense				
	Other section 59(e)(2) expenses				
Other deductions					
Credits	Low-income housing credit:				
	(1) Form section 42(i)(5) partnerships: before 2008				
	(2) Other: before 2008				
	(3) Form section 42(i)(5) partnerships: after 2007				
	(4) Other: after 2007				
	Qual. rehabilitation expenditures related to rental real estate act				
	Other rental real estate credits				
	Other rental credits				
	Credit for alcohol and cellulosic biofuel fuels				
	Work opportunity credit				
	Orphan drug credit				
	Credit for increasing research				
	Disabled access credit				
	Empowerment zone community employment				
	Credit for employer Soc. Sec. tax paid on certain employee tips				
Indian employment credit					
Small employer pension plan startup costs credit					
Credit for employer-provided childcare					
Alternative motor vehicle credit					
Other credits					

SCHEDULE M-3
(Form 1120S)

Net Income (Loss) Reconciliation for S Corporations
With Total Assets of \$10 Million or More

OMB No. 1545-0130

2012

Department of the Treasury
Internal Revenue Service

▶ Information about Sch M-3 (Form 1120S) and its separate instructions is at www.irs.gov/form1120s

▶ Attach to Form 1120S.

Name of corporation

Employer identification number

DENSCO INVESTMENT CORPORATION

Part I Financial Information and Net Income (Loss) Reconciliation (see instructions)

1 a Did the corporation prepare a certified audited non-tax-basis income statement for the period ending with or within this tax year?
(See instructions if multiple non-tax-basis income statements are prepared.)

- Yes. Skip line 1b and complete lines 2 through 11 with respect to that income statement.
 No. Go to line 1b.

b Did the corporation prepare a non-tax-basis income statement for that period?

- Yes. Complete lines 2 through 11 with respect to that income statement.
 No. Skip lines 2 through 3b and enter the corporation's net income (loss) per its books and records on line 4a.

2 Enter the income statement period: Beginning 1/01/12 Ending 12/31/12

3 a Has the corporation's income statement been restated for the income statement period on line 2?

- Yes. (If 'Yes', attach an explanation and the amount of each item restated.)
 No.

b Has the corporation's income statement been restated for any of the five income statement periods preceding the period on line 2?

- Yes. (If 'Yes', attach an explanation and the amount of each item restated.)
 No.

4 a Worldwide consolidated net income (loss) from income statement source identified in Part I, line 1 **4a** 282,538.

b Indicate accounting standard used for line 4a (see instructions):

- (1) GAAP (2) IFRS
(3) Tax-basis (4) Other (specify) _____

5 a Net income from nonincludible foreign entities (attach statement) **5 a**

b Net loss from nonincludible foreign entities (attach statement and enter as a positive amount) **5 b**

6 a Net income from nonincludible U.S. entities (attach statement) **6 a**

b Net loss from nonincludible U.S. entities (attach statement and enter as a positive amount) **6 b**

7 a Net income (loss) of other foreign disregarded entities (attach statement) **7 a**

b Net income (loss) of other U.S. disregarded entities (except qualified subchapter S subsidiaries) (attach statement) **7 b**

c Net income (loss) of other qualified subchapter S subsidiaries (QSubs)(attach statement) **7 c**

8 Adjustment to eliminations of transactions between includible entities and nonincludible entities (attach statement) **8**

9 Adjustment to reconcile income statement period to tax year (attach statement) **9**

10 Other adjustments to reconcile to amount on line 11 (attach statement) **10**

11 Net income (loss) per income statement of the corporation. Combine lines 4 through 10. **11** 282,538.
Note. Part I, line 11, must equal Part II, line 26, column (a).

12 Enter the total amount (not just the corporation's share) of the assets and liabilities of all entities included or removed on the following lines:

	Total Assets	Total Liabilities
a Included on Part I, line 4	42,873,421.	42,570,837.
b Removed on Part I, line 5		
c Removed on Part I, line 6		
d Included on Part I, line 7		

Name of corporation

Employer identification number

DENSCO INVESTMENT CORPORATION

Part III Reconciliation of Net Income (Loss) per Income Statement of the Corporation With Total Income (Loss) per Return (see instructions)

Income (Loss) Items	(a) Income (Loss) per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Income (Loss) per Tax Return
1 Income (loss) from equity method foreign corporations (attach statement).....				
2 Gross foreign dividends not previously taxed.....				
3 Subpart F, QEF, and similar income inclusions (attach statement).....				
4 Gross foreign distributions previously taxed (attach statement).....				
5 Income (loss) from equity method U.S. corporations (attach statement).....				
6 U.S. dividends not eliminated in tax consolidation.....				
7 Income (loss) from U.S. partnerships (attach statement)..... ST. 8	2,284.			2,284.
8 Income (loss) from foreign partnerships (attach statement).....				
9 Income (loss) from other pass-through entities (attach statement).....				
10 Items relating to reportable transactions (attach statement).....				
11 Interest income (attach Form 8916-A).....				
12 Total accrual to cash adjustment.....				
13 Hedging transactions.....				
14 Mark-to-market income (loss).....				
15 Cost of goods sold (attach Form 8916-A)....				
16 Sale versus lease (for sellers and/or lessors).....				
17 Section 481(a) adjustments.....				
18 Unearned/deferred revenue.....				
19 Income recognition from long-term contracts.....				
20 Original issue discount and other imputed interest.....				
21 a Income statement gain/loss on sale, exchange, abandonment, worthlessness, or other disposition of assets other than inventory and pass-through entities.....	-750,255.	750,255.		
b Gross capital gains from Schedule D, excluding amounts from pass-through entities				
c Gross capital losses from Schedule D, excluding amounts from pass-through entities, abandonment losses, and worthless stock losses.....		-55,078.		-55,078.
d Net gain/loss reported on Form 4797, line 17, excluding amounts from pass-through entities, abandonment losses, and worthless stock losses.....		-695,177.		-695,177.
e Abandonment losses.....				
f Worthless stock losses (attach statement).....				
g Other gain/loss on disposition of assets other than inventory.....				
22 Other income (loss) items with differences (attach statement).....				
23 Total Income (loss) items. Combine lns 1 through 22.	-747,971.			-747,971.
24 Total expense/deduction items (from Part III, ln 32)...	-68,699.		2,385.	-66,314.
25 Other items with no differences.....	1,099,208.			1,099,208.
26 Reconciliation totals. Combine lines 23 through 25....	282,538.	0.	2,385.	284,923.

Note. Line 26, column (a), must equal the amount on Part I, line 11, and column (d) must equal Form 1120S, Schedule K, line 18.

BAA

Schedule M-3 (Form 1120S) 2012

Name of corporation

Employer identification number

DENSCO INVESTMENT CORPORATION

Part III Reconciliation of Net Income (Loss) per Income Statement of the Corporation With Total Income (Loss) per Return — Expense/Deduction Items (see instructions)

Expense/Deduction Items	(a) Expense per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Deduction per Tax Return
1 U.S. current income tax expense.....				
2 U.S. deferred income tax expense.....				
3 State and local current income tax expense.....				
4 State and local deferred income tax expense.....				
5 Foreign current income tax expense (other than foreign withholding taxes).....				
6 Foreign deferred income tax expense.....				
7 Equity-based compensation.....				
8 Meals and entertainment.....	4,770.		-2,385.	2,385.
9 Fines and penalties.....				
10 Judgments, damages, awards, and similar costs.....				
11 Pension and profit-sharing.....				
12 Other post-retirement benefits.....				
13 Deferred compensation.....				
14 Charitable contribution of cash and tangible property.....				
15 Charitable contribution of intangible property.....				
16 Current year acquisition or reorganization investment banking fees.....				
17 Current year acquisition or reorganization legal and accounting fees.....				
18 Current year acquisition/reorganization other costs.....				
19 Amortization/impairment of goodwill.....				
20 Amortization of acquisition, reorganization, and start-up costs.....				
21 Other amortization or impairment write-offs.....				
22 Section 198 environmental remediation costs.....				
23 a Depletion — Oil and Gas.....				
b Depletion — Other than Oil and Gas.....				
24 Depreciation.....	63,929.			63,929.
25 Bad debt expense.....				
26 Interest expense (attach Form 8916-A).....				
27 Corporate owned life insurance premiums.....				
28 Purchase versus lease (for purchasers and/or lessees).....				
29 Research and development costs.....				
30 Section 118 exclusion (attach statement).....				
31 Other expense/deduction items with differences (attach statement).....				
32 Total expense/deduction items. Combine lines 1 through 31. Enter here and on Part II, line 24, reporting positive amounts as negative and negative amounts as positive..	68,699.		-2,385.	66,314.

Schedule M-3 (Form 1120S) 2012

Sales of Business Property
(Also Involuntary Conversions and Recapture Amounts
Under Sections 179 and 280F(b)(2))
Attach to your tax return.

Department of the Treasury
Internal Revenue Service

Information about Form 4797 and its separate instructions is at www.irs.gov/form4797.

Name(s) shown on return

Identifying number

DENSCO INVESTMENT CORPORATION

1 Enter the gross proceeds from sales or exchanges reported to you for 2012 on Form(s) 1099-B or 1099-S
(or substitute statement) that you are including on line 2, 10, or 20 (see instructions). 1 703,900.

Part II Sales or Exchanges of Property Used in a Trade or Business and Involuntary Conversions From Other Than Casualty or Theft - Most Property Held More Than 1 Year (see instructions)

Table with 7 columns: (a) Description of property, (b) Date acquired, (c) Date sold, (d) Gross sales price, (e) Depreciation allowed or allowable since acquisition, (f) Cost or other basis, plus improvements and expense of sale, (g) Gain or (loss) Subtract (f) from the sum of (d) and (e). Row 1: SEE STATEMENT 9, -695,177.

- 3 Gain, if any, from Form 4684, line 39. 3
4 Section 1231 gain from installment sales from Form 6252, line 26 or 37. 4
5 Section 1231 gain or (loss) from like-kind exchanges from Form 8824. 5
6 Gain, if any, from line 32, from other than casualty or theft. 6
7 Combine lines 2 through 6. Enter the gain or (loss) here and on the appropriate line as follows: 7 -695,177.

Partnerships (except electing large partnerships) and S corporations. Report the gain or (loss) following the instructions for Form 1065, Schedule K, line 10, or Form 1120S, Schedule K, line 9. Skip lines 8, 9, 11, and 12 below.

Individuals, partners, S corporation shareholders, and all others. If line 7 is zero or a loss, enter the amount from line 7 on line 11 below and skip lines 8 and 9. If line 7 is a gain and you did not have any prior year section 1231 losses, or they were recaptured in an earlier year, enter the gain from line 7 as a long-term capital gain on the Schedule D filed with your return and skip lines 8, 9, 11, and 12 below.

- 8 Nonrecaptured net section 1231 losses from prior years (see instructions). 8
9 Subtract line 8 from line 7. If zero or less, enter -0-. If line 9 is zero, enter the gain from line 7 on line 12 below. If line 9 is more than zero, enter the amount from line 8 on line 12 below and enter the gain from line 9 as a long-term capital gain on the Schedule D filed with your return (see instructions). 9

Part III Ordinary Gains and Losses (see instructions)

10 Ordinary gains and losses not included on lines 11 through 16 (include property held 1 year or less):

Table with 7 columns: (a) Description of property, (b) Date acquired, (c) Date sold, (d) Gross sales price, (e) Depreciation allowed or allowable since acquisition, (f) Cost or other basis, plus improvements and expense of sale, (g) Gain or (loss) Subtract (f) from the sum of (d) and (e).

- 11 Loss, if any, from line 7. 11
12 Gain, if any, from line 7 or amount from line 8, if applicable. 12
13 Gain, if any, from line 31. 13
14 Net gain or (loss) from Form 4684, lines 31 and 38a. 14
15 Ordinary gain from installment sales from Form 6252, line 25 or 36. 15
16 Ordinary gain or (loss) from like-kind exchanges from Form 8824. 16
17 Combine lines 10 through 16. 17

18 For all except individual returns, enter the amount from line 17 on the appropriate line of your return and skip lines a and b below. For individual returns, complete lines a and b below:

a If the loss on line 11 includes a loss from Form 4684, line 35, column (b)(ii), enter that part of the loss here. Enter the part of the loss from income-producing property on Schedule A (Form 1040), line 28, and the part of the loss from property used as an employee on Schedule A (Form 1040), line 23. Identify as from 'Form 4797, line 18a.' See instructions. 18 a

b Redetermine the gain or (loss) on line 17 excluding the loss, if any, on line 18a. Enter here and on Form 1040, line 14. 18 b

Application for Automatic Extension of Time To File Certain Business Income Tax, Information, and Other Returns

► File a separate application for each return.

► Information about Form 7004 and its separate instructions is at www.irs.gov/form7004.

Print or Type	Name DENSCO INVESTMENT CORPORATION	Identifying number <div style="background-color: black; width: 100px; height: 15px;"></div>
	Number, street, and room or suite number. (If P.O. box, see instructions.)	
	6132 W. VICTORIA PLACE	
City, town, state, and ZIP code (If a foreign address, enter city, province or state, and country (follow the country's practice for entering postal code)).		
CHANDLER, AZ 85226		

Note. File request for extension by the due date of the return for which the extension is granted. See instructions before completing this form.

Part I Automatic 5-Month Extension

1 a Enter the form code for the return that this application is for (see below).

Application Is For:	Form Code	Application Is For:	Form Code
Form 1065	09	Form 1041 (estate other than bankruptcy estate)	04
Form 990-E	99	Form 1041 (trust)	05

Part II Automatic 6-Month Extension

b Enter the form code for the return that this application is for (see below).

Application Is For:	Form Code	Application Is For:	Form Code
Form 706-GS(D)	01	Form 1120-ND (section 4951 taxes)	20
Form 706-GS(F)	02	Form 1120-PC	21
Form 1041 (bankruptcy estate only)	03	Form 1120-POL	22
Form 1041-N	06	Form 1120-REIT	23
Form 1041-QFT	07	Form 1120-TEC	24
Form 1042	08	Form 1120S	25
Form 1065-B	10	Form 1120-S	26
Form 1066	11	Form 3520-A	27
Form 1120	12	Form 8612	28
Form 1120-C	34	Form 8613	29
Form 1120-F	15	Form 8725	30
Form 1120-FSC	16	Form 8831	32
Form 1120-H	17	Form 8870	33
Form 1120-L	18	Form 8924	35
Form 1120-ND	19	Form 990-B	36

- 2 If the organization is a foreign corporation that does not have an office or place of business in the United States, check here
- 3 If the organization is a corporation and is the common parent of a group that intends to file a consolidated return, check here . If checked, attach a statement, listing the name, address, and Employer Identification Number (EIN) for each member covered by this application.

Part III All Filers Must Complete This Part

4 If the organization is a corporation or partnership that qualifies under Regulations section 1.6081-5, check here

5 a The application is for calendar year 20 12, or tax year beginning _____, 20 __, and ending _____, 20 __

b Short tax year. If this tax year is less than 12 months, check the reason: Initial return Final return
 Change in accounting period Consolidated return to be filed Other (see instructions – attach explanation)

6 Tentative total tax.....	6	0.
7 Total payments and credits (see instructions).....	7	0.
8 Balance due. Subtract line 7 from line 6 (see instructions).....	8	0.

DENSCO INVESTMENT CORPORATION

STATEMENT 1
FORM 1120S, LINE 5
OTHER INCOME

INVESTORS TITLE HOLDINGS, LLC
1 NORTH 1ST STREET, STE. 755
PHOENIX, AZ 85004
90-0729396.....

	\$	2,284.
TOTAL	\$	<u>2,284.</u>

STATEMENT 2
FORM 1120S, LINE 12
TAXES AND LICENSES

PAYROLL TAXES.....

	\$	10,523.
TOTAL	\$	<u>10,523.</u>

STATEMENT 3
FORM 1120S, LINE 19
OTHER DEDUCTIONS

AUTO AND TRUCK EXPENSE.....	\$	977.
BANK CHARGES.....		10,073.
DUES AND SUBSCRIPTIONS.....		1,219.
INTERNET.....		715.
LEGAL AND PROFESSIONAL.....		5,950.
MEALS AND ENTERTAINMENT EXPENSE.....		2,385.
MISCELLANEOUS.....		63.
POSTAGE.....		873.
PRINTING.....		241.
RECORDING FEES.....		12,980.
SUPPLIES.....		2,659.
TELEPHONE.....		1,245.
TRAVEL.....		1,023.
WEB SITE.....		620.
TOTAL	\$	<u>41,023.</u>

STATEMENT 4
FORM 1120S, SCHEDULE L, LINE 9
OTHER INVESTMENTS

	BEGINNING	ENDING
INVESTORS TITLE HOLDINGS, LLC.....	\$ 6,015.	\$ 0.
TOTAL	<u>\$ 6,015.</u>	<u>\$ 0.</u>

DENSCO INVESTMENT CORPORATION

STATEMENT 5
FORM 1120S, SCHEDULE L, LINE 14
OTHER ASSETS

	<u>BEGINNING</u>	<u>ENDING</u>
SYNDICATION COSTS.....	\$ 23,436.	\$ 23,436.
TOTAL	<u>\$ 23,436.</u>	<u>\$ 23,436.</u>

STATEMENT 6
FORM 1120S, SCHEDULE L, LINE 18
OTHER CURRENT LIABILITIES

	<u>BEGINNING</u>	<u>ENDING</u>
PENSION PLAN PAYABLE.....	\$ 0.	\$ 290,039.
TOTAL	<u>\$ 0.</u>	<u>\$ 290,039.</u>

STATEMENT 7
FORM 1120S, SCHEDULE M-2, COLUMN A, LINE 5
OTHER REDUCTIONS

DISALLOWED MEALS AND ENTERTAINMENT.....	\$	2,385.
LONG-TERM CAPITAL LOSS.....		55,078.
NET RENTAL REAL ESTATE LOSS.....		11,129.
SECTION 1231 LOSS.....		695,177.
TOTAL	\$	<u>763,769.</u>

DENSCO INVESTMENT CORPORATION

STATEMENT 8
SCHEDULE M-3, PART II, LINE 7
INCOME OR LOSS FROM U.S. PARTNERSHIPS

NAME	EIN	YEAR END PROFIT SHARING %	YEAR END LOSS SHARING %	PER INCOME STATEMENT	TEMPORARY DIFFERENCE	PERMANENT DIFFERENCE	PER TAX RETURN
INVESTORS TITLE HOLDINGS, LLC	[REDACTED]	0%	0%	\$ 2,284.	\$ 0.	\$ 0.	\$ 2,284.
TOTALS				\$ 2,284.	\$ 0.	\$ 0.	\$ 2,284.

DENSCO INVESTMENT CORPORATION

STATEMENT 9
FORM 4797, PAGE 1, PART I
SALES OR EXCHANGES OF CERTAIN PROPERTY HELD OVER ONE YEAR

DESCRIPTION OF PROPERTY	DATE ACQUIRED	DATE SOLD	SALES PRICE	DEPRECIATION ALLOWED	COST OR BASIS	GAIN OR LOSS
RESIDENTIAL RENTAL 20TH S	12/01/08	10/15/12	39,328.	11,378.	108,846.	\$ -58,140.
RESIDENTIAL RENTAL 69TH A	11/01/08	4/18/12	73,000.	9,912.	111,046.	-28,134.
RESIDENTIAL RENTAL CRITT	12/01/08	11/28/12	61,000.	19,271.	184,324.	-104,053.
RESIDENTIAL RENTAL ROSE	12/01/08	4/18/12	60,000.	9,887.	113,979.	-44,092.
RESIDENTIAL RENTAL-43RD-B	1/01/09	5/02/12	25,500.	4,817.	53,000.	-22,683.
RESIDENTIAL RENTAL-43RD-C	1/01/09	5/02/12	27,500.	4,817.	53,000.	-20,683.
RESIDENTIAL RENTAL-4TH ST	1/01/09	11/19/12	39,429.	12,896.	123,352.	-71,027.
RESIDENTIAL RENTAL-74TH	1/01/09	4/18/12	60,000.	8,863.	104,698.	-35,835.
RESIDENTIAL RENTAL-AVALON	1/01/09	4/18/12	63,000.	7,534.	89,904.	-19,370.
RESIDENTIAL RENTAL-DATE	1/01/09	5/02/12	42,499.	8,223.	90,461.	-39,739.
RESIDENTIAL RENTAL-DIAMON	1/01/09	12/10/12	35,000.	11,531.	111,751.	-65,220.
RESIDENTIAL RENTAL-GROVER	1/01/09	4/24/12	87,000.	13,567.	158,385.	-57,818.
RESIDENTIAL RENTAL-MONTER	1/01/09	2/17/12	52,000.	7,033.	89,673.	-30,640.
RESIDENTIAL RENTAL-PALM	1/01/09	2/17/12	52,900.	6,476.	80,712.	-21,336.
RENTAL PROPERTY-NORTHERN	1/01/10	5/02/12	44,500.	4,560.	71,670.	-22,610.
VIA CAMELLO	VARIOUS	12/19/12	160,000.		213,797.	-53,797.
					TOTAL	\$ -695,177.

DENSCO INVESTMENT CORPORATION

ELECTION TO CAPITALIZE TAXES AND CARRYING CHARGES

PURSUANT TO IRC SECTION 266 AND REGULATION SECTION 1.266-1(C), THE CORPORATION HEREBY ELECTS TO CAPITALIZE THE FOLLOWING TAXES AND CARRYING CHARGES INCURRED FOR THE TAX YEAR ENDED 12/31/12.

DESCRIPTION OF EXPENDITURE: PROPERTY TAXES
DATE PAID OR INCURRED: VARIOUS
AMOUNT: \$5,640.

120S

For the [X] calendar year 2012 or [] fiscal year beginning and ending

Business telephone number (480) 636-1180
Business activity code number 522291
Name DENSCO INVESTMENT CORPORATION
Address 6132 W. VICTORIA PLACE
City or town, state, and ZIP Code CHANDLER, AZ 85226

(68) Check box if: [] This is a first return [] Name change [] Address change
A Multistate S corporations only:
B Is this the S corporation's final Arizona return? [] Yes [X] No
C Does the S corporation conduct business within and without Arizona? [] Yes [X] No
D Will a composite return be filed on Form 140NR? [] Yes [X] No
E Total number of nonresident individual shareholders:
F Total number of resident individual shareholders: 1
G Total number of entity shareholders (See instructions, page 3):
H [] NMMD Registry Identification Number:

CHECK ONE: [X] Original [] Amended
Employer identification number (EIN)
AZ transaction privilege tax number N/A
CHECK BOX IF: Return filed under extension. (82) 82F [X]
REVENUE USE ONLY. DO NOT MARK IN THIS AREA.
(81) (66)

Table with 2 columns: Description, Amount. Row 1: Total distributive income (loss) - from federal Form 1120-S, Schedule K. 1 284,923.

Table with 2 columns: Description, Amount. Rows 2-32 detailing tax calculations including excess net passive income, capital gains, federal income subject to corporate tax, Arizona apportionment, and total tax due.

COPY

Name (as shown on page 1) DENSCO INVESTMENT CORPORATION EIN [REDACTED]

Schedule A – Apportionment Formula (Multistate S Corporations Only) See instructions, page 8 and 9.

NOTE: Qualifying air carriers must use Schedule ACA

	Column A Total Within Arizona Round to the Nearest Dollar	Column B Total Everywhere Round to the Nearest Dollar	Column C Ratio Within Arizona A + B
A1 Property Factor Value of real and tangible personal property (by averaging the value of owned property at the beginning and end of the tax period; rented property at capitalized value)			
a Owned property (at original cost):			
Inventories			
Depreciable assets – (do not include Construction in Progress)			
Land			
Other assets – (describe)			
Less: Nonbusiness property (if included in above totals)	()	()	
Total of section a.			
b Rented property (capitalize at 8 times net rental paid) ..			
c Total owned and rented property (section a total plus section b)			
A2 Payroll Factor Total wages, salaries, commissions and other compensation paid to employees (per federal Form 1120-S or payroll reports)			
A3 Sales Factor			
a Sales delivered or shipped to Arizona purchasers			
b Other gross receipts			
c Total sales and other gross receipts			
d Weight AZ sales – (STANDARD uses X2, ENHANCED uses X8)	X 2 OR X 8		
e Sales factor (for column A – multiply item c by item d; for column B – enter amount from item c)			
A4 Total ratio – add A1(c), A2, and A3(e), in column C			
A5 Average apportionment ratio – divide line A4, column C, by the denominator (STANDARD divides by four (4); ENHANCED divides by ten (10)). Enter the result in column C, and on page 1, line 7			

Schedule B – Other Information

- B1** Date business began in Arizona or date income was first derived from Arizona sources 4/30/2001
- B2** Address at which tax records are located for audit purposes: COMPANY
- B3** The taxpayer designates the individual listed below as the person to contact to schedule an audit of this return and authorizes the disclosure of confidential information to this individual. (See instructions.)
Name: DENNY CHITTICK Phone no: (480) 636-1180
Title: PRESIDENT
- B4** List prior taxable years for which a federal examination has been finalized: NONE
NOTE: ARS Section 43-327 requires the taxpayer, within ninety days after final determination, to report these changes under separate cover to the Arizona Department of Revenue or to file amended returns reporting these changes. (See instructions, page 1.)
- B5** Amount of net income subject to Arizona corporate income tax for prior taxable year (2011 Form 120S, line 11.) \$ NONE
- B6** Indicate tax accounting method: Cash Accrual Other (Specify method.)

Schedule C – Shareholder Information

Prepare a schedule that lists each shareholder's name, address, taxpayer identification number, and pro rata share of the amount shown on line 1. Label the listing as 'Schedule C – Shareholder Information' and attach the schedule immediately after page 2 of Form 120S.

Certification The following certification must be signed by one or more of the following officers (president, treasurer, or any other principal officer).
Under penalties of perjury, I (we), the undersigned officer(s) authorized to sign this return, declare that I (we) have examined this return, including the accompanying schedules and statements, and to the best of my (our) knowledge and belief, it is a true, correct and complete return, made in good faith, for the taxable year stated pursuant to the income tax laws of the State of Arizona.

Please Sign Here	Officer's Signature	Date	PRESIDENT
	Officer's Signature	Date	Title
Paid Preparer's Use Only	Preparer's Signature	Date	P01392876
	PRESTON CPA, P.C.		Preparer's PTIN
	Firm's Name (or Preparer's Name, if self-employed)		Firm's <input checked="" type="checkbox"/> EIN or <input type="checkbox"/> SSN
	1949 E. BROADWAY ROAD STE 101 TEMPE, AZ	85282	(480) 820-4419
	Firm's Address	ZIP Code	Firm's Telephone Number

AZSA0112L 10/17/12 Mail to: Arizona Department of Revenue, PO Box 29079, Phoenix AZ 85038-9079

Schedule C - Shareholder Information

Form 120S (2012) Page 3 **DENSCO INVESTMENT CORPORATION** [REDACTED]

Information on Shareholders	Shareholder Name and address	Social security number and/or federal ID number	Percent of ownership	Distributive share of income (loss)	Check here if shareholder is nonresident
	DENNY CHITTICK 6132 W. VICTORIA PLACE CHANDLER, AZ 85226	[REDACTED]	100.00000	284,923.	
			TOTALS	100.0000	284,923.

Densco Investment Corp.
Working Trial Balance
12/31/2012

DAS 9/3/13
DMP 9/3/13

Account Name	Unadjusted Book Balance	AJE's		Ref. #	Adjusted Book Balance	Tax JE's	Tax Balance
		DR	CR				
CHECKING/SAVINGS	346,936.88	0.00	0.00		346,936.88		346,936.88
WIRING	2,831,486.37	0.00	0.00		2,831,486.37		2,831,486.37
ACCOUNTS RECEIVABLE	36,851,309.75	1,388,824.42	0.00	JE Ref# : 2	38,238,134.17		38,238,134.17
SYNDICATION	23,435.81	0.00	0.00		23,435.81		23,435.81
INVESTMENT IN P/S	2,431.94	0.00	2,431.94	JE Ref# : 5	0.00		0.00
Fixed Assets	2,348,441.00	0.00	1,126,931.00	JE Ref# : 2	1,221,510.00		1,221,510.00
A/D	(266,639.00)	140,765.00	63,929.00	JE Ref# : 2, 1	(189,803.00)		(189,803.00)
Land	777,364.00	0.00	375,643.00	JE Ref# : 2	401,721.00		401,721.00
Intangible Assets	45,993.00	0.00	0.00		45,993.00		45,993.00
A/A	(45,993.00)	0.00	0.00		(45,993.00)		(45,993.00)
NOTES PAYABLE	(42,280,797.67)	0.00	290,039.00	JE Ref# : 6	(42,570,836.67)		(42,570,836.67)
STOCK	(10,000.00)	0.00	0.00		(10,000.00)		(10,000.00)
RETAINED EARNINGS	(14,904.18)	4,858.00	0.00	JE Ref# : 4	(10,046.18)		(10,046.18)
INTEREST INCOME	(6,161,726.64)	0.00	4,858.00	JE Ref# : 4	(6,166,584.64)		(6,166,584.64)
AUTOMOBILE EXPENSE	977.28	0.00	0.00		977.28		977.28
BANK CHARGES	10,072.65	0.00	0.00		10,072.65		10,072.65
DUES & SUBSCRIPTIONS	1,218.67	0.00	0.00		1,218.67		1,218.67
PAYROLL TAXES	10,493.20	0.00	0.00		10,493.20		10,493.20
MISCELLANEOUS	62.50	0.00	0.00		62.50		62.50
HEALTH INSURANCE	3,496.00	0.00	0.00		3,496.00		3,496.00
INTEREST EXPENSE	4,509,180.89	0.00	0.00		4,509,180.89		4,509,180.89
INTERNET	714.89	0.00	0.00		714.89		714.89
LOSS ON REPO	770,555.29	0.00	25,915.42	JE Ref# : 2	745,639.87		745,639.87
OFFICE SUPPLIES	2,656.86	0.00	0.00		2,656.86		2,656.86
POSTAGE & DELIVERY	873.48	0.00	0.00		873.48		873.48
PRINTING	241.48	0.00	0.00		241.48		241.48
PROFESSIONAL FEES	5,950.00	0.00	0.00		5,950.00		5,950.00
PROFIT SHARING	15,000.00	0.00	0.00		15,000.00		15,000.00
RECORDING FEES	12,979.60	0.00	0.00		12,979.60		12,979.60
RENT	3,300.00	0.00	0.00		3,300.00		3,300.00
DES P/R TAX	29.40	0.00	0.00		29.40		29.40
TELEPHONE	1,245.00	0.00	0.00		1,245.00		1,245.00
MEALS & ENTERTAINMENT	4,769.72	0.00	0.00		4,769.72	(2,384.86)	2,384.86
TRAVEL	1,022.80	0.00	0.00		1,022.80		1,022.80
WAGES	250,000.00	0.00	0.00		250,000.00		250,000.00
WEB SITE	620.00	0.00	0.00		620.00		620.00
RENTAL INCOME	(147,242.75)	0.00	1,575.85	JE Ref# : 3	(148,818.60)		(148,818.60)
RENTAL EXPENSES	94,442.88	85,604.85	0.00	JE Ref# : 3, 1	159,947.73		159,947.73
Other Income	0.00	0.00	2,284.00	JE Ref# : 5	(2,284.00)		(2,284.00)
Other Gains/Losses	0.00	4,715.94	0.00	JE Ref# : 5	4,715.94		4,715.94
DB Pension expense	0.00	290,039.00	0.00	JE Ref# : 6	290,039.00		290,039.00
Balance	(0.00)	1,892,707.21	1,892,707.21		0.00		(2,384.86)
Net (Income)/Loss	(609,064.90)				(282,538)		(284,923)

Unadjusted Book

Adjusted Book

Tax

M-1 M-1E

2,385

263,496
S/H
WAGES

12:04 PM
03/05/13
Cash Basis

DenSco Investment Corporation
Balance Sheet
As of December 31, 2012

DHS
7/25/13

PBC

MIP
7/1/13

	<u>Dec 31, 12</u>
ASSETS	
Current Assets	
Checking/Savings	
Operating	346,936.88
Wiring	2,831,486.37
Total Checking/Savings	<u>3,178,423.25</u>
Accounts Receivable	
ACV Enterprises, LLC	1,205,000.00
Adam Tunc	
1410 Elliot, LLC	200,000.00
Twin Brothers' Properties, LLC	50,000.00
Total Adam Tunc	<u>250,000.00</u>
AKS, LLC	450,000.00
Afen Bahramjian	95,000.00
Alexsi Investment Properties, L	290,000.00
All-Star Capital, LLC	125,000.00
American House Buyers, LLC	471,500.00
Arizona-Invest, LLC	160,000.00
Arizona Foreclosures, LLC	110,000.00
Arizona Investors Alliance, LLC	225,000.00
Ashot Tatevosyan	240,000.00
Avenida Del Sol Group, LLC	380,000.00
AZ Investment Real Estate, LLC	94,757.00
Barry Luchtel	
Flip Capital, Inc.	375,000.00
Total Barry Luchtel	<u>375,000.00</u>
Bennett Caudle	
Bennett Caudle	489,985.79
Stone Capital Investments, LLC	625,000.00
Total Bennett Caudle	<u>1,114,985.79</u>
Black Forrest, LLC	372,000.00
Boyajian, LLC	110,000.00
Casa Arizona Investments, LLC	147,000.00
Chrs Hughes	2,852,838.32
Christmas Nguyen	587,600.00
Christopher Harvey	582,100.00
David Arnce	497,000.00
Dirt Holdings, LLC	665,000.00
Don Kimble	
Gecko Properties, LLC	64,417.51
Phoenix Holdings, LLC	573,045.49
Vista Properties, Inc.	267,000.00
Total Don Kimble	<u>904,463.00</u>
EABS, LLC	1,265,000.00
EZ Homes, Inc	275,000.00
Global Qwest, Inc	945,000.00
Greg Hardy	290,000.00
Hales Investments, LLC	140,000.00
J and J Marketing, LLC	445,000.00
Jace Johnson	788,000.00
John Melnyk	64,516.99
John Miller	
JJ Miller Arizona, LLC	90,000.00
Total John Miller	<u>90,000.00</u>
Justin Moore	32,000.00
Larry Schultz	173,500.00
Lilli Rubin Investments	3,552,000.00
Margie Porter	50,000.00
MCM Enterprises, LLC	736,000.00
Michael Tetreault	86,000.00

12:04 PM
 03/05/13
 Cash Basis

DenSCO Investment Corporation
Balance Sheet
 As of December 31, 2012

PBC

D11,
 7/25/13

LMP
 9/1/13

	Dec 31, 12
Mike Moore	
Chevelon Group, Inc	164,000.00
Colby Holdings 1, LLC	200,000.00
Emma Holdings 1, LLC	25,000.00
Hayden Holdings 1, LLC	100,000.00
Maryvale Properties 1, LLC	281,000.00
Wesdon Financial, LLC	182,500.00
Wesmor Holdings 1, LLC	277,862.70
Total Mike Moore	1,230,362.70
Nelson Phelps	250,000.00
Nesta	
Ellen Fischer	-25,172.50
Kirk Fischer	19,672.50
Lori Fischer	64,000.00
Nesta Capital, Inc.	4,500.00
Total Nesta	63,000.00
Nine Limited Company	695,000.00
Peter Sinkovich	90,000.00
Peters Holdings, LLC	262,000.00
Promus Trinity Fund, LLC	240,000.00
Redding Management, LLC	
CARJAR, LLC	355,000.00
Total Redding Management, LLC	355,000.00
Robert Luce	96,500.00
Roger Phillips	
AZ REO Group, LLC	1,866,070.54
PG Homes, LLC	892,000.00
PGREO, LLC	369,836.41
Total Roger Phillips	3,228,008.95
RyMax Builders	1,477,247.00
Sammy Gullatte	105,000.00
Scott Smith	
Ultimate RE Investments, LLC	130,000.00
Total Scott Smith	130,000.00
Scottsdale Real Estate Group	984,000.00
Sean Roche	45,000.00
Seastar Capital, LLC	160,000.00
Sharp Boys	
Sharp Equity, LLC	670,600.00
Total Sharp Boys	670,600.00
Shauna Kimble	25,000.00
Shawn Petree	
KSS Financial Housing, LLC	103,000.00
Rasha Enterprises, LLC	303,000.00
RSI-AZ, LLC	536,000.00
Sanjel Krum Investments, LLC	198,000.00
Shawn Petree	45,000.00
Total Shawn Petree	1,185,000.00
Snowbird Investments, LLC	170,000.00
Summit Wholesale, LLC	400,000.00
Thomas T Stevenson	815,000.00
Valley Rug Gallery, LLC	412,500.00
Yom Tov Scott Menaged	4,650,000.00
Zap, LLC	435,000.00
Zeropoint Holdings, LLC	300,000.00
Total Accounts Receivable	39,710,475.75
Total Current Assets	42,888,899.00

2/8/13
 < 2,859,166 > = 36,857,384
 1,386,824
 38,238,184

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03/05/13
Cash Basis

DenSco Investment Corporation
Balance Sheet
As of December 31, 2012

PBC

	<u>Dec 31, 12</u>
Fixed Assets	
Syndication	23,435.81
Total Fixed Assets	23,435.81
Other Assets	
Investors Title Holdings, LLC	2,431.94
Total Other Assets	2,431.94
TOTAL ASSETS	42,814,766.75

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7/25/12

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LIABILITIES & EQUITY

Liabilities

Long Term Liabilities

Alber Family Trust	80,000.00
Brinkman, Rob	280,448.51
Brown, Craig & Tomie	450,000.00
Burdett, Tony - IRA	357,765.75
Burkhart, Kennen	197,138.22
Burkhart, Kennen - IRA	394,812.11
Bush, Warren	234,403.68
Butler, Mary - IRA	277,371.94
Butler, Van	274,443.16
Butler, Van - IRA	277,371.94
Caro McDowell Revocable Trust	200,000.00
Carrick, Gretchen Trust	250,000.00
Gate, Averill	83,601.82
Chittick, Arden	314,811.08
Chittick, Denny	1,723,745.05
Chittick, Denny - 401k	213,154.10
Chittick, Denny - DB Plan	552,996.98
Chittick, Eldon	730,684.27
Cohen, Herb	250,000.00
Davis, Glen	526,140.58
Davis, Glen - IRA	220,965.01
Davis, Jack	69,457.84
Detota, Scott	159,865.58
Dirk, Amy - IRA	75,971.31
Einck, Todd	200,000.00
Fischer Family Holdings, LLC	700,000.00
Four Futures Corp	2,550,000.00
Grant, Stacy - IRA	88,648.95
Griswold, Russ	100,000.00
Griswold, Russ - IRA	95,722.97
Gumbert, Mike	800,000.00
Hafiz, Nihad	500,000.00
Hahn Family Limited Trust	378,081.49
Harvey, Chris	90,940.47
Hey, Ralph	69,704.59
Hickman, Dale	587,377.17
Hood, Craig	1,587,046.49
Howze, Lee	80,000.00
Hughes, Bill - IRA	583,627.13
Hughes, Bill & Judy	125,000.00
Hughes, Judy - IRA	225,430.04
Imdieka Revocable Trust	3,500,000.00
Jetton, James	51,841.32
Jones, Les	300,000.00
Jones, Les - IRA	184,220.68
Kasier, Ralph - IRA	280,396.16
Kent, Mary	253,948.94
Kent, Paul	271,748.12
Kimble, Don - IRA	87,331.25
Koshler, Robert - IRA	176,335.49
Kopel, Jemma	84,723.26
Kopel, Roy - IRA	158,309.24
Lawson, Robert	106,328.92

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Cash Basis

DenSCO Investment Corporation
Balance Sheet
As of December 31, 2012

PBC

Dec 31, 12

Ledet, Wayne	183,400.15
Ledet, Wayne - IRA	282,513.93
Ledet, Wayne - ROTH IRA	96,206.77
Lee Group, Inc.	300,000.00
Lee, Terry & Lij	100,000.00
Lent, Lillian - IRA	39,685.71
Lent, Manuel - IRA	94,342.97
Locke, Bill & Jean	151,912.13
McArdie, James	422,209.67
McCoy, James & Lesley Trust	400,000.00
Miller, Mar & Pat	315,000.00
Minchuk, Marion Trust	550,000.00
Moss Family Trust	88,944.13
Moss, Kaylene - IRA	258,678.19
Muscat, Vince	500,000.00
Nesta Capital, Inc.	100,000.00
Non Lethal Defense, Inc	100,000.00
Odenthal, Brian	160,000.00
Odenthal, Brian - IRA	36,540.43
Page, Jolene	2,057,401.30
Paxton, Val	1,004,856.13
Pearce, Marslene - IRA	98,325.68
Petraneck, Dorlann	163,350.21
Phalen Family Trust	695,000.00
Phalen, Jeff - IRA	230,967.74
Preston Revocable Living Trust	160,000.00
Quigley, Karen	104,539.96
Rzonca, Pete	101,403.96
Saltire LLC	150,000.00
Sanders, JoAnn	84,877.26
Schloz, Mary - IRA	123,239.20
Schloz, Stanley - IRA	125,511.83
Schloz, Stanley - ROTH IRA	186,045.49
Schloz, Stanley L	158,889.81
Scroggin, Annette - IRA	150,951.72
Scroggin, Annette - ROTH	48,383.79
Scroggin, Mike	150,000.00
Scroggin, Mike - IRA	373,347.02
Scroggin, Mike - ROTH	86,166.71
Sherriff, Stewart	150,000.00
Slegford, Gary	514,683.98
Slegford, GE	891,608.81
Smith Trust, Carsyn P	143,777.62
Smith Trust, Mckenna	143,748.06
Smith Trust, Tony & Sandra	900,000.00
Smith, Tony - IRA	237,878.22
Sterling, Donald	75,000.00
Swirt, Nancy	67,670.90
Swirtz, William	1,030,000.00
Thompson, Coralee	1,760,100.09
Thompson, Gary	1,523,725.81
Tralnor, Jimmy	383,098.21
Tuttle, Steve	69,901.57
Underwood, Wade	71,768.83
Wellman Family Living Trust	75,000.00
Wellman, Carol	125,000.00
Wellman, Carol - IRA	37,735.77
Wenig, Mark	336,113.35
Zones, Michael	450,000.00

Total Long Term Liabilities

42,280,797.67

Total Liabilities

42,280,797.67

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7/25/13

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9/1/13

+ (1,723,745) = 40,557,053

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Cash Basis

DenSco Investment Corporation
Balance Sheet
As of December 31, 2012

DAG

7/25/12

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7/1/13

PBC

	<u>Dec 31, 12</u>
Equity	
Capital Stock	10,000.00
Retained Earnings	14,904.18
Net Income	<u>609,064.90</u>
Total Equity	<u>633,969.08</u>
TOTAL LIABILITIES & EQUITY	<u>42,914,766.75</u>

10,046 = (4858)

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Cash Basis

DenSCO Investment Corporation
Profit & Loss
January through December 2012

Jan - Dec 12

PBC

Ordinary Income/Expense
Income

Interest Income	6,181,726.84
Rental Income	
Rental Inc - 20th St	7,029.26
Rental Inc - 2243 #1	7,950.00
Rental Inc - 2243 #2	8,575.00
Rental Inc - 2243 #3	8,501.44
Rental Inc - 2243 #4	9,000.00
Rental Inc - 2243 #6	8,837.02
Rental Inc - 2243 #8	7,500.00
Rental Inc - 2249 #1	7,265.00
Rental Inc - 2249 #2	10,437.16
Rental Inc - 2249 #3	7,563.21
Rental Inc - 2249 #4	8,000.00
Rental Inc - 2249 #5	7,700.00
Rental Inc - 2249 #6	9,332.50
Rental Inc - 43rd Ave #B2	1,300.00
Rental Inc - 43rd Ave #C28	1,800.00
Rental Inc - 4th Street	8,260.00
Rental Inc - 69th Ave	735.00
Rental Inc - 74th Ave	3,900.00
Rental Inc - Avalon	3,277.80
Rental Inc - Crittenden Ln	8,122.74
Rental Inc - Date	785.96
Rental Inc - Diamond	7,455.67
Rental Inc - Grovers	500.00
Rental Inc - Monterey	1,400.00
Rental Inc - Roso	2,025.00

Total Rental Income

147,242.75

Total Income

6,308,989.39

Expense

Automobile Expense	977.28
Bank Service Charges	10,072.65
Dues and Subscriptions	1,218.67
FICA	10,451.20
FUTA	42.00
Gift	62.50
Insurance	
Health Insurance	3,496.00
Ins - 141 N Date	-12.39
Ins - 20th St	300.31
Ins - 2243 W Morten Ave	1,065.02
Ins - 2249 W Morten Ave	1,065.01
Ins - 43rd Ave #2B	-12.40
Ins - 43rd Ave C28	-12.41
Ins - 4730 W Nothern Ave	-12.38
Ins - 4th St	343.66
Ins - 69th Ave	-40.25
Ins - Avalon	-79.46
Ins - Crittenden	372.04
Ins - Diamond	300.31
Ins - Grovers	-150.61
Ins - Palm	-117.65
Ins - Rose	-35.09

Total Insurance

6,469.71

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7/25/12

50363.46

50297.86

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1099 shows

149,819

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Cash Basis

DenSCO Investment Corporation
Profit & Loss
January through December 2012

Jan - Dec 12

Interest Expense	
Aiber Family Trust	5,304.00
Brinkman, Rob	32,430.03
Brown, Craig	52,816.73
Burdett, Anthony - IRA	40,266.83
Burkhardt, Kennen	23,432.17
Burkhardt, Kennen - IRA	29,918.79
Bush, Warren	27,499.70
Butler, Mary - IRA	17,371.94
Butler, Van	32,438.82
Butler, Van - IRA	17,371.94
Caro McDowell Revocable Trust	24,000.00
Carrick, Gretchen	22,110.61
Cate, Arvill	3,601.82
Chittick, Arden	35,409.70
Chittick, Denny	120,000.00
Chittick, Denny - 401k	20,389.04
Chittick, Denny - DB Plan	62,240.29
Chittick, Eldon	76,184.27
Cohen, Herb	7,183.43
Davis, Glen	57,783.01
Davis, Glen - IRA	24,889.77
Davis, Jack	7,206.52
Detota, Scott	17,989.36
Dirks, Amy - IRA	3,663.35
Elneck, Todd	18,847.30
Fischer Family Holdings, LLC	28,776.43
Four Futures Corp	314,158.23
Global Qwest, Inc.	3,056.64
Grant, Stacy - IRA	9,977.28
Griswold, Russ	3,850.13
Griswold, Russ - IRA	10,773.70
Gumbert, Michael	96,000.00
Hafiz, Nihad	60,000.00
Hahn Limited Family Trust	45,835.90
Harvey, Chris	10,235.42
Hey, Ralph	7,845.32
Hickman, Dale	66,326.10
Hood, Craig	208,961.66
Howze, Doris	9,600.00
Hughes, Bill	15,000.00
Hughes, Bill - IRA	67,395.24
Hughes, Judy - IRA	26,811.60
Imdieke Revocable Trust	377,000.00
Jetton, James	1,841.32
Jones, Les - IRA	20,615.97
Jones, Leslie	36,000.00
Kasler, Ralph - IRA	29,307.78
Kent, Mary	28,581.94
Kent, Paul	35,359.52
Kimble, Don - IRA	9,829.20
Koehler, Robert - IRA	19,846.71
Kopel, Jemma	9,535.67
Kopel, Roy - IRA	17,817.81
Lawson, Robert	6,328.82
Ledet, Wayne	19,064.97
Ledet, Wayne - IRA	29,546.13
Ledet, Wayne - Roth IRA	4,548.25
Lee Group, Inc	36,000.00
Lee, Terry & LII	12,000.00
Lent, Lillian - IRA	4,466.67
Lent, Manuel - IRA	10,618.37
Locke, Bill	18,146.40
McArdle, Jim	49,800.96
McCoy, James & Lesley Trust	48,000.00
Meikle, Gregg	4,843.38
Miller, Marv	35,740.80

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Cash Basis

DenSCO Investment Corporation
Profit & Loss
January through December 2012

Jan - Dec 12

Minchuk, Marlon	55,500.00
Moss Family Trust	9,736.02
Moss, Kaylene - IRA	18,604.75
Muscat, Vince	60,000.00
Nesta Capital, Inc.	2,269.34
Non Lethal, Inc	12,000.00
Odenthal, Brian	18,180.60
Odenthal, Brian - IRA	4,112.66
Page, JoIene	155,229.60
Paxton, Val	94,168.08
Pearce, Marlene - IRA	10,359.88
PetraneK, Dorlann	16,595.36
Phalen Family Trust	83,400.00
Phalen, Jeff - IRA	25,995.60
Preston Revocable Family Trust	19,392.84
Quigley, Karen	10,240.00
Rzonca, Pete	1,403.96
Saldre, LLC	18,180.60
Sanders, JoAnn	6,207.19
Schloz, Mary - IRA	13,870.67
Schloz, Stan	15,289.34
Schloz, Stan - IRA	14,126.44
Schloz, Stanley - ROTH IRA	21,011.40
Scroggin, Annette - IRA	4,585.83
Scroggin, Annette - ROTH	1,560.76
Scroggin, Michael	6,050.00
Scroggin, Michael - IRA	10,282.81
Scroggin, Mike - ROTH	2,805.93
Sherriff, Stewart	18,180.60
Slegford, Gary	61,762.08
Slegford, GE	102,899.82
Smith Trust, Carsyn	15,963.44
Smith Trust, Mckenna	15,960.12
Smith Trust, Tony & Sandra	90,400.00
Smith, Tony - IRA	26,773.38
Sterling, Donald	1,350.00
Swirtz, Nancy	7,601.89
Swirtz, William	195,756.52
Thompson, Coralee	192,469.10
Thompson, Gary	165,798.96
Tralnor, Jimmy	42,671.15
Tsal, Jeff	2,817.34
Tuttle, Steve	7,887.46
Underwood, Wade	8,077.62
Wellman Family Trust	9,090.31
Wellman, Carol	15,150.51
Wellman, Carol - IRA	4,247.18
Wenig, Mark	40,104.53
Zones, Michael	48,800.00
Interest Expensio - Other	94,725.51
Total Interest Expense	4,509,180.89
Internet	714.89
Loss on Repo	770,555.29

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 Cash Basis

DenSCO Investment Corporation
Profit & Loss
 January through December 2012

Jan - Dec 12

7/25/13

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Management Fees	
Mgt Fees - 20th St	982.99 ✓
Mgt Fees - 2243 W Morten Ave #1	1,103.82 ✓
Mgt Fees - 2243 W Morten Ave #2	700.00 ✓
Mgt Fees - 2243 W Morten Ave #3	1,150.00 ✓
Mgt Fees - 2243 W Morten Ave #4	600.00 ✓
Mgt Fees - 2243 W Morten Ave #5	1,068.92 ✓
Mgt Fees - 2243 W Morten Ave #6	1,050.00 ✓
Mgt Fees - 2249 W Morten Ave #1	950.00 ✓
Mgt Fees - 2249 W Morten Ave #2	1,469.60 ✓
Mgt Fees - 2249 W Morten Ave #3	1,343.00 ✓
Mgt Fees - 2249 W Morten Ave #4	1,362.99 ✓
Mgt Fees - 2249 W Morten Ave #5	1,109.07 ✓
Mgt Fees - 2249 W Morten Ave #6	775.00 ✓
Mgt Fees - 43rd Ave #B2	1,880.00 ✓
Mgt Fees - 43rd Ave #C28	1,466.05 ✓
Mgt Fees - 4th St	650.00 ✓
Mgt Fees - 69th Ave	410.33 ✓
Mgt Fees - 74th Ave	450.00 ✓
Mgt Fees - Avalon	711.00 ✓
Mgt Fees - Crittenden Ln	650.00 ✓
Mgt Fees - Date #4	2,055.00 ✓
Mgt Fees - Diamond	1,109.07 ✓
Mgt Fees - Grovers	260.33 ✓
Mgt Fees - Monterey	408.33 ✓
Mgt Fees - Northern	1,397.56 ✓
Mgt Fees - Palm	8.33 ✓
Mgt Fees - Rose	1,204.00 ✓

5072.84 ✓

7009.66 ✓

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 9/1/13

Total Management Fees 26,285.49

Miscellaneous	0.00 ✓
Office Supply	2,658.86 ✓
Postage and Delivery	873.48 ✓
Printing and Reproduction	241.48 ✓
Professional Fees	
Accounting	5,715.00 ✓
Legal Fees	235.00 ✓

Total Professional Fees 5,950.00 ✓

Profit Sharing 15,000.00 ✓

Property Tax on Rentals	
Prop Tax - 20th St	534.23 ✓
Prop Tax - 2243 W Morten Ave #1	608.30 ✓
Prop Tax - 2243 W Morten Ave #2	601.18 ✓
Prop Tax - 2243 W Morten Ave #3	601.18 ✓
Prop Tax - 2243 W Morten Ave #4	601.18 ✓
Prop Tax - 2243 W Morten Ave #5	601.18 ✓
Prop Tax - 2243 W Morten Ave #6	601.18 ✓
Prop Tax - 2249 W Morten Ave #1	601.18 ✓
Prop Tax - 2249 W Morten Ave #2	601.18 ✓
Prop Tax - 2249 W Morten Ave #3	601.18 ✓
Prop Tax - 2249 W Morten Ave #4	610.45 ✓
Prop Tax - 2249 W Morten Ave #5	610.45 ✓
Prop Tax - 2249 W Morten Ave #6	610.45 ✓
Prop Tax - 43rd Ave #B2	87.07 ✓
Prop Tax - 43rd Ave #C28	87.07 ✓
Prop Tax - 47 Ave & Northern	362.46 ✓
Prop Tax - 4th Street	688.62 ✓
Prop Tax - Crittenden Ln	710.79 ✓
Prop Tax - Date #4	166.98 ✓
Prop Tax - Diamond	758.90 ✓

3614.20 ✓

3654.89 ✓

Total Property Tax on Rentals 10,645.21

Recording Fees	12,979.50 ✓
Rent	3,300.00 ✓

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03/15/13
Cash Basis

DenSCO Investment Corporation
Profit & Loss
January through December 2012

PBC

	Jan - Dec 12
Repairs	
Repairs - 20th St	38.30 ✓
Repairs - 2243 W Morten Ave #1	1,387.08 ✓
Repairs - 2243 W Morten Ave #2	1,362.63 ✓
Repairs - 2243 W Morten Ave #3	4,891.28 ✓
Repairs - 2243 W Morten Ave #4	679.79 ✓
Repairs - 2243 W Morten Ave #5	2,742.59 ✓
Repairs - 2243 W Morten Ave #6	2,568.94 ✓
Repairs - 2249 W Morten Ave #1	1,517.78 ✓
Repairs - 2249 W Morten Ave #2	2,072.39 ✓
Repairs - 2249 W Morten Ave #3	650.99 ✓
Repairs - 2249 W Morten Ave #4	2,585.89 ✓
Repairs - 2249 W Morten Ave #5	2,470.42 ✓
Repairs - 2249 W Morten Ave #6	1,100.85 ✓
Repairs - 43rd Ave #B2	340.55 ✓
Repairs - 4730 W Northern Ave	-33.89 ✓
Repairs - 4th Street	241.48 ✓
Repairs - 69th Ave	5,217.08 ✓
Repairs - 74th Ave	450.00 ✓
Repairs - Avalon	1,060.75 ✓
Repairs - Crittenden Ln	202.89 ✓
Repairs - Date #4	414.30 ✓
Repairs - Diamond	2,676.04 ✓
Repairs - Grovers	3,866.25 ✓
Repairs - Monterey	1,948.00 ✓
Repairs - Palm	592.27 ✓
Repairs - Rose	2,122.49 ✓
Total Repairs	42,934.90
State Unemployment Tax	29.40 ✓
Telephone	
Cellular	1,080.00
Fax	165.00
Total Telephone	1,245.00
Travel & Ent	
Entertainment	1,012.25 ✓
Meals	3,757.42 ✓
Travel	1,022.80 ✓
Total Travel & Ent	5,792.52
Utilities	
SRP 2243 W Morten	743.80 ①
SRP 2249 W Morten	773.76 ②
Water - Sprinkler Morten	1,313.69 ①
Water 2243 W Morten	4,477.53 ①
Water 2249 W Morten	4,294.79 ②
Total Utilities	11,603.57
VOID	0.00
Wages	250,000.00 ✓
Web Site	620.00 ✓
Total Expense	5,699,904.49
Net Ordinary Income	609,064.90
Net Income	609,064.90

13332.81 ✓

10398.32 ✓

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7/25/13

DMP
7/1/13

4,769.72

2243 ① = 6535.02
2249 = ② = 5068.55

1/11

DENSCO INVESTMENT CORPORATION
 Adjusting Journal Entries
 12/31/2012

Ref #	Account Name	Debits	Credits
1	RENTAL EXPENSES A/D To record cy depreciation expense	63,929.00	63,929.00
2	ACCOUNTS RECEIVABLE A/D Land LOSS ON REPO Fixed Assets To record disposition of rentals	1,386,824.42 140,765.00	375,643.00 25,015.42 1,126,931.00
3	RENTAL EXPENSES RENTAL INCOME To record additional rental income and expense to agree to 1099	1,575.85	1,575.85
4	RETAINED EARNINGS INTEREST INCOME To correct retained earnings	4,858.00	4,858.00
5	Other Gains/Losses Other Income INVESTMENT IN P/S To record K-1 activity from Investors Title Holdings, LLC	4,715.94	2,284.00 2,431.94
6	DB Pension expense NOTES PAYABLE To record pension expense	290,039.00	290,039.00

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9/3/13

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Densco Investment Corp.
12/31/2012
Rental Summary

Property	Rental Income	Rental adjust	Total Rental Income	INSURANCE	MGMT FEES	REPAIRS	PROPERTY TAXES	UTILITIES	MISCELLANEOUS	Depreciation expenses	Total Rental (Income)/Loss
2	687 (AVE)	(735.00)	(735.00)	(40.25)	410.33	5,217.08	1,204.00	2,222.48	710.00	846.00	5,698
4	ROSE	(2,025.00)	(2,025.00)	(95.09)	1,304.00	2,222.48	1,204.00	2,222.48	710.00	846.00	2,131
5	2249 W. MORTEN W. MORTEN	(5,085.79)	(5,085.79)	(2,085.01)	7,009.56	10,638.32	9,634.89	5,089.55	1,757.73	21,911.00	14,988
8	43RD AVE #225	(1,800.00)	(1,800.00)	(22.41)	1,466.05	87.07	87.07	87.07	87.07	542.00	213
10	74TH AVE	(3,900.00)	(3,900.00)	(450.00)	480.00	450.00	450.00	450.00	450.00	795.00	1,695.00
12	DAYE	(785.96)	(785.96)	(12.89)	2,055.00	414.80	166.98	166.98	166.98	925.00	2,793
14	GROVERKS	(500.00)	(500.00)	(150.61)	269.39	3,886.45	2,480.00	2,480.00	2,480.00	1,218.00	5,183.97
16	PALM	(117.65)	(117.65)	(8.34)	592.27	1,138.00	1,138.00	1,138.00	1,138.00	261.00	746
TOTAL		(147,242.25)	(147,242.25)	(12,578.85)	2,973.71	26,235.49	47,994.90	10,648.21	11,693.57	53,929.00	11,129

1714 (1210)

ACE #3

DMP
9/3/13

DH
9/3/13

Danisco Investment Corp.
12/31/2012
Fixed asset disposals

Sold in 2012? Closing Statement Notes	DATE	DIAMOND	GROVERS	MONTERY	PALM	4730 W NORTHERN	A Via Camello	B Commonwealth	TOTAL
Selling price		35,000.00	87,000.00	82,000.00	52,900.00	180,000.00	115,000.00		
Closing Costs		(3,789.04)	(5,306.61)	(6,038.40)	(3,712.04)	(15,654.49)	(7,067.14)		
Building cost		80,972.00	114,809.00	68,726.00	57,750.00	53,753.00		1,126,931.00	
Adj Basis of building		(11,531.00)	(13,567.00)	(7,033.00)	(6,476.00)	(4,560.00)		(140,765.00)	
Land Basis		69,441.00	101,242.00	55,693.00	51,274.00	49,193.00		986,166.00	
Total Basis		28,990.00	38,269.00	20,969.00	19,250.00	17,947.00		375,643.00	
Gain/(Loss)		96,431.00	139,511.00	76,602.00	70,524.00	67,110.00		1,361,809.00	
PBC Gain/(Loss)		(65,220.04)	(57,817.63)	(30,840.40)	(21,336.04)	(22,610.11)	(53,796.83)	(50,362.15)	(745,539.80)
Difference		(40,653.83)	(68,632.87)	(59,035.49)	(33,206.20)	(23,699.00)	(23,343.11)	(53,796.83)	(50,362.15)
Bold Gain/(Loss) Assumed PBC is correct		(925.00)	(3,412.83)	(1,217.88)	(2,565.80)	(2,362.96)	(733.00)		(25,015.42)

A Never rented. Disposed of as regular 1231 property.
B Land. Disposed of on schedule D as long term.

1045,177.65
50,362.15
745,539.80
4747
544 D

FIDELITY NATIONAL TITLE AGENCY, INC.
 7025 N Scottsdale Rd, Ste 102, Scottsdale, AZ 85253
 Phone: (480)515-4585 Fax: (480)515-4579

ESTIMATED MASTER SETTLEMENT STATEMENT

Closed 4/20/12 #2

Date: April 17, 2012
 Settlement Date: April 18, 2012
 Buyer: ColFin AI-AZ 1, LLC
 Seller: DenSco Investment Corp.
 6132 W. Victoria Place
 Chandler, AZ 85226
 Property: 2232 N. 69th Avenue
 Phoenix, AZ 85035

Time: 02:14 PM
 Escrow No.: FTA12006052
 Escrow Officer: Lisa Carrino Boyle

DHS 7/25/13

SELLER		BUYER	
Debit	Credit	Debit	Credit
	73,000.00	73,000.00	
	Financial Consideration		
	Total Consideration		
	Deposit or Earnest money		700.00
	Prorations/Adjustments		
	County Taxes at \$795.32		235.33
	01/01/12 to 04/18/12		
	Commissions		
	Listing Broker's Commission to Dominion Real Estate Partners LLC 73,000.00 @ 1.50% = 1,095.00		
3,285.00			
	Selling Broker's Commission to Pivotal Investments 73,000.00 @ 3.00% = 2,190.00		
	Escrow Charges		
189.00		189.00	
	Settlement or Closing Fee		
	Fidelity National Title Agency, Inc.		
	Title Charges		
	Title Insurance		
	Fidelity National Title Insurance Company		
	ALTA Residential Title Insurance Policy (Plain Language) 1987		
30.00		30.00	
	Recording Service Fee		
	Fidelity National Title Agency, Inc.		
50.00		50.00	
	Title Inspection Fee		
	Fidelity National Title Agency, Inc.		
	Other Debits/Credits		
397.66			
	County Taxes 2nd 1/2 2011		
	Maricopa County Treasurer		
	102-40-218		
10.50			
	S.R.V.W.U.A.		
	Water Usage Tr. Fee		
4,663.49	73,000.00	73,269.00	935.33
	Subtotals		
	0.00		72,333.67
	Balance Due FROM		
68,336.51		0.00	
	Balance Due TO		
73,000.00	73,000.00	73,269.00	73,269.00
	TOTALS		

DMP 9/1/13

4,663.49
68,336.51
73,000.00

Buyer

[Signature]

ALL PAGES
2010 ELECTION
20 = 5639.56

SETTLEMENT STATEMENT

- 1. FHA
- 2. FMHA
- 3. CONV. UNINS.
- 4. VA
- 5. CONV. INS.

American Title Service Agency, LLC.
16150 N. Arrowhead Ftn Center
Suite 160
Peoria, AZ 85382

6. ESCROW FILE NUMBER:
00043099-042 CD

7. LOAN NUMBER:

8. MORTGAGE INSURANCE CASE NUMBER:

FINAL

C. NOTE: This form is furnished to give you a statement of actual settlement costs. Amounts paid to and by the settlement agent are shown. Items marked "(P.O.C.)" were paid outside the closing; they are shown here for informational purposes and are not included in the totals.

D. NAME OF BORROWER: INVISION CAPITAL MANAGEMENT LLC

ADDRESS OF BORROWER: 7400 E. McDONALD DR. #121
SCOTTSDALE, AZ 85250

E. NAME OF SELLER: DENSCO INVESTMENT CORPORATION

ADDRESS OF SELLER: 6132 W. Victoria Place
Chandler, AZ 85226

F. NAME OF LENDER:
ADDRESS OF LENDER:

G. PROPERTY LOCATION: 4901 W. CRITTENDEN LN.,
PHOENIX, AZ 85031
Maricopa 107-29-003
Lot(s) 3668, of MARYVALE TERRACE SIX, Map Book 72, Map Page 48

H. SETTLEMENT AGENT: American Title Service Agency, LLC.
PLACE OF SETTLEMENT: 16150 N. Arrowhead Ftn Center, Suite 160, Peoria, AZ 85382

I. SETTLEMENT DATE: 11/28/2012 PRORATION DATE: 11/28/2012

FUNDING DATE:
DISBURSE DATE:

I, the undersigned, hereby certify this to be a true and correct copy.
American Title Service
By: *[Signature]*

3
DHS
7/25/13

DMP
9/1/13

J. SUMMARY OF BORROWER'S TRANSACTION	K. SUMMARY OF SELLER'S TRANSACTION
100. Gross Amount Due From Borrower:	400. Gross Amount Due To Seller:
101 Contract Sales Price 61,000.00	401. Contract Sales Price 61,000.00
103. Settlement charges to Borrower (line 1400) 311.25	403. .
107. County Taxes 11/28/12-01/01/13 67.89	407. County Taxes 11/28/12-01/01/13 67.89
120. Gross Amount Due from borrower: 61,379.14	420. Gross Amount Due to Seller 61,067.89
200. Amounts Paid by or in-behalf of Borrower:	500. Reductions In Amount Due To Seller:
201 Deposit or earnest money 1,000.00	501. Excess deposit (see instructions)
202	502. Settlement charges to Seller (line 1400) 3,906.66
203 Existing loan(s) taken subject to	503. Existing loan(s) taken subject to
204. DEPOSIT 65,610.00	504. Payoff of first mortgage loan
205.	505. Payoff of second mortgage loan
220. Total Paid By/For Borrower 66,610.00	520. Total Reductions In Amount Due Seller 3,906.66
300. Cash at Settlement from/to Borrower:	600. Cash at Settlement to/from Seller:
301. Gross amount due from Borrower (line 120) 61,379.14	601. Gross amount due to Seller (line 420) 61,067.89
302. Less amount paid by/for Borrower (line 220) 66,610.00	602. Less reductions in amount due Seller (line 520) 3,906.66
303. Cash TO Borrower: 5,230.88	603. Cash TO Seller: 57,161.23

L. SETTLEMENT CHARGES:

700. Total Sales/Broker's Commission:

	Paid from Borrower's Funds at Settlement	Paid from Seller's Funds at Settlement
700. Total Sales/Broker's Commission:		
Based on Price \$61,000.00 @ 4.5% = 2,745.00		
Division of Commission (line 700) follows:		
701. \$ 915.00 to DOMINION REAL ESTATE PARTNERS, LLC		
702. \$ 1,830.00 to REALTY ONE GROUP		
\$ 0.00 to		
703. Commission paid at settlement		2,745.00
704.		
705.		
706.		
707.		
708.		
800. Items Payable In Connection With Loan:		
900. Items Required By Lender To Be Paid In Advance:		
1000. Reserves Deposited With Lender:		
1002. Mortgage Insurance		
1008. AGGREGATE ADJUSTMENT months @ \$	0.00	
1100. Title Charges:		
1101. Settlement or closing fee to American Title Service Agency, LLC.	285.25	285.25
1109. Lender's coverage \$ 0.00 to American Title Service Agency, LLC.		
1110. Owner's coverage \$ 61,000.00 to American Title Service Agency, LLC.		486.00
1200. Government Recording and Transfer Charges		
1201. Recording Fees: Deed \$ Mortgage \$ Release \$	26.00	26.00
1300. Additional Settlement Charges:		
1303. 2ND HALF 2012 to MARICOPA COUNTY TREASURER		384.41
1400. Total Settlement Charges (Enter on line 103, Section J - and- line 502, Section K)	311.25	3,906.66

DHS
7/25/13

DMP
9/1/12

FIDELITY NATIONAL TITLE AGENCY, INC.
 7025 N Scottsdale Rd, Ste 102, Scottsdale, AZ 85253
 Phone: (480)515-4585 Fax: (480)515-4579

ESTIMATED MASTER SETTLEMENT STATEMENT

*PAID
4-20-12*

*DH
7/25/13*

Date: April 17, 2012 ✓
Settlement Date: April 18, 2012 ✓
Buyer: ColFin AI-AZ 1, LLC
Seller: Densco Investment Corp
 6132 W. Victoria Place
 Chandler, AZ 85226
Property: 6444 W. Rose Lane
 Phoenix, AZ 85031

Time: 02:10 PM
Escrow No.: FTA12006049
Escrow Officer: Lisa Carrino Boyle

1

*DMP
9/1/13*

SELLER			BUYER	
Debit	Credit		Debit	Credit
		Financial Consideration		
	60,000.00	Total Consideration	60,000.00	
		Deposit or Earnest money		600.00
		Security Deposit		1,200.00
		Prorations/Adjustments		
		County Taxes at \$563.54 01/01/12 to 04/18/12		166.75
		Rent 04/18/12 to 05/01/12		173.33
		Commissions		
		Listing Broker's Commission to Dominion Real Estate Partners LLC 60,000.00 @ 1.50% = 900.00		
2,700.00		Selling Broker's Commission to Pivotal Investments 60,000.00 @ 3.00% = 1,800.00		
		Escrow Charges		
189.00		Settlement or Closing Fee Fidelity National Title Agency, Inc.	189.00	
		Title Charges		
408.00		Title Insurance Fidelity National Title Insurance Company ALTA Residential Title Insurance Policy (Plain Language) 1987		
30.00		Recording Service Fee Fidelity National Title Agency, Inc.	30.00	
50.00		Title Inspection Fee Fidelity National Title Agency, Inc.	50.00	
		Other Debits/Credits		
283.77		County Taxes 2nd 1/2 2011 Maricopa County Treasurer 144-67-003		
10.50		S.R.V.W.U.A. Water Usage Transfer Fee		
5,209.35	60,000.00	Subtotals	60,269.00	2,140.08
	0.00	Balance Due FROM		58,128.92
		Balance Due TO	0.00	
60,000.00	60,000.00	TOTALS	60,269.00	60,269.00

Buyer

[Signature]

FIDELITY NATIONAL TITLE AGENCY, INC.
 7025 N Scottsdale Rd, Ste 102, Scottsdale, AZ 85253
 Phone: (480)515-4585 Fax: (480)515-4579

ESTIMATED MASTER SETTLEMENT STATEMENT

Date: April 17, 2012 ✓
Settlement Date: April 18, 2012 ✓
Buyer: ColFin AF-AZ, LLC
Seller: Densco Investment Corporation
 6132 W. Victoria Place
 Chandler, AZ 85226
Property: 4229 N. 74th Lane
 Phoenix, AZ 85033

Time: 02:20 PM
Escrow No.: FTA12006055
Escrow Officer: Lisa Carrino Boyle

#10
 D4,
 7/25/13

DMP
 9/1/13

SELLER		BUYER	
Debit	Credit	Debit	Credit
			Financial Consideration
	60,000.00	60,000.00	Total Consideration
			Deposit or Earnest money
500.00			Security Deposit
			Prorations/Adjustments
168.39			County Taxes at \$569.10
			01/01/12 to 04/18/12
368.33			Rent 04/18/12 to 05/01/12
			Commissions
			Listing Broker's Commission to Dominion Real Estate Partners LLC 60,000.00 @ 1.50% = 900.00
2,700.00			Selling Broker's Commission to Pivotal Investments 60,000.00 @ 3.00% = 1,800.00
			Escrow Charges
189.00		189.00	Settlement or Closing Fee Fidelity National Title Agency, Inc.
			Title Charges
408.00			Title Insurance Fidelity National Title Insurance Company ALTA Residential Title Insurance Policy (Plain Language) 1987
30.00		30.00	Recording Service Fee Fidelity National Title Agency, Inc.
50.00		50.00	Title Inspection Fee Fidelity National Title Agency, Inc.
284.55			Other Debits/Credits County Taxes 2nd 1/2 2011 Maricopa County Treasurer 144-38-112
4,698.27	60,000.00	60,269.00	Subtotals
	0.00		Balance Due FROM
55,301.73		0.00	Balance Due TO
60,000.00	60,000.00	60,269.00	TOTALS

Buyer

FIDELITY NATIONAL TITLE AGENCY, INC.
 7025 N Scottsdale Rd, Ste 102, Scottsdale, AZ 85253
 Phone: (480)515-4585 Fax: (480)515-4579

Closed
4-20-12

ESTIMATED MASTER SETTLEMENT STATEMENT

Date: April 17, 2012
Settlement Date: April 18, 2012 ✓
Buyer: ColFin AI-AZ 1, LLC
 8151 E. Indian Bend Road #101
 Scottsdale, AZ 85250
Seller: Densco Investment
 6132 W. Victoria Place
 Chandler, AZ 85226
Property: 5811 W. Avalon Drive
 Phoenix, AZ 85031

Time: 02:02 PM
Escrow No.: FTA12006047
Escrow Officer: Lisa Carrino Boyle

11
 D#3
 7/25/13

SELLER		BUYER	
Debit	Credit	Debit	Credit
			Financial Consideration
	63,000.00	63,000.00	Total Consideration
			Deposit or Earnest money 600.00
500.00			Security Deposit 500.00
			Prorations/Adjustments
1,176.23			County Taxes at \$595.60 176.23
			01/01/12 to 04/18/12
387.83			Rent 04/18/12 to 05/01/12 387.83
			Commissions
			Listing Broker's Commission to Dominion Real Estate Partners LLC 63,000.00 @ 1.50% = 945.00
2,835.00			Selling Broker's Commission to Pivotal Investments 63,000.00 @ 3.00% = 1,890.00
			Escrow Charges
189.00		189.00	Settlement or Closing Fee Fidelity National Title Agency, Inc.
			Title Charges
428.00			Title Insurance Fidelity National Title Insurance Company ALTA Homeowner's Policy of Title Insurance (02/03/2010)
30.00		30.00	Recording Service Fee Fidelity National Title Agency, Inc.
50.00		50.00	Title Inspection Fee Fidelity National Title Agency, Inc.
			Other Debits/Credits
297.80			County Taxes 2nd 1/2 2011 Maricopa County Treasurer 103-10-033
10.50			S.R.V.W.U.A. Water Usage Tr. Fee
4,904.35	63,000.00	63,269.00	Subtotals 1,664.06
	0.00		Balance Due FROM 61,604.94
58,095.64			Balance Due TO 0.00
63,000.00	63,000.00	63,269.00	TOTALS 63,269.00

DMP
 9/1/13

Buyer

SETTLEMENT STATEMENT

Pioneer Title Agency, Inc.
2152 South Vineyard
Suite 108
Mesa, AZ 85210

PRE-AUDIT - Figures subject to change

C. NOTE: This form is furnished to give you a statement of actual settlement costs. Amounts paid to and by the settlement agent are shown. Items marked "(P.O.C.)" were paid outside the closing; they are shown here for informational purposes and are not included in the totals.

1. FHA 2. FMHA 3. CONV. UNINS.
4. VA 6. CONV. INS.

6. ESCROW FILE NUMBER: 03952259-033 SFS 7. LOAN NUMBER:
8. MORTGAGE INSURANCE CASE NUMBER:

D. NAME OF BORROWER: T and G Investors, LLC, an Utah Limited Liability Company

ADDRESS OF BORROWER: 2753 E. Broadway Rd # 101-163
Mesa, AZ 85204

E. NAME OF SELLER: DenSco Investments Corporation, an Arizona Corporation

ADDRESS OF SELLER:

F. NAME OF LENDER: Cash Transaction
ADDRESS OF LENDER:

G. PROPERTY LOCATION: 1117 E. Diamond St,
Phoenix, AZ 85008
Maricopa 116-28-130-B
Lot(s) 75, of Diamond Heights Addition, Map Book 4, Map Page 1

H. SETTLEMENT AGENT: Pioneer Title Agency, Inc.
PLACE OF SETTLEMENT: 2152 South Vineyard, Suite 109, Mesa, AZ 85210

I. SETTLEMENT DATE: 12/10/2012 PRORATION DATE: 12/10/2012 FUNDING DATE:
DISBURSE DATE:


J. SUMMARY OF BORROWER'S TRANSACTION		K. SUMMARY OF SELLER'S TRANSACTION	
101. Contract Sales Price	35,000.00	401. Contract Sales Price	35,000.00
103. Settlement charges to Borrower (line 1400)	175.00	403.	
106. City/Town Taxes 12/10/12-01/01/13	34.83	408. City/Town Taxes 12/10/12-01/01/13	34.83
120. Gross Amount Due from borrower.	35,209.83	420. Gross Amount Due to Seller	35,034.83
201. Deposit or earnest money	500.00	501. Excess deposit (see instructions)	
202.		502. Settlement charges to Seller (line 1400)	2,818.90
203. Existing loan(s) taken subject to		503. Existing loan(s) taken subject to	
205.		506. Payoff of second mortgage loan	
206. Security/Cleaning/Key Deposit	500.00	508. Security/Cleaning/Key Deposit	500.00
213. Rent 12/10/12-01/01/13	470.14	513. Rent 12/10/12-01/01/13	470.14
220. Total Paid By/For Borrower	1,470.14	520. Total Reductions in Amount Due Seller	3,789.04
301. Gross amount due from Borrower (line 120)	35,209.83	601. Gross amount due to Seller (line 420)	35,034.83
302. Less amount paid by/for Borrower (line 220)	1,470.14	602. Less reductions in amount due Seller (line 520)	3,789.04
303. Cash FROM Borrower:	33,739.69	603. Cash TO Seller:	31,245.79

13

DHS
7/25/13

OMP

9/1/13

INITIALS: 

L SETTLEMENT CHARGES:

700 Total Sales/Broker's Commission:		
	Paid from Borrower's Funds at Settlement	Paid from Seller's Funds at Settlement
700. Total Sales/Broker's Commission:		
Based on Price \$35,000.00 @ 4.5% = 1,575.00		
Division of Commission (line 700) follows:		
701. \$ 525.00 to Dominion Real Estate Partners, LLC		
702. \$ 1,050.00 to Ann Adams & Associates		
\$ 0.00 to		
703. Commission paid at settlement	DHS 7/25/13	DMP 9/1/13
704.		1,575.00
705.		
706.		
707.		
708.		
1000 Items Received by Lender or Borrower in Advance:		
1002 Mortgage Insurance		
1008. Aggregate Adjustment months @ \$	0.00	
1100 Title Charges:		
1101. Settlement or closing fee to Pioneer Title Agency, Inc.	150.00	150.00
1109. Lender's coverage \$ 0.00 to Pioneer Title Agency, Inc.		
1110. Owner's coverage \$ 35,000.00 to Pioneer Title Agency, Inc.		803.00
1200 Government Recording and Transfer Charges:		
1201. Recording Fees: Deed \$ 25.00 Mortgage \$ Release \$	25.00	
1208. Affidavit of Value to Pioneer Title Agency, Inc.		2.00
1300 Additional Settlement Charges:		
1303. 1 1/2 2012 County Taxes to Maricopa County Treasurer (Seller \$288.90 POC)		
1304. 2nd half of 2012 taxes to Maricopa County Treasurer		288.90
1400. Total Settlement Charges (Enter on line 103, Section J -and- line 502, Section K)	175.00	2,818.90

INITIALS: 



A. Settlement Statement (HUD-1)

OMB Approval No. 2502-0265

Lawyers Title of Arizona, Inc.
17100 N 67th Ave, Bldg 2, #200
Glendale, AZ 85308

FINAL

B. Type of Loan		6. File Number: 01784619-523 T81		7. Loan Number: 10210143		8. Mortgage Insurance Case Number: 023-4875514-703	
1. <input type="checkbox"/> FHA	2. <input type="checkbox"/> RHS	3. <input type="checkbox"/> Conv. Unins.					
4. <input type="checkbox"/> VA	5. <input type="checkbox"/> Conv. Ins						

C. Note: This form is furnished to give you a statement of actual settlement costs. Amounts paid to and by the settlement agent are shown. Items marked "(p.o.c.)" were paid outside the closing; they are shown here for informational purposes and are not included in the totals.

D. Name of Borrower: EDDIE WAYNE KOBIN Jr.

Address of Borrower: 1617 W. WOOD DR
PHOENIX, AZ 85029

19 DHS
7/25/13

E. Name of Seller: DENSCO INVESTMENT, INC

Address of Seller: 6132 W. VICTORIA PL
CHANDLER, AZ 85226

This is to certify that this is a true, true and complete copy of the Original.
Lawyers Title of Arizona, Inc.
By: *[Signature]*

F. Name of Lender: V.I.P. MORTGAGE, INC
Address of Lender: 4900 N. SCOTTSDALE RD. #6000 SCOTTSDALE, AZ 85251

OMP
9/1/13

G. Property Location: 3420 W. GROVERS AVE.,
PHOENIX, AZ 85053
Maricopa 207-02-313
Lot 306, of UNION HILLS ESTATES, Map Book 147, Map Page 43

H. Settlement Agent: Lawyers Title of Arizona, Inc.
(623) 979-6060
17100 N 67th Ave, Bldg 2, #200, Glendale, AZ 85308
Place of Settlement: Lawyers Title of Arizona, Inc.
(623) 979-6060
17100 N 67th Ave Bldg 2, #200 Glendale, AZ 85308

I. Settlement Date: 04/24/2012 Proration Date: 04/24/2012 Funding Date: 04/24/2012 Disburse Date: 04/24/2012

J. Summary of Borrower's Transaction	
100. Gross Amount Due from Borrower	
101. Contract sales price	87,000.00
102. Personal property	
103. Settlement charges to borrower (line 1400)	6,103.24
104.	
105.	
Adjustments for items paid by seller in advance	
106. City/town taxes	to
107. County taxes	to
108. Assessments	to
109.	
110.	
111.	
112.	
113.	
114.	
115.	
120. Gross Amount Due from Borrower	93,103.24
200: Amounts Paid by or in Behalf of Borrower	
201. Deposit or earnest money	3,500.00
202. Principal amount of new loan(s)	82,845.00
203. Existing loan(s) taken subject to	
204. Cash Payment & Closing Costs	3,000.00
205. LENDER CREDIT	500.00
206. Commission Credit	2,509.16
207. Seller Paid Owners Policy	524.00
208.	
209.	
Adjustments for items unpaid by seller	
210. City/town taxes	to
211. County taxes	01/01/2012 to 04/24/2012 225.08
212. Assessments	to
213.	
214.	
215.	
216.	
217.	

K. Summary of Seller's Transaction	
400. Gross Amount Due to Seller	
401. Contract sales price	87,000.00
402. Personal property	
403.	
404.	
405.	
Adjustments for items paid by seller in advance	
406. City/town taxes	to
407. County taxes	to
408. Assessments	to
409.	
410.	
411.	
412.	
413.	
414.	
415.	
420. Gross Amount Due to Seller	87,000.00
500: Reductions in Amount Due to Seller	
501. Excess deposit (see instructions)	
502. Settlement charges to seller (line 1400)	4,557.53
503. Existing loan(s) taken subject to	
504. Payoff of first mortgage loan	
505. Payoff of second mortgage loan	
506.	
507. Seller Paid Owners Policy	524.00
508.	
509.	
Adjustments for items unpaid by seller	
510. City/town taxes	to
511. County taxes	01/01/2012 to 04/24/2012 225.08
512. Assessments	to
513.	
514.	
515.	
516.	
517.	

LDP000154

L Settlement Charges				Paid From Borrower's Funds at Settlement	Paid From Seller's Funds at Settlement
700. Total Real Estate Broker Fees:					
Division of commission (line 700) follows:					
701.	\$ 1,305.00	to Dominori Real Estate Partners			
702.	\$ 2,610.00	to Re/Max Desert Showcase			
703.	Commission paid at settlement				3,915.00
704.					
800. Items Payable in Connection with Loan					
801.	Our origination charge Includes Origination Points \$820.25	\$ 2,580.25	(from GFE #1)		
802.	Your credit or charge (points) for the specific interest rate chosen \$		(from GFE #2)		
803.	Your adjusted origination charges		(from GFE A)	2,580.25	
804.	Appraisal fee to BROAD STREET VALUATIONS, INC		(from GFE #3) (POCB \$410.00)		
805.	Credit report to ADVANTAGE CREDIT OF CO		(from GFE #3)	88.50	
806.	Tax service		(from GFE #3)		
807.	Flood certification to CORELOGIC		(from GFE #3)	11.00	
808.					
900. Items Required by Lender to Be Paid in Advance					
901.	Daily interest charges from 04/24/2012 to 05/01/2012 @ \$9.6463 /day		(from GFE #10)	67.52	
902.	Mortgage insurance premium for months to HUD		(from GFE #3)	820.25	
903.	Homeowner's insurance for years to BENNET & PORTER		(from GFE #11)	431.58	
904.					
1000. Reserves Deposited with Lender:					
1001.	Initial deposit for your escrow account		(from GFE #9)	287.16	
1002.	Homeowner's insurance 3 months @ \$ 35.9600	\$ 107.88			
1003.	Mortgage insurance 0 months @ \$ 78.0000	\$			
1004.	Property taxes 3 months @ \$ 59.7600	\$ 179.28			
1005.	months @ \$	\$			
1006.	months @ \$	\$			
1007.	Aggregate adjustment	\$			
1100. Title Charges:					
1101.	Title services and lender's title insurance		(from GFE #4)	1,253.00	
1102.	Settlement or closing fee to Lawyers Title of Arizona, Inc.	\$ 427.00			244.00
1103.	Owner's title insurance to Lawyers Title of Arizona, Inc.	\$ 524.00	(from GFE #5)	524.00	
1104.	Lender's title insurance to Lawyers Title of Arizona, Inc.	\$ 726.00			
1105.	Lender's title policy limit \$82,845				
1106.	Owner's title policy limit \$87,000				
1107.	Agent's portion of the total title insurance premium to Lawyers Title of Arizona, Inc.	\$ 1,100.00			
1108.	Underwriter's portion of the total title insurance premium to Commonwealth Land Title Insurance Company	\$ 150.00			
1109.	Notary Signing Fee to KASANDRA A. MANDINA	\$ 100.00			
1200. Government Recording and Transfer Charges					
1201.	Government recording charges		(from GFE #7)	40.00	40.00
1202.	Deed \$ Mortgage \$ Release \$				
1203.	Transfer taxes		(from GFE #8)		
1204.	City/County tax/stamps Deed \$ Mortgage \$				
1205.	State tax/stamps Deed \$ Mortgage \$				
1206.	Excise Tax Deed \$				
1207.	RECORDING SERVICE FEE to Lawyers Title of Arizona, Inc.	\$ 80.00			
1300. Additional Settlement Charges					
1301.	Required services that you can shop for		(from GFE #6)		
1302.		\$			
1303.		\$			
1304.					
1305.					
1306.	2ND 1/2 2011 TAXES to MARICOPA COUNTY TREASURER				358.53
1400. Total Settlement Charges (enter on lines 103 Section J and 502 Section K)				6,103.24	4,557.53

DH
7/25/13

DMP
9/1/13

POCB = Paid outside of closing by Borrower POCB = Paid outside of closing by Seller POCL = Paid outside of closing by Lender POCM = Paid outside of closing by Mortgage broker

V.I.P. MORTGAGE, INC

10210143

Comparison of Good Faith Estimate (GFE) and HUD-1 Charges		Good Faith Estimate	HUD-1
Charges That Cannot Increase			
	HUD-1 Line Number		
Our origination charge	# 801	2,580.25	2,580.25
Your credit or charge (points) for the specific interest rate chosen	# 802	0.00	0.00
Your adjusted origination charges	# 803	2,580.25	2,580.25
Transfer taxes	#1203	0.00	0.00
	Total	2,580.25	2,580.25

DHS
7/25/1

Charges That In Total Cannot Increase More Than 10%		Good Faith Estimate	HUD-1
Government recording charges	#1201	40.00	40.00
Appraisal fee	# 804	410.00	410.00
Credit report	# 805	59.00	88.50
Flood certification	# 807	11.00	11.00
Mortgage insurance premium	# 902	820.26	820.26
Title services and lender's title insurance	#1101	1,096.00	1,253.00
Owner's title insurance	#1103	748.00	524.00
	Total	3,184.26	3,146.76
(Increase between GFE and HUD-1 Charges)		\$ (37.50) or	(1.18)%

DMP
9/1/1

Charges That Can Change		Good Faith Estimate	HUD-1
Initial deposit for your escrow account	#1001	287.16	287.16
Daily interest charges	# 901 \$9.6463 /day	106.15	67.52
Homeowner's insurance	# 903	431.52	431.58

Loan Terms

Your initial loan amount is \$ 82,845.00

Your loan term is 30 years

Your initial interest rate is 4.25 %

Your initial monthly amount owed for principal, interest, and any mortgage insurance is \$ 485.55 Includes

Principal
 Interest
 Mortgage Insurance

Can your interest rate rise?
 No. Yes, it can rise to a maximum of % . The first change will be on and can change again every after . Every change date, your interest rate can increase or decrease by % . Over the life of the loan, your interest rate is guaranteed to never be lower than % or higher than % .

Even if you make payments on time, can your loan balance rise?
 No. Yes, it can rise to a maximum of \$

Even if you make payments on time, can your monthly amount owed for principal, interest, and mortgage insurance rise?
 No. Yes, the first increase can be on and the monthly amount owed can rise to \$
 The maximum it can ever rise to is \$

Does your loan have a prepayment penalty?
 No. Yes, your maximum prepayment penalty is \$

Does your loan have a balloon payment?
 No. Yes, you have a balloon payment of \$ due in years on

Total monthly amount owed including escrow account payments
 You do not have a monthly payment for items, such as property taxes and homeowner's insurance. You must pay these items directly yourself.
 You have an additional monthly escrow payment of \$ 95.72 that results in a total initial monthly amount owed of \$ 581.27 . This includes principal, interest, any mortgage insurance and any items checked below

DP000156
9/1/1

CHICAGO TITLE AGENCY, INC.
 14200 N. Northsight Blvd., Ste. 100, Scottsdale, AZ 85260
 Phone: (480)998-9298 Fax: (480)998-9307

FINAL MASTER SETTLEMENT STATEMENT

#/6

Date: February 21, 2012 ✓
 Settlement Date: February 17, 2012 ✓
 Buyer: J & J Elsen Family Trust
 6101 E Lafayette
 Scottsdale, AZ 85251
 Seller: Densco Investment Inc.
 6132 W Victoria Pl
 Chandler, AZ 85226
 Property: 3538 West Palm Lane
 Phoenix, AZ 85009

Time: 08:10 AM
 Escrow No.: CTA1200977
 Escrow Officer: DIAnna Jackman

THIS IS A TRUE AND CORRECT
 COPY OF THE ORIGINAL
 CHICAGO TITLE AGENCY, INC.

DHS
 7/25/12

SELLER		BUYER	
Debit	Credit	Debit	Credit
	52,900.00	52,900.00	
	Financial Consideration		
	Total Consideration		
	Deposit or Earnest money		1,000.00
	Proportions/Adjustments		
56.51	County Taxes at \$440.06		56.51
	01/01/12 to 02/17/12		
	Commissions		
	Listing Broker's Commission to Dominion Real Estate Partners 52,900.00 @ 1.50% = 793.50		
2,380.50	Selling Broker's Commission to HOME SMART 52,900.00 @ 3.00% = 1,587.00		
	Escrow Charges		
270.00	Closing Fee Chicago Title Agency, Inc.	270.00	
	Title Charges		
360.00	Title Insurance Chicago Title Insurance Company ALTA Homeowner's Policy of Title Insurance (02/03/2010)		
	Recording Charges		
30.00	Recording Fees Chicago Title Agency, Inc.	30.00	
	Other Debits/Credits		
395.00	Home Warranty American Home Shield		
220.03	County Taxes 2nd half 2011 Maricopa County Treasurer 108-19-140		
3,712.04	Subtotals	53,200.00	1,056.51
	0.00 Balance Due FROM		52,143.49
49,187.96	Balance Due TO	0.00	
52,900.00	TOTALS	53,200.00	53,200.00

DMP
 9/1/12

DP000158



A. Settlement Statement (HUD-1)

Grand Canyon Title Agency, Inc.
6910 E. Chauncey Lane #120
Phoenix, AZ 85054

OMB Approval No. 2602-0265

ESTIMATED

Signed

B. Type of Loan
1. FHA 2. RHS 3. Conv. Unins. 4. VA 5. Conv. Ins. 6. File Number: 57001507-057 MKZ 7. Loan Number: 2012060096 8. Mortgage Insurance Policy Number:

C. Note: This form is furnished to give you a statement of actual settlement costs. Amounts paid to and by the settlement agent are shown. Items marked "(p.o.c.)" were paid outside the closing; they are shown here for informational purposes and are not included in the totals.

D. Name of Borrower: Laura Sole
Address of Borrower: 7700 E. Gaiway Ranch Rd Unit 203
Scottsdale, AZ 85258

E. Name of Seller: Densco Investment Corporation, an Arizona corporation
Address of Seller: 6132 W. Victoria Pl.
Chandler, AZ 85228

F. Name of Lender: The Lending Company
Address of Lender: 6910 E. Chauncey Lane, #220 Phoenix, AZ 85054

G. Property Location: 7920 E. Via Camello, Lot 49
Scottsdale, AZ 85258
Merleopa 177-02-100-B
Unit 49, of CAMELLO VISTA, Map Book 162, Map Page 34

H. Settlement Agent: Grand Canyon Title Agency, Inc.
(480) 419-7575
6910 E. Chauncey Lane #120, Phoenix, AZ 85054
Place of Settlement: (480) 419-7575
6910 E. Chauncey Lane #120 Phoenix, AZ 85054

I. Settlement Date: 08/03/2012 Proration Date: Funding Date: Disburse Date:

Summary of Borrower's Transaction and Summary of Seller's Transaction tables with line items 100-303 and 400-603.

Handwritten notes: 9/16/12, 1/44, 708, 92, DHS, 7/25/13, DMP, 7/1/13

Never Paid

DP000159

STEWART TITLE & TRUST OF PHOENIX, INC.

2930 E. Camelback Road, Suite #210, Phoenix, AZ 85016
 Phone: (480) 557-4560 Fax: (602) 508-8375

ESTIMATED

*PAID
12-19-12*

*DHS
7/25/13*

Buyer(s): Gunts, LLC

Seller(s): DenSco Investment Corporation

Property: 655 E. Commonwealth Avenue
 Chandler, AZ 86225

File Number: 12101010-010 LR

Officer: Lynne Russell

Close Date: 12/19/2012

Proration Date: 12/19/2012

Date Prepared: 12/19/2012

*DMF
7/1/13*

Buyer		Description	Seller	
Debit	Credit		Debit	Credit
115,000.00		TOTAL CONSIDERATION:		115,000.00
	1,000.00	Deposit/Earnest Money		
250.00		ESCROW AND TITLE CHARGES:		
		Escrow Fee to Stewart Title & Trust of Phoenix, Inc.	250.00	
		Owners Policy for \$115,000.00 to Stewart Title & Trust of Phoenix, Inc.	753.00	
8.50		RECORDING FEES:		
		Recording Fees to Stewart Title & Trust of Phoenix, Inc.	8.50	
		ADDITIONAL CHARGES:		
		2nd 1/2 2012 Taxes-303-04-084D to Maricopa County Treasurer	880.64	
62.56		PRORATIONS AND ADJUSTMENTS:		
		County Taxes From 12/19/2012 to 01/01/2013 Based on the Annual amount of \$1,761.28		62.56
		COMMISSIONS:		
		Commission \$1,725.00 to Dominion Real Estate Partners, L.L.C.	5,175.00	
		\$3,450.00 to KLMN Properties, Inc.		
115,321.08	1,000.00	Sub Totals	SubTotals	
	114,321.08	Balance Due From Buyer	Proceeds Due Seller	
115,321.08	115,321.08	Totals	Totals	
			7,067.14	116,062.56
			107,995.42	
			115,062.56	115,062.56

*Leak money
money for home*

Land - NOT RENT

Line	Code	Entity	Address	City	State	Zip	Phone	Fax	Web	Notes
1820	Chis	PMI	2444 N Sun Lane							
1821	Chis	PMI	2444 N Sun Lane							
1822	Chis	PMI	2444 N Sun Lane							
1823	Chis	PMI	2444 N Sun Lane							
1824	Chis	PMI	2444 N Sun Lane							
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1898	Chis	PMI	2444 N Sun Lane							
1899	Chis	PMI	2444 N Sun Lane							
1900	Chis	PMI	2444 N Sun Lane							

Line	Code	Name	Address	City	State	Zip	Phone	Account	Balance	Due	Days	Notes
1473	PG	MCA Enterprises, LLC	901 W. Sycamore Dr.	St. Louis	MO	63107	314-863-8800	1473	20,000.00	1/15/2013	15	On Hand
1474	PG	MTI Holdings, LLC	2525 N. 12th Street	St. Louis	MO	63104	314-863-8800	1474	19,000.00	1/15/2013	15	On Hand
1475	PG	Energy Investments, LLC	2825 N. 4th Street	St. Louis	MO	63104	314-863-8800	1475	19,000.00	1/15/2013	15	On Hand
1476	PG	Energy Investments, LLC	2825 N. 4th Street	St. Louis	MO	63104	314-863-8800	1476	19,000.00	1/15/2013	15	On Hand
1477	PG	Energy Investments, LLC	2825 N. 4th Street	St. Louis	MO	63104	314-863-8800	1477	19,000.00	1/15/2013	15	On Hand
1478	PG	Energy Investments, LLC	2825 N. 4th Street	St. Louis	MO	63104	314-863-8800	1478	19,000.00	1/15/2013	15	On Hand
1479	PG	Energy Investments, LLC	2825 N. 4th Street	St. Louis	MO	63104	314-863-8800	1479	19,000.00	1/15/2013	15	On Hand
1480	PG	Energy Investments, LLC	2825 N. 4th Street	St. Louis	MO	63104	314-863-8800	1480	19,000.00	1/15/2013	15	On Hand
1481	PG	Energy Investments, LLC	2825 N. 4th Street	St. Louis	MO	63104	314-863-8800	1481	19,000.00	1/15/2013	15	On Hand
1482	PG	Energy Investments, LLC	2825 N. 4th Street	St. Louis	MO	63104	314-863-8800	1482	19,000.00	1/15/2013	15	On Hand
1483	PG	Energy Investments, LLC	2825 N. 4th Street	St. Louis	MO	63104	314-863-8800	1483	19,000.00	1/15/2013	15	On Hand
1484	PG	Energy Investments, LLC	2825 N. 4th Street	St. Louis	MO	63104	314-863-8800	1484	19,000.00	1/15/2013	15	On Hand
1485	PG	Energy Investments, LLC	2825 N. 4th Street	St. Louis	MO	63104	314-863-8800	1485	19,000.00	1/15/2013	15	On Hand
1486	PG	Energy Investments, LLC	2825 N. 4th Street	St. Louis	MO	63104	314-863-8800	1486	19,000.00	1/15/2013	15	On Hand
1487	PG	Energy Investments, LLC	2825 N. 4th Street	St. Louis	MO	63104	314-863-8800	1487	19,000.00	1/15/2013	15	On Hand
1488	PG	Energy Investments, LLC	2825 N. 4th Street	St. Louis	MO	63104	314-863-8800	1488	19,000.00	1/15/2013	15	On Hand
1489	PG	Energy Investments, LLC	2825 N. 4th Street	St. Louis	MO	63104	314-863-8800	1489	19,000.00	1/15/2013	15	On Hand
1490	PG	Energy Investments, LLC	2825 N. 4th Street	St. Louis	MO	63104	314-863-8800	1490	19,000.00	1/15/2013	15	On Hand
1491	PG	Energy Investments, LLC	2825 N. 4th Street	St. Louis	MO	63104	314-863-8800	1491	19,000.00	1/15/2013	15	On Hand
1492	PG	Energy Investments, LLC	2825 N. 4th Street	St. Louis	MO	63104	314-863-8800	1492	19,000.00	1/15/2013	15	On Hand
1493	PG	Energy Investments, LLC	2825 N. 4th Street	St. Louis	MO	63104	314-863-8800	1493	19,000.00	1/15/2013	15	On Hand
1494	PG	Energy Investments, LLC	2825 N. 4th Street	St. Louis	MO	63104	314-863-8800	1494	19,000.00	1/15/2013	15	On Hand
1495	PG	Energy Investments, LLC	2825 N. 4th Street	St. Louis	MO	63104	314-863-8800	1495	19,000.00	1/15/2013	15	On Hand
1496	PG	Energy Investments, LLC	2825 N. 4th Street	St. Louis	MO	63104	314-863-8800	1496	19,000.00	1/15/2013	15	On Hand
1497	PG	Energy Investments, LLC	2825 N. 4th Street	St. Louis	MO	63104	314-863-8800	1497	19,000.00	1/15/2013	15	On Hand
1498	PG	Energy Investments, LLC	2825 N. 4th Street	St. Louis	MO	63104	314-863-8800	1498	19,000.00	1/15/2013	15	On Hand
1499	PG	Energy Investments, LLC	2825 N. 4th Street	St. Louis	MO	63104	314-863-8800	1499	19,000.00	1/15/2013	15	On Hand
1500	PG	Energy Investments, LLC	2825 N. 4th Street	St. Louis	MO	63104	314-863-8800	1500	19,000.00	1/15/2013	15	On Hand

Account No.	Entity Name	Address	City	State	Zip	Phone	Account Type	Balance	Interest	Rate	Term	Start Date	End Date	Notes
3712	Zenopool Holdings, LLC	429 S 31st Street	Phoenix	AZ	85004		Mezz. 65204	180,000.00	\$			10/22/2012	12/22/2013	
3713	\$			
3714	\$			
3715	\$			
3716	\$			
3717	\$			
3718	\$			
3719	\$			
3720	\$			
3721	\$			
3722	\$			
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3798	\$			
3799	\$			
3800	\$			

Account No.	Name	Address	City	State	Zip	Phone	Balance	Due Date	Amount	Payment	Interest	Penalty	Notes
3225	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		135,000.00						
3226	Harper Realty	1250 N. 12th St	Tampa	FL	33606		185,000.00	81.42%	1/18/2012	500.00	12/29/2012	67.50	
3227	ACS, LLC	4910 N 75th Ave	Tampa	FL	33617		200,000.00						
3228	Easy Investments, LLC	107 W Van Ness Dr	Tampa	FL	33607		200,000.00						
3229	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		140,000.00						
3230	Michael Tamela	826 W Dale St	Tampa	FL	33609		250,000.00						
3231	Genar Westcott, LLC	4534 S. General Ave	Tampa	FL	33613		200,000.00						
3232	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3233	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3234	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3235	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3236	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3237	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3238	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3239	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3240	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3241	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3242	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3243	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3244	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3245	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3246	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3247	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3248	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3249	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3250	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3251	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3252	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3253	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3254	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3255	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3256	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3257	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3258	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3259	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3260	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3261	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3262	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3263	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3264	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3265	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3266	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3267	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3268	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3269	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3270	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3271	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3272	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3273	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3274	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3275	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3276	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3277	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3278	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3279	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3280	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3281	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3282	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3283	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3284	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3285	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3286	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3287	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3288	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3289	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3290	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3291	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3292	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3293	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3294	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3295	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3296	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3297	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3298	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3299	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3300	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3301	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						
3302	Chae Harvey	514 W Davis Ct	Tampa	FL	33628		145,000.00						

Account No.	Name	Address	City	State	Zip	Phone	Balance	Due Date	Payment	Interest	Penalty	Notes
3904	Greg Hardy	385 E. Coquette Ct	OC	35410			100,000.00	145,000.00	68.97%	12/28/2012	6/28/2013	12/28/2013
3905	Philanthropic Investments, LLC	25015 S. Rasmussen Blvd	OC	35410			100,000.00	145,000.00	68.97%	12/28/2012	6/28/2013	12/28/2013
3906	Adrian Adams	4815 W. Vibe Towers Dr	OC	35410			70,000.00	125,000.00	56.40%	12/28/2012	6/28/2013	12/28/2013
3907	Altera Properties, Inc	4915 W. Vibe Towers Dr	OC	35410			100,000.00	145,000.00	68.97%	12/28/2012	6/28/2013	12/28/2013
3908	Christine Nygren	3407 S. 63rd Ave	OC	35410			100,000.00	145,000.00	68.97%	12/28/2012	6/28/2013	12/28/2013
3909	East Investments, LLC	1900 S. Westwood Rd	OC	35410			100,000.00	145,000.00	68.97%	12/28/2012	6/28/2013	12/28/2013
3910	East Investments, LLC	1900 S. Westwood Rd	OC	35410			100,000.00	145,000.00	68.97%	12/28/2012	6/28/2013	12/28/2013
3911	East Investments, LLC	1900 S. Westwood Rd	OC	35410			100,000.00	145,000.00	68.97%	12/28/2012	6/28/2013	12/28/2013
3912	East Investments, LLC	1900 S. Westwood Rd	OC	35410			100,000.00	145,000.00	68.97%	12/28/2012	6/28/2013	12/28/2013
3913	East Investments, LLC	1900 S. Westwood Rd	OC	35410			100,000.00	145,000.00	68.97%	12/28/2012	6/28/2013	12/28/2013
3914	East Investments, LLC	1900 S. Westwood Rd	OC	35410			100,000.00	145,000.00	68.97%	12/28/2012	6/28/2013	12/28/2013
3915	East Investments, LLC	1900 S. Westwood Rd	OC	35410			100,000.00	145,000.00	68.97%	12/28/2012	6/28/2013	12/28/2013
3916	East Investments, LLC	1900 S. Westwood Rd	OC	35410			100,000.00	145,000.00	68.97%	12/28/2012	6/28/2013	12/28/2013
3917	East Investments, LLC	1900 S. Westwood Rd	OC	35410			100,000.00	145,000.00	68.97%	12/28/2012	6/28/2013	12/28/2013
3918	East Investments, LLC	1900 S. Westwood Rd	OC	35410			100,000.00	145,000.00	68.97%	12/28/2012	6/28/2013	12/28/2013
3919	East Investments, LLC	1900 S. Westwood Rd	OC	35410			100,000.00	145,000.00	68.97%	12/28/2012	6/28/2013	12/28/2013
3920	East Investments, LLC	1900 S. Westwood Rd	OC	35410			100,000.00	145,000.00	68.97%	12/28/2012	6/28/2013	12/28/2013
3921	East Investments, LLC	1900 S. Westwood Rd	OC	35410			100,000.00	145,000.00	68.97%	12/28/2012	6/28/2013	12/28/2013
3922	East Investments, LLC	1900 S. Westwood Rd	OC	35410			100,000.00	145,000.00	68.97%	12/28/2012	6/28/2013	12/28/2013
3923	East Investments, LLC	1900 S. Westwood Rd	OC	35410			100,000.00	145,000.00	68.97%	12/28/2012	6/28/2013	12/28/2013

11/5/11

12/28/2012

12/28/2013

DENSCO INVESTMENT CORPORATION

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179/ SDA	PRIOR 179/ SDA/ DEPR.	METHOD	LIFE	CURRENT DEPR.
FORM 1120S										
AMORTIZATION										
1	ORGANIZATIONAL COSTS	5/01/01		2,141			2,141	S/L	5	0
2	BUSINESS START-UP COSTS	5/01/01		43,852			43,852	S/L	5	0
TOTAL AMORTIZATION				45,993		0	45,993			0
FURNITURE AND FIXTURES										
5	FURNITURE	10/15/03		2,875			2,875	200DB HY	7	0
7	FURNITURE	11/02/04		1,935			1,935	200DB HY	7	0
TOTAL FURNITURE AND FIXTURE				4,810		0	4,810			0
MACHINERY AND EQUIPMENT										
3	CELL PHONE	7/01/03		500			500	200DB HY	5	0
4	COMPUTER	12/31/03		3,494			3,494	200DB HY	5	0
6	COMPUTER	6/20/04		2,616			2,616	200DB HY	5	0
8	CELL PHONE	2/02/05		216			216	200DB HY	5	0
9	CELL PHONE	6/20/08		591			591	200DB HY	5	0
18	FULLY DEPRECIATED ASSETS	VARIOUS		2,102			2,102			0
19	EQUIPMENT	6/20/09		2,017			2,017	200DB HY	5	0
TOTAL MACHINERY AND EQUIPME				11,536		0	11,536			0
TOTAL DEPRECIATION				16,346		0	16,346			0
RENTAL REAL ESTATE (8825) - RENTAL PROPERTY										
BUILDINGS										
10	RESIDENTIAL RENTAL 20TH S	12/01/08	10/15/12	81,634			9,028	S/L MM	27.5	2,350
TOTAL BUILDINGS				81,634		0	9,028			2,350
LAND										
11	LAND	12/01/08	10/15/12	27,212						0
TOTAL LAND				27,212		0	0			0

DHS
7/25/13
DMP a/l/l

DENSCO INVESTMENT CORPORATION

DHS

7/25/13

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179/ SDA	PRIOR 179/ SDA/ DEPR	METHOD	LIFE	CURRENT DEPR
TOTAL DEPRECIATION				108,846		0	9,028			2,350

RENTAL REAL ESTATE (8825) - RENTAL PROPERTY

DMP
9/1/12

BUILDINGS

12	RESIDENTIAL RENTAL 69TH A	11/01/08	4/18/12	79,787			9,066	S/L MM	27.5	846
TOTAL BUILDINGS				79,787		0	9,066			846

LAND

13	LAND	11/01/08	4/18/12	26,596						0
TOTAL LAND				26,596		0	0			0
TOTAL DEPRECIATION				106,383		0	9,066			846

RENTAL REAL ESTATE (8825) - RENTAL PROPERTY

BUILDINGS

14	RESIDENTIAL RENTAL CRITT	12/01/08	11/28/12	135,313			14,966	S/L MM	27.5	4,305
TOTAL BUILDINGS				135,313		0	14,966			4,305

LAND

15	LAND	12/01/08	11/28/12	45,104						0
TOTAL LAND				45,104		0	0			0
TOTAL DEPRECIATION				180,417		0	14,966			4,305

RENTAL REAL ESTATE (8825) - RENTAL PROPERTY-ROSE

BUILDINGS

16	RESIDENTIAL RENTAL ROSE	12/01/08	4/18/12	81,577			9,022	S/L MM	27.5	865
TOTAL BUILDINGS				81,577		0	9,022			865

DENSCO INVESTMENT CORPORATION

DHS

7/25/13

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179/ SDA	PRIOR 179/ SDA/ DEPR	METHOD	LIFE	CURRENT DEPR.
LAND										
17	LAND	12/01/08	4/18/12	27,193						0
TOTAL LAND				27,193		0	0			0
TOTAL DEPRECIATION				108,770		0	9,022			865

DMP
9/1/13

RENTAL REAL ESTATE (8825) - RENTAL PROPERTY-MORTEN

BUILDINGS

20	RESIDENTIAL RENTAL-2243	1/01/09		602,543			64,815	S/L MM	27.5	21,908
TOTAL BUILDINGS				602,543		0	64,815			21,908

LAND

21	LAND	1/01/09		200,848						0
TOTAL LAND				200,848		0	0			0
TOTAL DEPRECIATION				803,391		0	64,815			21,908

RENTAL REAL ESTATE (8825) - RENTAL PROPERTY-MORTEN

BUILDINGS

22	RESIDENTIAL RENTAL-2249	1/01/09		602,621			64,823	S/L MM	27.5	21,911
TOTAL BUILDINGS				602,621		0	64,823			21,911

LAND

23	LAND	1/01/09		200,873						0
TOTAL LAND				200,873		0	0			0
TOTAL DEPRECIATION				803,494		0	64,823			21,911

RENTAL REAL ESTATE (8825) - RENTAL PROPERTY

DENSCO INVESTMENT CORPORATION

DHS

7/25/13

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179/ SDA	PRIOR 179/ SDA/ DEPR.	METHOD	LIFE	CURRENT DEPR.
BUILDINGS										
24	RESIDENTIAL RENTAL-43RD-B	1/01/09	5/02/12	39,750			4,275	S/L MM	27.5	542
TOTAL BUILDINGS				39,750		0	4,275			542
LAND										
25	LAND	1/01/09	5/02/12	13,250						0
TOTAL LAND				13,250		0	0			0
TOTAL DEPRECIATION				53,000		0	4,275			542

DMP 7/1/13

RENTAL REAL ESTATE (8825) - RENTAL PROPERTY-43RD AVE C#

BUILDINGS										
26	RESIDENTIAL RENTAL-43RD-C	1/01/09	5/02/12	39,750			4,275	S/L MM	27.5	542
TOTAL BUILDINGS				39,750		0	4,275			542
LAND										
27	LAND	1/01/09	5/02/12	13,250						0
TOTAL LAND				13,250		0	0			0
TOTAL DEPRECIATION				53,000		0	4,275			542

RENTAL REAL ESTATE (8825) - RENTAL PROPERTY-4TH ST

BUILDINGS										
28	RESIDENTIAL RENTAL-4TH ST	1/01/09	11/19/12	92,514			9,952	S/L MM	27.5	2,944
TOTAL BUILDINGS				92,514		0	9,952			2,944
LAND										
29	LAND	1/01/09	11/19/12	30,838						0
TOTAL LAND				30,838		0	0			0

DENSCO INVESTMENT CORPORATION

DAS

7/25/13

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179/ SDA	PRIOR 179/ SDA/ DEPR.	METHOD	LIFE	CURRENT DEPR.
TOTAL DEPRECIATION				123,352		0	9,952			2,944

RENTAL REAL ESTATE (8825) - RENTAL PROPERTY-74TH AVE

DMP
9/1/13

BUILDINGS										
30	RESIDENTIAL RENTAL-74TH	1/01/09	4/18/12	75,000			8,068	S/L MM	27.5	795
TOTAL BUILDINGS				75,000		0	8,068			795
LAND										
31	LAND	1/01/09	4/18/12	25,000						0
TOTAL LAND				25,000		0	0			0
TOTAL DEPRECIATION				100,000		0	8,068			795

RENTAL REAL ESTATE (8825) - RENTAL PROPERTY-AVALON

BUILDINGS										
32	RESIDENTIAL RENTAL-AVALON	1/01/09	4/18/12	63,750			6,858	S/L MM	27.5	676
TOTAL BUILDINGS				63,750		0	6,858			676
LAND										
33	LAND	1/01/09	4/18/12	21,250						0
TOTAL LAND				21,250		0	0			0
TOTAL DEPRECIATION				85,000		0	6,858			676

RENTAL REAL ESTATE (8825) - RENTAL PROPERTY-DATE

BUILDINGS										
34	RESIDENTIAL RENTAL-DATE	1/01/09	5/02/12	67,846			7,298	S/L MM	27.5	925
TOTAL BUILDINGS				67,846		0	7,298			925

DENSCO INVESTMENT CORPORATION

DHS

7/25/13

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179/ SDA	PRIOR 179/ SDA/ DEPR.	METHOD	LIFE	CURRENT DEPR.
LAND										
35	LAND	1/01/09	5/02/12	22,615						0
				TOTAL LAND			0		0	0
				TOTAL DEPRECIATION			0		7,298	925

DMP
7/1/13

RENTAL REAL ESTATE (8825) - RENTAL PROPERTY-DIAMOND

BUILDINGS

36	RESIDENTIAL RENTAL-DIAMON	1/01/09	12/10/12	80,972			8,710	S/L MM	27.5	2,821
				TOTAL BUILDINGS			0		8,710	2,821

LAND

37	LAND	1/01/09	12/10/12	26,990						0
				TOTAL LAND			0		0	0
				TOTAL DEPRECIATION			0		8,710	2,821

RENTAL REAL ESTATE (8825) - RENTAL PROPERTY-GROVERS

BUILDINGS

38	RESIDENTIAL RENTAL-GROVER	1/01/09	4/24/12	114,809			12,349	S/L MM	27.5	1,218
				TOTAL BUILDINGS			0		12,349	1,218

LAND

39	LAND	1/01/09	4/24/12	38,269						0
				TOTAL LAND			0		0	0
				TOTAL DEPRECIATION			0		12,349	1,218

RENTAL REAL ESTATE (8825) - RENTAL PROPERTY-MONTERY

DENSCO INVESTMENT CORPORATION

DHS

7/25/13

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179/ SDA	PRIOR 179/ SDA/ DEPR.	METHOD	LIFE	CURRENT DEPR.
BUILDINGS										
40	RESIDENTIAL RENTAL-MONTER	1/01/09	2/17/12	62,726	-		6,748	S/L MM	27.5	285
TOTAL BUILDINGS				62,726		0	6,748			285
LAND										
41	LAND	1/01/09	2/17/12	20,909						0
TOTAL LAND				20,909		0	0			0
TOTAL DEPRECIATION				83,635		0	6,748			285
RENTAL REAL ESTATE (8825) - RENTAL PROPERTY-PALM										
BUILDINGS										
42	RESIDENTIAL RENTAL-PALM	1/01/09	2/17/12	57,750			6,213	S/L MM	27.5	263
TOTAL BUILDINGS				57,750		0	6,213			263
LAND										
43	LAND	1/01/09	2/17/12	19,250						0
TOTAL LAND				19,250		0	0			0
TOTAL DEPRECIATION				77,000		0	6,213			263
RENTAL REAL ESTATE (8825) - RENTAL PROPERTY										
BUILDINGS										
44	RENTAL PROPERTY-NORTHERN	1/01/10	5/02/12	53,753			3,827	S/L MM	27.5	733
TOTAL BUILDINGS				53,753		0	3,827			733
LAND										
45	LAND-NORTHERN	1/01/10	5/02/12	17,917						0
TOTAL LAND				17,917		0	0			0
TOTAL DEPRECIATION				71,670		0	3,827			733

DMP 7/11/13

DENSCO INVESTMENT CORPORATION

DHS

7/25/13

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179/ SDA	PRIOR 179/ SDA/ DEPR.	METHOD	LIFE	CURRENT DEPR.
	GRAND TOTAL AMORTIZATION			45,993		0	45,993			0
	GRAND TOTAL DEPRECIATION			<u>3,125,805</u>		0	<u>266,639</u>			63,929
	DEPRECIATION ASSETS SOLD			1,502,574		0	120,655			20,110
	DEPR REMAINING ASSETS			<u>1,623,231</u>		0	<u>145,984</u>			43,819

DMP
9/1/13

189,803
1/11

① 2,857,166 NBV
12/11

INVESTORS TITLE HOLDINGS, LLC
1 NORTH 1ST STREET, SUITE 755
PHOENIX, AZ 85004
480-751-5599

DHS
7/25/13

March 13, 2013

Densco Investment Corp.
6132 W. Victoria Place
Chandler, AZ 85226

DMP
9/1/12

RE:
Investors Title Holdings, LLC
90-0729396
Schedule K-1 from Partnership's 2012 Return of Income

Dear Densco Investment Corp.:

Enclosed is your 2012 Schedule K-1 (Form 1065) Partner's Share of Income, Deductions, Credits, Etc. from Investors Title Holdings, LLC. This information reflects the amounts you need to complete your income tax return. The amounts shown are your distributive share of partnership tax items to be reported on your tax return, and may not correspond to actual distributions you have received during the year. This information is included in the Partnership's 2012 Federal Return of Partnership Income that was filed with the Internal Revenue Service.

This is the final year that Investors Title Holdings, LLC will file a Return of Partnership Income. As a result, this will be the last Schedule K-1 (Form 1065) you will receive from the partnership.

If you have any questions concerning this information, please contact us immediately.

Sincerely,

Investors Title Holdings, LLC

Enclosure(s)

Schedule K-1
(Form 1065)

2012

Final K-1

Amended K-1

651112

OMB No. 1545-0099

Department of the Treasury
Internal Revenue Service

For calendar year 2012, or tax
year beginning _____, 2012
ending _____

Partner's Share of Income, Deductions, Credits, etc.
▶ See separate instructions.

Part III Partner's Share of Current Year Income, Deductions, Credits, and Other Items			
1	Ordinary business income (loss)	15	Credits
	2,284.		DHS
2	Net rental real estate income (loss)		712513
3	Other net rental income (loss)	16	Foreign transactions
4	Guaranteed payments		
5	Interest income		DMP
6a	Ordinary dividends		9/11/13
6b	Qualified dividends		
7	Royalties		
8	Net short-term capital gain (loss)		
9a	Net long-term capital gain (loss)	17	Alternative minimum tax (AMT) items
9b	Collectibles (28%) gain (loss)		
9c	Unrecaptured section 1250 gain		
10	Net section 1231 gain (loss)	18	Tax-exempt income and nondeductible expenses
11	Other income (loss)		
12	Section 179 deduction	19	Distributions
		A	8,299.
13	Other deductions	20	Other Information
		Y*	STMT
14	Self-employment earnings (loss)		
*See attached statement for additional information.			

Part I Information About the Partnership

A Partnership's employer identification number
[REDACTED]

B Partnership's name, address, city, state, and ZIP code
INVESTORS TITLE HOLDINGS, LLC
1 NORTH 1ST STREET, SUITE 755
PHOENIX, AZ 85004

C IRS Center where partnership filed return
OGDEN, UT

D Check if this is a publicly traded partnership (PTP)

Part II Information About the Partner

E Partner's identifying number
[REDACTED]

F Partner's name, address, city, state, and ZIP code
DENSCO INVESTMENT CORP.
6132 W. VICTORIA PLACE
CHANDLER, AZ 85226

G General partner or LLC member-manager Limited partner or other LLC member

H Domestic partner Foreign partner

I1 What type of entity is this partner? (see instr) CORPORATION

I2 If this partner is a retirement plan (IRA/SEP/Keogh/etc), check here (see instructions).....

J Partner's share of profit, loss, and capital (see instructions):

	Beginning	Ending	%
Profit	17.92		%
Loss	17.92		%
Capital	17.92		%

K Partner's share of liabilities at year end:

Nonrecourse.....\$ _____

Qualified nonrecourse financing.....\$ _____

Recourse.....\$ _____

L Partner's capital account analysis:

Beginning capital account.....\$ 6,015.

Capital contributed during the year.....\$ _____

Current year increase (decrease).....\$ 2,284.

Withdrawals and distributions.....\$ (8,299.)

Ending capital account.....\$ 0.

Tax basis GAAP Section 704(b) book

Other (explain)

M Did the partner contribute property with a built-in gain or loss?
 Yes No
If 'Yes', attach statement (see instructions)

BAA For Paperwork Reduction Act Notice, see Instructions for Form 1065.

Schedule K-1 (Form 1065) 2012

PARTNER 1

FTPA0312L 01/02/13

22DP000176

This list identifies the codes used on Schedule K-1 for all partners and provides summarized reporting information for partners who file Form 1040. For detailed reporting and filing information, see the separate Partner's Instructions for Schedule K-1 and the instructions for your income tax return.

1 Ordinary business income (loss). Determine whether the income (loss) is passive or nonpassive and enter on your return as follows.

	Report on
Passive loss	See the Partner's Instructions
Passive income	Schedule E, line 28, column (g)
Nonpassive loss	Schedule E, line 28, column (f)
Nonpassive income	Schedule E, line 28, column (g)
2 Net rental real estate income (loss)	See the Partner's Instructions
3 Other net rental income (loss)	See the Partner's Instructions
Net income	Schedule E, line 28, column (g)
Net loss	See the Partner's Instructions
4 Guaranteed payments	Schedule E, line 28, column (f)
5 Interest income	Form 1040, line 8a
6a Ordinary dividends	Form 1040, line 9a
6b Qualified dividends	Form 1040, line 9b
7 Royalties	Schedule E, line 4
8 Net short-term capital gain (loss)	Schedule D, line 5
9a Net long-term capital gain (loss)	Schedule D, line 12
9b Collectibles (28%) gain (loss)	28% Rate Gain Worksheet, line 4 (Schedule D Instructions)

9c Unrecaptured section 1250 gain See the Partner's Instructions
10 Net section 1231 gain (loss) See the Partner's Instructions

	Code	Report on
11 Other income (loss)		
A Other portfolio income (loss)		See the Partner's Instructions
B Involuntary conversions		See the Partner's Instructions
C Section 1256 contracts and straddles		Form 6781, line 1
D Mining exploration costs recapture		See Pub 535
E Cancellation of debt		Form 1040, line 21 or Form 982
F Other income (loss)		See the Partner's Instructions

12 Section 179 deduction See the Partner's Instructions

	Code	Report on
13 Other deductions		
A Cash contributions (50%)		See the Partner's Instructions
B Cash contributions (30%)		
C Noncash contributions (50%)		
D Noncash contributions (30%)		
E Capital gain property to a 50% organization (30%)		
F Capital gain property (20%)		
G Contributions (100%)		Form 4952, line 1
H Investment interest expense		Schedule E, line 19
I Deductions — royalty income		See the Partner's Instructions
J Section 59(a)(2) expenditures		Schedule A, line 23
K Deductions — portfolio (2% floor)		Schedule A, line 28
L Deductions — portfolio (other)		Schedule A, line 1 or Form 1040, line 29
M Amounts paid for medical insurance		See the Partner's Instructions
N Educational assistance benefits		Form 2441, line 12
O Dependent care benefits		See the Partner's Instructions
P Praproductive period expenses		See Form 8582 Instructions
Q Commercial revitalization deduction from rental real estate activities		See the Partner's Instructions
R Pensions and IRAs		See the Partner's Instructions
S Restoration expense deduction		See Form 8903 Instructions
T Domestic production activities information		Form 8903, line 7b
U Qualified production activities income		Form 8903, line 17
V Employer's Form W-2 wages		See the Partner's Instructions
W Other deductions		

14 Self-employment earnings (loss)
 Note. If you have a section 179 deduction or any partner-level deductions, see the Partner's Instructions before completing Schedule SE.

	Code	Report on
A Net earnings (loss) from self-employment		Schedule SE, Section A or B
B Gross farming or fishing income		See the Partner's Instructions
C Gross non-farm income		See the Partner's Instructions

	Code	Report on	
15 Credits			
A Low-income housing credit (section 42(f)(5)) from pre-2008 buildings		See the Partner's Instructions	
B Low-income housing credit (other) from pre-2008 buildings			
C Low-income housing credit (section 42(f)(5)) from post-2007 buildings			
D Low-income housing credit (other) from post-2007 buildings			
E Qualified rehabilitation expenditures (rental real estate)			
F Other rental real estate credits			
G Other rental credits			
H Undistributed capital gains credit			Form 1040, line 71; check box a
I Alcohol and cellulosic biofuel fuels credit			See the Partner's Instructions

	Code	Report on
J Work opportunity credit		See the Partner's Instructions
K Disabled access credit		
L Empowerment zone and renewal community employment credit		
M Credit for increasing research activities		
N Credit for employer social security and Medicare taxes		
O Backup withholding		
P Other credits		

	Code	Report on
16 Foreign transactions		
A Name of country or U.S. possession		Form 1116, Part I
B Gross income from all sources		
C Gross income sourced at partner level		
<i>Foreign gross income sourced at partnership level</i>		
D Passive category		Form 1116, Part I
E General category		
F Other		
<i>Deductions allocated and apportioned at partner level</i>		
G Interest expense		Form 1116, Part I
H Other		Form 1116, Part I
<i>Deductions allocated and apportioned at partnership level to foreign source income</i>		
I Passive category		Form 1116, Part I
J General category		
K Other		

	Code	Report on
<i>Other information</i>		
L Total foreign taxes paid		Form 1116, Part II
M Total foreign taxes accrued		Form 1116, Part II
N Reduction in taxes available for credit		Form 1116, line 12
O Foreign trading gross receipts		Form 8873
P Extraterritorial income exclusion		Form 8873
Q Other foreign transactions		See the Partner's Instructions

	Code	Report on
17 Alternative minimum tax (AMT) items		
A Post-1986 depreciation adjustment		See the Partner's Instructions and the Instructions for Form 6251
B Adjusted gain or loss		
C Depletion (other than oil & gas)		
D Oil, gas, & geothermal — gross income		
E Oil, gas, & geothermal — deductions		
F Other AMT items		

	Code	Report on
18 Tax-exempt income and nondeductible expenses		
A Tax-exempt interest income		Form 1040, line 8b
B Other tax-exempt income		See the Partner's Instructions
C Nondeductible expenses		See the Partner's Instructions

	Code	Report on
19 Distributions		
A Cash and marketable securities		See the Partner's Instructions
B Distribution subject to section 737		
C Other property		

	Code	Report on
20 Other information		
A Investment income		Form 4952, line 4a
B Investment expenses		Form 4952, line 5
C Fuel tax credit information		Form 4136
D Qualified rehabilitation expenditures (other than rental real estate)		See the Partner's Instructions
E Basis of energy property		See the Partner's Instructions
F Recapture of low-income housing credit (section 42(f)(5))		Form 8611, line 8
G Recapture of low-income housing credit (other)		Form 8611, line 8
H Recapture of investment credit		See Form 4255
I Recapture of other credits		See the Partner's Instructions
J Look-back interest — completed long-term contracts		See Form 8697
K Look-back interest — income forecast method		See Form 8666

	Code	Report on
L Dispositions of property with section 179 deductions		See the Partner's Instructions
M Recapture of section 179 deduction		
N Interest expense for corporate partners		
O Section 453(f)(3) information		
P Section 453A(c) information		
Q Section 1260(b) information		
R Interest allocable to production expenditures		
S CCF nonqualified withdrawals		
T Depletion information — oil and gas		
U Amortization of restoration costs		
V Unrelated business taxable income		
W Precontribution gain (loss)		
X Section 168(f) information		
Y Other information		

**BOX 20
OTHER INFORMATION**

*** DESCRIPTIVE INFORMATION**

Y NONRECOURSE..... \$ 721.

DHS
7/25/13

DMP
9/1/13

INVESTORS TITLE HOLDINGS, LLC

2012 PARTNER'S SHARE OF INVESTMENT IN PASSTHROUGH ENTITIES

Note: The amounts on this schedule are provided for informational purposes only. These amounts are already included on Schedule K-1.

Partner's Name DENSCO INVESTMENT CORP. Partner's identification number [redacted] DHS

Table with 4 columns: Name of Passthrough Entity, Employer Identification No., Type of Entity, Check box if fully disposed in current year. Row A: INVESTORS TITLE AGENCY, LLC, [redacted], PASSIVE.

Main table with 5 columns: Description, A, B, C, D. Rows include Income (Loss), Deductions, Self-Employment, and Credits. Handwritten notes 'DMP' and '9/1/13' are present.

PARTNER 1: DENSCO INVESTMENT CORP.

PTPL1102L 06/04/12

22DP000179

INVESTORS TITLE HOLDINGS, LLC

2012 PARTNER'S SHARE OF INVESTMENT IN PASSTHROUGH ENTITIES

Note: The amounts on this schedule are provided for informational purposes only. These amounts are already included on Schedule K-1.

Partner's Name: **DENSCO INVESTMENT CORP.** Partner's Identification number: **86-1027265** DHS

Name of Passthrough Entity	Employer Identification No.	Type of Entity	Check box if fully disposed in current year
A INVESTORS TITLE AGENCY, LLC		PASSIVE	<input type="checkbox"/>
B			<input type="checkbox"/>
C			<input type="checkbox"/>
D			<input type="checkbox"/>

		Passthrough Entities				
		A	B	C	D	
Foreign Transactions	Gross income from all sources.....					
	Gross income sourced at partner level.....					
	Foreign gross income sourced at partnership level	Passive category.....				
		General category.....				
		Other.....				
	Deductions allocated & apportioned at partner level	Interest expense.....				
		Other.....				
	Deductions allocated & apportioned at partnership level	Passive category.....				
		General category.....				
		Other.....				
Foreign taxes paid.....						
Foreign taxes accrued.....						
Reduction in tax available for credit.....						
Foreign trading gross receipts.....						
Extraterritorial income exclusion.....						
Other foreign transactions.....						
Alternative Minimum Tax (AMT) Items	Post-1986 depreciation adjustment.....					
	Adjusted gain or loss.....					
	Depletion (other than oil and gas).....					
	Oil, gas and geothermal properties - gross income.....					
	Oil, gas and geothermal properties - deductions.....					
	A.C.E. depreciation adjustment.....					
	A.C.E. adjusted gain or (loss).....					
	Accel. depreciation on real property placed in service before 1987.....					
Accel. depr. on leased personal prop. placed in service before 1987.....						
Other AMT items.....						
Tax-Exempt Inc & Non-deductible Exp	Tax-exempt interest income.....					
	Other tax-exempt income.....					
	Nondeductible expenses.....					
Other Information	Investment income.....					
	Investment expenses.....					
	Recapture of low-income housing credit - 42(j)(5) partnerships.....					
	Recapture of low-income housing credit - other.....					
	Supplemental Information:					
	NONRECOURSE	721.				

7/25/13

LMP
7/1/13

PARTNER 1: DENSCO INVESTMENT CORP.

PTPL1103L 06/04/12

22DP00180

Arizona Nonresident and Out-of-State
Partner's Share of Income and Deductions

2012

CHECK ONE: Original <input checked="" type="checkbox"/> Amended <input type="checkbox"/>		For the <input checked="" type="checkbox"/> calendar year 2012 or <input type="checkbox"/> fiscal year beginning _____ and ending _____	
Partner's identifying number ██████████		Partnership's employer identification number ██████████	
Partner's name, address, and ZIP code DENSCO INVESTMENT CORP. 6132 W. VICTORIA PLACE CHANDLER, AZ 85226		Partnership's name, address, and ZIP code INVESTORS TITLE HOLDINGS, LLC 1 NORTH 1ST STREET, SUITE 755 PHOENIX, AZ 85004	

Partner's percentage of:	Before change or termination	End of year
	Profit sharing..... 17.92 %	%
	Loss sharing..... 17.92 %	%
Ownership of capital.....	17.92 %	%

Type of partner (individual, trust, etc): CORPORATION

DMP
9/1/13

NOTE: ALL CORPORATE PARTNERS MUST USE THIS SCHEDULE.

Part I -- Distributive Share Items From Federal Form 1065, Schedule K-1	(a) Distributive Share Amount	(b) Arizona Apportionment Ratio	(c) Arizona Source Income	Form 140NR Filers Enter the Amount in Column (c) on:
1 Ordinary income (loss) from trade or business activities.....	SEE K-1 NR WORKSHEET			
2 Net income (loss) from rental real estate activities.....				
3 Net income (loss) from other rental activities.....				
4 Total -- Add lines 1, 2 and 3.....				
5 Interest.....				Line B6
6 Dividends.....				Line B7
7 Royalties.....				Line B11
8 Net short-term capital gain (loss).....				Line B10
9 Net long-term capital gain (loss).....				Line B10
10 Guaranteed payments to partner.....				
11 Net IRC Section 1231 gain (loss).....				Line B10
12 Deferred amount of discharge of indebtedness income included in federal income in the current year under IRC Section 108(i).....				Line B11
13 Other income (loss) -- attach schedule.....				Line B12
14 IRC Section 179 expense.....				Line B11
15 Deferred amount of original issue discount deduction included in federal income in the current year under IRC Section 108(i).....				Line B11
16 Other deductions -- attach schedule.....				
Part II -- Partner's Distributive Share of the Adjustment of Partnership Income From Federal to Arizona Basis	(a) Distributive Share Amount	(b) Arizona Apportionment Ratio	(c) Arizona Source Income	Form 140NR Filers Enter the Amount in Column (c) on:
17 Adjustment of partnership income from federal to Arizona basis -- from Form 165, page 1, line 6.....				Line C20 or D31

NOTE: Corporate partners see Form 120 or Form 120A instructions for information on reporting the amount from line 17.

MEMBER 1

**ARIZONA FORM 165
SCHEDULE K-1 (NR)
WORKSHEET**

PARTNER'S IDENTIFYING NUMBER [REDACTED]	PARTNERSHIP'S ID NUMBER [REDACTED]
PARTNER'S NAME, ADDRESS, AND ZIP CODE DENSCO INVESTMENT CORP. 6132 W. VICTORIA PLACE CHANDLER, AZ 85226	PARTNERSHIP'S NAME, ADDRESS, AND ZIP CODE INVESTORS TITLE HOLDINGS, LLC 1 NORTH 1ST STREET, SUITE 755 PHOENIX, AZ 85004

DHS
7/25/13

PARTNER'S PERCENTAGE OF:	(I) BEFORE CHANGE OR TERMINATION	(II) END OF YEAR
PROFIT SHARING	17.92 %	%
LOSS SHARING	17.92 %	%
OWNERSHIP CAPITAL	17.92 %	%
Arizona apportionment percentage	100 %	

PART I - DISTRIBUTIVE SHARE ITEMS FROM FEDERAL FORM 1065 SCHEDULE K-1

	A DISTRIBUTIVE SHARE AMOUNT	B PARTNERSHIP'S ALLOCABLE INCOME (LOSS)	C DISTRIBUTIVE SHARE SUBJECT TO APPORTIONMENT (A - B)	ARIZONA SOURCE INCOME	
				D DISTRIBUTIVE SHARE OF APPORTIONABLE INCOME (LOSS) (C x APPRT. %)	E DISTRIBUTIVE SHARE OF ALLOCABLE INCOME (LOSS)
1 Business income					
2 Rental of real property					
3 Other rental property					
4 Total add lines 1 thru 3					
5 Interest					
6 Dividends					
7 Royalties					
8 Net short-term capital gain (loss)					
9 Net long-term capital gain (loss)					
10 Guaranteed payments to partner					
11 Net IRC Section 1231 gain (loss)					
12 Deferred amount of discharge of indebtedness income included in federal income in the current year under IRC Section 108(i)					
13 Other income (loss)					
14 IRC Section 179 expense					
15 Deferred amount of original issue discount deduction included in federal income in the current year under IRC Section 108(i)					
16 Other deductions					

UMP
9/1/13

PART II - PARTNER'S DISTRIBUTIVE SHARE OF THE ADJUSTMENT OF PARTNERSHIP INCOME FROM FEDERAL TO ARIZONA BASIS

	DISTRIBUTIVE SHARE AMOUNT	B PARTNERSHIP'S ALLOCABLE INCOME (LOSS)	C DISTRIBUTIVE SHARE SUBJECT TO APPORTIONMENT (A - B)	ARIZONA SOURCE INCOME	
				D DISTRIBUTIVE SHARE OF APPORTIONABLE INCOME (LOSS) (C x APPRT. %)	E DISTRIBUTIVE SHARE OF ALLOCABLE INCOME (LOSS)
17 Adjustment of partnership income from federal to Arizona basis from Form 165, page 1, Line 6					

PAYER'S name, street address, city, state, and ZIP code
HomeLovers II, LLC
18205 N. 51st Ave.
Glendale, AZ 85308
602-792-5333

1 Rents
\$ 148818.60
2 Royalties
3 Other Income
OMB No. 1545-0115
2012
1099-MISC

Miscellaneous
Income

Copy B
For Recipient

This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.

PAYER'S Federal Tax ID
RECIPIENT'S Identification No.

RECIPIENT'S Name and Address

Densco Investment Corp
6132 W Victoria Pl
Chandler, AZ 85226

5 Fishing boat proceeds
6 Med & health care pmts
7 Nonemployee Compensation
\$ 0.00
8 Pmts in lieu of Div or Int
9 Payer made direct sales of \$5000 or more of consumer products to a buyer (recipient) for resale
10 Crop Insurance proceeds
13 Excess Golden Par Pmts
14 Gross paid to an attorney

Account Number 60 15a Sec 409A deferrals 15b Sec 409A Income 16 State tax withheld 17 State/Payer's state no. 18 State Income

Form 1099-MISC (Keep for your records.) Department of the Treasury - Internal Revenue Service

DHS
7/25/13

DMP 7/1/13

PAYER'S name, street address, city, state, and ZIP code
HomeLovers II, LLC
18205 N. 51st Ave.
Glendale, AZ 85308
602-792-5333

1 Rents
\$ 148818.60
2 Royalties
3 Other Income
OMB No. 1545-0115
2012
1099-MISC

Miscellaneous
Income

Copy 2
To be filed
with
recipient's
state income
tax return,
when
required.

PAYER'S Federal Tax ID
RECIPIENT'S Identification No.

RECIPIENT'S Name and Address

Densco Investment Corp
6132 W Victoria Pl
Chandler, AZ 85226

5 Fishing boat proceeds
6 Med & health care pmts
7 Nonemployee Compensation
\$ 0.00
8 Pmts in lieu of Div or Int
9 Payer made direct sales of \$5000 or more of consumer products to a buyer (recipient) for resale
10 Crop Insurance proceeds
13 Excess Golden Par Pmts
14 Gross paid to an attorney

Account Number 60 15a Sec 409A deferrals 15b Sec 409A Income 16 State tax withheld 17 State/Payer's state no. 18 State Income

Form 1099-MISC Department of the Treasury - Internal Revenue Service

Instructions for Recipient

2012 Account number. May show an account or other unique number the payer assigned to distinguish your account.

Amounts shown may be subject to self-employment (SE) tax. If your net income from self-employment is \$400 or more, you must file a return and compute your SE tax on Schedule SE (Form 1040). See Pub. 334 for more information. If no income or social security and Medicare taxes were withheld and you are still receiving these payments, see Form 1040-ES. Individuals must report these amounts as explained in the box 7 instructions on this page. Corporations, fiduciaries, or partnerships must report the amounts on the proper line of their tax returns.

Form 1099-MISC incorrect? If this form is incorrect or has been issued in error, contact the payer. If you cannot get this form corrected, attach an explanation to your tax return and report your income correctly.

Boxes 1 and 2. Report rents from real estate on Schedule E (Form 1040). However, report rents on Schedule C (Form 1040) if you provided significant services to the tenant, sold real estate as a business, or rented personal property as a business. Report royalties from oil, gas, or mineral properties, copyrights, and patents on Schedule E (Form 1040). However, report payments for a working interest as explained in the box 7 instructions. For royalties on timber, coal, and iron ore, see Pub. 544.

R1 Format(e)www.1099Express.com

HomeLovers II, LLC
18205 N. 51st Ave.
Glendale, AZ 85308

Important Tax Return Document Enclosed.

Densco Investment Corp
6132 W Victoria Pl
Chandler, AZ 85226

50
DP000183

David Preston

From: Brian Wohrle [mailto:sf-notifications.com]
Sent: Friday, August 09, 2013 1:56 PM
To: David Preston
Subject: DenSco Investments DBPP



DHS
8/26/13

Per Brian Wohrle
\$15K
Contributed
to PSP on
12/19/12.

Brian Wohrle has sent you files.

[Click here to download DenSco -DB & 4k Contribution Letter 2012.pdf](#)

DMP
8/9/13

Note From Brian:

Hi Dave:

DMP
9/1/13

Here is the letter outlining the 2012 contribution range for Denny's defined benefit plan.

If you should need anything further please let me know.

Sincerely,

Brian Wohrle, QPA
Pension Consultant

Pension Strategies, LLC
2141 East Highland Avenue, Suite 180
Phoenix, AZ 85016
Office: 602.957.7101x 329
Fax: 602.957.7505
Email: bwohrle@pensionstrategies.com

IRS CIRCULAR 230 DISCLOSURE: To ensure compliance with requirements imposed by the IRS, we inform you that, to the extent this communication (or any attachment) addresses any tax matter, it was not written to be (and may not be) relied upon to (i) avoid tax-related penalties under the Internal Revenue Code, or (ii) promote, market or recommend to another party any transaction or matter addressed herein (or in any such attachment).

CONFIDENTIALITY NOTICE: The information contained in this message was intended for the specified recipient and may contain confidential information that may not be utilized by unauthorized persons. Please immediately reply to the sender of this e-mail if you have received it in error, then delete it. Thank you.

ShareFile is a tool for sending, receiving, and organizing your business files online. It can be used as a password-protected area for sharing information with clients and partners, and it's an easy way to send files that are too large to e-mail.

Trouble with the above link? You can copy and paste the following URL into your web browser:
<https://pensionstrategies.sharefile.com/d/77d2d6f1e6de449c>

Powered By Citrix ShareFile 2013

DHS

8/26/13

DMP

9/1/13



PENSION STRATEGIES
QUALIFIED PLAN DESIGN & ADMINISTRATION

April 1, 2013

Denny J. Chittick
 DenSco Investment Corporation
 6132 West Victoria Place
 Chandler, AZ 85226

DAS
 8/2/11

Re: DenSco Investment Corporation Defined Benefit Pension Plan
 DenSco Investment Corporation 401(k) Plan

Dear Mr. Chittick:

We have completed the annual administration, including a draft of a portion of the IRS/DOL forms for the plan year ended December 31, 2012. Currently some of the necessary government forms have not been released. We will complete the remainder of the IRS/DOL forms when they are available. For the defined benefit plan, we cannot release these forms anyway until you have funded all plan contributions and returned the enclosed MAP-21 Funding Election Form. You may contribute any amount within the following range:

<u>Minimum</u>		<u>Maximum</u>	
Employer Contribution Due:	\$ 0	Employer Contribution Due:	\$290,039
Total Deposits to Date:	\$ 0	Total Deposits to Date:	\$ 0
Minimum due to be paid:	\$ 0	Maximum remaining:	\$290,039

DMP
 9/1/13

Minimum Required Contribution: The required contribution for the December 31, 2012 plan year end is \$0.

Maximum Contribution: The maximum contribution for the December 31, 2012 plan year end is \$290,039. If you elect to make a deposit in excess of the minimum contribution, you must make a written irrevocable election to apply the excess to the prefunding balance.

Please note that electing to fund the maximum contribution for the December 31, 2012 plan year end has the potential risk of creating some issues depending on plan asset performance:

1. Significantly reducing the deductible contributions for future years; or
2. Potentially creating excess assets that cannot be allocated in the event of plan termination or the death of the owners and thus subjected to significant excise taxes.
3. If you are planning on retiring or terminating your plan within the next two or three years, we will be happy to help you analyze whether making a contribution toward the maximum end of the range is appropriate for you.

The deposits must be made on or before **September 15, 2013**, the funding deadline for the December 31, 2012 plan year end. However, if the tax return reflecting the deduction is filed before this date, then the entire deposit should be made by the date the tax return is filed. Enclosed is a Contribution Confirmation Form for you to provide our office with the dates and amounts of deposits to the plan when the contribution has been completely funded.

Enclosed is a copy of the MAP-21 Funding Election Form. This election is required for your plan's December 31, 2012 plan year end. Please sign, date and return a copy to our office in the preaddressed envelope.

Please note that Form 5500 should be filed by **July 31, 2013**. If the deposit is not made prior to this date and notification is given to our office in a timely manner, we will prepare an extension for the amount listed on our fee schedule.

An invoice for services rendered is being mailed under separate cover. The amount due may be paid from the assets of the plan or by the plan sponsor. For your convenience, we also accept most major credit cards.

Denny J. Chittick
April 1, 2013
Page Two

We appreciate the opportunity to be of service. If you have any questions, please do not hesitate to give me a call at (602) 957-7101 ext. 306, fax (602) 957-7505 or e-mail me at cbrotherton@pensionstrategies.com. You may also contact your Pension Consultant Brian Wohrle at extension 329 or e-mail at bwohrle@pensionstrategies.com.

Sincerely,

Catrin Brotherton

Catrin Brotherton
Retirement Plan Specialist

Enclosures

c: David Preston

DHS
Sizel

DMP
9/1/13

IRS CIRCULAR 230 DISCLOSURE: To ensure compliance with requirements imposed by the IRS, we inform you that, to the extent this communication (or any attachment) addresses any tax matter, it was not written to be (and may not be) relied upon to (i) avoid tax-related penalties under the Internal Revenue Code, or (ii) promote, market or recommend to another party any transaction or matter addressed herein (or in any such attachment).

7041
70P000187

CONTRIBUTION CONFIRMATION FORM

DenSco Investment Corporation
Defined Benefit Pension Plan

Plan Year End: December 31, 2012

PLEASE COMPLETE AND RETURN THIS FORM TO:

Pension Strategies, L.L.C.
2141 E. Highland Avenue, Suite 180
Phoenix, AZ 85016
Fax (602) 957-7505
Email: cbrotherton@pensionstrategies.com

OHJ
8/24/12

Please supply the following information so we may finalize your annual return:

Date of Plan Sponsor Contribution:

Amount of Contribution:

_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____

DMAP
9/1/12

Signature of Plan Administrator

Date

MAP-21 Funding Election Form 430(h) and 436

DenSco Investment Corporation Defined Benefit Pension Plan

██████████/001

For the plan year 1/1/2012 through 12/31/2012

Pursuant to the prescribed funding method under Internal Revenue Code Section 430, and as permitted under the Moving Ahead for Progress in the 21st Century Act (MAP-21) Pension Funding Stabilization, I, as the Plan Sponsor, hereby provide you, Joseph P. Fuss, E.A., the plan's Enrolled Actuary and, additionally, to the Plan Administrator the following election(s) for the above named plan and plan year:

MAP-21 Application for 2012

- Use segment rates without MAP-21 modifications for minimum funding and AFTAP
- Use MAP-21 segment rates for minimum funding but use segment rates without MAP-21 modifications for AFTAP

b 4,
8/29/12

Plan Sponsor Signature

Date

DMP
9/1/12

Department of the Treasury Internal Revenue Service

Do not file this form unless the corporation has filed or is attaching Form 2553 to elect to be an S corporation. Information about Form 1120S and its separate instructions is at www.irs.gov/form1120s.

For calendar year 2013 or tax year beginning 4/30/2001, 2013, ending

Form header section including: A S election effective date (4/30/2001), B Business activity code number (522291), C Check if Schedule M-3 attached (X), D Employer identification number, E Date incorporated (4/30/2001), F Total assets (see instructions) (\$ 58,894,465).

Handwritten box containing: Preston, EXH. NO. 690, 1-25-19, Kelly S. Oglesby CR 50178

G Is the corporation electing to be an S corporation beginning with this tax year? Yes No (X)
H Check if: (1) Final return, (2) Name change, (3) Address change, (4) Amended return, (5) S election termination or revocation

I Enter the number of shareholders who were shareholders during any part of the tax year. 1
Caution. Include only trade or business income and expenses on lines 1a through 21. See the instructions for more information.

Main table with columns for INCOME, DEDUCTIONS, and TAX AND PAYMENTS. Rows include: 1a Gross receipts or sales (8,654,507), 1b Returns and allowances, 1c Balance (8,654,507), 2 Cost of goods sold, 3 Gross profit (8,654,507), 4 Net gain (loss), 5 Other income (loss), 6 Total income (loss) (8,654,507), 7 Compensation of officers (258,312), 8 Salaries and wages, 9 Repairs and maintenance (571), 10 Bad debts, 11 Rents (2,896), 12 Taxes and licenses (SEE STATEMENT 1, 10,846), 13 Interest (6,260,964), 14 Depreciation not claimed, 15 Depletion, 16 Advertising, 17 Pension, profit-sharing, etc. plans (882,589), 18 Employee benefit programs, 19 Other deductions (SEE STATEMENT 2, 71,369), 20 Total deductions (7,487,547), 21 Ordinary business income (loss) (1,166,960), 22a Excess net passive income or LIFO recapture tax, 22b Tax from Schedule D, 22c Add lines 22a and 22b, 23a 2013 estimated tax payments and 2012 overpayment credited to 2013, 23b Tax deposited with Form 7004, 23c Credit for federal tax paid on fuels, 23d Add lines 23a through 23c, 24 Estimated tax penalty, 25 Amount owed (0), 26 Overpayment, 27 Enter amount from line 26 Credited to 2014 estimated tax (Refunded).

Sign Here section: Signature of officer (DAVID M. PRESTON), Date, Title (PRESIDENT), Preparer's signature (DAVID M. PRESTON), Date, Check self-employed, PTIN (P01392876), Firm's name (PRESTON CPA, P.C.), Firm's address (1949 E. BROADWAY ROAD STE 101, TEMPE, AZ 85282), Firm's EIN, Phone no. ((480) 820-4419)

Schedule B Other Information (see instructions)					Yes	No
1 Check accounting method: a <input checked="" type="checkbox"/> Cash b <input type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) _____					<input type="checkbox"/>	<input type="checkbox"/>
2 See the instructions and enter the: a Business activity. <u>FINANCE</u> b Product or service... <u>LENDING</u>					<input type="checkbox"/>	<input type="checkbox"/>
3 At any time during the tax year, was any shareholder of the corporation a disregarded entity, a trust, an estate, or a nominee or similar person? If "Yes," attach Schedule B-1, Information on Certain Shareholders of an S Corporation.....					<input type="checkbox"/>	<input checked="" type="checkbox"/>
4a At the end of the tax year, did the corporation: Own directly 20% or more, or own, directly or indirectly, 50% or more of the total stock issued and outstanding of any foreign or domestic corporation? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (v) below.....					<input type="checkbox"/>	<input checked="" type="checkbox"/>
(i) Name of Corporation	(ii) Employer Identification Number (if any)	(iii) Country of Incorporation	(iv) Percentage of Stock Owned	(v) If Percentage in (iv) is 100%, Enter the Date (if any) a Qualified Subchapter S Subsidiary Election Was Made		
b Own directly an interest of 20% or more, or own, directly or indirectly, an interest of 50% or more in the profit, loss, or capital in any foreign or domestic partnership (including an entity treated as a partnership) or in the beneficial interest of a trust? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (v) below.....					<input type="checkbox"/>	<input checked="" type="checkbox"/>
(i) Name of Entity	(ii) Employer Identification Number (if any)	(iii) Type of Entity	(iv) Country of Organization	(v) Maximum % Owned in Profit, Loss, or Capital		
5a At the end of the tax year, did the corporation have any outstanding shares of restricted stock?..... If "Yes," complete lines (i) and (ii) below.					<input type="checkbox"/>	<input checked="" type="checkbox"/>
(i) Total shares of restricted stock.....					<input type="checkbox"/>	<input type="checkbox"/>
(ii) Total shares of non-restricted stock.....					<input type="checkbox"/>	<input type="checkbox"/>
b At the end of the tax year, did the corporation have any outstanding stock options, warrants, or similar instruments?..... If "Yes," complete lines (i) and (ii) below.					<input type="checkbox"/>	<input checked="" type="checkbox"/>
(i) Total shares of stock outstanding at the end of the tax year.....					<input type="checkbox"/>	<input type="checkbox"/>
(ii) Total shares of stock outstanding if all instruments were executed.....					<input type="checkbox"/>	<input type="checkbox"/>
6 Has this corporation filed, or is it required to file, Form 8918, Material Advisor Disclosure Statement, to provide information on any reportable transaction?.....					<input type="checkbox"/>	<input checked="" type="checkbox"/>
7 Check this box if the corporation issued publicly offered debt instruments with original issue discount..... If checked, the corporation may have to file Form 8281, Information Return for Publicly Offered Original Issue Discount Instruments. <input type="checkbox"/>					<input type="checkbox"/>	<input type="checkbox"/>
8 If the corporation: (a) was a C corporation before it elected to be an S corporation or the corporation acquired an asset with a basis determined by reference to the basis of the asset (or the basis of any other property) in the hands of a C corporation and (b) has net unrealized built-in gain in excess of the net recognized built-in gain from prior years, enter the net unrealized built-in gain reduced by net recognized built-in gain from prior years (see instructions)..... \$ _____					<input type="checkbox"/>	<input type="checkbox"/>
9 Enter the accumulated earnings and profits of the corporation at the end of the tax year..... \$ _____					<input type="checkbox"/>	<input type="checkbox"/>
10 Does the corporation satisfy both of the following conditions?					<input type="checkbox"/>	<input type="checkbox"/>
a The corporation's total receipts (see instructions) for the tax year were less than \$250,000.....					<input type="checkbox"/>	<input checked="" type="checkbox"/>
b The corporation's total assets at the end of the tax year were less than \$250,000..... If "Yes," the corporation is not required to complete Schedules L and M-1.					<input type="checkbox"/>	<input type="checkbox"/>
11 During the tax year, did the corporation have any non-shareholder debt that was canceled, was forgiven, or had the terms modified so as to reduce the principal amount of the debt?..... If "Yes," enter the amount of principal reduction \$ _____					<input type="checkbox"/>	<input checked="" type="checkbox"/>
12 During the tax year, was a qualified subchapter S subsidiary election terminated or revoked? If "Yes," see instructions....					<input type="checkbox"/>	<input checked="" type="checkbox"/>
13a Did the corporation make any payments in 2013 that would require it to file Form(s) 1099?.....					<input checked="" type="checkbox"/>	<input type="checkbox"/>
b If "Yes," did the corporation file or will it file required Forms 1099?.....					<input checked="" type="checkbox"/>	<input type="checkbox"/>

Schedule K-1 Shareholders' Pro Rata Share Items		Total amount
Income (Loss)	1 Ordinary business income (loss) (page 1, line 21).....	1 1,166,960.
	2 Net rental real estate income (loss) (attach Form 8825).....	2 8,667.
	3a Other gross rental income (loss).....	3a
	b Expenses from other rental activities (attach statement).....	3b
	c Other net rental income (loss). Subtract line 3b from line 3a.....	3c
	4 Interest income.....	4
	5 Dividends: a Ordinary dividends.....	5a
	b Qualified dividends.....	5b
	6 Royalties.....	6
	7 Net short-term capital gain (loss) (attach Schedule D (Form 1120S)).....	7
8a Net long-term capital gain (loss) (attach Schedule D (Form 1120S)).....	8a	
	b Collectibles (28%) gain (loss).....	8b
	c Unrecaptured section 1250 gain (attach statement).....	8c
9 Net section 1231 gain (loss) (attach Form 4797).....	9 -406,614.	
10 Other income (loss) (see instructions).....Type▶...	10	
Deductions	11 Section 179 deduction (attach Form 4562).....	11
	12a Charitable contributions.....	12a 500.
	b Investment interest expense.....	12b
	c Section 59(e)(2) expenditures (1) Type ▶ (2) Amount ▶.....	12c (2)
d Other deductions (see instructions)... Type ▶.....	12d	
Credits	13a Low-income housing credit (section 42(j)(5)).....	13a
	b Low-income housing credit (other).....	13b
	c Qualified rehabilitation expenditures (rental real estate) (attach Form 3468).....	13c
	d Other rental real estate credits (see instrs) Type ▶.....	13d
	e Other rental credits (see instrs) Type ▶.....	13e
	f Biofuel producer credit (attach Form 6478).....	13f
	g Other credits (see instructions)..... Type ▶.....	13g
Foreign Transactions	14a Name of country or U.S. possession..... ▶.....	
	b Gross income from all sources.....	14b
	c Gross income sourced at shareholder level.....	14c
	Foreign gross income sourced at corporate level.....	
	d Passive category.....	14d
	e General category.....	14e
	f Other (attach statement).....	14f
	Deductions allocated and apportioned at shareholder level.....	
	g Interest expense.....	14g
	h Other.....	14h
	Deductions allocated and apportioned at corporate level to foreign source income.....	
	i Passive category.....	14i
	j General category.....	14j
	k Other (attach statement).....	14k
Other information.....		
l Total foreign taxes (check one): ▶ <input type="checkbox"/> Paid <input type="checkbox"/> Accrued.....	14l	
m Reduction in taxes available for credit (attach statement).....	14m	
n Other foreign tax information (attach statement).....		
Alternative Minimum Tax (AMT) Items	15a Post-1986 depreciation adjustment.....	15a
	b Adjusted gain or loss.....	15b
	c Depletion (other than oil and gas).....	15c
	d Oil, gas, and geothermal properties — gross income.....	15d
	e Oil, gas, and geothermal properties — deductions.....	15e
	f Other AMT items (attach statement).....	15f
Items Affecting Shareholder Basis	16a Tax-exempt interest income.....	16a
	b Other tax-exempt income.....	16b
	c Nondeductible expenses.....	16c 2,081.
	d Distributions (attach stmt if required) (see instrs).....	16d
	e Repayment of loans from shareholders.....	16e 858,457.

Schedule K-1 Shareholders' Pro Rata Share Items (continued)		Total amount
Other Information	17a Investment income.....	17a
	b Investment expenses.....	17b
	c Dividend distributions paid from accumulated earnings and profits.....	17c
	d Other items and amounts (attach statement)	
Reconciliation	18 Income/loss reconciliation. Combine the amounts on lines 1 through 10 in the far right column. From the result, subtract the sum of the amounts on lines 11 through 12d and lines 14l.....	18
		768,513.

Schedule L-1 Balance Sheets per Books	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
Assets				
1 Cash.....		3,178,423.		543,219.
2a Trade notes and accounts receivable.....				
b Less allowance for bad debts.....				
3 Inventories.....				
4 U.S. government obligations.....				
5 Tax-exempt securities (see instructions).....				
6 Other current assets (attach stmt).....				
7 Loans to shareholders.....				
8 Mortgage and real estate loans.....		38,238,134.		58,327,810.
9 Other investments (attach statement).....				
10a Buildings and other depreciable assets.....	1,221,510.		16,346.	
b Less accumulated depreciation.....	189,803.	1,031,707.	16,346.	
11a Depletable assets.....				
b Less accumulated depletion.....				
12 Land (net of any amortization).....		401,721.		
13a Intangible assets (amortizable only).....	45,993.		45,993.	
b Less accumulated amortization.....	45,993.		45,993.	
14 Other assets (attach stmt)..... SEE ST. 4.		23,436.		23,436.
15 Total assets.....		42,873,421.		58,894,465.
Liabilities and Shareholders' Equity				
16 Accounts payable.....				
17 Mortgages, notes, bonds payable in less than 1 year.....				
18 Other current liabilities (attach stmt)..... SEE ST. 5.		290,039.		867,289.
19 Loans from shareholders.....		1,723,745.		865,288.
20 Mortgages, notes, bonds payable in 1 year or more.....		40,557,053.		56,092,872.
21 Other liabilities (attach statement).....				
22 Capital stock.....		10,000.		10,000.
23 Additional paid-in capital.....				
24 Retained earnings.....		292,584.		1,059,016.
25 Adjustments to shareholders' equity (att stmt).....				
26 Less cost of treasury stock.....				
27 Total liabilities and shareholders' equity.....		42,873,421.		58,894,465.

Schedule M-1: Reconciliation of Income (Loss) per Books With Income (Loss) per Return

Note. Schedule M-3 required instead of Schedule M-1 if total assets are \$10 million or more – see instructions

<p>1 Net income (loss) per books</p> <p>2 Income included on Schedule K, lines 1, 2, 3c, 4, 5a, 6, 7, 8a, 9, and 10, not recorded on books this year (itemize):</p> <p>3 Expenses recorded on books this year not included on Schedule K, lines 1 through 12, and 14i (itemize):</p> <p style="margin-left: 20px;">a Depreciation \$ _____</p> <p style="margin-left: 20px;">b Travel and entertainment. \$ _____</p> <p>4 Add lines 1 through 3.</p>	<p>5 Income recorded on books this year not included on Schedule K, lines 1 through 10 (itemize):</p> <p style="margin-left: 20px;">a Tax-exempt interest. \$ _____</p> <p>6 Deductions included on Schedule K, lines 1 through 12, and 14i, not charged against book income this year (itemize):</p> <p style="margin-left: 20px;">a Depreciation.... \$ _____</p> <p>7 Add lines 5 and 6</p> <p>8 Income (loss) (Schedule K, ln 18). Ln 4 less in 7...</p>
--	--

Schedule M-2: Analysis of Accumulated Adjustments Account, Other Adjustments Account, and Shareholders' Undistributed Taxable Income Previously Taxed (see instructions)

	(a) Accumulated adjustments account	(b) Other adjustments account	(c) Shareholders' undistributed taxable income previously taxed
1 Balance at beginning of tax year	-70,497.		
2 Ordinary income from page 1, line 21	1,166,960.		
3 Other additions	8,667.		
4 Loss from page 1, line 21			
5 Other reductions	(409,195.)		
6 Combine lines 1 through 5	695,935.		
7 Distributions other than dividend distributions			
8 Balance at end of tax year. Subtract line 7 from line 6	695,935.		

Rental Real Estate Income and Expenses of a Partnership or an S Corporation

▶ See instructions.
▶ Attach to Form 1065, Form 1065-B, or Form 1120S.

Name: **DENSCO INVESTMENT CORPORATION** Employer identification number: [REDACTED]

1	Physical address of each property – street, city, state, ZIP code	Type – Enter code 1-8; see page 2 for list	Fair Rental Days	Personal Use Days
A	2243 W MORTEN PHOENIX, AZ 85021	1	320	
B	2249 W MORTEN PHOENIX, AZ 85021	1	320	
C				
D				

Rental Real Estate Income	Properties			
	A	B	C	D
2 Gross rents	47,726.	43,020.		
3 Advertising				
4 Auto and travel				
5 Cleaning and maintenance				
6 Commissions				
7 Insurance	220.	227.		
8 Legal and other professional fees				
9 Interest				
10 Repairs	6,673.	8,939.		
11 Taxes	4,044.	4,044.		
12 Utilities	4,719.	5,189.		
13 Wages and salaries				
14 Depreciation (see instructions)	19,170.	19,172.		
15 Other (list)				
MANAGEMENT FEES	4,075.	3,059.		
MISCELLANEOUS	1,274.	1,274.		
16 Total expenses for each property. Add lines 3 through 15	40,175.	41,904.		
17 Income or (Loss) from each property. Subtract line 16 from line 2	7,551.	1,116.		
18a Total gross rents. Add gross rents from line 2, columns A through H				90,746.
18b Total expenses. Add total expenses from line 16, columns A through H				-82,079.
19 Net gain (loss) from Form 4797, Part II, line 17, from the disposition of property from rental real estate activities				
20a Net income (loss) from rental real estate activities from partnerships, estates, and trusts in which this partnership or S corporation is a partner or beneficiary (from Schedule K-1)				
b Identify below the partnerships, estates, or trusts from which net income (loss) is shown on line 20a. Attach a schedule if more space is needed:				
(1) Name	(2) Employer identification number			
21 Net rental real estate income (loss). Combine lines 18a through 20a. Enter the result here and on:				8,667.

1 Show the type and address of each property. For each rental real estate property listed, report the number of days at fair rental value and days with personal use. See instructions.

Physical address of each property – street, city, state, ZIP code	Type -- Enter code 1-8; see below for list	Fair Rental Days	Personal Use Days
E -----	-----	-----	-----
F -----	-----	-----	-----
G -----	-----	-----	-----
H -----	-----	-----	-----

Rental Real Estate Income		Properties			
		E	F	G	H
2	Gross rents.....	2			
Rental Real Estate Expenses					
3	Advertising.....	3			
4	Auto and travel.....	4			
5	Cleaning and maintenance.....	5			
6	Commissions.....	6			
7	Insurance.....	7			
8	Legal and other professional fees.....	8			
9	Interest.....	9			
10	Repairs.....	10			
11	Taxes.....	11			
12	Utilities.....	12			
13	Wages and salaries.....	13			
14	Depreciation (see instructions).....	14			
15	Other (list) -----	15			
16	Total expenses for each property. Add lines 3 through 15.....	16			
17	Income or (Loss) from each property. Subtract line 16 from line 2.....	17			

Allowable Codes for Type of Property

- 1 – Single Family Residence
- 2 – Multi-Family Residence
- 3 – Vacation or Short-term Rental
- 4 – Commercial
- 5 – Land
- 6 – Royalties
- 7 – Self-Rental
- 8 – Other (include description with the code on Form 8825 or on a separate statement)

SCHEDULE D
(Form 1120S)

Capital Gains and Losses and Built-In Gains

OMB No. 1545-0130

2013

Department of the Treasury
Internal Revenue Service

► Attach to Form 1120S.
► Use Form 8949 to list your transactions for lines 1b, 2, 3, 8b, 9, and 10.
► Information about Schedule D and its separate instructions is at www.irs.gov/form1120s.

Name: **DENSCO INVESTMENT CORPORATION** Employer identification number: XXXXXXXXXX

Part I Short-Term Capital Gains and Losses — Assets Held One Year or Less

See Instructions for how to figure the amounts to enter on the lines below. This form may be easier to complete if you round off cents to whole dollars.	(d) Proceeds (sales price)	(e) Cost (or other basis)	(g) Adjustments to gain or loss from Form(s) 8949, Part I, line 2, column (g)	(h) Gain or (loss). Subtract column (e) from column (d) and combine the result with column (g)
1a Totals for all short-term transactions reported on Form 1099-B for which basis was reported to the IRS and for which you have no adjustments (see instructions). However, if you choose to report all these transactions on Form 8949, leave this line blank and go to line 1b.....				
1b Totals for all transactions reported on Form(s) 8949 with Box A checked.....				
2 Totals for all transactions reported on Form(s) 8949 with Box B checked.....				
3 Totals for all transactions reported on Form(s) 8949 with Box C checked.....				
4 Short-term capital gain from installment sales from Form 6252, line 26 or 37.....				4
5 Short-term capital gain or (loss) from like-kind exchanges from Form 8824.....				5
6 Tax on short-term capital gain included on line 23 below.....				6
7 Net short-term capital gain or (loss). Combine lines 1a through 6 in column (h). Enter here and on Form 1120S, Schedule K, line 7 or 10.....				7

Part II Long-Term Capital Gains and Losses — Assets Held More Than One Year

See Instructions for how to figure the amounts to enter on the lines below. This form may be easier to complete if you round off cents to whole dollars.	(d) Proceeds (sales price)	(e) Cost (or other basis)	(g) Adjustments to gain or loss from Form(s) 8949, Part II, line 2, column (g)	(h) Gain or (loss). Subtract column (e) from column (d) and combine the result with column (g)
8a Totals for all long-term transactions reported on Form 1099-B for which basis was reported to the IRS and for which you have no adjustments (see instructions). However, if you choose to report all these transactions on Form 8949, leave this line blank and go to line 8b.....	276,000.	276,000.		
8b Totals for all transactions reported on Form(s) 8949 with Box D checked.....				
9 Totals for all transactions reported on Form(s) 8949 with Box E checked.....				
10 Totals for all transactions reported on Form(s) 8949 with Box F checked.....				
11 Long-term capital gain from installment sales from Form 6252, line 26 or 37.....				11
12 Long-term capital gain or (loss) from like-kind exchanges from Form 8824.....				12
13 Capital gain distributions (see instructions).....				13
14 Tax on long-term capital gain included on line 23 below.....				14
15 Net long-term capital gain or (loss). Combine lines 8a through 14 in column (h). Enter here and on Form 1120S, Schedule K, line 8a or 10.....				15

BAA For Paperwork Reduction Act Notice, see the Instructions for Form 1120S.

Schedule D (Form 1120S) 2013



Part III Built-in Gains Tax (See instructions before completing this part.)

16	Excess of recognized built-in gains over recognized built-in losses (attach computation statement).....	16	
17	Taxable income (attach computation statement).....	17	
18	Net recognized built-in gain. Enter the smallest of line 16, line 17, or line 8 of Schedule B.....	18	
19	Section 1374(b)(2) deduction.....	19	
20	Subtract line 19 from line 18. If zero or less, enter -0- here and on line 23.....	20	
21	Enter 35% of line 20.....	21	
22	Section 1374(b)(3) business credit and minimum tax credit carryforwards from C corporation years.....	22	
23	Tax. Subtract line 22 from line 21 (if zero or less, enter -0-). Enter here and on Form 1120S, page 1, line 22b.....	23	

Schedule D (Form 1120S) 2013

2013

Final K-1 Amended K-1

For calendar year 2013, or tax
year beginning _____, 2013
ending _____,

Shareholder's Share of Income, Deductions, Credits, etc ▶ See page 2 of form and separate instructions.

Part I Information About the Corporation

A Corporation's employer identification number
[REDACTED]

B Corporation's name, address, city, state, and ZIP code
DENSCO INVESTMENT CORPORATION
6132 W. VICTORIA PLACE
CHANDLER, AZ 85226

C IRS Center where corporation filed return
OGDEN, UT

Part II Information About the Shareholder

D Shareholder's identifying number
[REDACTED]

E Shareholder's name, address, city, state, and ZIP code
DENNY CHITTICK
6132 W. VICTORIA PLACE
CHANDLER, AZ 85226

F Shareholder's percentage of stock ownership for tax year 100%

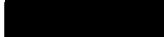
FOR IRS USE ONLY

Part III Shareholder's Share of Current Year Income, Deductions, Credits, and Other Items			
1	Ordinary business income (loss)	13	Credits
2	Net rental real estate income (loss)		
*	8,667.		
3	Other net rental income (loss)		
4	Interest income		
5a	Ordinary dividends		
5b	Qualified dividends	14	Foreign transactions
6	Royalties		
7	Net short-term capital gain (loss)		
8a	Net long-term capital gain (loss)		
8b	Collectibles (28%) gain (loss)		
8c	Unrecaptured section 1250 gain		
9	Net section 1231 gain (loss)		
	-406,614.		
10	Other income (loss)	15	Alternative minimum tax (AMT) items
11	Section 179 deduction	16	Items affecting shareholder basis
		C	2,081.
12	Other deductions		
A	500.	E	858,457.
		17	Other information
*See attached statement for additional information.			

This list identifies the codes used on Schedule K-1 for all shareholders and provides summarized reporting information for shareholders who file Form 1040. For detailed reporting and filing information, see the separate Shareholder's Instructions for Schedule K-1 and the instructions for your income tax return.

7	Ordinary business income (loss). Determine whether the income (loss) is passive or nonpassive and enter on your return as follows:	<i>Report on</i>
	Passive loss	See the Shareholder's Instructions
	Passive income	Schedule E, line 28, column (d)
	Nonpassive loss	Schedule E, line 28, column (f)
	Nonpassive income	Schedule E, line 28, column (d)
2	Net rental real estate income (loss)	See the Shareholder's Instructions
3	Other net rental income (loss)	
	Net income	Schedule E, line 28, column (d)
	Net loss	See the Shareholder's Instructions
4	Interest income	Form 1040, line 8a
5a	Ordinary dividends	Form 1040, line 9a
5b	Qualified dividends	Form 1040, line 9b
6	Royalties	Schedule E, line 4
7	Net short-term capital gain (loss)	Schedule D, line 5
8a	Net long-term capital gain (loss)	Schedule D, line 12
8b	Collectibles (28%) gain (loss)	28% Rate Gain Worksheet, line 4 (Schedule D instructions)
8c	Unrecaptured section 1250 gain	See the Shareholder's Instructions
9	Net section 1231 gain (loss)	See the Shareholder's Instructions
10	Other income (loss)	
	<i>Code</i>	
	A Other portfolio income (loss)	See the Shareholder's Instructions
	B Involuntary conversions	See the Shareholder's Instructions
	C Sec. 1255 contracts and straddles	Form 5781, line 1
	D Mining exploration costs recapture	See Pub 535
	E Other income (loss)	See the Shareholder's Instructions
11	Section 179 deduction	See the Shareholder's Instructions
12	Other deductions	
	A Cash contributions (50%)	See the Shareholder's Instructions
	B Cash contributions (30%)	
	C Noncash contributions (50%)	
	D Noncash contributions (30%)	
	E Capital gain property to a 50% organization (30%)	
	F Capital gain property (20%)	
	G Contributions (100%)	
	H Investment interest expense	Form 4952, line 1
	I Deductions -- royalty income	Schedule E, line 19
	J Section 59(e)(2) expenditures	See the Shareholder's Instructions
	K Deductions -- portfolio (2% floor)	Schedule A, line 23
	L Deductions -- portfolio (other)	Schedule A, line 28
	M Preproductive period expenses	See the Shareholder's Instructions
	N Commercial revitalization deduction from rental real estate activities	See Form 8582 instructions
	O Reforestation expense deduction	See the Shareholder's Instructions
	P Domestic production activities information	See Form 8903 instructions
	Q Qualified production activities income	Form 8903, line 7b
	R Employer's Form W-2 wages	Form 8903, line 17
	S Other deductions	See the Shareholder's Instructions
13	Credits	
	A Low-income housing credit (section 42(i)(5)) from pre-2008 buildings	See the Shareholder's Instructions
	B Low-income housing credit (other) from pre-2008 buildings	
	C Low-income housing credit (section 42(i)(5)) from post-2007 buildings	
	D Low-income housing credit (other) from post-2007 buildings	
	E Qualified rehabilitation expenditures (rental real estate)	
	F Other rental real estate credits	
	G Other rental credits	
	H Undistributed capital gains credit	Form 1040, line 71, box a
	I Biofuel producer credit	
	J Work opportunity credit	
	K Disabled access credit	See the Shareholder's Instructions
	L Empowerment zone employment credit	
	M Credit for increasing research activities	

	<i>Code</i>	<i>Report on</i>
	N Credit for employer social security and Medicare taxes	See the Shareholder's Instructions
	O Backup withholding	
	P Other credits	
14	Foreign transactions	
	A Name of country or U.S. possession	Form 1116, Part I
	B Gross income from all sources	
	C Gross income sourced at shareholder level	
	<i>Foreign gross income sourced at corporate level</i>	
	D Passive category	Form 1116, Part I
	E General category	
	F Other	
	<i>Deductions allocated and apportioned at shareholder level</i>	
	G Interest expense	Form 1116, Part I
	H Other	Form 1116, Part I
	<i>Deductions allocated and apportioned at corporate level to foreign source income</i>	
	I Passive category	Form 1116, Part I
	J General category	
	K Other	
	<i>Other information</i>	
	L Total foreign taxes paid	Form 1116, Part II
	M Total foreign taxes accrued	Form 1116, Part II
	N Reduction in taxes available for credit	Form 1116, line 12
	O Foreign trading gross receipts	Form 8873
	P Extraterritorial income exclusion	Form 8873
	Q Other foreign transactions	See the Shareholder's Instructions
15	Alternative minimum tax (AMT) items	
	A Post-1986 depreciation adjustment	See the Shareholder's Instructions and the instructions for Form 6251
	B Adjusted gain or loss	
	C Depletion (other than oil & gas)	
	D Oil, gas, & geothermal -- gross income	
	E Oil, gas, & geothermal -- deductions	
	F Other AMT items	
16	Items affecting shareholder basis	
	A Tax-exempt interest income	Form 1040, line 8b
	B Other tax-exempt income	See the Shareholder's Instructions
	C Nondeductible expenses	
	D Distributions	
	E Repayment of loans from shareholders	
	<i>Other information</i>	
	A Investment income	Form 4952, line 4a
	B Investment expenses	Form 4952, line 5
	C Qualified rehabilitation expenditures (other than rental real estate)	See the Shareholder's Instructions
	D Basis of energy property	See the Shareholder's Instructions
	E Recapture of low-income housing credit (section 42(i)(5))	Form 8611, line 8
	F Recapture of low-income housing credit (other)	Form 8611, line 8
	G Recapture of investment credit	See Form 4255
	H Recapture of other credits	See the Shareholder's Instructions
	I Look-back interest -- completed long-term contracts	See Form 8697
	J Look-back interest -- income forecast method	See Form 8866
	K Dispositions of property with section 179 deductions	See the Shareholder's Instructions
	L Recapture of section 179 deduction	
	M Section 453(d)(3) information	
	N Section 453A(c) information	
	O Section 1260(b) information	
	P Interest allocable to production expenditures	
	Q OCF nonqualified withdrawals	
	R Depletion information -- oil and gas	
	S Amortization of reforestation costs	
	T Section 108(f) information	
	U Net investment income	
	V Other information	



BOX 2
NET RENTAL REAL ESTATE INCOME (LOSS)

<u>PROPERTY TYPE AND ADDRESS</u>	<u>GROSS INCOME</u>	<u>NET EXPENSES</u>	<u>NET INCOME</u>	<u>PASSIVE NONPASS</u>	<u>SEC. 1231 TOTAL</u>
TYPE: 1 - SINGLE FAMILY RESIDENCE 2243 W MORTEN PHOENIX, AZ 85021	47,726.	40,175.	\$ 7,551.	PASSIVE	-406,614.
TYPE: 1 - SINGLE FAMILY RESIDENCE 2249 W MORTEN PHOENIX, AZ 85021	43,020.	41,904.	1,116.	PASSIVE	
			<u>TOTAL \$ 8,667.</u>		

SHAREHOLDER 1 : DENNY CHITTICK



SCHEDULE M-3
(Form 1120S)

Net Income (Loss) Reconciliation for S Corporations
With Total Assets of \$10 Million or More

OMB No. 1545-0130

2013

Department of the Treasury
Internal Revenue Service

► Attach to Form 1120S.
Information about Sch M-3 (Form 1120S) and its separate instructions is at www.irs.gov/form1120s.

Name of corporation

Employer identification number

DENSCO INVESTMENT CORPORATION

Part I Financial Information and Net Income (Loss) Reconciliation (see instructions)

1 a Did the corporation prepare a certified audited non-tax-basis income statement for the period ending with or within this tax year?
(See instructions if multiple non-tax-basis income statements are prepared.)

- Yes. Skip line 1b and complete lines 2 through 11 with respect to that income statement.
 No. Go to line 1b.

b Did the corporation prepare a non-tax-basis income statement for that period?

- Yes. Complete lines 2 through 11 with respect to that income statement.
 No. Skip lines 2 through 3b and enter the corporation's net income (loss) per its books and records on line 4a.

2 Enter the income statement period: Beginning 1/01/13 Ending 12/31/13

3 a Has the corporation's income statement been restated for the income statement period on line 2?

- Yes. (If 'Yes', attach an explanation and the amount of each item restated.)
 No.

b Has the corporation's income statement been restated for any of the five income statement periods preceding the period on line 2?

- Yes. (If 'Yes', attach an explanation and the amount of each item restated.)
 No.

4 a Worldwide consolidated net income (loss) from income statement source identified in Part I, line 1 **4a** 766,432.

b Indicate accounting standard used for line 4a (see instructions):

- (1) GAAP (2) IFRS
(3) Tax-basis (4) Other (specify) _____

5 a Net income from nonincludible foreign entities (attach statement) **5 a**

b Net loss from nonincludible foreign entities (attach statement and enter as a positive amount) **5 b**

6 a Net income from nonincludible U.S. entities (attach statement) **6 a**

b Net loss from nonincludible U.S. entities (attach statement and enter as a positive amount) **6 b**

7 a Net income (loss) of other foreign disregarded entities (attach statement) **7 a**

b Net income (loss) of other U.S. disregarded entities (except qualified subchapter S subsidiaries) (attach statement) **7 b**

c Net income (loss) of other qualified subchapter S subsidiaries (QSubs)(attach statement) **7 c**

8 Adjustment to eliminations of transactions between includible entities and nonincludible entities (attach statement) **8**

9 Adjustment to reconcile income statement period to tax year (attach statement) **9**

10 Other adjustments to reconcile to amount on line 11 (attach statement) **10**

11 Net income (loss) per income statement of the corporation. Combine lines 4 through 10. **11** 766,432.

Note. Part I, line 11, must equal Part II, line 26, column (a).

12 Enter the total amount (not just the corporation's share) of the assets and liabilities of all entities included or removed on the following lines:

	Total Assets	Total Liabilities
a Included on Part I, line 4	58,894,465.	57,825,449.
b Removed on Part I, line 5		
c Removed on Part I, line 6		
d Included on Part I, line 7		

Name of corporation

Employer identification number

DENSCO INVESTMENT CORPORATION

Part III Reconciliation of Net Income (Loss) per Income Statement of the Corporation With Total Income (Loss) per Return (see instructions)

Income (Loss) Items	(a) Income (Loss) per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Income (Loss) per Tax Return
1 Income (loss) from equity method foreign corporations (attach statement)				
2 Gross foreign dividends not previously taxed				
3 Subpart F, QEF, and similar income inclusions (attach statement)				
4 Gross foreign distributions previously taxed (attach statement)				
5 Income (loss) from equity method U.S. corporations (attach statement)				
6 U.S. dividends not eliminated in tax consolidation				
7 Income (loss) from U.S. partnerships (attach statement)				
8 Income (loss) from foreign partnerships (attach statement)				
9 Income (loss) from other pass-through entities (attach statement)				
10 Items relating to reportable transactions (attach statement)				
11 Interest income (attach Form 8916-A)				
12 Total accrual to cash adjustment				
13 Hedging transactions				
14 Mark-to-market income (loss)				
15 Cost of goods sold (attach Form 8916-A)				
16 Sale versus lease (for sellers and/or lessors)				
17 Section 481(a) adjustments				
18 Unearned/deferred revenue				
19 Income recognition from long-term contracts				
20 Original issue discount and other imputed interest				
21 a Income statement gain/loss on sale, exchange, abandonment, worthlessness, or other disposition of assets other than inventory and pass-through entities	-406,614.	406,614.		
b Gross capital gains from Schedule D, excluding amounts from pass-through entities				
c Gross capital losses from Schedule D, excluding amounts from pass-through entities, abandonment losses, and worthless stock losses				
d Net gain/loss reported on Form 4797, line 17, excluding amounts from pass-through entities, abandonment losses, and worthless stock losses		-406,614.		-406,614.
e Abandonment losses				
f Worthless stock losses (attach statement)				
g Other gain/loss on disposition of assets other than inventory				
22 Other income (loss) items with differences (attach statement)				
23 Total income (loss) items. Combine lns 1 through 22	-406,614.			-406,614.
24 Total expense/deduction items (from Part III, ln 32)	-925,094.		2,081.	-923,013.
25 Other items with no differences	2,098,140.			2,098,140.
26 Reconciliation totals. Combine lns 23 through 25	766,432.	0.	2,081.	768,513.

Note. Line 26, column (a), must equal the amount on Part I, line 11, and column (d) must equal Form 1120S, Schedule-K, line 18.

BAA

Name of corporation

Employer identification number

DENSCO INVESTMENT CORPORATION

Part III Reconciliation of Net Income (Loss) per Income Statement of the Corporation With Total Income (Loss) per Return – Expense/Deduction Items (see instructions)

Expense/Deduction Items	(a) Expense per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Deduction per Tax Return
1 U.S. current income tax expense.....				
2 U.S. deferred income tax expense.....				
3 State and local current income tax expense.....				
4 State and local deferred income tax expense.....				
5 Foreign current income tax expense (other than foreign withholding taxes).....				
6 Foreign deferred income tax expense.....				
7 Equity-based compensation.....				
8 Meals and entertainment.....	4,163.		-2,081.	2,082.
9 Fines and penalties.....				
10 Judgments, damages, awards, and similar costs.....				
11 Pension and profit-sharing.....	882,589.			882,589.
12 Other post-retirement benefits.....				
13 Deferred compensation.....				
14 Charitable contribution of cash and tangible property.....				
15 Charitable contribution of intangible property.....				
16 Current year acquisition or reorganization investment banking fees.....				
17 Current year acquisition or reorganization legal and accounting fees.....				
18 Current year acquisition/reorganization other costs.....				
19 Amortization/impairment of goodwill.....				
20 Amortization of acquisition, reorganization, and start-up costs.....				
21 Other amortization or impairment write-offs.....				
22 Reserved.....				
23a Depletion – Oil and Gas.....				
b Depletion – Other than Oil and Gas.....				
24 Depreciation.....	38,342.			38,342.
25 Bad debt expense.....				
26 Interest expense (attach Form 8916-A).....				
27 Corporate owned life insurance premiums.....				
28 Purchase versus lease (for purchasers and/or lessees).....				
29 Research and development costs.....				
30 Section 118 exclusion (att stmt).....				
31 Other expense/deduction items with differences (attach statement).....				
32 Total expense/deduction items. Combine lines 1 through 31. Enter here and on Part II, line 24, reporting positive amounts as negative and negative amounts as positive..	925,094.		-2,081.	923,013.

Schedule M-3 (Form 1120S) 2013

Sales of Business Property
(Also Involuntary Conversions and Recapture Amounts
Under Sections 179 and 280F(b)(2))
- Attach to your tax return.

Department of the Treasury
Internal Revenue Service

Information about Form 4797 and its separate instructions is at www.irs.gov/form4797.

Attachment
Sequence No. 27

Name(s) shown on return: DENSCO INVESTMENT CORPORATION
Identifying number: [Redacted]

1 Enter the gross proceeds from sales or exchanges reported to you for 2013 on Form(s) 1099-B or 1099-S
(or substitute statement) that you are including on line 2, 10, or 20 (see instructions)..... 1 1,050,000.

Part I Sales or Exchanges of Property Used in a Trade or Business and Involuntary Conversions From Other Than Casualty or Theft - Most Property Held More Than 1 Year (see instructions)

Table with 7 columns: (a) Description of property, (b) Date acquired, (c) Date sold, (d) Gross sales price, (e) Depreciation allowed or allowable since acquisition, (f) Cost or other basis, plus improvements and expense of sale, (g) Gain or (loss) Subtract (f) from the sum of (d) and (e). Row 1: RESIDENTIAL RENTALS, 1/01/09, 11/05/13, 1,050,000., 211,799., 1,668,413., -406,614.

3 Gain, if any, from Form 4684, line 39..... 3
4 Section 1231 gain from installment sales from Form 6252, line 26 or 37..... 4
5 Section 1231 gain or (loss) from like-kind exchanges from Form 8824..... 5
6 Gain, if any, from line 32, from other than casualty or theft..... 6
7 Combine lines 2 through 6. Enter the gain or (loss) here and on the appropriate line as follows:..... 7 -406,614.

Partnerships (except electing large partnerships) and S corporations. Report the gain or (loss) following the instructions for Form 1065, Schedule K, line 10, or Form 1120S, Schedule K, line 9. Skip lines 8, 9, 11, and 12 below.

Individuals, partners, S corporation shareholders, and all others. If line 7 is zero or a loss, enter the amount from line 7 on line 11 below and skip lines 8 and 9. If line 7 is a gain and you did not have any prior year section 1231 losses, or they were recaptured in an earlier year, enter the gain from line 7 as a long-term capital gain on the Schedule D filed with your return and skip lines 8, 9, 11, and 12 below.

8 Nonrecaptured net section 1231 losses from prior years (see instructions)..... 8
9 Subtract line 8 from line 7. If zero or less, enter -0-. If line 9 is zero, enter the gain from line 7 on line 12 below. If line 9 is more than zero, enter the amount from line 8 on line 12 below and enter the gain from line 9 as a long-term capital gain on the Schedule D filed with your return (see instructions)..... 9

Part II Ordinary Gains and Losses (see instructions)

Table for Part II with 7 columns: (a) Description of property, (b) Date acquired, (c) Date sold, (d) Gross sales price, (e) Depreciation allowed or allowable since acquisition, (f) Cost or other basis, plus improvements and expense of sale, (g) Gain or (loss) Subtract (f) from the sum of (d) and (e). Row 10: Ordinary gains and losses not included on lines 11 through 16 (include property held 1 year or less):

11 Loss, if any, from line 7..... 11
12 Gain, if any, from line 7 or amount from line 8, if applicable..... 12
13 Gain, if any, from line 31..... 13
14 Net gain or (loss) from Form 4684, lines 31 and 38a..... 14
15 Ordinary gain from installment sales from Form 6252, line 25 or 36..... 15
16 Ordinary gain or (loss) from like-kind exchanges from Form 8824..... 16
17 Combine lines 10 through 16..... 17

18 For all except individual returns, enter the amount from line 17 on the appropriate line of your return and skip lines a and b below. For individual returns, complete lines a and b below:

a If the loss on line 11 includes a loss from Form 4684, line 35, column (b)(ii), enter that part of the loss here. Enter the part of the loss from income-producing property on Schedule A (Form 1040), line 28, and the part of the loss from property used as an employee on Schedule A (Form 1040), line 23. Identify as from Form 4797, line 18a. See instructions..... 18a

b Redetermine the gain or (loss) on line 17 excluding the loss, if any, on line 18a. Enter here and on Form 1040, line 14..... 18b

BAA For Paperwork Reduction Act Notice, see separate instructions.

Application for Automatic Extension of Time To File Certain Business Income Tax, Information, and Other Returns

Department of the Treasury Internal Revenue Service

File a separate application for each return. Information about Form 7004 and its separate instructions is at www.irs.gov/form7004.

Print or Type

Name: DENSCO INVESTMENT CORPORATION
Identifying number: [redacted]
Number, street, and room or suite number: 6132 W. VICTORIA PLACE
City, town, state, and ZIP code: CHANDLER, AZ 85226

Note. File request for extension by the due date of the return for which the extension is granted. See instructions before completing this form.

Part I Automatic 5-Month Extension

1 a Enter the form code for the return that this application is for (see below).

Table with 4 columns: Application Is For, Form Code, Application Is For, Form Code. Rows include Form 1065 (code 09) and Form 1041 (trust) (code 05).

Part II Automatic 6-Month Extension

b Enter the form code for the return that this application is for (see below).

Table with 4 columns: Application Is For, Form Code, Application Is For, Form Code. Rows include various forms like Form 706-GS(D) (code 01), Form 1120-PC (code 21), Form 1120-REIT (code 23), Form 1120S (code 25), Form 3520-A (code 27), Form 8613 (code 29), Form 8831 (code 32), Form 8924 (code 35).

- 2 If the organization is a foreign corporation that does not have an office or place of business in the United States, check here.
3 If the organization is a corporation and is the common parent of a group that intends to file a consolidated return, check here.

Part III All Filers Must Complete This Part

4 If the organization is a corporation or partnership that qualifies under Regulations section 1.6081-5, check here.

5 a The application is for calendar year 20 13, or tax year beginning _____, 20 __, and ending _____, 20 __

b Short tax year. If this tax year is less than 12 months, check the reason: Initial return, Final return, Change in accounting period, Consolidated return to be filed, Other (see instructions-- attach explanation)

Table with 2 columns: Description, Amount. Rows include Tentative total tax (6), Total payments and credits (7), Balance due (8).

BAA For Privacy Act and Paperwork Reduction Act Notice, see separate instructions.

DENSCO INVESTMENT CORPORATION

STATEMENT 1
FORM 1120S, LINE 12
TAXES AND LICENSES

PAYROLL TAXES.....	\$ 10,846.
TOTAL	<u>\$ 10,846.</u>

STATEMENT 2
FORM 1120S, LINE 19
OTHER DEDUCTIONS

AUTO AND TRUCK EXPENSE.....	\$ 877.
BANK CHARGES.....	10,610.
DUES AND SUBSCRIPTIONS.....	1,284.
GIFTS.....	595.
INTERNET.....	710.
LEGAL AND PROFESSIONAL.....	37,698.
MEALS AND ENTERTAINMENT EXPENSE.....	2,082.
OFFICE EXPENSE.....	1,419.
POSTAGE.....	700.
PRINTING.....	235.
RECORDING FEES.....	9,467.
TELEPHONE.....	1,295.
TRAVEL.....	3,777.
WEB SITE.....	620.
TOTAL	<u>\$ 71,369.</u>

STATEMENT 3
FORM 1120S, SCHEDULE K, LINE 12A
CHARITABLE CONTRIBUTIONS

CASH CONTRIBUTIONS - 50% LIMITATION.....	\$ 500.
TOTAL	<u>\$ 500.</u>

STATEMENT 4
FORM 1120S, SCHEDULE L, LINE 14
OTHER ASSETS

	<u>BEGINNING</u>	<u>ENDING</u>
SYNDICATION COSTS.....	\$ 23,436.	\$ 23,436.
TOTAL	<u>\$ 23,436.</u>	<u>\$ 23,436.</u>

DENSCO INVESTMENT CORPORATION

STATEMENT 5
FORM 1120S, SCHEDULE L, LINE 18
OTHER CURRENT LIABILITIES

	<u>BEGINNING</u>	<u>ENDING</u>
PENSION PLAN PAYABLE.....	\$ 290,039.	\$ 867,289.
TOTAL	<u>\$ 290,039.</u>	<u>\$ 867,289.</u>

STATEMENT 6
FORM 1120S, SCHEDULE M-2, COLUMN A, LINE 3
OTHER ADDITIONS

NET RENTAL REAL ESTATE INCOME.....	\$ 8,667.
TOTAL	<u>\$ 8,667.</u>

STATEMENT 7
FORM 1120S, SCHEDULE M-2, COLUMN A, LINE 5
OTHER REDUCTIONS

CONTRIBUTIONS.....	\$ 500.
DISALLOWED MEALS AND ENTERTAINMENT.....	2,081.
SECTION 1231 LOSS.....	406,614.
TOTAL	<u>\$ 409,195.</u>

Arizona S Corporation Income Tax Return

2013

For the calendar year 2013 or fiscal year beginning _____ and ending _____

Business Telephone Number (with area code) (480) 636-1180	Name DENSCO INVESTMENT CORPORATION	CHECK ONE: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Amended
Business Activity Code (from Federal Form 1120-S) 522291	Address - number and street or PO Box 6132 W. VICTORIA PLACE	Employer Identification Number (EIN) [REDACTED]
	City, Town or Post Office CHANDLER, AZ 85226	State AZ ZIP Code 85226

- (68) Check box if: This is a first return Name change Address change
- A Multistate S corporations only –**
 Arizona apportionment (check only one):
 AIR Carrier STANDARD Sales Factor ENHANCED Sales Factor
- B** Is this the S corporation's final Arizona return under this EIN?..... Yes No
 If "Yes", check one: Dissolved Withdrawn Merged/Reorganized
 List EIN of the successor corporation, if any.....
- C** Does the S corporation conduct business within and without Arizona? Yes No
- D** Will a composite return be filed on Form 140NR?..... Yes No
- E** Total number of nonresident individual shareholders.....
- F** Total number of resident individual shareholders..... **1**
- G** Total number of entity shareholders (See instructions, page 3).....
- Nonprofit Medical Marijuana Dispensary (NMMD) only –**
H NMMD Registry Identification Number.....
 Attach a copy of the dispensary's federal return.

CHECK BOX IF return filed under extension.
(82) 82F

REVENUE USE ONLY. DO NOT MARK IN THIS AREA.
(88)

(81) PM (66) RCVD

1 TOTAL DISTRIBUTIVE INCOME (LOSS) – from federal Form 1120-S, Schedule K..... 1 768,513.

Complete lines 2-12 only if the S corporation has excess net passive income or capital gains/built-in gains. An S corporation that is not required to complete lines 2-12 must complete lines 13-25 if the S corporation has a tax liability from the recapture of tax credits.

2 Excess net passive income.....	2		
3 Capital gains/built-in gains.....	3	0.	
4 Total federal income subject to corporate income tax – add lines 2 and 3. WHOLLY ARIZONA S CORPORATIONS GO TO LINE 11.....	4		0.
5 Nonapportionable or allocable income – attach schedule. MULTISTATE S CORPORATIONS ONLY.....	5		
6 Apportionable income – subtract line 5 from line 4. MULTISTATE S CORPORATIONS ONLY.....	6		
7 Arizona apportionment ratio – from Schedule A or Schedule ACA.....	7		
8 Income apportioned to Arizona – line 6 multiplied by line 7. MULTISTATE S CORPORATIONS ONLY.....	8		
9 Other income allocated to Arizona – attach schedule. MULTISTATE S CORPORATIONS ONLY.....	9		
10 Total income attributable to Arizona – add lines 8 and 9.....	10		
11 Net income subject to Arizona corporate income tax. WHOLLY ARIZONA S CORPORATIONS – ENTER THE AMOUNT FROM LINE 4. Multistate S corporations – enter amount from line 10.....	11		0.
12 Enter tax – see instructions before completing this line.....	12		0.
13 Tax from recapture of tax credits – from Arizona Form 300, Part II, line 29.....	13		
14 Subtotal – add lines 12 and 13.....	14		
15 Nonrefundable tax credits – from Arizona Form 300, Part II, line 53.....	15		
16 Credit type – Enter form number for each nonrefundable credit claimed: (16) 3 3 3 3			
17 Tax liability – subtract line 15 from line 14.....	17		0.
18 Refundable tax credits. Check box(es) and enter amount (18) <input type="checkbox"/> 308 <input type="checkbox"/> 342 <input type="checkbox"/> 349	18		
19 Extension payment made with Form 120EXT or online – see instructions.....	19		
20 Estimated tax payments – see instructions.....	20		
21 Total payments – add lines 18 through 20. Amended returns – see instructions.....	21		0.
22 Balance of tax due – If line 17 is larger than line 21, enter balance of tax due. Skip line 23.....	22		0.
23 Overpayment of tax – If line 21 is larger than line 17, enter overpayment of tax.....	23		
24 Penalty and interest.....	24		
25 Estimated tax underpayment penalty. If Form 220 is attached, check box. 25A <input type="checkbox"/>	25		0.
26 Information return penalty – see instructions.....	26		
27 TOTAL DUE – see instructions. Non-EFT payment must accompany return	27		
28 OVERPAYMENT – see instructions.....	28		
29 Amount of line 28 to be applied to 2014 estimated tax.....	29		
30 Amount to be refunded – subtract line 29 from line 28.....	30		

COPY

Schedule A – Apportionment Formula (Multistate S Corporations Only)

- Qualifying air carriers must use Arizona Schedule ACA
- See instruction, pages 8 and 9

	COLUMN A Total Within Arizona Round to nearest dollar	COLUMN B Total Everywhere Round to nearest dollar	COLUMN C Ratio Within Arizona A + B
A1 Property Factor Value of real and tangible personal property (by averaging the value of owned property at the beginning and end of the tax period; rented property at capitalized value).			
a Owned property (at original cost):			
Inventories.....			
Depreciable assets — (do not include construction in progress)			
Land			
Other assets — (describe)			
Less: Nonbusiness property (if included in above totals)	()	()	
Total of section a.....			
b Rented property (capitalize at 8 times net rental paid) ..			
c Total owned and rented property (section a total plus section b)			
A2 Payroll Factor Total wages, salaries, commissions and other compensation paid to employees (per federal Form 1120-S or payroll reports)			
A3 Sales Factor			
a Sales delivered or shipped to Arizona purchasers			
b Other gross receipts			
c Total sales and other gross receipts			
d Weight AZ sales — (STANDARD uses X2, ENHANCED uses X8)	X 2 OR X 8		
e Sales factor (For column A, multiply line c by line d; for column B, enter amount from line c.)			
A4 Total Ratio — add A1c, A2, and A3e, in column C			
A5 Average Apportionment Ratio — divide line A4, column C, by the denominator (STANDARD divides by four (4); ENHANCED divides by ten (10)). Enter the result in column C, and on page 1, line 7.....			

Schedule B – Other Information

- B1** Date business began in Arizona or date income was first derived from Arizona sources: 4/30/2001
- B2** Address at which tax records are located for audit purposes:
 Street: 6132 W. VICTORIA PLACE City: CHANDLER State: AZ ZIP Code: 85226
- B3** The taxpayer designates the individual listed below as the person to contact to schedule an audit of this return and authorizes the disclosure of confidential information to this individual. (See instructions, page 9.)
 Name: DENNY CHITTICK Title: PRESIDENT Phone: (480) 636-1180
- B4** List prior taxable years for which a federal examination has been finalized: NONE
- NOTE: A.R.S. Section 43-327 requires the taxpayer, within ninety days after final determination, to report these changes under separate cover to the Arizona Department of Revenue or to file amended returns reporting these changes. (See instructions, page 1.)
- B5** Amount of net income subject to Arizona corporate income tax for prior taxable year (2012 Form 120S, line 11.)..... \$ NONE
- B6** Indicate tax accounting method: Cash Accrual Other (Specify method.) _____

PLEASE BE SURE TO SIGN THE RETURN ON PAGE 3.

Name (as shown on page 1)

DENSCO INVESTMENT CORPORATION

EIN

Schedule C -- Shareholder Information

Prepare a schedule that lists each shareholder's name, address, taxpayer identification number, and pro rata share of the amount shown on line 1. Label the listing as 'Schedule C -- Shareholder Information' and attach the schedule immediately after page 3 of Form 120S.

The following declaration must be signed by one or more of the following officers: president, treasurer, or any other principal officer.

Declaration

Under penalties of perjury, I (we), the undersigned officer(s) authorized to sign this return, declare that I (we) have examined this return, including the accompanying schedules and statements, and to the best of my (our) knowledge and belief, it is a true, correct and complete return, made in good faith, for the taxable year stated pursuant to the income tax laws of the State of Arizona.

Please Sign Here

OFFICER'S SIGNATURE

DATE

PRESIDENT

TITLE

OFFICER'S SIGNATURE

DATE

TITLE

Paid Preparer's Use Only

PAID PREPARER'S SIGNATURE

DATE

P01392876

PAID PREPARER'S PTIN

PRESTON CPA, P.C.

FIRM'S NAME (OR PAID PREPARER'S NAME, IF SELF-EMPLOYED)

FIRM'S

EIN OR

SSN

1949 E. BROADWAY ROAD STE 101

FIRM'S STREET ADDRESS

(480) 820-4419

FIRM'S TELEPHONE NUMBER

TEMPE

CITY

AZ

STATE

85282

ZIP CODE

Mail to: Arizona Department of Revenue, PO Box 29079, Phoenix, AZ 85038-9079



FORM 120S
SCHEDULE C - SHAREHOLDER INFORMATION

SHAREHOLDER NAME & ADDRESS	FEDERAL ID NUMBER	PERCENT OF OWNERSHIP	DISTRIBUTIVE SHARE OF INCOME (LOSS)
DENNY CHITTICK 6132 W. VICTORIA PLACE CHANDLER, AZ 85226		100.00000	768,513.
TOTALS		100.0000	768,513.

Donaco Investment Corp.
12/31/13

Date 3/13/14	Prepared By JMP Reviewed By	Work Paper No.
-----------------	-----------------------------------	----------------

AJEs needed for 2013:

DHs
3/14/14

①
Retained Earnings 43,819
Loss on Repos 43,819
To record 2012 depreciation.

②
Depreciation Expense 38,342
Loss on Repos 38,342
To record 2013 depreciation.

③
Loss on Repos 87,543
~~reported gain from sale~~ 87,543
Due to Donny Childer
To adjust gain from sale
reported previously with money
contributed to Donaco.

④
Property taxes 5,045
Rental income 7,148
Loss on Repos 12,293
To record expenses
reflected on closing stmt.

⑤
Loss on Repos 6,353
Retained Earnings 5,505
Interest income (plug) 848
To adjust loss on repos
and retained earnings to
correct amounts.

Reconciliation of Loss on Repos:

Loss per client prepared FIS	<407,172>
AJE #1	43,819
" #2	38,342
" #3	<87,543>
" #4	12,293
" #5	<6,353>
	<406,647>

Reconciliation of Retained Earnings:

Retained Earnings client FIS	330,898
AJE #1	<43,819>
AJE #5	5,505
	292,584

Demaco Investments
12/31/13

Date	Prepared By	Work Paper No.
2/11/14	DMP	
	Reviewed By	

1
2 Reflect 4th Qtr + Date + Palm in other rental income + expenses

3 Reflect sale - no gain or loss to Demaco \$276K (1099S)

4 1099s prepared by PFC, PC

Time

Date

2/11/14

5 Closing stmt. in P/F - 12 Plex Sold 6K

6 Record DBPP for 2013

JE 4P 70

7 W-3 see PIR file

Geo 3/19/14

Densco Investment Corp.
Working Trial Balance
12/31/2013

Account Name	Unadjusted Book Balance	AJE's		Ref. #	Adjusted Book Balance
		DR	CR		
CHECKING/SAVINGS	123,345.93	0.00	0.00		123,345.93
WIRING	419,873.55	0.00	0.00		419,873.55
ACCOUNTS RECEIVABLE	58,327,809.94	0.00	0.00		58,327,809.94
SYNDICATION	23,435.81	0.00	0.00		23,435.81
INVESTMENT IN P/S	-	0.00	0.00		0.00
FIXED ASSETS	-	0.00	0.00		0.00
A/D	-	0.00	0.00		0.00
LAND	-	0.00	0.00		0.00
INTANGIBLE ASSETS	45,993.00	0.00	0.00		45,993.00
A/A	(45,993.00)	0.00	0.00		(45,993.00)
ACCRUED PENSION	-	0.00	867,289.00	JE06	(867,289.00)
NOTES PAYABLE	(56,870,616.70)	777,745.05	0.00	JE07	(56,092,871.65)
DUE TO SHAREHOLDER	-	0.00	87,543.00	JE03	(885,288.05)
	-	0.00	777,745.05	JE07	-
STOCK	(10,000.00)	0.00	0.00		(10,000.00)
RETAINED EARNINGS	(330,898.14)	43,819.00	5,505.00	JE01, JE05	(292,584.14)
INTEREST INCOME	(8,653,659.30)	0.00	848.00	JE05	(8,654,607.30)
AUTOMOBILE EXPENSE	878.90	0.00	0.00		878.90
BANK CHARGES	10,610.15	0.00	0.00		10,610.15
DONATION	500.00	0.00	0.00		600.00
DUES & SUBSCRIPTIONS	1,283.89	0.00	0.00		1,283.89
PAYROLL TAXES	63.18	0.00	0.00		83.18
GIFT	595.00	0.00	0.00		595.00
HEALTH INSURANCE	3,312.00	0.00	0.00		3,312.00
INTEREST EXPENSE	6,280,964.48	0.00	0.00		6,280,964.48
INTERNET	710.00	0.00	0.00		710.00
LOSS ON REPO	407,171.58	87,543.00	43,819.00	JE03, JE01	408,613.58
	-	6,363.00	12,293.00	JE05, JE04	-
	-	0.00	38,342.00	JE02	-
OFFICE SUPPLIES	1,417.99	0.00	0.00		1,417.99
PAYROLL EXPENSES	10,746.90	0.00	0.00		10,746.90
POSTAGE & DELIVERY	700.43	0.00	0.00		700.43
PRINTING	235.38	0.00	0.00		235.38
PROFESSIONAL FEES	37,697.50	0.00	0.00		37,697.50
PROFIT SHARING	15,300.00	0.00	0.00		15,300.00
RECORDING FEES	9,488.50	0.00	0.00		9,488.50
RENT	2,896.44	0.00	0.00		2,896.44
REPAIRS	571.33	0.00	0.00		571.33
DES P/R TAX	36.40	0.00	0.00		36.40
TELEPHONE	1,295.00	0.00	0.00		1,295.00
MEALS & ENTERTAINMENT	4,162.54	0.00	0.00		4,162.54
TRAVEL	3,777.16	0.00	0.00		3,777.16
WAGES	255,000.00	0.00	0.00		255,000.00
WEB SITE	620.00	0.00	0.00		620.00
RENTAL INCOME	(95,444.36)	7,248.00	2,549.81	JE04	(90,745.97)
RENTAL EXPENSES	36,142.52	5,046.00	0.00	JE04	43,737.13
DEPRECIATION	-	38,342.00	0.00	JE02	38,342.00
Other Income	0.00	0.00	0.00		0.00
Other Gains/Losses	0.00	0.00	0.00		0.00
DB Pension expense	0.00	867,289.00	0.00	JE06	867,289.00
Balance	(0.00)	1,835,933.86	1,835,933.66		(0.00)

595,215
DED
3/14/14

21 = 10,846

SH 258,312

822,589

827

Net (Income)/Loss *479* (1,682,960.39) (768,432)

Unadjusted Book

Adjusted Book

2081 ME

768,513 FED INCOME

DENSCO INVESTMENT CORPORATION
 Adjusting Journal Entries
 12/31/2013

Bo 3/14/14

Ref #	Account Name	Debits	Credits
1 ✓	RETAINED EARNINGS LOSS ON REPOS	43,819.00	43,819.00
	TO RECORD 2012 DEPRECIATION		
2	DEPRECIATION EXPENSE LOSS ON REPO	38,342.00	38,342.00
	TO RECORD 2013 DEPRECIATION		
3	LOSS ON REPOS DUE TO DENNY CHITTICK	87,543.00	87,543.00
	TO ADJUST GAIN FROM SALE REPORTED PERSONALLY WITH MONEY CONTRIBUTED TO DENSCO		
4 ✓	PROPERTY TAXES RENTAL INCOME LOSS ON REPOS	5,045.00 7,248.00	12,293.00
	TO RECLASS EXPENSES REFLECTED ON CLOSING STMT.		
5 ✓	LOSS ON REPOS RETAINED EARNINGS INTEREST INCOME	6,353.00	5,505.00 848.00
	TO ADJUST LOSS ON REPOS AND RETAINED EARNINGS TO CORRECT AMOUNTS		
6	PENSION EXPENSE ACCRUED PENSION	867,289.00	867,289.00
	TO RECORD DDPP EXPENSE		
7 ✓	DUE TO SHAREHOLDER NOTES PAYABLE	777,745.05	777,745.05
	TO RECLASS DENNY'S N/P		
8 ✓	RENTAL EXPENSE RENTAL INCOME	2,549.61	2,549.61
	TO BALANCE INCOME TO 1099		
		1,835,933.66	1,835,933.66

*DHS
3/14/14*

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02/11/14
Cash Basis

DenSco Investment Corporation
Balance Sheet
As of December 31, 2013

Ben 1/19/14

Dec 31, 13

ASSETS

Current Assets

Checking/Savings

Operating

Wiring

123,345.93

419,873.55

Total Checking/Savings

543,219.48

Accounts Receivable

Abel Investments, LLC

400,000.00

Adam Tunc

Twin Brothers' Properties, LLC

450,000.00

Total Adam Tunc

450,000.00

AKS, LLC

255,000.00

Alexei Investment Properties, L

174,000.00

American House Buyers, LLC

104,100.00

Arizona Investors Alliance, LLC

266,921.48

Ashot Tatevosyan

15,000.00

Aspen 101, LLC

85,000.00

Avenida Del Sol Group, LLC

135,000.00

AZ Investment Real Estate, LLC

384,757.00

Barry Luchtel

AZ Home Buyer, LLC

275,000.00

Total Barry Luchtel

275,000.00

Bennett Caudle

Stone Capital Investments, LLC

515,000.00

Total Bennett Caudle

515,000.00

Black Forrest, LLC

1,155,498.42

Blue Water Capital, LLC

840,000.00

BMG Venture Partners, LLC

100,000.00

Bryan Schlueter

Arthur S Companies, LLC

225,000.00

Total Bryan Schlueter

225,000.00

Casa Arizona Investments, LLC

736,715.96

Casey, LLC

375,000.00

Chris Hughes

949,456.71

Christmas Nguyen

202,315.55

Cormick Investments, LLC

545,000.00

DaBuddy, LLC

86,000.00

David Arnce

200,000.00

Don Kimble

Poco Verde, LLC

55,000.00

Total Don Kimble

55,000.00

Dzwonkoski

3810, LLC

20,000.00

JDCI Holdings, LLC

30,000.00

Jon Dzwonkoski

15,000.00

Total Dzwonkoski

65,000.00

EABS, LLC

309,000.00

Edgar Mirzakhanyan

45,000.00

Eldan Azuly

80,000.00

Eric Bengson

EV Capital, LLC

125,000.00

Total Eric Bengson

125,000.00

PBC

*DHS
3/11/14*

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02/11/14
Cash Basis

DenSCO Investment Corporation
Balance Sheet
As of December 31, 2013

Pass 7/14/14

PBC

*DHS
3/14/14*

	<u>Dec 31, 13</u>
Fast Lane Carwash, LLC	244,000.00
First American Home , LLC	154,000.00
Gary Burleson	650,000.00
Global Qwest, Inc	494,495.50
Hales Investments, LLC	730,000.00
HLS Homes, LLC	215,355.00
Home Remodel Pros, LLC	52,000.00
J and J Marketing, LLC	643,000.00
Jessica Garner	167,875.00
Justin Moore	860,314.82
Kevin Cassidy	105,000.00
Kevork Danayan	115,000.00
Kyle Brown	
KBIZ Investments, LLC	794,699.88
PB OPP, LLC	749,258.03
PHX Custom Opp, LLC	<u>233,636.89</u>
Total Kyle Brown	1,777,594.80
Larisa Barsegyan	125,900.00
Larry Schultz	269,900.00
LCD Group, LLC	335,000.00
Lilli Rubin Investments	1,176,375.00
Margie Porter	50,000.00
Matthew Fulton	
Alligator Monter 2.0, LLC	<u>115,000.00</u>
Total Matthew Fulton	115,000.00
MCM Enterprises, LLC	59,000.00
Meraz, LLC	339,000.00
Michael Lelfz	140,000.00
Mike Moore	
AZ Antlque Properties, LLC	<u>2,325,628.40</u>
Total Mike Moore	2,325,628.40
Minh Anh Pham	50,000.00
Nesta	
Ellen Fischer	-25,172.50
Kirk Fischer	-43,327.50
Lori Fischer	64,000.00
Nesta Capital, Inc.	<u>4,500.00</u>
Total Nesta	0.00
NFNT, LLC	352,777.00
Nine Limited Company	280,000.00
Old West Capital, LLC	304,000.00
Parral Investments, LLC	180,000.00
Peak Equity, LLC	183,110.00
Promus Trinity Fund, LLC	240,000.00
Robert Conway	
All-Star Capital, LLC	<u>270,000.00</u>
Total Robert Conway	270,000.00
Robert Luce	140,000.00
Rodney Strobel	124,013.00
Roger Phillips	
PG Homes, LLC	509,800.00
PGREO, LLC	<u>1,359,205.00</u>
Total Roger Phillips	1,869,005.00
Ryan Robson	
Orange Realty, LLC	260,000.00
Ryan Robson	793,000.00
Sharon Harfst	<u>70,000.00</u>
Total Ryan Robson	1,123,000.00

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Cash Basis

JenSco Investment Corporation
Balance Sheet
As of December 31, 2013

PBC

	Dec 31, 13
Sammy Gullatte	508,001.07
Scottsdale Real Estate Group	445,000.00
Seastar Capital, LLC	85,000.00
Shant Andonian	44,000.00
Shauna Kimble	25,000.00
Shawn Petree	
KSS Financial Housing, LLC	258,000.00
Rasha Enterprises, LLC	255,000.00
RSI-AZ, LLC	1,009,000.31
Sanjel Krum Investments, LLC	400,000.00
Total Shawn Petree	1,922,000.31
Svetlana Yakubova	30,000.00
Thomas Connaker	46,260.00
Tory Buccella	129,000.00
Ty Kilkus	300,000.00
USAZV, LLC	220,000.00
Vahak Minassian	200,000.00
Valley Rug Gallery, LLC	21,707.75
Vardges Paylevanyan	240,000.00
Veritas Properties, LLC	150,000.00
Vram Ismailyan	95,000.00
Yom Tov Scott Menaged	
Arizona Home Foreclosures, LLC	15,368,400.00
Easy Investments, LLC	149,332.07
Yom Tov Scott Menaged - Other	12,937,000.00
Total Yom Tov Scott Menaged	28,454,732.07
Total Accounts Receivable	58,327,809.94
Total Current Assets	58,871,029.42
Fixed Assets	
Syndication	23,435.81
Total Fixed Assets	23,435.81
TOTAL ASSETS	58,894,465.23
LIABILITIES & EQUITY	
Liabilities	
Long Term Liabilities	
Alber Family Trust	60,000.00
Brinkman, Rob	303,333.90
Brown, Craig & Tomle	500,000.00
Bunger Estate, LLC	795,000.00
Bunger, Steven	3,155,000.00
Burdett, Tony - IRA	510,424.41
Burkhart, Kennen	162,000.40
Burkhart, Kennen - IRA	444,884.15
Bush, Warren	245,108.18
Butler, Mary - IRA	312,549.65
Butler, Van	283,884.42
Butler, Van - IRA	312,549.65
Byrne, Thomas & Sara Living Tru	250,000.00
Caro McDowell Revocable Trust	300,000.00
Carrick, Eric Trust	200,066.71
Carrick, Gretchen Trust	250,000.00
Cate, Averill	100,000.00
Chittick, Arden	354,511.64
Chittick, Denny	777,745.05
Chittick, Denny - 401k	272,987.38
Chittick, Denny - DB Plan	949,954.03
Chittick, Eldon	750,428.95
Cohen, Herb	260,000.00
Davis, Glen	592,868.40
Davis, Glen - IRA	248,988.89

3-7/14

DIB

5/14/14

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02/11/14
Cash Basis

DenSco Investment Corporation
Balance Sheet
As of December 31, 2013

Dec 31, 13

PBC

Davis, Jack	59,467.84
Detota, Scott	235,135.02
Dirk, Amy - IRA	85,606.38
Dirks, Bradley - IRA	190,796.97
Dupper Living Trust	800,000.00
Einck, Todd	200,000.00
Fischer Family Holdings, LLC	1,000,000.00
Four Futures Corp	4,500,000.00
Grant, Stacy - IRA	99,889.61
Griswold, Russ	100,000.00
Griswold, Russ - IRA	107,863.04
Gumbert, Mike	800,000.00
Hafiz, Nihad	500,000.00
Hahn Family Limited Trust	431,642.91
Hey, Ralph	90,480.10
Hickman, Dale	658,700.66
Hood, Craig	1,255,442.40
Howze, Lee	80,000.00
Hughes, Bill - IRA	569,627.13
Hughes, Bill & Judy	125,000.00
Hughes, Judy - IRA	231,430.04
Imleke Revocable Trust	4,900,000.00
Jetton, James	58,416.10
Jones, Les	300,000.00
Jones, Les - IRA	252,284.77
Kasier, Ralph - IRA	293,420.90
Kent, Mary	286,153.77
Kent, Paul	251,746.12
Koehler, Robert - IRA	198,699.23
Kopel, Jemma	197,040.55
Kopel, Roy - IRA	178,386.80
Lawson, Robert	119,814.08
Ledet, Wayne	204,549.27
Ledet, Wayne - IRA	295,807.26
Ledet, Wayne - ROTH IRA	115,073.47
Lee Group, Inc.	300,000.00
Lee, Terry & Lil	100,000.00
Lent, Lillian - IRA	44,718.85
Lent, Manuel - IRA	106,308.01
Locke, Bill & Jean	218,552.86
McArdie, James	602,253.29
McCoy, James & Lesley Trust	400,000.00
Miller, LF Fund	100,000.00
Miller, Mar & Pat Trust	1,215,000.00
Miller, Marv & Pat Major	909,000.00
Minchuk, Marlon Trust	550,000.00
Moss Family Trust	100,224.48
Moss, Kaylene - IRA	291,485.06
Muscat, Vince	500,000.00
Nesta Capital, Inc.	300,000.00
Non Lethal Defense, Inc	100,000.00
Odenhai, Brian	170,086.71
Odenhai, Brian - IRA	60,253.33
Page, Jolene	2,318,331.28
Paxton, Smalerie	1,004,856.14
Pearce, Marelene - IRA	110,795.72
Petranek, Doriann	211,346.09
Phalen Family Trust	745,000.00
Phalen, Jeff - IRA	415,526.58
Preston Revocable Living Trust	160,000.00
Princeville Investment Group SW	100,000.00
Qulgley, Karen	109,058.96
Rzonca, Pete	114,264.52
Saltire LLC	150,000.00
Sanders, JoAnn	72,879.93
Schlotz GB 12, LLC - IRA	160,955.56

Bo 7/11/14

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3/14/14

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02/11/14
Cash Basis

DenSco Investment Corporation
Balance Sheet
As of December 31, 2013

PBC

	<u>Dec 31, 13</u>
Schloz, Mary - IRA	138,869.01
Schloz, Stanley - IRA	130,919.77
Schloz, Stanley L	166,358.63
Scroggin, Annette - IRA	170,096.19
Scroggin, Annette - ROTH	54,520.07
Scroggin, Mike	150,000.00
Scroggin, Mike - IRA	420,696.74
Scroggin, Mike - ROTH	97,094.80
Sherriff, Stewart	150,000.00
Siegford, Gary	514,683.98
Siegford, GE	956,925.43
Smith Trust, Carsyn P	170,353.62
Smith Trust, Mckenna	170,320.41
Smith Trust, Tony & Sandra	800,000.00
Smith, Tony - IRA	268,047.14
Sterling, Donald	75,000.00
Swirt, Nancy	76,610.40
Swirtz, William	1,630,000.00
Thompson, Coralee	1,887,969.71
Thompson, Gary	1,578,930.71
Trainor, Jimmy	441,744.81
Tuttle, Steve	122,113.07
Underwood, Wade	113,605.69
Weiskopf Enterprises, LLC	212,200.62
Weiskopf Trust	1,287,761.82
Wellman Family Living Trust	75,000.00
Wellman, Carol	125,000.00
Wellman, Carol - IRA	42,521.61
Wenig, Brian	108,610.52
Wenig, Mark	340,014.35
Zones, Michael	500,000.00
Total Long Term Liabilities	<u>56,870,616.70</u>
Total Liabilities	56,870,616.70
Equity	
Capital Stock	10,000.00
Retained Earnings	330,898.14
Net Income	1,682,950.39
Total Equity	<u>2,023,848.53</u>
TOTAL LIABILITIES & EQUITY	<u><u>58,894,465.23</u></u>

Re: 7/19/14

D11:
3/4/14

292584 = 38314

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02/11/14
Cash Basis

DenSCO Investment Corporation
Profit & Loss
January through December 2013

Bo 1/14

Jan - Dec 13

PBC

Ordinary Income/Expense
Income

Interest Income	8,653,659.30 ✓
Rental Income	
Rental Inc - 2243 #1	6,796.00
Rental Inc - 2243 #2	8,231.00
Rental Inc - 2243 #3	9,197.28
Rental Inc - 2243 #4	8,863.50
Rental Inc - 2243 #5	8,521.00
Rental Inc - 2243 #6	8,446.00
Rental Inc - 2249 #1	5,946.00
Rental Inc - 2249 #2	8,001.83
Rental Inc - 2249 #3	7,678.00
Rental Inc - 2249 #4	6,646.00
Rental Inc - 2249 #5	7,746.00
Rental Inc - 2249 #6	8,506.50
Rental Inc - 4th Street	600.00
Rental Inc - Date	66.25 (848.25)
Rental Inc - Palm	175.00

(50,074.28) ✓

*DH
3/14/14*

(445,257.3) ✓

Total Rental Income

95,444.36 ✓

Total Income

8,749,103.66 ✓

Expense

Automobile Expense	876.90 ✓
Bank Service Charges	10,610.15 ✓
Donation	500.00 ✓
Dues and Subscriptions	1,283.89 ✓
FUTA	63.18 ✓
Gift	595.00 ✓
Insurance	
Health Insurance	3,312.00 ✓
Ins - 20th St	-152.74 (1)
Ins - 2243 W Morten Ave	516.01 ✓
Ins - 2249 W Morten Ave	523.24 ✓
Ins - 4th St	-157.90 ✓
Ins - Crittenden	-165.12 (439.45) (1)
Ins - Diamond	-116.63

(592.39)

Total Insurance

3,758.86

Interest Expense

Alber Family Trust	6,976.00
Brinkman, Rob	35,005.79
Brown, Craig	68,316.73
Bunger Estate	23,850.00
Bunger, Steven Desert Classic	313,416.42
Burdett, Anthony - IRA	52,658.66
Burkhardt, Kennen	20,895.21
Burkhardt, Kennen - IRA	50,072.04
Bush, Warren	28,704.50
Butler, Mary - IRA	35,177.71
Butler, Van	33,501.46
Butler, Van - IRA	35,177.71
Byrne, Thomas	28,133.29
Caro McDowell Revocable Trust	29,266.67
Carrick, Erin	6,337.06
Carrick, Gretchen	30,301.00
Cats, Arvill	7,271.66
Chittick, Arden	39,900.56
Chittick, Denny	120,000.00
Chittick, Denny - 401k	27,033.28
Chittick, Denny - DB Plan	106,918.07
Chittick, Eldon	88,744.68
Cohen, Herb	30,000.00
Davis, Glen	66,727.82
Davis, Glen - IRA	28,023.88

12:33 AM
02/11/14
Cash Basis

DenSco Investment Corporation
Profit & Loss
January through December 2013

Jan - Dec 13

Davis, Jack	7,208.52
Detota, Scott	25,479.44
Dirks, Amy - IRA	9,635.07
Dirks, Bradley - IRA	15,359.42
Dupper, Russ	29,040.80
Einck, Todd	24,240.80
Fischer Family Holdings, LLC	119,916.64
Four Futures Corp	487,093.33
Grant, Stacy - IRA	11,242.66
Griswold, Russ	12,000.00
Griswold, Russ - IRA	12,140.07
Gumbert, Michael	96,000.00
Hafiz, Nihad	60,000.00
Hahn Limited Family Trust	51,061.42
Harvey, Chris	7,535.02
Hey, Ralph	9,318.71
Hickman, Dale	74,353.60
Hood, Craig	176,789.38
Howze, Doris	9,600.00
Hughes, Bill	15,000.00
Hughes, Bill - IRA	68,131.24
Hughes, Judy - IRA	27,547.60
Imdieke Revocable Trust	536,433.33
Jetton, James	6,574.78
Jones, Les - IRA	26,505.32
Jones, Leslie	36,000.00
Kasler, Ralph - IRA	33,024.74
Kent, Mary	32,206.83
Kent, Paul	31,809.52
Kimble, Don - IRA	3,546.00
Koehler, Robert - IRA	22,363.74
Kopel, Jemma	12,317.29
Kopel, Roy - IRA	20,077.56
Lawson, Robert	13,485.18
Ledet, Wayne	21,442.12
Ledet, Wayne - IRA	33,293.33
Ledet, Wayne - Roth IRA	12,866.70
Lee Group, Inc	36,000.00
Lee, Terry & Lil	12,000.00
Lent, Lillian - IRA	5,033.14
Lent, Manuel - IRA	11,965.04
Locke, Bill	24,462.51
McArdle, Jim	69,240.70
McCoy, James & Lesley Trust	48,000.00
Miller, LF Fund	3,763.36
Miller, Marv	105,951.70
Minchuk, Marion	68,000.00
Moss Family Trust	11,280.35
Moss, Kaylene - IRA	32,806.87
Muscat, Vince	60,000.00
Nesta Capital, Inc.	20,787.40
Non Lethal, Inc	12,000.00
Odenhal, Brian	18,267.31
Odenhal, Brian - IRA	5,712.90
Page, Joiene	260,929.98
Paxton, Smalerie	121,792.60
Pearce, Marlene	3,988.00
Pearce, Marlene - IRA	12,470.16
Petraneck, Doriann	22,995.88
Phalen Family Trust	87,066.80
Phalen, Jeff - IRA	34,558.84
Preston Revocable Family Trust	19,392.64
Princevill Investment	13,500.00
Quigley, Karen	12,881.36
Rzonca, Pete	12,860.56
Saltire, LLC	18,180.60

PBC

Q 3/14/14

*DHS
3/14/14*

12:33 AM
 02/11/14
 Cash Basis

DenSco Investment Corporation
Profit & Loss
 January through December 2013

PBC

B. 1/14/14
DHS 3/14/14

	<u>Jan - Dec 13</u>
Sanders, JoAnn	8,202.68
Schloz - IRA GB 12, LLC	14,955.56
Schloz, Mary - IRA	15,629.81
Schloz, Stan	19,468.72
Schloz, Stan - IRA	15,407.94
Schloz, Stanley - ROTH IRA	1,850.45
Scroggin, Annette - IRA	19,144.47
Scroggin, Annette - ROTH	6,136.28
Scroggin, Michael	18,000.00
Scroggin, Michael - IRA	47,349.72
Scroggin, Mike - ROTH	10,928.09
Sherriff, Stewart	18,180.60
Slegford, Gary	61,762.08
Slegford, GE	110,247.82
Smith Trust, Carsyn	18,576.10
Smith Trust, Mckenna	18,572.35
Smith Trust, Tony & Sandra	99,000.00
Smith, Tony - IRA	30,168.92
Sterling, Donald	9,000.00
Swirtz, Nancy	8,619.70
Swirtz, William	195,756.52
Thompson, Coralee	219,869.85
Thompson, Gary	187,205.25
Trainor, Jimmy	49,854.71
Tuttle, Steve	12,211.50
Underwood, Wade	11,836.86
Weiskopf Enterprises, LLC	12,200.62
Weiskopf Family Trust	87,761.82
Wellman Family Trust	9,090.32
Wellman, Carol	15,150.52
Wellman, Carol - IRA	4,785.84
Wenig, Brian	8,610.52
Wenig, Mark	40,643.60
Zones, Michael	55,617.84
Interest Expense - Other	143,319.38
Total Interest Expense	6,260,964.48
Internet	710.00
Loss on Repo	407,171.58
Management Fees	
Mgt Fees - 2243 W Morten Ave #1	592.00
Mgt Fees - 2243 W Morten Ave #2	292.00
Mgt Fees - 2243 W Morten Ave #3	2,014.76
Mgt Fees - 2243 W Morten Ave #4	292.00
Mgt Fees - 2243 W Morten Ave #5	442.00
Mgt Fees - 2243 W Morten Ave #6	442.00
Mgt Fees - 2249 W Morten Ave #1	742.00
Mgt Fees - 2249 W Morten Ave #2	1,003.38
Mgt Fees - 2249 W Morten Ave #3	142.00
Mgt Fees - 2249 W Morten Ave #4	442.00
Mgt Fees - 2249 W Morten Ave #5	442.00
Mgt Fees - 2249 W Morten Ave #6	288.00
Total Management Fees	7,134.14
Miscellaneous	0.03
Office Supply	1,417.98
Payroll Expenses	10,746.90
Postage and Delivery	700.43
Printing and Reproduction	235.38
Professional Fees	
Accounting	11,010.00
Legal Fees	26,687.50
Total Professional Fees	37,697.50
Profit Sharing	15,300.00

4074.76 ✓
3059.38 ✓

1417.99 ✓

12:33 AM
02/11/14
Cash Basis

DenSco Investment Corporation
Profit & Loss
January through December 2013

Do 3/14/14

PBC

Jan - Dec 13

Property Tax on Rentals

Prop Tax - 2243 W Morten Ave #1	253.43
Prop Tax - 2243 W Morten Ave #2	253.43
Prop Tax - 2243 W Morten Ave #3	253.43
Prop Tax - 2243 W Morten Ave #4	253.43
Prop Tax - 2243 W Morten Ave #5	253.43
Prop Tax - 2243 W Morten Ave #6	253.43
Prop Tax - 2249 W Morten Ave #1	253.43
Prop Tax - 2249 W Morten Ave #2	253.43
Prop Tax - 2249 W Morten Ave #3	253.43
Prop Tax - 2249 W Morten Ave #4	253.43
Prop Tax - 2249 W Morten Ave #5	253.43
Prop Tax - 2249 W Morten Ave #6	253.43

1520.58 ✓

1520.58 ✓

DHS
3/14/14

Total Property Tax on Rentals

3,041.16

Recording Fees

9,466.50

Rent

2,898.44

Repairs

Computer Repairs

571.33

Repairs - 2243 W Morten Ave #1

2,343.86

Repairs - 2243 W Morten Ave #2

604.95

Repairs - 2243 W Morten Ave #3

2,124.37

Repairs - 2243 W Morten Ave #4

607.77

Repairs - 2243 W Morten Ave #5

493.84

Repairs - 2243 W Morten Ave #6

498.69

Repairs - 2249 W Morten Ave #1

6,451.79

Repairs - 2249 W Morten Ave #2

898.80

Repairs - 2249 W Morten Ave #3

438.53

Repairs - 2249 W Morten Ave #4

234.57

Repairs - 2249 W Morten Ave #5

438.53

Repairs - 2249 W Morten Ave #6

476.40

6673.47 ✓

8938.62 ✓

Total Repairs

16,183.43

State Unemployment Tax

36.40

Telephone

Cellular

1,130.00

Fax

165.00

Total Telephone

1,295.00

Travel & Ent

Entertainment

1,593.05

Meals

2,569.49

Travel

3,777.16

4162.54 ✓

Total Travel & Ent

7,939.70

Utilities

SRP 2243 W Morten

1,012.76

SRP 2249 W Morten

1,086.85

Water - Sprinkler Morten

1,418.60

Water 2243 W Morten

2,997.09

Water 2249 W Morten

3,392.86

2 = 709.30 ✓

Total Utilities

9,908.26

VOID

0.00

Wages

255,000.00

Web Site

620.00

Total Expense

7,066,153.27

Net Ordinary Income

1,682,950.39

Net Income

1,682,950.39

① = 4719.15 ✓
② = 5189.11 ✓

DENSCO INVESTMENT CORPORATION

DHS
3/14/14
Case 1/14/14

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179/ SDA	PRIOR 179/ SDA/ DEPR.	METHOD	LIFE	CURRENT DEPR.
FORM 1120S										
AMORTIZATION										
1	ORGANIZATIONAL COSTS	5/01/01		2,141			2,141	S/L	5	0
2	BUSINESS START-UP COSTS	5/01/01		43,852			43,852	S/L	5	0
TOTAL AMORTIZATION				45,993		0	45,993			0
FURNITURE AND FIXTURES										
5	FURNITURE	10/15/03		2,875			2,875	200DB HY	7	0
7	FURNITURE	11/02/04		1,935			1,935	200DB HY	7	0
TOTAL FURNITURE AND FIXTURE				4,810		0	4,810			0
MACHINERY AND EQUIPMENT										
3	CELL PHONE	7/01/03		500			500	200DB HY	5	0
4	COMPUTER	12/31/03		3,494			3,494	200DB HY	5	0
6	COMPUTER	6/20/04		2,616			2,616	200DB HY	5	0
8	CELL PHONE	2/02/05		216			216	200DB HY	5	0
9	CELL PHONE	6/20/08		591			591	200DB HY	5	0
10	FULLY DEPRECIATED ASSETS	VARIOUS		2,102			2,102			0
11	EQUIPMENT	6/20/09		2,017			2,017	200DB HY	5	0
TOTAL MACHINERY AND EQUIPME				11,536		0	11,536			0
TOTAL DEPRECIATION				16,346		0	16,346			0
RENTAL REAL ESTATE (8825) - RENTAL PROPERTY-MORTEN										
BUILDINGS										
12	RESIDENTIAL RENTAL-2243	1/01/09	11/05/13	602,543			86,723	S/L MM	27.5	19,170
TOTAL BUILDINGS				602,543		0	86,723			19,170
LAND										
13	LAND	1/01/09	11/05/13	200,848						0
TOTAL LAND				200,848		0	0			0

DENSCO INVESTMENT CORPORATION

DH
3/14/14
Geo 2/17/14

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179/ SDA	PRIOR 179/ SDA/ DEPR	METHOD	LIFE	CURRENT DEPR
TOTAL DEPRECIATION				803,391		0	86,723			19,172
RENTAL REAL ESTATE (8825) - RENTAL PROPERTY-MORTEN										
BUILDINGS										
14	RESIDENTIAL RENTAL-2249	1/01/09	11/05/13	602,621			86,734	S/L MM	27.5	19,172
TOTAL BUILDINGS				602,621		0	86,734			19,172
LAND										
15	LAND	1/01/09	11/05/13	200,873						0
TOTAL LAND				200,873		0	0			0
TOTAL DEPRECIATION				803,494		0	86,734			19,172
GRAND TOTAL AMORTIZATION				45,993		0	45,993			0
GRAND TOTAL DEPRECIATION				1,623,231		0	189,803			38,342
DEPRECIATION ASSETS SOLD				1,606,885		0	① 173,457			① 38,342
DEPR REMAINING ASSETS				16,346		0	16,346			0

Rental Bldg
Land

1205164 21-1
401721 ↓

① MP = (211799)
21-1

Land *1623,231*
(401,721)
Bldg *(1205164)*

16346

Do 1/14/14

Densco Investment Corp.
Fixed asset disposals
12/31/2013

DHS
3/14/14

	5 & 6	
	2243/2249	
	<u>W. MORTEN</u>	
Date Sold	2/2	11/5/2013 ✓
Selling price	1	1,050,000 ✓
Building cost	21	1,205,164
Land Basis	1	401,721
Selling Exp	42	61,528
Total Cost		<u>1,668,413 ✓</u>
A/D	21	<u>(211,799) ✓</u>
ADJUST BASIS		1,456,614
Gain/(Loss)		<u><u>(406,614)</u></u>

David Preston

From: Denny Chittick <dcmoney@yahoo.com>
Sent: Thursday, February 20, 2014 3:11 PM
To: David Preston
Subject: 1099-s for redwing
Attachments: Redwing 1099-S.pdf

DC 3/14/14

this is what the title sent me, this was the deal i said was zero profit to me. i gave you the hud-1.

thx
dc

*DC
3/14/14*

DenSco Investment Corp
www.denscoinvestment.com
602-469-3001 C
602-532-7737 f

CHICAGO TITLE AGENCY INC
6710 N. SCOTTSDALE ROAD #100
SCOTTSDALE, AZ 85253

Payer Code: 10465

If you have questions contact:

Phone: 602.667.1000

Bob 7/14/14

*3/14/14
DHS*

TEP198330_3160_6319 1 of 2

DENSCO INVESTMENT CORPORATION
6132 WEST VICTORIA PLACE
CHANDLER, AZ 85226

Instructions for Transferor

For sales or exchanges of certain real estate, the person responsible for closing a real estate transaction must report the real estate proceeds to the Internal Revenue Service and must furnish this statement to you. To determine if you have to report the sale or exchange of your main home on your tax return, see the instructions for Schedule D (Form 1040). If the real estate was not your main home, report the transaction on Form 4797, Form 8252, and/or the Schedule D for the appropriate income tax form. If box 4 is checked and you received or will receive like-kind property, you must file Form 8824.

Federal mortgage subsidy. You may have to recapture (pay back) all or part of a federal mortgage subsidy, if all the following apply:

- You received a loan provided from the proceeds of a qualified mortgage bond or you received a mortgage credit certificate.
- Your original mortgage loan was provided after 1990.
- You sold or disposed of your home at a gain during the first 9 years after you received the federal mortgage subsidy.
- Your income for the year you sold or disposed of your home was over a specified amount.

This will increase your tax. See Form 8828 and Pub. 523.

Account number. May show an account or other unique number the filer assigned to distinguish your account.

Box 1. Shows the date of closing.

Box 2. Shows the gross proceeds from a real estate transaction, generally the sales price. Gross proceeds include cash and notes payable to you, notes assumed by the transferee (buyer), and any notes paid off at settlement. Box 2 does not include the value of other property or services you received or will receive. See Box 4.

Box 3. Shows the address or a legal description of the property transferred.

Box 4. If marked, shows that you received or will receive services or property (other than cash or notes) as part of the consideration for the property transferred. The value of any services or property (other than cash or notes) is not included in box 2.

Box 5. Shows certain real estate tax on a residence charged to the buyer at settlement. If you have already paid the real estate tax for the period that includes the sale date, subtract the amount in box 5 from the amount already paid to determine your deductible real estate tax. But if you have already deducted the real estate tax in a prior year, generally report this amount as income on the "Other Income" line of the appropriate income tax form. For more information, see Pub. 523, Pub 525, and Pub. 530.

Future developments. For the latest information about developments related to Form 1099-S and its instructions, such as legislation enacted after the forms and instructions were published, go to www.irs.gov/form1099s.

Taxable State: <u>AZ</u>		<input type="checkbox"/> CORRECTED (if checked)	
FILER'S name, street address, city or town, province or state, country, ZIP or foreign postal code, and telephone number CHICAGO TITLE AGENCY INC 6710 N. SCOTTSDALE ROAD #100 SCOTTSDALE, AZ 85253		1 Date of closing 05/01/2013	OMD No. 1545-0997 2013 Form 1099-S
FILER'S federal identification number [REDACTED]		2 Gross proceeds \$ 276,000.00	Proceeds From Real Estate Transactions Copy B For Transferor This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this item is required to be reported and the IRS determines that it has not been reported.
TRANSFEROR'S identification number [REDACTED]		3 Address or legal description 8213 E. REDWING RD.	
TRANSFEROR'S name, street address (including apt. no.), city or town, province or state, country, and ZIP or foreign postal code DENSCO INVESTMENT CORPORATION 6132 WEST VICTORIA PLACE CHANDLER, AZ 85226		4 Transferor received or will receive property or services as part of the consideration (if checked). . . . <input type="checkbox"/>	
Account or escrow number (See instructions) C1304707-330 KW		5 Buyer's part of real estate tax \$	

FILER'S name, street address, city, state and ZIP Code CHICAGO TITLE AGENCY 6710 N. SCOTTSDALE ROAD, SUITE 100 SCOTTSDALE, AZ 85253 (602) 667-1000		1 Date of Closing 05/01/2013	2013 Statement for Recipients of	Proceeds From Real Estate Transactions <i>Doc #114/13</i>
		2 Gross Proceeds \$ 276,000.00		
FILER'S Federal ID # [REDACTED]	TRANSFEROR'S ID Number [REDACTED]	3 Address or legal description 8213 E. REDWING RD. SCOTTSDALE, AZ 85250 MARICOPA		This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this item is required to be reported and the IRS determines that it has not been reported.
TRANSFEROR'S name (first, middle, last) DENSCO INVESTMENT CORPORATION		4 Check here if the transferor received or will receive property or services as part of the transaction <input type="checkbox"/>		
Street address, City, State and ZIP Code 6132 WEST VICTORIA PLACE CHANDLER, AZ 85226				
Account Number (optional) [REDACTED]		5 Buyer's part of real estate tax \$ 0.00		

Substitute Form 1099-S

*DT:3
3/14/14*



A. Settlement Statement (HUD-1)

OMB Approval No. 2502-0265

Chicago Title Agency, Inc.
14200 N. Northlight Blvd., Suite 100
Scottsdale, AZ 85260

FINAL

B. Type of Loan

1. FHA 2. RHS 3. Conv. Unins. 4. VA 5. Conv. Ins.

6. File Number: C1304707-330 KW 7. Loan Number: 11213181 8. Mortgage Insurance Case Number:

C. Note: This form is furnished to give you a statement of actual settlement costs. Amounts paid to and by the settlement agent are shown. Items marked "(p.o.c.)" were paid outside the closing; they are shown here for informational purposes and are not included in the totals.

D. Name of Borrower: Megan Luchtel

Address of Borrower: 7301 E. 3rd Avenue #302
Scottsdale, AZ 85251

E. Name of Seller: DenSCO Investment Corporation

Address of Seller: 6132 West Victoria Place
Chandler, AZ 85220

F. Name of Lender: Homeowners Financial Group USA, LLC
Address of Lender: 16427 North Scottsdale Road, Suite 280 Scottsdale, AZ 85254

G. Property Location: 8213 E. Redwing Rd.,
Scottsdale, AZ 85250
Maricopa 174-12-132

H. Settlement Agent: Chicago Title Agency, Inc.
(480) 998-9298
14200 N. Northlight Blvd., Suite 100, Scottsdale, AZ 85260

Place of Settlement: Chicago Title Agency, Inc.
(480) 998-9298
14200 N. Northlight Blvd. Suite 100, Scottsdale, AZ 85260

I. Settlement Date: 05/01/2013 Proration Date: 05/01/2013 Funding Date: 05/01/2013 Disburse Date:

J. Summary of Borrower's Transaction		K. Summary of Seller's Transaction	
100. Gross Amount Due from Borrower		400. Gross Amount Due to Seller	
101. Contract sales price	276,000.00	401. Contract sales price	276,000.00
102. Personal property		402. Personal property	
103. Settlement charges to borrower (line 1400)	5,763.86	403.	
104.		404.	
105.		405.	
Adjustments for items paid by seller in advance		Adjustments for items paid by seller in advance	
106. City/town taxes	to	406. City/town taxes	to
107. County taxes	to	407. County taxes	to
108. Assessments	to	408. Assessments	to
109.		409.	
110.		410.	
111.		411.	
112.		412.	
113.		413.	
114.		414.	
115.		415.	
120. Gross Amount Due from Borrower	281,763.86	420. Gross Amount Due to Seller	276,000.00
200. Amounts Paid by or on Behalf of Borrower		500. Reductions in Amount Due to Seller	
201. Deposit or earnest money	3,000.00	501. Excess deposit (see Instructions)	
202. Principal amount of new loan(s)	282,000.00	502. Settlement charges to seller (line 1400)	982.98
203. Existing loan(s) taken subject to		503. Existing loan(s) taken subject to	
204. Lender CR	982.50	504. Payoff of first mortgage loan	
205. Lender CR		505. Payoff of second mortgage loan	
206.		506.	
207. Seller Paid Owners Policy	966.00	507. Seller Paid Owners Policy	966.00
208. Seller Paid Loan Charges	1,016.00	508. Seller Paid Loan Charges	1,016.00
209.		509.	
Adjustments for items unpaid by seller		Adjustments for items unpaid by seller	
210. City/town taxes	to	510. City/town taxes	to
211. County taxes	01/01/2013 to 05/01/2013	511. County taxes	01/01/2013 to 05/01/2013
212. Assessments	to	512. Assessments	to
213.		513.	
214.		514.	
215.		515.	
216.		516.	
217.		517.	
218.		518.	
219.		519.	
220. Total Paid by/for Borrower	288,362.55	520. Total Reduction Amount Due Seller	3,363.03
300. Cash at Settlement from/to Borrower		600. Cash at Settlement to/from Seller	
301. Gross amount due from borrower (line 120)	281,763.86	601. Gross amount due to seller (line 420)	276,000.00
302. Less amounts paid by/for borrower (line 220)	288,362.55	602. Less reductions in amount due seller (line 520)	3,363.03
303. Cash <input checked="" type="checkbox"/> From <input type="checkbox"/> To Borrower	13,391.31	603. Cash <input checked="" type="checkbox"/> To <input type="checkbox"/> From Seller	272,636.97

This is to certify that this is a true and complete copy of the original
CHICAGO TITLE AGENCY
BY: _____
Kimberly Stark

21-2 1/2

Settlement Charges				Paid From Borrower's Funds at Settlement	Paid From Seller's Funds at Settlement
700. Division of commission (line 700) follows:					
701.	\$	to			
702.	\$	to			
703.	Commission paid at settlement				
704.					
800. Items Payable in Connection With Loan					
801.	Our origination charge	\$ 1,465.00	(from GFE #1)	1,465.00	
802.	Your credit or charge (points) for the specific interest rate chosen	\$	(from GFE #2)		
803.	Your adjusted origination charges		(from GFE A)		
804.	Appraisal fee to Homeowners Financial Group USA, L.L.O.		(from GFE #3) (POCB \$425.00)		
805.	Credit report to ADV Plus Reimburse to HFG		(from GFE #3)	49.75	
806.	Tax service		(from GFE #3)		
807.	Flood certification		(from GFE #3)		
808.					
900. Items Required by Lender to be Paid in Advance					
901.	Daily interest charges from 05/01/2013 to 05/01/2013 @ \$26.0205/day		(from GFE #10)		
902.	Mortgage insurance premium for 0 months to		(from GFE #3)		
903.	Homeowner's insurance for years to Country Mutual Insurance		(from GFE #11)	1,209.35	
904.					
1000. Items Payable Upon Closing with Lender					
1001.	Initial deposit for your escrow account		(from GFE #9)	605.76	
1002.	Homeowner's insurance 3 months @ \$ 100.7800	\$ 302.34			
1003.	Mortgage insurance 0 months @ \$ 146.2800	\$ 0.00			
1004.	Property taxes 3 months @ \$ 101.1500	\$ 303.45			
1005.	months @ \$	\$			
1006.	months @ \$	\$			
1007.	Aggregate adjustment	\$(0.03)			
1100. Title Charges					
1101.	Title services and lender's title insurance		(from GFE #4)	1,459.00	
1102.	Settlement or closing fee to Chicago Title Agency, Inc.	\$ 368.00			368.00
1103.	Owner's title insurance to Chicago Title Agency, Inc.	\$ 965.00	(from GFE #5)	965.00	
1104.	Lender's title insurance to Chicago Title Agency, Inc.	\$ 1,091.00			
1105.	Lender's title policy limit \$282,000				
1106.	Owner's title policy limit \$275,000				
1107.	Agent's portion of the total title insurance premium to Chicago Title Agency, Inc.	\$ 1,809.28			
1108.	Underwriter's portion of the total title insurance premium to Chicago Title Insurance Company	\$ 246.72			
1200. Government Recording and Transfer Charges					
1201.	Government recording charges		(from GFE #7)		
1202.	Deed \$ Mortgage \$ Release \$				
1203.	Transfer taxes		(from GFE #8)		
1204.	City/County tax/stamps	Deed \$ Mortgage \$			
1205.	State tax/stamps	Deed \$ Mortgage \$			
1206.	Excise Tax	Deed \$			
1300. Additional Settlement Charges					
1301.	Required services that you can shop for		(from GFE #6)		
1302.		\$			
1303.		\$			
1304.					
1305.					
1306.	Property Taxes 2nd half 2012 to Maricopa County Treasurer				614.98
1400.	Total Settlement Charges (enter on lines 103, Section J and 502, Section K)			5763.66	982.98

POB 9/14/14
3/14/14

POCB = Paid outside of closing by Borrower POCS = Paid outside of closing by Seller POCL = Paid outside of closing by Lender POCM = Paid outside of closing by Mortgage broker

21-29/10

Homeowners Financial Group USA, LLC

111213181

Charges That Cannot Increase		HUD-1 Line Number
Our origination charge		# 801
Your credit or charge (points) for the specific interest rate chosen		# 802
Your adjusted origination charges		# 803
Transfer taxes		# 1203
Total		

Good Faith Estimate	HUD-1
1,465.00	1,465.00
0.00	0.00
1,465.00	1,465.00
0.00	0.00
1,465.00	1,465.00

Charges That in Total Cannot Increase More Than 10%		HUD-1 Line Number
Government recording charges		# 1201
Appraisal fee		# 804
Credit report		# 805
Title services and lender's title insurance		# 1101
Owner's title insurance		# 1103
Total		

Good Faith Estimate	HUD-1
0.00	0.00
425.00	425.00
60.00	49.76
1,693.00	1,459.00
1,016.00	966.00
3,094.00	2,896.75

Increase between GFE and HUD-1 Charges

\$ (195.25) or	(6.31)%
----------------	---------

Charges That Can Change		HUD-1 Line Number
Initial deposit for your escrow account		# 1001
Daily interest charges		# 901 \$28.0205 /day
Homeowner's insurance		# 903

Good Faith Estimate	HUD-1
342.30	806.76
663.98	0.00
840.00	1,209.35

Loan Terms

Pro #14 DAS 3/14/11

Your initial loan amount is	\$ 202,000.00
Your loan term is	30 years
Your initial interest rate is	7.625%
Your initial monthly amount owed for principal, interest, and any mortgage insurance is	\$ 1,543.06 includes <input checked="" type="checkbox"/> Principal <input checked="" type="checkbox"/> Interest <input type="checkbox"/> Mortgage Insurance
Can your interest rate rise?	<input type="checkbox"/> No. <input type="checkbox"/> Yes, it can rise to a maximum of _____ % . The first change will be on _____ and can change again every _____ after _____ . Every change date, your interest rate can increase or decrease by _____ % . Over the life of the loan, your interest rate is guaranteed to never be lower than _____ % or higher than _____ % .
Even if you make payments on time, can your loan balance rise?	<input type="checkbox"/> No. <input type="checkbox"/> Yes, it can rise to a maximum of \$ _____ .
Even if you make payments on time, can your monthly amount owed for principal, interest, and mortgage insurance rise?	<input type="checkbox"/> No. <input type="checkbox"/> Yes, the first increase can be on _____ and the monthly amount owed can rise to \$ _____ . The maximum it can ever rise to is \$ _____ .
Does your loan have a prepayment penalty?	<input checked="" type="checkbox"/> No. <input type="checkbox"/> Yes, your maximum prepayment penalty is \$ _____ .
Does your loan have a balloon payment?	<input type="checkbox"/> No. <input type="checkbox"/> Yes, you have a balloon payment of \$ _____ due in _____ years on _____ .
Total monthly amount owed including escrow account payments	<input type="checkbox"/> You do not have a monthly payment for items, such as property taxes and homeowner's insurance. You must pay these items directly yourself. <input checked="" type="checkbox"/> You have an additional monthly escrow payment of \$ 201.93 that results in a total initial monthly amount owed of \$ 1,543.06 . This includes principal, interest, any mortgage insurance and any items checked below: <input type="checkbox"/> Property taxes <input checked="" type="checkbox"/> Homeowner's Insurance <input type="checkbox"/> Flood Insurance <input type="checkbox"/> <input type="checkbox"/> _____ <input type="checkbox"/>

Note: If you have any questions about the Settlement Charges and Loan Terms listed on this form, please contact your lender.

21-2 4/6

Densco Investment Corp.
 Rental Summary
 12/31/2013

Bo 1/14/14

*DAs
 3/14/14*

	2243 W. MORTEN	2249 W. MORTEN	TOTAL
RENTAL INCOME	(50,074.78)	(44,526.33)	(94,601.11)
Adust per 1099	(1,274.81)	(1,274.80)	(2,549.61)
Other adjustment		(843.25)	(843.25)
Rental adjust (Closing Stmt)	3,624.00	3,624.00	7,248.00
Total Rental Income	(47,725.59)	(43,020.38)	(90,745.97)
INSURANCE	516.01	523.24	1,039.25
	(296.20)	(296.20)	(592.39)
MGMT FEES	4,074.76	3,059.38	7,134.14
REPAIRS	6,673.48	8,938.62	15,612.10
PROPERTY TAXES	1,520.58	1,520.58	3,041.16
PROPERTY TAXES (CLOSING STMT)	2,522.65	2,522.64	5,045.29
UTILITIES	4,719.15	5,189.11	9,908.26
MISCELLANEOUS	1,274.81	1,274.80	2,549.61
Depreciation expense	19,170.00	19,172.00	38,342.00
	40,175.25	41,904.18	82,079.42
Total Rental (Income)/Loss	(7,550.35)	(1,116.21)	(8,666.55)

*2/2
 97 (97,993.97)*

21-1

21-1

4

PAYER'S name, street address, city, state, and ZIP code HomeLovers II, LLC 127 W Juanita Ste 117 Mesa, AZ 85210 602-792-5046		1 Rents \$ 97993.97	OMB No. 1545-0115 2013		Miscellaneous Income
PAYER'S Federal Tax ID [REDACTED]		2 Royalties	1099-MISC		
RECIPIENT'S Identification No. [REDACTED]		3 Other Income \$ 0.00	4 Fed Income tax withheld		Copy B For Recipient This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.
RECIPIENT'S Name and Address Densco Investment Corp DenSco Investment Corp 6132 W Victoria Pl Chandler, AZ 85226		5 Fishing boat proceeds	6 Med & health care pmts		
		7 Nonemployee Compensation	8 Pmts in lieu of Div or Int		
		9 Payer made direct sales of \$5000 or more of consumer products <input type="checkbox"/>	10 Crop insurance proceeds		
		11 Foreign tax paid	12 Foreign country or US pos		
		13 Excess Golden Par Pmts	14 Gross paid to an attorney		
Account Number 167645	15a Sec 409A deferrals	15b Sec 409A Income	16 State tax withheld	17 State/Payer's state no.	18 State Income
Form 1099-MISC		(Keep for your records.)		Department of the Treasury - Internal Revenue Service	

3/14/14

PAYER'S name, street address, city, state, and ZIP code HomeLovers II, LLC 127 W Juanita Ste 117 Mesa, AZ 85210 602-792-5046		1 Rents \$ 97993.97	OMB No. 1645-0115 2013		Miscellaneous Income
PAYER'S Federal Tax ID [REDACTED]		2 Royalties	1099-MISC		
RECIPIENT'S Identification No. [REDACTED]		3 Other Income \$ 0.00	4 Fed Income tax withheld		Copy 2 To be filed with recipient's state income tax return, when required.
RECIPIENT'S Name and Address Densco Investment Corp DenSco Investment Corp 6132 W Victoria Pl Chandler, AZ 85226		5 Fishing boat proceeds	6 Med & health care pmts		
		7 Nonemployee Compensation	8 Pmts in lieu of Div or Int		
		9 Payer made direct sales of \$5000 or more of consumer products <input type="checkbox"/>	10 Crop insurance proceeds		
		11 Foreign tax paid	12 Foreign country or US pos		
		13 Excess Golden Par Pmts	14 Gross paid to an attorney		
Account Number 167645	15a Sec 409A deferrals	15b Sec 409A Income	16 State tax withheld	17 State/Payer's state no.	18 State Income
Form 1099-MISC				Department of the Treasury - Internal Revenue Service	

Instructions for Recipient

Amounts shown may be subject to self-employment (SE) tax. If your net income from self-employment is \$400 or more, you must file a return and compute your SE tax on Schedule SE (Form 1040). See Pub. 334 for more information. If no income or social security and Medicare taxes were withheld and you are still receiving these payments, see Form 1040-ES. Individuals must report these amounts as explained in the box 7 instructions on this page. Corporations, fiduciaries, or partnerships must report the amounts on the proper line of their tax returns.

Form 1099-MISC incorrect? If this form is incorrect or has been issued in error, contact the payer. If you cannot get this form corrected, attach an explanation to your tax return and report your income correctly.

Boxes 1 and 2. Report rents from real estate on Schedule E (Form 1040). However, report rents on Schedule C (Form 1040) if you provided significant services to the tenant, sold real estate as a business, or rented personal property as a business. Report royalties from oil, gas, or mineral properties, copyrights, and patents on Schedule E (Form 1040). However, report payments for a working interest as explained in the box 7 instructions. For royalties on lumber, coal, and iron ore, see Pub. 544.

RB Format(o)www.1099Express.com

HomeLovers II, LLC
127 W Juanita Ste 117
Mesa, AZ 85210

Important Tax Return Document Enclosed

Densco Investment Corp
DenSco Investment Corp
6132 W Victoria Pl
Chandler, AZ 85226

2/238
SDP000238

CORRECTED (if checked)

PAYER'S name, street address, city or town, province or state, country, ZIP or foreign postal code, and telephone no. PHX Custom OPP One N 1st Street #755 Phoenix AZ 85004 480-706-0260		Payer's RTN (optional) 1 Interest Income \$ 10,515.00 2 Early withdrawal penalty \$	OMB No. 1545-0112 2013 Form 1099-INT	30 7/14/14 Interest Income DHS 3/14/14
PAYER'S federal identification no. [REDACTED]	RECIPIENT'S identification no. [REDACTED]	3 Interest on U.S. Savings Bonds and Treas. obligations \$		Copy B For Recipient This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.
RECIPIENT'S name, street address, city or town, province or state, country, and ZIP or foreign postal code DenSCO Investment Corporation 6132 W Victoria Pl Chandler, AZ 85226		4 Federal income tax withheld \$	5 Investment expenses \$	
		6 Foreign tax paid \$	7 Foreign country or U.S. possession \$	
		8 Tax-exempt interest \$	9 Specified private activity bond interest \$	
Account number (see instructions) 451106		10 Tax-exempt bond CUSIP no. \$	11 State \$	12 State identification no. \$
		13 State tax withheld \$		

Form 1099-INT

TFP007A2_08a_140730221838-080

(keep for your records) Department of the Treasury - Internal Revenue Service

Instructions for Recipient

Recipient's identification number. For your protection, this form may show only the last four digits of your social security number (SSN), individual taxpayer identification number (ITIN), or adoption taxpayer identification number (ATIN). However, the issuer has reported your complete identification number to the IRS and, where applicable, to state and/or local governments.

Account number. May show an account or other unique number the payer assigned to distinguish your account.

Box 1. Shows taxable interest paid to you during the calendar year by the payer. This does not include interest shown in box 3. May also show the total amount of the credits from clean renewable energy bonds, qualified forestry conservation bonds, new clean renewable energy bonds, qualified energy conservation bonds, qualified zone academy bonds, qualified school construction bonds, and build America bonds that must be included in your interest income. These amounts were treated as paid to you during 2013 on the credit allowance dates (March 15, June 15, September 15, and December 15). For more information, see Form 8912, Credit to Holders of Tax Credit Bonds.

Box 2. Shows interest or principal forfeited because of early withdrawal of time savings. You may deduct this amount to figure your adjusted gross income on your income tax return. See the instructions for Form 1040 to see where to take the deduction.

Box 3. Shows interest on U.S. Savings Bonds, Treasury bills, Treasury bonds, and Treasury notes. This may or may not all be taxable. See Pub. 550. This interest is exempt from state and local income taxes. This interest is not included in box 1.

Box 4. Shows backup withholding. Generally, a payer must backup withhold if you did not furnish your taxpayer identification number (TIN) or you did not furnish the correct TIN to the payer. See Form W-9. Include this amount on your income tax return as tax withheld.

Box 5. Any amount shown is your share of investment expenses of a single-class REMIC. If you file Form 1040, you may deduct these expenses on the "Other expenses" line of Schedule A (Form 1040) subject to the 2% limit. This amount is included in box 1.

Box 6. Shows foreign tax paid. You may be able to claim this tax as a deduction or a credit on your Form 1040. See your Form 1040 instructions.

Box 7. Shows the country or U.S. possession to which the foreign tax was paid.

Box 8. Shows tax-exempt interest paid to you during the calendar year by the payer. Report this amount on line 8a of Form 1040 or Form 1040A. This amount may be subject to backup withholding. See box 4.

Box 9. Shows tax-exempt interest subject to the alternative minimum tax. This amount is included in box 8. See the instructions for Form 8251.

Box 10. Shows CUSIP number(s) for tax-exempt bond(s) on which tax-exempt interest was paid to you during the calendar year and reported in box 8. If blank, no CUSIP number was issued for the bond(s).

Boxes 11-13. State tax withheld reporting boxes. Nominees. If this form includes amounts belonging to another person(s), you are considered a nominee recipient. Complete a Form 1099-INT for each of the other owners showing the income allocable to each. File Copy A of the form with the IRS. Furnish Copy B to each owner. List yourself as the "payer" and the other owner(s) as the "recipient." File Form(s) 1099-INT with Form 1096 with the Internal Revenue Service Center for your area. On Form 1096 list yourself as the "filer." A husband or wife is not required to file a nominee return to show amounts owned by the other.

Future developments. For the latest information about developments related to Form 1099-INT and its instructions, such as legislation enacted after they were published, go to www.irs.gov/form1099int.

1099-INT / COPY B

CORRECTED (if checked)

PAYER'S name, street address, city or town, province or state, country, ZIP or foreign postal code, and telephone no. KBIZ Investments LLC One N 1st Street #755 Phoenix AZ 85004 480-706-0260 51		Payer's RTN (optional) 1 Interest income \$ 42,170.00 2 Early withdrawal penalty \$	OMB No. 1545-0112 2013 Interest Income Form 1099-INT
PAYER'S federal identification no. [REDACTED]	RECIPIENT'S identification no. [REDACTED]	3 Interest on U.S. Savings Bonds and Treas. obligations \$	
RECIPIENT'S name, street address, city or town, province or state, country, and ZIP or foreign postal code DenSCO Investment Corporation 6132 W Victoria Pl Chandler, AZ 85226		4 Federal income tax withheld \$	5 Investment expenses \$
		6 Foreign tax paid \$	7 Foreign country or U.S. possession
		8 Tax-exempt interest \$	9 Specified private activity bond interest \$
Account number (see instructions) 442441		10 Tax-exempt bond CUSIP no.	11 State 12 State identification no. 13 State tax withheld \$

Form 1099-INT

TFPDATA2_cha_140130221030-4562

(keep for your records) Department of the Treasury - Internal Revenue Service

Instructions for Recipient

Recipient's identification number. For your protection, this form may show only the last four digits of your social security number (SSN), individual taxpayer identification number (ITIN), or adoption taxpayer identification number (ATIN). However, the issuer has reported your complete identification number to the IRS and, where applicable, to state and/or local governments.

Account number. May show an account or other unique number the payer assigned to distinguish your account.

Box 1. Shows taxable interest paid to you during the calendar year by the payer. This does not include interest shown in box 3. May also show the total amount of the credits from clean renewable energy bonds, qualified forestry conservation bonds, new clean renewable energy bonds, qualified energy conservation bonds, qualified zone academy bonds, qualified school construction bonds, and build America bonds that must be included in your interest income. These amounts were treated as paid to you during 2013 on the credit allowance dates (March 15, June 15, September 15, and December 15). For more information, see Form 8912, Credit to Holders of Tax Credit Bonds.

Box 2. Shows interest or principal forfeited because of early withdrawal of time savings. You may deduct this amount to figure your adjusted gross income on your income tax return. See the instructions for Form 1040 to see where to take the deduction.

Box 3. Shows interest on U.S. Savings Bonds, Treasury bills, Treasury bonds, and Treasury notes. This may or may not all be taxable. See Pub. 850. This interest is exempt from state and local income taxes. This interest is not included in box 1.

Box 4. Shows backup withholding. Generally, a payer must backup withhold if you did not furnish your taxpayer identification number (TIN) or you did not furnish the correct TIN to the payer. See Form W-9. Include this amount on your income tax return as tax withheld.

Box 5. Any amount shown in your share of investment expenses of a single-class REMIC. If you file Form 1040, you may deduct these expenses on the "Other expenses" line of Schedule A (Form 1040) subject to the 2% limit. This amount is included in box 1.

Box 6. Shows foreign tax paid. You may be able to claim this tax as a deduction or a credit on your Form 1040. See your Form 1040 instructions.

Box 7. Shows the country or U.S. possession to which the foreign tax was paid.

Box 8. Shows tax-exempt interest paid to you during the calendar year by the payer. Report this amount on line 8b of Form 1040 or Form 1040A. This amount may be subject to backup withholding. See box 4.

Box 9. Shows tax-exempt interest subject to the alternative minimum tax. This amount is included in box 8. See the instructions for Form 6251.

Box 10. Shows CUSIP number(s) for tax-exempt bond(s) on which tax-exempt interest was paid to you during the calendar year and reported in box 8. If blank, no CUSIP number was issued for the bond(s).

Boxes 11-13. State tax withheld reporting boxes.

Nominees. If this form includes amounts belonging to another person(s), you are considered a nominee recipient. Complete a Form 1099-INT for each of the other owners showing the income allocable to each. File Copy A of the form with the IRS. Furnish Copy B to each owner. List yourself as the "payer" and the other owner(s) as the "recipient." File Form(s) 1099-INT with Form 1099 with the Internal Revenue Service Center for your area. On Form 1099 list yourself as the "filer." A husband or wife is not required to file a nominee return to show amounts owned by the other.

Future developments. For the latest information about developments related to Form 1099-INT and its instructions, such as legislation enacted after they were published, go to www.irs.gov/form1099int.

1099-INT / COPY B

CORRECTED (If checked)

PAYER'S name, street address, city or town, province or state, country, ZIP or foreign postal code, and telephone no. KBIZ Corp One N 1st Street #755 Phoenix AZ 85004 480-706-0260 51		Payer's RTN (optional)	OMB No. 1545-0112	
		1 Interest income \$ 2,640.00	2013 Interest Income Form 1099-INT	
		2 Early withdrawal penalty \$		
PAYER'S federal identification no. [REDACTED]	RECIPIENT'S identification no. [REDACTED]	3 Interest on U.S. Savings Bonds and Treas. obligations \$		
RECIPIENT'S name, street address, city or town, province or state, country, and ZIP or foreign postal code DenSCO Investment Corporation 6132 W Victoria Pl Chandler, AZ 85226		4 Federal income tax withheld \$	5 Investment expenses \$	
		6 Foreign tax paid \$	7 Foreign country or U.S. possession	
		8 Tax-exempt interest \$	9 Specified private activity bond interest \$	
Account number (see instructions) 440736		10 Tax-exempt bond CUSIP no.	11 State	12 State identification no.
				13 State tax withheld \$

Form 1099-INT

TFPDATA2_dxa_140130221838-4587

(keep for your records) Department of the Treasury - Internal Revenue Service

**Copy B
For Recipient**
This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.

Instructions for Recipient

Recipient's identification number. For your protection, this form may show only the last four digits of your social security number (SSN), individual taxpayer identification number (ITIN), or adoption taxpayer identification number (ATIN). However, the issuer has reported your complete identification number to the IRS and, where applicable, to state and/or local governments.

Account Number. May show an account or other unique number the payer assigned to distinguish your account.

Box 1. Shows taxable interest paid to you during the calendar year by the payer. This does not include interest shown in box 3. May also show the total amount of the credits from clean renewable energy bonds, qualified forestry conservation bonds, new clean renewable energy bonds, qualified energy conservation bonds, qualified zone academy bonds, qualified school construction bonds, and build America bonds that must be included in your interest income. These amounts were treated as paid to you during 2013 on the credit allowance dates (March 15, June 15, September 15, and December 15). For more information, see Form 8912, Credit to Holders of Tax Credit Bonds.

Box 2. Shows interest or principal forfeited because of early withdrawal of time savings. You may deduct this amount to figure your adjusted gross income on your income tax return. See the instructions for Form 1040 to see where to take the deduction.

Box 3. Shows interest on U.S. Savings Bonds, Treasury bills, Treasury bonds, and Treasury notes. This may or may not all be taxable. See Pub. 650. This interest is exempt from state and local income taxes. This interest is not included in box 1.

Box 4. Shows backup withholding. Generally, a payer must backup withhold if you did not furnish your taxpayer identification number (TIN) or you did not furnish the correct TIN to the payer. See Form W-9. Include this amount on your income tax return as tax withheld.

Box 5. Any amount shown is your share of investment expenses of a single-class REMIC. If you file Form 1040, you may deduct these expenses on the "Other expenses" line of Schedule A (Form 1040) subject to the 2% limit. This amount is included in box 1.

Box 6. Shows foreign tax paid. You may be able to claim this tax as a deduction or a credit on your Form 1040. See your Form 1040 instructions.

Box 7. Shows the country or U.S. possession to which the foreign tax was paid.

Box 8. Shows tax-exempt interest paid to you during the calendar year by the payer. Report this amount on line 8b of Form 1040 or Form 1040A. This amount may be subject to backup withholding. See box 4.

Box 9. Shows tax-exempt interest subject to the alternative minimum tax. This amount is included in box 8. See the instructions for Form 6251.

Box 10. Shows CUSIP number(s) for tax-exempt bond(s) on which tax-exempt interest was paid to you during the calendar year and reported in box 8. If blank, no CUSIP number was issued for the bond(s).

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Future developments. For the latest information about developments related to Form 1099-INT and its instructions, such as legislation enacted after they were published, go to www.irs.gov/form1099int.

1099-INT / COPY B

CORRECTED (if checked)

PAYER'S name, street address, city or town, province or state, country, ZIP or foreign postal code, and telephone no. PB Ops LLC One N 1st Street #755 Phoenix AZ 85004 480-706-0260 51		Payer's RTN (optional) 1 Interest Income \$ 47,404.17 2 Early withdrawal penalty \$		OMB No. 1545-0112 2013 Interest Income Form 1099-INT	
PAYER'S federal identification no. [REDACTED]	RECIPIENT'S identification no. [REDACTED]	3 Interest on U.S. Savings Bonds and Treas. obligations \$		Copy B For Recipient This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.	
RECIPIENT'S name, street address, city or town, province or state, country, and ZIP or foreign postal code DenSco Investment Corporation 6132 W Victoria Pl Chandler, AZ 85226		4 Federal income tax withheld \$	5 Investment expenses \$		
Account number (see instructions) 434748		6 Foreign tax paid \$	7 Foreign country or U.S. possession		
		8 Tax-exempt interest \$	9 Specified private activity bond interest \$		
		10 Tax-exempt bond CUSIP no.	11 State	12 State identification no.	13 State tax withheld \$

Form 1099-INT

TFPDATA2.doc_140180221838-4680

(keep for your records) Department of the Treasury - Internal Revenue Service

Instructions for Recipient

Recipient's identification number. For your protection, this form may show only the last four digits of your social security number (SSN), individual taxpayer identification number (ITIN), or adoption taxpayer identification number (ATIN). However, the issuer has reported your complete identification number to the IRS and, where applicable, to state and/or local governments.

Account number. May show an account or other unique number the payer assigned to distinguish your account.

Box 1. Shows taxable interest paid to you during the calendar year by the payer. This does not include interest shown in box 3. May also show the total amount of the credits from clean renewable energy bonds, qualified forestry conservation bonds, new clean renewable energy bonds, qualified energy conservation bonds, qualified zone academy bonds, qualified school construction bonds, and build America bonds that must be included in your interest income. These amounts were treated as paid to you during 2013 on the credit allowance dates (March 15, June 15, September 15, and December 15). For more information, see Form 8912, Credit to Holders of Tax Credit Bonds.

Box 2. Shows interest or principal forfeited because of early withdrawal of time savings. You may deduct this amount to figure your adjusted gross income on your income tax return. See the instructions for Form 1040 to see where to take the deduction.

Box 3. Shows interest on U.S. Savings Bonds, Treasury bills, Treasury bonds, and Treasury notes. This may or may not all be taxable. See Pub. 550. This interest is exempt from state and local income taxes. This interest is not included in box 1.

Box 4. Shows backup withholding. Generally, a payer must backup withhold if you did not furnish your taxpayer identification number (TIN) or you did not furnish the correct TIN to the payer. See Form W-9. Include this amount on your income tax return as tax withheld.

Box 5. Any amount shown is your share of investment expenses of a single-class REMIC. If you file Form 1040, you may deduct these expenses on the "Other expenses" line of Schedule A (Form 1040) subject to the 2% limit. This amount is included in box 1.

Box 6. Shows foreign tax paid. You may be able to claim this tax as a deduction or a credit on your Form 1040. See your Form 1040 instructions.

Box 7. Shows the country or U.S. possession to which the foreign tax was paid.

Box 8. Shows tax-exempt interest paid to you during the calendar year by the payer. Report this amount on the 8b of Form 1040 or Form 1040A. This amount may be subject to backup withholding. See box 4.

Box 9. Shows tax-exempt interest subject to the alternative minimum tax. This amount is included in box 8. See the instructions for Form 6251.

Box 10. Shows CUSIP number(s) for tax-exempt bond(s) on which tax-exempt interest was paid to you during the calendar year and reported in box 8. If blank, no CUSIP number was issued for the bond(s).

Boxes 11-13. State tax withheld reporting boxes.

Nominees. If this form includes amounts belonging to another person(s), you are considered a nominee recipient. Complete a Form 1099-INT for each of the other owners showing the income allocable to each. File Copy A of the form with the IRS. Furnish Copy B to each owner. List yourself as the "payer" and the other owner(s) as the "recipient." File Form(s) 1099-INT with Form 1099 with the Internal Revenue Service Center for your area. On Form 1099 list yourself as the "filer." A husband or wife is not required to file a nominee return to show amounts owned by the other.

Future developments. For the latest information about developments related to Form 1099-INT and its instructions, such as legislation enacted after they were published, go to www.irs.gov/form1099int.

1099-INT / COPY B

Densco Inv.
#50078

David Preston

From: bwohrle@pensionstrategies.com
Sent: Wednesday, February 26, 2014 4:16 PM
To: Denny Chittick
Cc: David Preston
Subject: DenSco Investment Corporation Retirement Plans

B... 3/14/14
DHS
3/14/14

Hello Denny:

I hope that this email finds you doing well. I wanted to let you know of a couple of items that we have completed and are mailing out to you in tomorrow's mail:

1. Our office has completed the 2013 Form 5500-EZ for your 401(k) Plan. The 2013 Form 5500-EZ will require your review, signature, date, and then must be filed directly with the IRS on or before July 31, 2014.
 - a. Please see the included cover letter for detailed filing instructions.

2. We have completed the 2013 allowable contribution range for your defined benefit plan. The range is from a minimum of \$0 to a maximum of \$867,289. JE
 - a. A detailed contribution letter will also be included in your package.

The package containing the items above will be mailed out to your address on record of 6132 West Victoria Place, Chandler, AZ 85226.

Thank you for allowing us to be of service and upon receiving the package if you should have any questions please feel free to contact me at any time.

Kind Regards,

Brian A. Wohrle, QPA
Pension Consultant
Pension Strategies
Delivering creative solutions to business challenges using retirement planning strategies.

2141 E. Highland Ave, Suite 180
Phoenix, AZ 85016
Direct: (602) 957-7101 x 329
Fax: (602) 957-7505
www.pensionstrategies.com



IRS CIRCULAR 230 DISCLOSURE: To ensure compliance with requirements imposed by the IRS, we inform you that, to the extent this communication (or any attachment) addresses any tax matter, it was not written to be (and may not be) relied upon to (i) avoid tax-related penalties under the Internal Revenue Code, or (ii) promote, market or recommend to another party any transaction or matter addressed herein (or in any such attachment).

CONFIDENTIALITY NOTICE: The information contained in this message was intended for the specified recipient and may contain confidential information that may not be utilized by unauthorized persons. Please immediately reply to the sender of this e-mail if you have received it in error, then delete it. Thank you.

a Employee's SSN [REDACTED]		Copy D For Employer. OMB No. 1545-0008			
b Employer identification number (EIN) [REDACTED]		1 Wages, tips, other compensation 240812.00	2 Federal income tax withheld		
c Employer's name, address, and ZIP code DENSCO INVESTMENT CORPORATION 6132 W. VICTORIA PLACE CHANDLER AZ 85226		3 Social security wages 113700.00	4 Social security tax withheld 7049.40		
		5 Medicare wages and tips 255000.00	6 Medicare tax withheld 4192.50		
		7 Social security tips	8 Allocated tips DHS		
d Control number		9 [REDACTED]	10 Dependent care benefits 3/14/14		
e Employee's name, address, and ZIP code DENNY J CHITTICK 6132 W. VICTORIA PL. CHANDLER AZ 85226		11 Nonqualified plans	C 12a D 17500.00		
		13 Statutory Employee Retirement Plan Third-party sick pay <input type="checkbox"/> <input checked="" type="checkbox"/> <input type="checkbox"/>	C 12b		
		14 Other SCorp MP 3312.00	C 12c C 12d		
15 State Employer's state ID number AZ [REDACTED]	16 State wages, tips, etc. 240812.00	17 State income tax 40000.00	18 Local wages, tips, etc.	19 Local income tax	20 Locality name

Form **W-2** Wage and Tax Statement **2013**
FDWA0105 10/08/13

Department of the Treasury— Internal Revenue Service
For Privacy Act and Paperwork Reduction Act Notice, see separate instructions.

a Employee's SSN [REDACTED]		Copy D For Employer. OMB No. 1545-0008			
b Employer identification number (EIN) [REDACTED]		1 Wages, tips, other compensation	2 Federal income tax withheld		
c Employer's name, address, and ZIP code		3 Social security wages	4 Social security tax withheld		
		5 Medicare wages and tips	6 Medicare tax withheld		
		7 Social security tips	8 Allocated tips		
d Control number		9 [REDACTED]	10 Dependent care benefits		
e Employee's name, address, and ZIP code [REDACTED]		11 Nonqualified plans	C 12a		
		13 Statutory Employee Retirement Plan Third-party sick pay <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>	C 12b		
		14 Other	C 12c C 12d		
15 State Employer's state ID number [REDACTED]	16 State wages, tips, etc.	17 State income tax	18 Local wages, tips, etc.	19 Local income tax	20 Locality name

Form **W-2** Wage and Tax Statement **2013**
FDWA0105 10/08/13

Department of the Treasury— Internal Revenue Service
For Privacy Act and Paperwork Reduction Act Notice, see separate instructions.

DP000244

Form 1120S

U.S. Income Tax Return for an S Corporation

OMB No. 1545-0123

2014

Department of the Treasury Internal Revenue Service

Do not file this form unless the corporation has filed or is attaching Form 2553 to elect to be an S corporation. Information about Form 1120S and its separate instructions is at www.irs.gov/form1120s.

For calendar year 2014 or tax year beginning 2014, ending

Header section containing: A S election effective date (4/30/2001), B Business activity code number (522291), C Check if Schedule M-3 attached (X), D Employer identification number, E Date incorporated (4/30/2001), F Total assets (59,336,655).

Section G: Is the corporation electing to be an S corporation beginning with this tax year? Yes [] No [X]. Section H: Check if: (1) Final return, (2) Name change, (3) Address change, (4) Amended return, (5) S election termination or revocation. Section I: Enter the number of shareholders who were shareholders during any part of the tax year: 1

Caution. Include only trade or business income and expenses on lines 1a through 21. See the instructions for more information.

Main table with columns for Income, Deductions, and Tax and Payments. Rows include: 1a Gross receipts or sales (8,986,249), 1b Returns and allowances, 2 Cost of goods sold, 3 Gross profit (8,986,249), 4 Net gain (loss) (-235,695), 5 Other income (loss), 6 Total income (8,750,554), 7 Compensation of officers (263,600), 8 Salaries and wages, 9 Repairs and maintenance, 10 Bad debts, 11 Rents (3,600), 12 Taxes and licenses (11,641), 13 Interest (6,966,245), 14 Depreciation, 15 Depletion, 16 Advertising, 17 Pension, profit-sharing, etc. plans (34,500), 18 Employee benefit programs, 19 Other deductions (121,297), 20 Total deductions (7,400,883), 21 Ordinary business income (loss) (1,349,671), 22a Excess net passive income or LIFO recapture tax, 22b Tax from Schedule D, 22c Add lines 22a and 22b, 23a 2014 estimated tax payments and 2013 overpayment credited to 2014, 23b Tax deposited with Form 7004, 23c Credit for federal tax paid on fuels, 23d Add lines 23a through 23c, 24 Estimated tax penalty, 25 Amount owed (0), 26 Overpayment, 27 Enter amount from line 26 Credited to 2015 estimated tax (Refunded).

Sign Here section: Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge. Signature of David M. Preston, Title: PRESIDENT.

Paid Preparer Use Only section: Print/Type preparer's name (DAVID M. PRESTON), Preparer's signature, Date, Check if self-employed, PTIN (P01392876), Firm's name (PRESTON CPA, P.C.), Firm's EIN, Firm's address (1949 E. BROADWAY ROAD STE 101, TEMPE, AZ 85282), Phone no. ((480) 820-4419).

Schedule B Other Information (see instructions)					Yes	No
1 Check accounting method: a <input checked="" type="checkbox"/> Cash b <input type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) ▶ _____						
2 See the instructions and enter the: a Business activity. ▶ FINANCE b Product or service ... ▶ LENDING						
3 At any time during the tax year, was any shareholder of the corporation a disregarded entity, a trust, an estate, or a nominee or similar person? If "Yes," attach Schedule B-1, Information on Certain Shareholders of an S Corporation,						X
4 At the end of the tax year, did the corporation: a Own directly 20% or more, or own, directly or indirectly, 50% or more of the total stock issued and outstanding of any foreign or domestic corporation? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (v) below.						X
(i) Name of Corporation	(ii) Employer Identification Number (if any)	(iii) Country of Incorporation	(iv) Percentage of Stock Owned	(v) If Percentage in (iv) is 100%, Enter the Date (if any) a Qualified Subchapter S Subsidiary Election Was Made		
b Own directly an interest of 20% or more, or own, directly or indirectly, an interest of 50% or more in the profit, loss, or capital in any foreign or domestic partnership (including an entity treated as a partnership) or in the beneficial interest of a trust? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (v) below.						X
(i) Name of Entity	(ii) Employer Identification Number (if any)	(iii) Type of Entity	(iv) Country of Organization	(v) Maximum % Owned in Profit, Loss, or Capital		
5a At the end of the tax year, did the corporation have any outstanding shares of restricted stock?						X
If "Yes," complete lines (i) and (ii) below.						
(i) Total shares of restricted stock. ▶ _____						
(ii) Total shares of non-restricted stock. ▶ _____						
b At the end of the tax year, did the corporation have any outstanding stock options, warrants, or similar instruments?						X
If "Yes," complete lines (i) and (ii) below.						
(i) Total shares of stock outstanding at the end of the tax year. ▶ _____						
(ii) Total shares of stock outstanding if all instruments were executed. ▶ _____						
6 Has this corporation filed, or is it required to file, Form 8918, Material Advisor Disclosure Statement, to provide information on any reportable transaction?						X
7 Check this box if the corporation issued publicly offered debt instruments with original issue discount. <input type="checkbox"/> If checked, the corporation may have to file Form 8281, Information Return for Publicly Offered Original Issue Discount Instruments.						
8 If the corporation: (a) was a C corporation before it elected to be an S corporation or the corporation acquired an asset with a basis determined by reference to the basis of the asset (or the basis of any other property) in the hands of a C corporation and (b) has net unrealized built-in gain in excess of the net recognized built-in gain from prior years, enter the net unrealized built-in gain reduced by net recognized built-in gain from prior years (see instructions) ▶ \$ _____						
9 Enter the accumulated earnings and profits of the corporation at the end of the tax year. \$ _____						
10 Does the corporation satisfy both of the following conditions?						
a The corporation's total receipts (see instructions) for the tax year were less than \$250,000.						
b The corporation's total assets at the end of the tax year were less than \$250,000.						X
If "Yes," the corporation is not required to complete Schedules L and M-1.						
11 During the tax year, did the corporation have any non-shareholder debt that was canceled, was forgiven, or had the terms modified so as to reduce the principal amount of the debt?						X
If "Yes," enter the amount of principal reduction \$ _____						
12 During the tax year, was a qualified subchapter S subsidiary election terminated or revoked? If "Yes," see instructions.						X
13a Did the corporation make any payments in 2014 that would require it to file Form(s) 1099?					X	
b If "Yes," did the corporation file or will it file required Forms 1099?					X	

Schedule M Shareholders' Pro Rata Share Items		Total amount
Income (Loss)	1 Ordinary business income (loss) (page 1, line 21)	1 1,349,671.
	2 Net rental real estate income (loss) (attach Form 8825)	2 15,358.
	3a Other gross rental income (loss)	3a
	b Expenses from other rental activities (attach statement)	3b
	c Other net rental income (loss). Subtract line 3b from line 3a	3c
	4 Interest income	4
	5 Dividends: a Ordinary dividends	5a
	b Qualified dividends	5b
	6 Royalties	6
	7 Net short-term capital gain (loss) (attach Schedule D (Form 1120S))	7
Deductions	8a Net long-term capital gain (loss) (attach Schedule D (Form 1120S))	8a
	b Collectibles (28%) gain (loss)	8b
	c Unrecaptured section 1250 gain (attach statement)	8c
	9 Net section 1231 gain (loss) (attach Form 4797)	9
	10 Other income (loss) (see instructions)	10
	11 Section 179 deduction (attach Form 4562)	11
	12a Charitable contributions	12a 500.
	b Investment interest expense	12b
	c Section 59(e)(2) expenditures (1) Type ▶ (2) Amount ▶	12c (2)
	d Other deductions (see instructions)	12d
Credits	13a Low-income housing credit (section 42(j)(5))	13a
	b Low-income housing credit (other)	13b
	c Qualified rehabilitation expenditures (rental real estate) (attach Form 3468, if applicable)	13c
	d Other rental real estate credits (see instrs) Type ▶	13d
	e Other rental credits (see instrs) Type ▶	13e
	f Biofuel producer credit (attach Form 6478)	13f
	g Other credits (see instructions)	13g
Foreign Transactions	14a Name of country or U.S. possession	
	b Gross income from all sources	14b
	c Gross income sourced at shareholder level	14c
	Foreign gross income sourced at corporate level	
	d Passive category	14d
	e General category	14e
	f Other (attach statement)	14f
	Deductions allocated and apportioned at shareholder level	
	g Interest expense	14g
	h Other	14h
	Deductions allocated and apportioned at corporate level to foreign source income	
	i Passive category	14i
	j General category	14j
	k Other (attach statement)	14k
Other information		
l Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	14l	
m Reduction in taxes available for credit (attach statement)	14m	
n Other foreign tax information (attach statement)		
Alternative Minimum Tax (AMT) Items	15a Post-1986 depreciation adjustment	15a
	b Adjusted gain or loss	15b
	c Depletion (other than oil and gas)	15c
	d Oil, gas, and geothermal properties — gross income	15d
	e Oil, gas, and geothermal properties — deductions	15e
	f Other AMT items (attach statement)	15f
Items Affecting Shareholder Basis	16a Tax-exempt interest income	16a
	b Other tax-exempt income	16b
	c Nondeductible expenses	16c 1,602.
	d Distributions (attach stmt if required) (see instrs)	16d 108,436.
	e Repayment of loans from shareholders	16e

Schedule K-1 Shareholders' Pro Rata Share Items (continued)		Total amount
Other information	17a Investment income.....	17a
	b Investment expenses.....	17b
	c Dividend distributions paid from accumulated earnings and profits.....	17c
	d Other items and amounts (attach statement)	
Reconciliation	18 Income/loss reconciliation. Combine the amounts on lines 1 through 10 in the far right column. From the result, subtract the sum of the amounts on lines 11 through 12d and 14i.....	18
		1,364,529.

Schedule M-1 Balance Sheets per Books	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
Assets				
1 Cash.....		543,219.		4,466,763.
2a Trade notes and accounts receivable.....				
b Less allowance for bad debts.....				
3 Inventories.....				
4 U.S. government obligations.....				
5 Tax-exempt securities (see instructions).....				
6 Other current assets (attach stmt).....				
7 Loans to shareholders.....				
8 Mortgage and real estate loans.....		58,327,810.		54,846,456.
9 Other investments (attach statement).....				
10a Buildings and other depreciable assets.....	16,346.		16,346.	
b Less accumulated depreciation.....	16,346.		16,346.	
11a Depletable assets.....				
b Less accumulated depletion.....				
12 Land (net of any amortization).....				
13a Intangible assets (amortizable only).....	45,993.		45,993.	
b Less accumulated amortization.....	45,993.		45,993.	
14 Other assets (attach stmt)..... SEE ST. 4.		23,436.		23,436.
15 Total assets.....		58,894,465.		59,336,655.
Liabilities and Shareholders' Equity				
16 Accounts payable.....				
17 Mortgages, notes, bonds payable in less than 1 year.....				
18 Other current liabilities (attach stmt)..... SEE ST. 5.		867,289.		34,000.
19 Loans from shareholders.....		865,288.		
20 Mortgages, notes, bonds payable in 1 year or more.....		56,092,872.		55,530,688.
21 Other liabilities (attach statement).....				
22 Capital stock.....		10,000.		10,000.
23 Additional paid-in capital.....				1,448,460.
24 Retained earnings.....		1,059,016.		2,313,507.
25 Adjustments to shareholders' equity (att stmt).....				
26 Less cost of treasury stock.....				
27 Total liabilities and shareholders' equity.....		58,894,465.		59,336,655.

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return

Note. The corporation may be required to file Schedule M-3 (see instructions)

<p>1 Net income (loss) per books</p> <p>2 Income included on Schedule K, lines 1, 2, 3c, 4, 5a, 6, 7, 8a, 9, and 10, not recorded on books this year (itemize):</p> <p>3 Expenses recorded on books this year not included on Schedule K, lines 1 through 12, and 14l (itemize):</p> <p style="margin-left: 20px;">a Depreciation \$ _____</p> <p style="margin-left: 20px;">b Travel and entertainment. \$ _____</p> <p>4 Add lines 1 through 3.....</p>	<p>5 Income recorded on books this year not included on Schedule K, lines 1 through 10 (itemize):</p> <p style="margin-left: 20px;">a Tax-exempt interest. \$ _____</p> <p>6 Deductions included on Schedule K, lines 1 through 12 and 14l, not charged against book income this year (itemize):</p> <p style="margin-left: 20px;">a Depreciation.... \$ _____</p> <p>7 Add lines 5 and 6</p> <p>8 Income (loss) (Schedule K, ln 18). Ln 4 less ln 7...</p>
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Schedule M-2 Analysis of Accumulated Adjustments Account, Other Adjustments Account, and Shareholders' Undistributed Taxable Income Previously Taxed (see instructions)

	(a) Accumulated adjustments account	(b) Other adjustments account	(c) Shareholders' undistributed taxable income previously taxed
1 Balance at beginning of tax year	695,935.		
2 Ordinary income from page 1, line 21.....	1,349,671.		
3 Other additions..... SEE STATEMENT 6.....	15,358.		
4 Loss from page 1, line 21.....			
5 Other reductions..... SEE STATEMENT 7.....	(2,102.)		
6 Combine lines 1 through 5.....	2,058,862.		
7 Distributions other than dividend distributions.....	108,436.		
8 Balance at end of tax year. Subtract line 7 from line 6.....	1,950,426.		

Form **8825**

(Rev December 2010)

Department of the Treasury
Internal Revenue Service

Rental Real Estate Income and Expenses of a Partnership or an S Corporation

OMB No. 1545-1186

▶ See instructions.

▶ Attach to Form 1065, Form 1065-B, or Form 1120S.

Name

Employer identification number

DENSCO INVESTMENT CORPORATION

1 Show the type and address of each property. For each rental real estate property listed, report the number of days rented at fair rental value and days with personal use. See instructions. See page 2 to list additional properties.

	Physical address of each property -- street, city, state, ZIP code	Type -- Enter code 1-8; see page 2 for list	Fair Rental Days	Personal Use Days
A	11313 E. RENATA CIRCLE MESA, AZ 85212	1	90	
B				
C				
D				

Rental Real Estate Income		Properties			
		A	B	C	D
2 Gross rents	2	15,358.			
Rental Real Estate Expenses					
3 Advertising	3				
4 Auto and travel	4				
5 Cleaning and maintenance	5				
6 Commissions	6				
7 Insurance	7				
8 Legal and other professional fees	8				
9 Interest	9				
10 Repairs	10				
11 Taxes	11				
12 Utilities	12				
13 Wages and salaries	13				
14 Depreciation (see instructions)	14				
15 Other (list)	15				
16 Total expenses for each property. Add lines 3 through 15.	16				
17 Income or (Loss) from each property. Subtract line 16 from line 2.	17	15,358.			
18a Total gross rents. Add gross rents from line 2, columns A through H.	18a				15,358.
18b Total expenses. Add total expenses from line 16, columns A through H.	18b				0.
19 Net gain (loss) from Form 4797, Part II, line 17, from the disposition of property from rental real estate activities.	19				
20a Net income (loss) from rental real estate activities from partnerships, estates, and trusts in which this partnership or S corporation is a partner or beneficiary (from Schedule K-1).	20a				
b Identify below the partnerships, estates, or trusts from which net income (loss) is shown on line 20a. Attach a schedule if more space is needed: (1) Name (2) Employer identification number					
21 Net rental real estate income (loss). Combine lines 18a through 20a. Enter the result here and on: • Form 1065 or 1120S: Schedule K, line 2, or • Form 1065-B: Part I, line 4	21				15,358.

1 Show the type and address of each property. For each rental real estate property listed, report the number of days at fair rental value and days with personal use. See instructions.

Physical address of each property — street, city, state, ZIP code	Type — Enter code 1-8; see below for list	Fair Rental Days	Personal Use Days
E -----	-----	-----	-----
F -----	-----	-----	-----
G -----	-----	-----	-----
H -----	-----	-----	-----

Rental Real Estate Income		Properties			
		E	F	G	H
2 Gross rents.....	2				
Rental Real Estate Expenses					
3 Advertising.....	3				
4 Auto and travel.....	4				
5 Cleaning and maintenance.....	5				
6 Commissions.....	6				
7 Insurance.....	7				
8 Legal and other professional fees.....	8				
9 Interest.....	9				
10 Repairs.....	10				
11 Taxes.....	11				
12 Utilities.....	12				
13 Wages and salaries.....	13				
14 Depreciation (see instructions).....	14				
15 Other (list) *	15				

16 Total expenses for each property. Add lines 3 through 15.....	16				
17 Income or (Loss) from each property. Subtract line 16 from line 2.....	17				

Allowable Codes for Type of Property

- 1 — Single Family Residence
- 2 — Multi-Family Residence
- 3 — Vacation or Short-Term Rental
- 4 — Commercial
- 5 — Land
- 6 — Royalties
- 7 — Self-Rental
- 8 — Other (include description with the code on Form 8825 or on a separate statement)

This list identifies the codes used on Schedule K-1 for all shareholders and provides summarized reporting information for shareholders who file Form 1040. For detailed reporting and filing information, see the separate Shareholder's Instructions for Schedule K-1 and the instructions for your income tax return.

1	Code	Report on
Ordinary business income (loss). Determine whether the income (loss) is passive or nonpassive and enter on your return as follows:	N	Credit for employer social security and Medicare taxes
Passive loss	O	Backup withholding
Passive income	P	Other credits
Nonpassive loss		
Nonpassive income		
2 Net rental real estate income (loss)	14	Foreign transactions
3 Other net rental income (loss)	A	Name of country or U.S. possession
Net income	B	Gross income from all sources
Net loss	C	Gross income sourced at shareholder level
4 Interest income		Foreign gross income sourced at corporate level
5a Ordinary dividends	D	Passive category
5b Qualified dividends	E	General category
6 Royalties	F	Other
7 Net short-term capital gain (loss)		Deductions allocated and apportioned at shareholder level
8a Net long-term capital gain (loss)	G	Interest expense
8b Collectibles (28%) gain (loss)	H	Other
9 Unrecaptured section 1250 gain		Deductions allocated and apportioned at corporate level to foreign source income
9a Net section 1231 gain (loss)	I	Passive category
9b Net section 1231 gain (loss)	J	General category
10 Other income (loss)	K	Other
Code		Other information
A Other portfolio income (loss)	L	Total foreign taxes paid
B Involuntary conversions	M	Total foreign taxes accrued
C Sec. 1256 contracts and straddles	N	Reduction in taxes available for credit
D Mining exploration costs recapture	O	Foreign trading gross receipts
E Other income (loss)	P	Extraterritorial income exclusion
11 Section 179 deduction	Q	Other foreign transactions
12 Other deductions	15	Alternative minimum tax (AMT) items
A Cash contributions (50%)	A	Post-1986 depreciation adjustment
B Cash contributions (30%)	B	Adjusted gain or loss
C Noncash contributions (50%)	C	Depletion (other than oil & gas)
D Noncash contributions (30%)	D	Oil, gas, & geothermal -- gross income
E Capital gain property to a 50% organization (30%)	E	Oil, gas, & geothermal -- deductions
F Capital gain property (20%)	F	Other AMT items
G Contributions (100%)	16	Items affecting shareholder basis
H Investment interest expense	A	Tax-exempt interest income
I Deductions -- royalty income	B	Other tax-exempt income
J Section 59(a)(2) expenditures	C	Nondeductible expenses
K Deductions -- portfolio (2% floor)	D	Distributions
L Deductions -- portfolio (other)	E	Repayment of loans from shareholders
M Preproductive period expenses	17	Other information
N Commercial revitalization deduction from rental real estate activities	A	Investment income
O Reforestation expense deduction	B	Investment expenses
P Domestic production activities information	C	Qualified rehabilitation expenditures (other than rental real estate)
Q Qualified production activities income	D	Basis of energy property
R Employer's Form W-2 wages	E	Recapture of low-income housing credit (section 42(j)(5))
S Other deductions	F	Recapture of low-income housing credit (other)
13 Credits	G	Recapture of investment credit
A Low-income housing credit (section 42(j)(5)) from pre-2008 buildings	H	Recapture of other credits
B Low-income housing credit (other) from pre-2008 buildings	I	Look-back interest -- completed long-term contracts
C Low-income housing credit (section 42(j)(5)) from post-2007 buildings	J	Look-back interest -- income forecast method
D Low-income housing credit (other) from post-2007 buildings	K	Dispositions of property with section 179 deductions
E Qualified rehabilitation expenditures (rental real estate)	L	Recapture of section 179 deduction
F Other rental real estate credits	M	Section 453(d)(3) information
G Other rental credits	N	Section 453A(c) information
H Undistributed capital gains credit	O	Section 1260(b) information
I Biofuel producer credit	P	Interest allocable to production expenditures
J Work opportunity credit	Q	CCF nonqualified withdrawals
K Disabled access credit	R	Depletion information -- oil and gas
L Empowerment zone employment credit	S	Reserved
M Credit for increasing research activities	T	Section 108(f) information
	U	Net investment income
	V	Other information

BOX 2
NET RENTAL REAL ESTATE INCOME (LOSS)

<u>PROPERTY TYPE AND ADDRESS</u>	<u>GROSS INCOME</u>	<u>NET EXPENSES</u>	<u>NET INCOME</u>	<u>PASSIVE NONPASS</u>	<u>SEC. 1231 TOTAL</u>
TYPE: 1 - SINGLE FAMILY RESIDENCE 11313 E. RENATA CIRCLE MESA, AZ 85212	15,358.		\$ 15,358.	PASSIVE	
			<u>TOTAL \$</u>		
			15,358.		

SCHEDULE M-3
(Form 1120S)

Net Income (Loss) Reconciliation for S Corporations
With Total Assets of \$10 Million or More

OMB No. 1545-0123

2014

Department of the Treasury
Internal Revenue Service

▶ Attach to Form 1120S.

▶ Information about Sch M-3 (Form 1120S) and its separate instructions is at www.irs.gov/form1120s.

Name of corporation

Employer identification number

DENSCO INVESTMENT CORPORATION

Part I Financial Information and Net Income (Loss) Reconciliation (see instructions)

1 a Did the corporation prepare a certified audited non-tax-basis income statement for the period ending with or within this tax year? (See instructions if multiple non-tax-basis income statements are prepared.)

- Yes. Skip line 1b and complete lines 2 through 11 with respect to that income statement.
 No. Go to line 1b.

b Did the corporation prepare a non-tax-basis income statement for that period?

- Yes. Complete lines 2 through 11 with respect to that income statement.
 No. Skip lines 2 through 3b and enter the corporation's net income (loss) per its books and records on line 4a.

2 Enter the income statement period: Beginning 1/01/14 Ending 12/31/14

3 a Has the corporation's income statement been restated for the income statement period on line 2?

- Yes. (If 'Yes', attach an explanation and the amount of each item restated.)
 No.

b Has the corporation's income statement been restated for any of the five income statement periods preceding the period on line 2?

- Yes. (If 'Yes', attach an explanation and the amount of each item restated.)
 No.

4 a Worldwide consolidated net income (loss) from income statement source identified in Part I, line 1 **4a** 1,362,927.

b Indicate accounting standard used for line 4a (see instructions):

- (1) GAAP (2) IFRS
(3) Tax-basis (4) Other (specify) _____

5 a Net income from nonincludible foreign entities (attach statement) **5a**

b Net loss from nonincludible foreign entities (attach statement and enter as a positive amount) **5b**

6 a Net income from nonincludible U.S. entities (attach statement) **6a**

b Net loss from nonincludible U.S. entities (attach statement and enter as a positive amount) **6b**

7 a Net income (loss) of other foreign disregarded entities (attach statement) **7a**

b Net income (loss) of other U.S. disregarded entities (except qualified subchapter S subsidiaries) (attach statement) **7b**

c Net income (loss) of other qualified subchapter S subsidiaries (QSubs) (attach statement) **7c**

8 Adjustment to eliminations of transactions between includible entities and nonincludible entities (attach statement) **8**

9 Adjustment to reconcile income statement period to tax year (attach statement) **9**

10 Other adjustments to reconcile to amount on line 11 (attach statement) **10**

11 Net income (loss) per income statement of the corporation. Combine lines 4 through 10. **11** 1,362,927.
Note. Part I, line 11, must equal Part II, line 26, column (a) or Schedule M-1, line 1 (see instructions).

12 Enter the total amount (not just the corporation's share) of the assets and liabilities of all entities included or removed on the following lines:

	Total Assets	Total Liabilities
a Included on Part I, line 4	59,336,655.	55,564,688.
b Removed on Part I, line 5		
c Removed on Part I, line 6		
d Included on Part I, line 7		

Name of corporation

Employer identification number

DENSCO INVESTMENT CORPORATION

Part III Reconciliation of Net Income (Loss) per Income Statement of the Corporation With Total Income (Loss) per Return (see instructions)

Income (Loss) Items (Attach statements for lines 1 through 10)	(a) Income (Loss) per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Income (Loss) per Tax Return
1 Income (loss) from equity method foreign corporations				
2 Gross foreign dividends not previously taxed				
3 Subpart F, QEF, and similar Income Inclusions				
4 Gross foreign distributions previously taxed				
5 Income (loss) from equity method U.S. corporations				
6 U.S. dividends not eliminated in tax consolidation				
7 Income (loss) from U.S. partnerships				
8 Income (loss) from foreign partnerships				
9 Income (loss) from other pass-through entities				
10 Items relating to reportable transactions				
11 Interest income (see instructions)				
12 Total accrual to cash adjustment				
13 Hedging transactions				
14 Mark-to-market income (loss)				
15 Cost of goods sold (see instructions)				
16 Sale versus lease (for sellers and/or lessors)				
17 Section 481(a) adjustments				
18 Unearned/deferred revenue				
19 Income recognition from long-term contracts				
20 Original issue discount and other Imputed Interest				
21 a Income statement gain/loss on sale, exchange, abandonment, worthlessness, or other disposition of assets other than inventory and pass-through entities	-235,695.	235,695.		
b Gross capital gains from Schedule D, excluding amounts from pass-through entities				
c Gross capital losses from Schedule D, excluding amounts from pass-through entities, abandonment losses, and worthless stock losses				
d Net gain/loss reported on Form 4797, line 17, excluding amounts from pass-through entities, abandonment losses, and worthless stock losses		-235,695.		-235,695.
e Abandonment losses				
f Worthless stock losses (attach statement)				
g Other gain/loss on disposition of assets other than inventory				
22 Other income (loss) items with differences (attach statement)				
23 Total income (loss) items. Combine lns 1 through 22.	-235,695.			-235,695.
24 Total expense/deduction items (from Part III, ln 32)	-37,704.		1,602.	-36,102.
25 Other items with no differences	1,636,326.			1,636,326.
26 Reconciliation totals. Combine lines 23 through 25.	1,362,927.	0.	1,602.	1,364,529.

Note. Line 26, column (a), must equal the amount on Part I, line 11, and column (d) must equal Form 1120S, Schedule K, line 18.

BAA

Schedule M-3 (Form 1120S) 2014

Name of corporation

Employer identification number

DENSCO INVESTMENT CORPORATION

Part III Reconciliation of Net Income (Loss) per Income Statement of the Corporation With Total Income (Loss) per Return – Expense/Deduction Items (see instructions)

Expense/Deduction Items	(a) Expense per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Deduction per Tax Return
1 U.S. current income tax expense.....				
2 U.S. deferred income tax expense.....				
3 State and local current income tax expense.....				
4 State and local deferred income tax expense.....				
5 Foreign current income tax expense (other than foreign withholding taxes).....				
6 Foreign deferred income tax expense.....				
7 Equity-based compensation.....				
8 Meals and entertainment.....	3,204.		-1,602.	1,602.
9 Fines and penalties.....				
10 Judgments, damages, awards, and similar costs.....				
11 Pension and profit-sharing.....	34,500.			34,500.
12 Other post-retirement benefits.....				
13 Deferred compensation.....				
14 Charitable contribution of cash and tangible property.....				
15 Charitable contribution of intangible property.....				
16 Current year acquisition or reorganization investment banking fees.....				
17 Current year acquisition or reorganization legal and accounting fees.....				
18 Current year acquisition/reorganization other costs.....				
19 Amortization/impairment of goodwill.....				
20 Amortization of acquisition, reorganization, and start-up costs.....				
21 Other amortization or impairment write-offs.....				
22 Reserved.....				
23 a Depletion – Oil and Gas.....				
b Depletion – Other than Oil and Gas.....				
24 Depreciation.....				
25 Bad debt expense.....				
26 Interest expense (see instructions).....				
27 Corporate owned life insurance premiums.....				
28 Purchase versus lease (for purchasers and/or lessees).....				
29 Research and development costs.....				
30 Section 118 exclusion (att stmt).....				
31 Other expense/deduction items with differences (attach statement).....				
32 Total expense/deduction items. Combine lines 1 through 31. Enter here and on Part II, line 24, reporting positive amounts as negative and negative amounts as positive.	37,704.		-1,602.	36,102.

Schedule M-3 (Form 1120S) 2014

Sales of Business Property
(Also Involuntary Conversions and Recapture Amounts
Under Sections 179 and 280F(b)(2))
▶ Attach to your tax return.

OMB No. 1545-0184

2014

Attachment
Sequence No. **27**

Department of the Treasury
Internal Revenue Service

▶ Information about Form 4797 and its separate instructions is at www.irs.gov/form4797.

Name(s) shown on return

Identifying number

DENSCO INVESTMENT CORPORATION

1 Enter the gross proceeds from sales or exchanges reported to you for 2014 on Form(s) 1099-B or 1099-S (or substitute statement) that you are including on line 2, 10, or 20 (see instructions)..... **1** **465,000.**

Part II Sales or Exchanges of Property Used in a Trade or Business and Involuntary Conversions From Other Than Casualty or Theft – Most Property Held More Than 1 Year (see instructions)

2	(a) Description of property	(b) Date acquired (month, day, year)	(c) Date sold (month, day, year)	(d) Gross sales price	(e) Depreciation allowed or allowable since acquisition	(f) Cost or other basis, plus improvements and expense of sale	(g) Gain or (loss) Subtract (f) from the sum of (d) and (e)

- 3** Gain, if any, from Form 4684, line 39..... **3**
- 4** Section 1231 gain from installment sales from Form 6252, line 26 or 37..... **4**
- 5** Section 1231 gain or (loss) from like-kind exchanges from Form 8824..... **5**
- 6** Gain, if any, from line 32, from other than casualty or theft..... **6**
- 7** Combine lines 2 through 6. Enter the gain or (loss) here and on the appropriate line as follows:..... **7**

Partnerships (except electing large partnerships) and S corporations. Report the gain or (loss) following the instructions for Form 1065, Schedule K, line 10, or Form 1120S, Schedule K, line 9. Skip lines 8, 9, 11, and 12 below.

Individuals, partners, S corporation shareholders, and all others. If line 7 is zero or a loss, enter the amount from line 7 on line 11 below and skip lines 8 and 9. If line 7 is a gain and you did not have any prior year section 1231 losses, or they were recaptured in an earlier year, enter the gain from line 7 as a long-term capital gain on the Schedule D filed with your return and skip lines 8, 9, 11, and 12 below.

- 8** Nonrecaptured net section 1231 losses from prior years (see instructions)..... **8**
- 9** Subtract line 8 from line 7. If zero or less, enter -0-. If line 9 is zero, enter the gain from line 7 on line 12 below. If line 9 is more than zero, enter the amount from line 8 on line 12 below and enter the gain from line 9 as a long-term capital gain on the Schedule D filed with your return (see instructions)..... **9**

Part III Ordinary Gains and Losses (see instructions)

10 Ordinary gains and losses not included on lines 11 through 16 (include property held 1 year or less):

REPOSSED BUS. PROPERTIES	VARIOUS	VARIOUS	465,000.	700,695.	-235,695.

- 11** Loss, if any, from line 7..... **11**
- 12** Gain, if any, from line 7 or amount from line 8, if applicable..... **12**
- 13** Gain, if any, from line 31..... **13**
- 14** Net gain or (loss) from Form 4684, lines 31 and 38a..... **14**
- 15** Ordinary gain from installment sales from Form 6252, line 25 or 36..... **15**
- 16** Ordinary gain or (loss) from like-kind exchanges from Form 8824..... **16**
- 17** Combine lines 10 through 16..... **17** **-235,695.**

18 For all except individual returns, enter the amount from line 17 on the appropriate line of your return and skip lines a and b below. For individual returns, complete lines a and b below:

a If the loss on line 11 includes a loss from Form 4684, line 35, column (b)(ii), enter that part of the loss here. Enter the part of the loss from income-producing property on Schedule A (Form 1040), line 28, and the part of the loss from property used as an employee on Schedule A (Form 1040), line 23. Identify as from 'Form 4797, line 18a.' See instructions..... **18a**

b Redetermine the gain or (loss) on line 17 excluding the loss, if any, on line 18a. Enter here and on Form 1040, line 14..... **18b**

BAA For Paperwork Reduction Act Notice, see separate instructions.

Form 4797 (2014)

DENSCO INVESTMENT CORPORATION

STATEMENT 1
FORM 1120S, LINE 12
TAXES AND LICENSES

PAYROLL TAXES.....	\$	11,641.
TOTAL	\$	<u>11,641.</u>

STATEMENT 2
FORM 1120S, LINE 19
OTHER DEDUCTIONS

AUTO AND TRUCK EXPENSE.....	\$	1,060.
BANK CHARGES.....		9,130.
DUES AND SUBSCRIPTIONS.....		1,188.
INTERNET.....		870.
LEGAL AND PROFESSIONAL.....		81,790.
MEALS AND ENTERTAINMENT EXPENSE.....		1,602.
OFFICE EXPENSE.....		2,748.
POSTAGE.....		545.
PRINTING.....		107.
RECORDING FEES.....		15,444.
TELEPHONE.....		1,255.
TRAVEL.....		5,093.
WEB SITE.....		465.
TOTAL	\$	<u>121,297.</u>

STATEMENT 3
FORM 1120S, SCHEDULE K, LINE 12A
CHARITABLE CONTRIBUTIONS

CASH CONTRIBUTIONS - 50% LIMITATION.....	\$	500.
TOTAL	\$	<u>500.</u>

STATEMENT 4
FORM 1120S, SCHEDULE L, LINE 14
OTHER ASSETS

	BEGINNING	ENDING
SYNDICATION COSTS.....	\$ 23,436.	\$ 23,436.
TOTAL	<u>\$ 23,436.</u>	<u>\$ 23,436.</u>

STATEMENT 5
FORM 1120S, SCHEDULE L, LINE 18
OTHER CURRENT LIABILITIES

	BEGINNING	ENDING
PAYROLL TAX LIABILITIES.....	\$ 0.	\$ 34,000.
PENSION PLAN PAYABLE.....	867,289.	0.
TOTAL	<u>\$ 867,289.</u>	<u>\$ 34,000.</u>

DENSCO INVESTMENT CORPORATION

STATEMENT 6
FORM 1120S, SCHEDULE M-2, COLUMN A, LINE 3
OTHER ADDITIONS

NET RENTAL REAL ESTATE INCOME.....	TOTAL	\$	15,358.
		\$	<u>15,358.</u>

STATEMENT 7
FORM 1120S, SCHEDULE M-2, COLUMN A, LINE 5
OTHER REDUCTIONS

CONTRIBUTIONS.....		\$	500.
DISALLOWED MEALS AND ENTERTAINMENT.....			<u>1,602.</u>
	TOTAL	\$	<u>2,102.</u>

For the calendar year 2014 or fiscal year beginning _____ and ending _____

Business Telephone Number (with area code) (480) 636-1180	Name DENSCO INVESTMENT CORPORATION	CHECK ONE: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Amended
Business Activity Code (from federal Form 1120-S) 522291	Address - number and street or PO Box 6132 W. VICTORIA PLACE	
	City, Town or Post Office CHANDLER, AZ 85226	State AZ
		ZIP Code 85226

- (68) Check box if: This is a first return Name change Address change
- A ARIZONA apportionment for multistate S corporations only (check one box):
 AIR Carrier STANDARD ENHANCED
- B Check this box to elect to be treated as a multistate service provider, if qualified (include Schedule MSP). Indicate year of election Yr 1 Yr 2 Yr 3 Yr 4 Yr 5
- C Is this the S corporation's final Arizona return under this EIN? Yes No
 If 'Yes', check one: Dissolved Withdrawn Merged/Reorganized
 List EIN of the successor corporation, if any. _____
- D Does the S corporation conduct business within and without Arizona? Yes No
- E Will a composite return be filed on Form 140NR? Yes No
- F Total number of nonresident individual shareholders. _____
- G Total number of resident and part-year resident individual shareholders. **1**
- H Total number of entity shareholders (See instructions). _____
- Nonprofit Medical Marijuana Dispensary (NMMD) only (see instructions):
 I NMMD Registry Identification Number (Include a copy of the dispensary's federal return): _____

CHECK BOX IF return filed under extension.
(82) 82F

REVENUE USE ONLY. DO NOT MARK IN THIS AREA.
(88)

(81) PM _____ (66) RCVD _____

1 TOTAL DISTRIBUTIVE INCOME (LOSS) from federal Form 1120-S, Schedule K. **1** **1,364,529.**

Complete lines 2-22 only if the S corporation has excess net passive income or capital gains/built-in gains. An S corporation that is not required to complete lines 2-22 must complete lines 13-25 if the S corporation has a tax liability from the recapture of tax credits.

2 Excess net passive income.	2		
3 Capital gains/built-in gains.	3	0.	
4 Total federal income subject to corporate income tax: Add lines 2 and 3. WHOLLY ARIZONA S CORPORATIONS GO TO LINE 11.	4		0.
5 Nonapportionable or allocable income: Include schedule. MULTISTATE S CORPORATIONS ONLY.	5		
6 Apportionable income: Subtract line 5 from line 4. MULTISTATE S CORPORATIONS ONLY.	6		
7 Arizona apportionment ratio from Schedule A or Schedule ACA.	7		
8 Income apportioned to Arizona: Line 6 multiplied by line 7. MULTISTATE S CORPORATIONS ONLY.	8		
9 Other income allocated to Arizona: Include schedule. MULTISTATE S CORPORATIONS ONLY.	9		
10 Total income attributable to Arizona: Add lines 8 and 9.	10		
11 Net income subject to Arizona corporate income tax: WHOLLY ARIZONA S CORPORATIONS: ENTER THE AMOUNT FROM LINE 4. MULTISTATE S CORPORATIONS: ENTER AMOUNT FROM LINE 10.	11		0.
12 Enter tax: See instructions before completing this line.	12		0.
13 Tax from recapture of tax credits from Arizona Form 300, Part 2, line 31.	13		
14 Subtotal: Add lines 12 and 13.	14		
15 Nonrefundable tax credits from Arizona Form 300, Part 2, line 55.	15		
16 Credit type: Enter form number for each nonrefundable credit used: (16) 3 3 3 3			
17 Tax liability: Subtract line 15 from line 14.	17		0.
18 Refundable tax credits: Check box(es) and enter amount (18) <input type="checkbox"/> 308 <input type="checkbox"/> 342 <input type="checkbox"/> 349	18		
19 Extension payment made with Form 120EXT or online: See instructions.	19		
20 Estimated tax payments: See instructions.	20		
21 Total payments: Add lines 18 through 20. For amended returns, see instructions.	21		0.
22 Balance of tax due: If line 17 is larger than line 21, enter balance of tax due. Skip line 23.	22		0.
23 Overpayment of tax: If line 21 is larger than line 17, enter overpayment of tax.	23		
24 Penalty and interest.	24		
25 Estimated tax underpayment penalty. If Form 220 is included, check box. 25A <input type="checkbox"/>	25		0.
26 Information return penalty: See instructions.	26		
27 TOTAL DUE: See instructions. Non-EFT payment must accompany return	27		
28 OVERPAYMENT: See instructions.	28		
29 Amount of line 28 to be applied to 2015 estimated tax.	29		
30 Amount to be refunded: Subtract line 29 from line 28.	30		

COPY

Name (as shown on page 1)

DENSCO INVESTMENT CORPORATION

EIN

Schedule A Apportionment Formula (Multistate S Corporations Only)

IMPORTANT: Qualifying air carriers must use Arizona Schedule ACA. Qualifying multistate service providers must include Arizona Schedule MSP. See instructions.

A1 Property Factor

Value of real and tangible personal property (by averaging the value of owned property at the beginning and end of the tax period; rented property at capitalized value).

a Owned property (at original cost):

- Inventories
Depreciable assets: (do not include construction in progress)
Land
Other assets (describe):
Less: Nonbusiness property (if included in above totals)

Total of section a

b Rented property (capitalize at 8 times net rental paid)

c Total owned and rented property (section a total plus section b)

d Weight AZ property: (STANDARD uses X 1; ENHANCED uses X 7.5)

e Property factor (for column A, multiply line c by line d; for column B, enter amount from line c)

A2 Payroll Factor

a Total wages, salaries, commissions and other compensation paid to employees (per federal Form 1120-S or payroll reports)

b Weight AZ payroll: (STANDARD uses X 1; ENHANCED uses X 7.5)

c Payroll factor (for column A, multiply line a by line b; for column B, enter amount from line a)

A3 Sales Factor

a Sales delivered or shipped to Arizona purchasers

b Sales of services for qualifying multistate service providers only (include Schedule MSP)

c Other gross receipts

d Total sales and other gross receipts

e Weight AZ sales: (STANDARD uses X 2; ENHANCED uses X 85)

f Sales factor (for column A, multiply line d by line e; for column B, enter amount from line d)

A4 Total Ratio: Add A1e, A2c, and A3f, in column C

A5 Average Apportionment Ratio: Divide line A4, column C, by the denominator (STANDARD divides by four (4); ENHANCED divides by one hundred (100)). Enter the quotient in column C, and on page 1, line 7

Table with 3 columns: COLUMN A Total Within Arizona, COLUMN B Total Everywhere, COLUMN C Ratio Within Arizona. Rows correspond to sections A1 through A5.

Schedule B Other Information

B1 Date business began in Arizona or date income was first derived from Arizona sources: 4/30/2001

B2 Address at which tax records are located for audit purposes: Number/Street: 6132 W. VICTORIA PLACE City: CHANDLER State: AZ ZIP Code: 85226

B3 The taxpayer designates the individual listed below as the person to contact to schedule an audit of this return and authorizes the disclosure of confidential information to this individual. Name: DENNY CHITTICK Title: PRESIDENT Phone Number: (480) 636-1180

B4 List prior taxable years for which a federal examination has been finalized: NONE

NOTE: A.R.S. § 43-327 requires the taxpayer, within ninety days after final determination, to report these changes under separate cover to the Arizona Department of Revenue or to file amended returns reporting these changes.

B5 Amount of net income subject to Arizona corporate income tax for prior taxable year (2013 Form 120S, line 11.): \$ NONE

B6 Indicate tax accounting method: [X] Cash [] Accrual [] Other (Specify method.)

PLEASE BE SURE TO SIGN THE RETURN ON PAGE 3

Name (as shown on page 1)

DENSCO INVESTMENT CORPORATION

EIN

[REDACTED]

Schedule C Shareholder Information

Prepare a schedule that lists each shareholder's name, address, taxpayer identification number, and pro rata share of the amount shown on line 1. Label the listing as 'Schedule C: Shareholder Information' and include the schedule immediately after page 3 of Form 120S.

Declaration

The following declaration must be signed by one or more of the following officers: president, treasurer, or any other principal officer.

Under penalties of perjury, I(we), the undersigned officer(s) authorized to sign this return, declare that I(we) have examined this return, including the accompanying schedules and statements, and to the best of my(our) knowledge and belief, it is a true, correct and complete return, made in good faith, for the taxable year stated pursuant to the income tax laws of the State of Arizona.

Please Sign Here

OFFICER'S SIGNATURE

COPY

DATE

PRESIDENT
TITLE

OFFICER'S SIGNATURE

DATE

TITLE

Paid Preparer's Use Only

PAID PREPARER'S SIGNATURE

DATE

P01392876

PAID PREPARER'S PTIN

PRESTON CPA, P.C.

FIRM'S NAME (OR PAID PREPARER'S NAME, IF SELF-EMPLOYED)

FIRM'S EIN OR SSN

1949 E. BROADWAY ROAD STE 101

FIRM'S STREET ADDRESS

(480) 820-4419

FIRM'S TELEPHONE NUMBER

TEMPE

AZ

85282

CITY

STATE

ZIP CODE

Mail to: Arizona Department of Revenue, PO Box 29079, Phoenix, AZ 85038-9079



FORM 120S 2014

FORM 120S
SCHEDULE C - SHAREHOLDER INFORMATION

SHAREHOLDER NAME & ADDRESS	FEDERAL ID NUMBER	PERCENT OF OWNERSHIP	DISTRIBUTIVE SHARE OF INCOME (LOSS)
DENNY CHITTICK 6132 W. VICTORIA PLACE CHANDLER, AZ 85226		100.00000	1,364,529.
TOTALS		100.0000	1,364,529.

Betsy Omlor

From: Denny Chittick <dcmoney@yahoo.com>
Sent: Thursday, February 05, 2015 1:56 PM
To: Betsy Omlor
Subject: Re: Densco

Bo 2/4/15

*DMP
3/1/15*

Hi Betsy!
glad you are back, at least part time to keep Dave straight!

I am working on Densco and I have two closing statements-Dave had in his notes that there were 3-5 transactions.

He just wanted me to verify with you that 2 is correct.

yes, those are the only ones that had HUD's. the other two , i had one go to auction and sold for less than my loan at trustee's sale. no hud. the other, i just sold to my borrower for less than i owed, and we didn't go through escrow.

Also, there is a credit of \$3000.34 in Miscellaneous and a credit of
yes, i had a 3k deposit, no one took credit for it. it was cash, the bank couldn't tell me who it was for.

the 34 cents are for the 941 one penny debits they hit your acct with a long with something else, i can't recall but it was like 29 cents or something.

B. #/15

\$4473.55 in Reconciliation Disc. – Are these Just Miscellaneous Income?

*HMP
3/1/15*

i guess so. i had to change banks 1/2 through the month, i never could get it to reconcile between changing the banks. so i just plugged the amount i was off. i think it should be misc debit to offset the credit i have in misc income right now for a net misc los of 1473 and change.

hope that helps
thx
dc

Thanks Denny!
Betsy

Betsy E. Omlor

Preston CPA, P.C.
1949 E. Broadway Road, Suite 101
Tempe, AZ 85282
(480) 820-4419 (phone)

David Preston

From: Denny Chittick <dcmoney@yahoo.com>
Sent: Tuesday, February 10, 2015 9:14 AM
To: David Preston
Subject: Re: 1099-Bs

151 e broadway held 3 months ✓
6402 W. Van Buren held 6 months ✓
220 E McKinley St - i never owned it was just a
loss on the amount i lent and the amount i
received at close. the borrower and i have an
agreement to which he's going to pay me back.
dc

Be. Hedges
DME
3/1/15

DenSco Investment Corp
www.denscoinvestment.com
602-469-3001 C
602-532-7737 f

From: David Preston <dave@prestoncpa.biz>
To: Denny <dcmoney@yahoo.com>
Sent: Tuesday, February 10, 2015 9:10 AM
Subject: 1099-Bs

Denny,

I was just talking with Betsy and want to confirm with you two things. The first is that you only have 1099-Bs that would be reported to the IRS for three properties; 151 Broadway, 6402 W. Van Buren and 220 E. McKinley. The second question were these loans and holding period for the properties all over one year? Please let me know when you have a chance.

Thanks, Dave

David M. Preston, CPA

Preston CPA, P.C.

1949 E. Broadway Road, Suite 101

Tempe, AZ 85282

(480) 820-4419 (phone)

(480) 820-0116 (fax)

dave@prestoncpa.biz (email)

Ben 7/15

IRS CIRCULAR 230 DISCLOSURE: The communication and attachments are not intended and have not been written to be used and may not be used or relied upon, by you or any other person or entity for the purpose of avoiding any penalties that may be imposed.

*VP
4/15*

David Preston

From: Denny Chittick <dcmoney@yahoo.com>
Sent: Wednesday, January 28, 2015 5:37 PM
To: David Preston
Subject: 2 others

See file

for 2009 E Marshall Ave i foreclosed on it, sold it at auction so that was a 75k loss, there is no hud. *DNA 3/1/15*

902 W Hazelwood st , i just sold to another investor for less than i paid, becaue i had title to the property, the guy that defaulted, just signed it back to me, and i sold it to a guy by recording a special warranty deed, we didn't go to escrow, that was a loss of \$39k

the last one is 220 E Mckinley St, 75k loss, i have the hud for that i'm getting it later tonight.

that's all of them.

dc

DenSco Investment Corp
www.denscoinvestment.com
602-469-3001 C
602-532-7737 f

Densco Investment Corp.
Working Trial Balance
12/31/2014

3/2/15

DMP 3/3/15

Account Name	Unadjusted Book		CR	Ref. #	Adjusted Book	
	Balance	DR			Balance	
CHECKING/SAVINGS	4,466,763.56	0.00	0.00		4,466,763.56	✓
WIRING	0.00	0.00	0.00		0.00	
ACCOUNTS RECEIVABLE	54,846,456.41	0.00			54,846,456.41	✓
SYNDICATION	23,435.81	0.00	0.00		23,435.81	✓
INVESTMENT IN P/S	0.00	0.00	0.00		0.00	
FIXED ASSETS	0.00		0.00		0.00	
A/D	0.00	0.00			0.00	
LAND	0.00				0.00	
INTANGIBLE ASSETS	45,993.00	0.00	0.00		45,993.00	✓
A/A	(45,993.00)	0.00	0.00		(45,993.00)	✓
PAYROLL LIABILITIES	(34,000.00)				(34,000.00)	✓
NOTES PAYABLE	(56,979,148.35)	1,448,460.49		JE 5	(55,530,687.86)	✓
DUE TO SHAREHOLDER			1,448,460.49	JE 5	(1,448,460.49)	✓
APIC						
STOCK	(10,000.00)	0.00	0.00		(10,000.00)	✓
DISTRIBUTIONS	120,000.00		11,664.00	JE 6	108,336.00	✓
RETAINED EARNINGS	(1,061,506.53)	2,490.53		JE 1	(1,059,016.00)	✓
NET INCOME	(1,372,000.80)				(1,362,927.43)	✓
	0.00				0.00	
INTEREST INCOME	(8,991,643.17)	15,358.14			(8,976,285.03)	✓
SALES OF PROPERTIES			465,000.00	JE 2	(465,000.00)	③ ✓
RENTAL INCOME			15,358.14	JE 3	(15,358.14)	✓
AUTOMOBILE EXPENSE	1,059.52	0.00	0.00		1,059.52	✓
BANK CHARGES	9,128.63	0.00	0.00		9,128.63	✓
DONATION	500.00	0.00	0.00		500.00	✓
DUES & SUBSCRIPTIONS	1,188.43	0.00	0.00		1,188.43	✓
PAYROLL TAXES	42.00	0.00	0.00		42.00	② ✓
GIFT	0.00	0.00	0.00		0.00	
HEALTH INSURANCE	3,600.00	0.00	0.00		3,600.00	✓
INTEREST EXPENSE	6,986,244.88	0.00	0.00		6,986,244.88	✓
INTERNET	870.00	0.00	0.00		870.00	✓
LOSS ON REPO	235,695.38	465,000.00		JE 2	700,695.38	③ ✓
MISCELLANEOUS	(3,000.34)		2,490.53	JE 1	(9,964.42)	✓
			4,473.55	JE 4		
OFFICE SUPPLIES	2,747.83	0.00	0.00		2,747.83	✓
POSTAGE & DELIVERY	546.25	0.00	0.00		546.25	✓
		0.00	0.00		0.00	
PRINTING	107.29	0.00	0.00		107.29	✓
PROFESSIONAL FEES	81,790.45	0.00	0.00		81,790.45	✓
PROFIT SHARING	34,500.00	0.00	0.00		34,500.00	✓
RECONCILIATION DISC	(4,473.55)	4,473.55		JE 4	0.00	✓
RECORDING FEES	15,443.94	0.00	0.00		15,443.94	✓
RENT	3,600.00	0.00	0.00		3,600.00	✓
PAYROLL TAXES		11,564.00	0.00	JE 6	11,564.00	✓
DES P/R TAX	35.01	0.00	0.00		35.01	✓
TELEPHONE	1,254.76	0.00	0.00		1,254.76	✓
MEALS & ENTERTAINMENT	3,204.32	0.00	0.00		3,204.32	✓
TRAVEL	5,093.47	0.00	0.00		5,093.47	✓
WAGES	260,000.00	0.00	0.00		260,000.00	① ✓
WEB SITE	465.00	0.00	0.00		465.00	✓
RENTAL INCOME	0.00					
RENTAL EXPENSES	0.00				0.00	
DEPRECIATION					0.00	
Other Income	0.00	0.00	0.00		0.00	
Other Gains/Losses	0.00	0.00	0.00		0.00	
DB Pension expense	0.00		0.00		0.00	
Balance	(1,372,000.80)	1,947,346.71	1,947,346.71		(1,362,927.43)	

WAGES ① 263,000 ✓
PREPAY ② 11,641 ✓
SALES ③ <235,695 ✓

Net (Income)/Loss (1,372,000.80) (1,362,927)

Unadjusted Book

Adjusted Book

1602 / m + e
1364529

DENSCO INVESTMENT CORPORATION
 Adjusting Journal Entries
 12/31/2014

LMP
2/3/15

Ref #	Account Name	Debits	Credits
1	RETAINED EARNINGS MISCELLANEOUS INCOME	2,490.53	2,490.53
	TO BALANCE RE		
2	LOSS ON REPOS SALES OF PROPERTIES	465,000.00	465,000.00
	TORECORD SALES FROM CLOSING STATEMENTS		
3	INTEREST INCOME RENTAL INCOME	15,358.14	15,358.14
	TO RECLASS RENTAL INCOME ON MESA PROPERTY PER 1099		
4	RECONCILIATION DISC MISCELLANEOUS INC	4,473.55	4,473.55
	TO RECLASS CREDITS		
5	DUE TO SHAREHOLDER APIC	1,448,460.49	1,448,460.49
	TO RECLASS DENNY'S N/P		
6	PAYROLL TAXES DISTRIBUTION	11,564.00	11,564.00
	TO RECORD PAYMENT OF EMPLOYER FICA/MED		
		<hr/>	
		1,947,346.71	1,947,346.71

RB

Densco Investment Corporation
Balance Sheet
 As of December 31, 2014

	Dec 31, 14
ASSETS	
Current Assets	
Checking/Savings	4,466,783.56 ✓
First Bank	
Total Checking/Savings	4,466,783.56 ✓
Accounts Receivable	54,848,456.41 ✓
Total Current Assets	59,313,219.97
Fixed Assets	
Syndication	23,435.81 ✓
Total Fixed Assets	23,435.81
TOTAL ASSETS	59,338,655.78
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	34,000.00 ✓
Payroll Liabilities	
Total Other Current Liabilities	34,000.00
Total Current Liabilities	34,000.00
Long Term Liabilities	
Alber Family Trust	60,000.00
Brnkman, Rob	330,361.28
Brown, Craig & Tomle	500,000.00
Bunger Estate, LLC	795,000.00
Bunger, Alexandra	550,000.00
Bunger, Cassidy	550,000.00
Bunger, Connor	550,000.00
Bunger, Steven	2,505,000.00
Burdett, Tony - IRA	575,159.01
Burkhardt, Kennen	182,546.09
Burkhardt, Kennen - IRA	501,306.59
Bush, Warren	257,170.28
Butler, Mary - IRA	352,188.77
Butler, Van	294,523.04
Butler, Van - IRA	352,188.77
Byrne, Thomas & Sara Living Tru	250,000.00
Caro McDowell Revocable Trust	300,000.00
Carrick, Eric Trust	200,066.71
Carrick, Gretchen Trust	250,000.00
Cata, Averill	100,000.00
Chittick, Arden	399,472.57
Chittick, Denny	1,448,460.49
Chittick, Eldon	772,677.73

1:28 PM
01/27/15
Cash Basis

DenSco Investment Corporation
Balance Sheet
As of December 31, 2014

	Dec 31, 14
Cohen, Herb	250,000.00
Davis, Glen	688,059.00
Davis, Glen - IRA	280,566.94
Davis, Jack	59,457.84
Detota, Scott	213,951.03
Dirk, Amy - IRA	96,463.39
Dirks, Bradley - IRA	214,394.81
Dupper Living Trust	800,000.00
Einck, Todd	200,000.00
Fischer Family Holdings, LLC	350,000.00
Four Futures Corp	3,469,153.03
Grant, Stacy - IRA	112,558.12
Griswold, Russ	100,000.00
Griswold, Russ - IRA	121,542.77
Gumbert, Mike	800,000.00
Hafiz, Nihad	500,000.00
Hahn Family Limited Trust	435,656.02
Hey, Ralph	90,480.10
Hickman, Dale	907,479.88
Hood, Craig	1,414,663.91
Howze, Lee	80,000.00
Hughes, Bill - IRA	576,127.13
Hughes, Bill & Judy	125,000.00
Hughes, Judy - IRA	237,930.04
Indleke Revocable Trust	5,900,000.00
Jetton, James	65,824.72
Jones, Les	300,000.00
Jones, Les - IRA	290,908.52
Kasler, Ralph - IRA	330,634.01
Kent, Mary	291,227.13
Kent, Paul	251,746.12
Koehler, Robert - IRA	223,899.25
Kopel, Jenna	222,030.23
Kopel, Roy - IRA	201,010.70
Lawson, Robert	136,009.50
Ledet, Wayne	253,578.22
Ledet, Wayne - IRA	333,323.01
Ledet, Wayne - ROTH IRA	129,321.92
Lee Group, Inc.	300,000.00
Lee, Terry & Lili	100,000.00
Lent, Lillian - IRA	50,390.32
Lent, Manuel - IRA	119,790.53
Locke, Bill & Jean	232,587.56
McArdle, James	542,781.43
McCoy, James & Lesley Trust	400,000.00
Miller, LF Fund	100,000.00
Miller, Mar & Pat Trust	1,515,000.00
Moss Family Trust	123,970.65

DenSco Investment Corporation
Balance Sheet
As of December 31, 2014

	<u>Dec 31, 14</u>
Moss, Kaylene - IRA	328,452.67
Muscat, Vince	500,000.00
Non Lethal Defense, Inc	100,000.00
Odenthal, Brian	191,657.97
Odenthal, Brian - IRA	67,894.96
Page, Jolene	2,780,708.07
Paxton, Smalerie	1,004,856.14
Pearce, Marylene - IRA	130,602.52
Petrarek, Dorlann	238,150.08
Phalen Family Trust	745,000.00
Phalan, Jeff - IRA	468,225.77
Preston Revocable Living Trust	160,000.00
Rzonca, Pete	124,969.42
Saithe LLC	150,600.00
Sanders, JoAnn	82,422.93
Schlutz GB 12, LLC - IRA	181,368.77
Schlutz, Mary - IRA	151,947.75
Schlutz, Stanley - IRA	147,523.68
Schlutz, Stanley L	174,774.55
Scroggin, Annette - IRA	191,668.65
Scroggin, Annette - ROTH	61,434.57
Scroggin, Mike	150,000.00
Scroggin, Mike - IRA	474,051.63
Scroggin, Mike - ROTH	109,408.86
Sherriff, Stewart	150,000.00
Siegrford, Gary	514,683.98
Siegrford, GE	1,004,687.24
Smith Trust, Carsyn P	191,958.73
Smith Trust, McKenna	191,921.32
Smith Trust, Tony & Sandra	700,000.00
Smith, Tony - IRA	302,042.23
Sterling, Donald	50,000.00
Swirt, Nancy	86,316.67
Swirtz, William	1,630,000.00
Tompson, Coralee	2,004,716.11
Tompson, Gary	1,779,178.54
Trainor, Jimmy	482,447.28
Tuttle, Steve	137,600.06
Underwood, Wade	128,013.75
Weiskopf Enterprises, LLC	239,112.98
Weiskopf Trust	746,816.59
Wellman Family Living Trust	105,000.00
Wellman, Carol	135,000.00
Wellman, Carol - ROTH	51,177.06
Wenig, Brian	139,442.01

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Cash Basis

MP

Densco Investment Corporation
Balance Sheet
As of December 31, 2014

	Dec 31, 14
Wontig, Mark	400,475.65
Zones, Michael	500,000.00
Total Long Term Liabilities	<u>58,979,148.35</u>
Total Liabilities	57,013,148.35
Equity	
Capital Stock	10,000,000.00
Distributions	-120,000.00
Retained Earnings	1,061,506.53
Net Income	1,372,000.90
Total Equity	<u>2,323,607.43</u>
TOTAL LIABILITIES & EQUITY	<u>59,336,655.78</u>

$10,570,16 = 2491$
 $(310,494.37)$

Handwritten initials/signature

Densco Investment Corporation
Profit & Loss
January through December 2014

	Jan - Dec 14
Ordinary Income/Expense	
Income	8,991,643.17 ✓
Interest Income	8,991,643.17 ✓
Total Income	8,991,643.17 ✓
Expense	
Automobile Expense	1,059.52 ✓
Bank Service Charges	9,128.63 ✓
Donation (Charitable)	500.00 ✓
Dues and Subscriptions	1,188.43 ✓
FUTA	42.00 ✓
Insurance	
Health Insurance (Included in W-2)	3,600.00 ✓
Total Insurance	3,600.00 ✓
Interest Expense	
Alber Family Trust	5,976.00
Brinkman, Rob	30,890.48
Brown, Craig	60,000.00
Bunger Estate	95,400.00
Bunger, Alexandra	50,000.00
Bunger, Cassidy	50,000.00
Bunger, Connor	50,000.00
Bunger, Steven Desert Classic	342,100.00
Burdett, Anthony - IRA	64,734.60
Burkhardt, Kennen	20,645.69
Burkhardt, Kennen - IRA	56,422.44
Bush, Warren	30,062.10
Butler, Mary - IRA	39,639.12
Butler, Van	34,698.82
Byrme, Van - IRA	39,639.12
Caro McDowell Revocable Trust	30,301.00
Carrick, Erin	36,000.00
Carrick, Gretchen	24,248.88
Cata, Arvill	30,301.00
Chittick, Arden	9,960.00
Chittick, Denny - 401k	44,960.93
Chittick, Eldon	0.00
Cohen, Herb	34,621.62
Davis, Glen	91,248.78
Davis, Glen - IRA	30,000.00
Delata, Scott	75,190.60
Dirks, Amy - IRA	31,578.05
Dirks, Bradley - IRA	7,206.52
Dupper, Russ	28,816.01
	10,857.01
	24,197.84
	96,963.20

Densco Investment Corporation
Profit & Loss
January through December 2014

	Jan - Dec 14
Elnck, Todd	24,240.80
Fischer Family Holdings, LLC	158,172.00
Four Futures Corp	541,000.00
Grant, Stacy - IRA	12,668.51
Griswold, Russ	12,000.00
Griswold, Russ - IRA	13,679.73
Gumbert, Michael	96,000.00
Hafiz, Nihad	60,000.00
Hahn Limited Family Trust	52,013.11
Hey, Ralph	10,857.60
Hickman, Dale	101,809.33
Hood, Craig	159,221.51
Howze, Doris	9,600.00
Hughes, Bill	15,000.00
Hughes, Bill - IRA	68,875.24
Hughes, Judy - IRA	28,291.60
Indlake Revocable Trust	616,000.00
Jeffon, James	7,408.62
Jones, Les - IRA	32,623.75
Jones, Leslie	36,000.00
Kasler, Ralph - IRA	37,213.11
Kent, Mary	35,073.36
Kent, Paul	30,209.52
Koehler, Robert - IRA	25,200.02
Kopel, Jemma	24,989.68
Kopel, Roy - IRA	22,623.80
Lawson, Robert	15,195.42
Ledet, Wayne	28,078.95
Ledet, Wayne - IRA	37,515.75
Ledet, Wayne - Roth IRA	14,615.45
Lee Group, Inc	36,000.00
Lee, Terry & Lili	12,000.00
Lent, Lillian - IRA	5,671.47
Lent, Manuel - IRA	13,482.52
Locke, Bill	27,111.50
McArdle, Jim	68,107.22
McCoy, James & Lesley Trust	48,000.00
Miller, L F Fund	12,120.40
Miller, Marv	205,944.11
Minchuk, Marlon	36,000.00
Moss Family Trust	13,746.17
Moss, Kaylene - IRA	36,967.61
Muscata, Vinco	60,000.00
Nesta Capital, Inc.	17,750.00
Non Lethal, Inc	12,000.00
Odenthal, Brian	21,571.26
Odenthal, Brian - IRA	7,641.63
Page, Jolene	312,376.79

[Handwritten initials]

DenSco Investment Corporation
Profit & Loss
January through December 2014

	Jan - Dec 14
Paxton, Smalette	121,792.60
Pearce, Marlene - IRA	14,406.80
Petrane, Dorann	26,803.99
Phalen Family Trust	89,400.00
Phalen, Jeff - IRA	52,699.19
Preston Revocable Family Trust	19,392.64
Princevill Investment	3,466.00
Quigley, Karen	508.94
Rzonca, Pete	14,453.97
Salfire, LLC	18,180.60
Sanders, JoAnn	9,243.00
Schloz - IRA GB 12, LLC	20,413.21
Schloz, Mary - IRA	17,478.74
Schloz, Stan	20,415.92
Schloz, Stan - IRA	16,603.91
Scroggin, Annette - IRA	21,572.46
Scroggin, Annette - ROTH	6,914.50
Scroggin, Michael	18,000.00
Scroggin, Michael - IRA	63,354.89
Scroggin, Mike - ROTH	12,314.06
Sherriff, Stewart	18,180.60
Sieglford, Gary	61,762.08
Sieglford, GE	119,089.90
Smith Trust, Carsyn	21,605.11
Smith Trust, McKenna	21,600.91
Smith Trust, Tony & Sandra	92,000.00
Smith, Tony - IRA	33,995.09
Sterling, Donald	8,250.00
Steverson, Thomas	7,254.12
Sundance Debt Partners, LLC	88,402.33
Swirtz, Nancy	9,736.32
Swirtz, William	195,756.52
Thompson, Coralee	229,642.28
Thompson, Gary	200,247.83
Tralnor, Jimmy	55,198.79
Tuttle, Steve	15,486.99
Underwood, Wade	14,408.08
Weiskopf Enterprises, LLC	26,912.36
Weiskopf Family Trust	89,679.77
Weilman Family Trust	12,604.01
Weilman, Carol	16,321.68
Weilman, Carol - ROTH	5,655.45
Wentig, Brian	15,831.49
Wentig, Mark	47,103.90
Zones, Michael	60,000.00
Interest Expense - Other	92,875.42
Total Interest Expense	6,966,244.88

1:29 PM
01/27/15
Cash Basis

Handwritten initials/signature

DenSco Investment Corporation
Profit & Loss
January through December 2014

DP000280

	Jan - Dec 14
Internet	870.00 ✓
Loss on Repo	235,695.39 ✓
Miscellaneous	-3,000.34 ✓
Office Supply	2,747.83 ✓
Postage and Delivery	545.25 ✓
Printing and Reproduction	107.29 ✓
Professional Fees	7,830.00
Accounting	73,960.45
Legal Fees	81,790.45 ✓
Total Professional Fees	153,570.90 ✓
Profit Sharing	34,500.00 ✓
Reconciliation Discrepancies	-4,473.55 ✓
Recording Fees	15,443.94 ✓
Rent	3,600.00 ✓
State Unemployment Tax	35.01 ✓
Telephone	1,080.00
Cellular	174.75
Fax	1,254.75 ✓
Total Telephone	1,254.75 ✓
Travel & Ent	110.00 ✓
Entertainment	3,094.32 ✓
Meals	5,093.47 ✓
Travel	8,297.79 ✓
Total Travel & Ent	14,595.58 ✓
VOID	0.00 ✓
Wages	260,000.00 ✓
Web Site	465.00 ✓
Total Expense	7,619,642.27
Net Ordinary Income	1,372,000.90
Net Income	1,372,000.90

DENSCO INVESTMENT CORPORATION

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR. ALLOW.	PRIOR 179/ BONUS/ SP. DEPR.	PRIOR DEC. BAL DEPR.	SALVAGE /BASIS REDUCT.	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
FORM 1120S																
AMORTIZATION																
1	ORGANIZATIONAL COSTS	5/01/01		2,141							2,141	2,141	S/L	5		0
2	BUSINESS START-UP COSTS	5/01/01		43,852							43,852	43,852	S/L	5		0
	TOTAL AMORTIZATION			45,993		0	0	0	0	0	45,993	45,993				0
FURNITURE AND FIXTURES																
5	FURNITURE	10/15/03		2,875				2,875			0	0	200DB HY	7		0
7	FURNITURE	11/02/04		1,935				1,935			0	0	200DB HY	7		0
	TOTAL FURNITURE AND FIXTURE			4,810		0	0	4,810	0	0	0	0				0
MACHINERY AND EQUIPMENT																
3	CELL PHONE	7/01/03		500				500			0	0	200DB HY	5		0
4	COMPUTER	12/31/03		3,494				3,494			0	0	200DB HY	5		0
6	COMPUTER	6/20/04		2,616				2,616			0	0	200DB HY	5		0
8	CELL PHONE	2/02/05		216				216			0	0	200DB HY	5		0
9	CELL PHONE	6/20/08		591				591			0	0	200DB HY	5		0
10	FULLY DEPRECIATED ASSETS	VARIOUS		2,102				2,102			2,102	2,102	200DB HY	5		0
11	EQUIPMENT	6/20/09		2,017				2,017			0	0	200DB HY	5		0
	TOTAL MACHINERY AND EQUIPME			11,586		0	0	9,434	0	0	2,102	2,102				0
	TOTAL DEPRECIATION			16,346		0	0	14,244	0	0	2,102	2,102				0

Adp <12314>

12/31/14

2014 FEDERAL DEPRECIATION SCHEDULE

PAGE 2

DENSCO INVESTMENT CORPORATION

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR. ALLOW.	PRIOR 179/ BONUS/ SP. DEPR.	PRIOR DEC. BAL. DEFER.	SALVAGE /BASIS REDUCT.	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
	GRAND TOTAL AMORTIZATION			45,998		0	0	0	0	0	45,998	45,998				0
	GRAND TOTAL DEPRECIATION			16,346		0	0	14,244	0	0	2,102	2,102				0

David Preston

From: Denny Chittick <dcmoney@yahoo.com>
Sent: Tuesday, February 10, 2015 9:43 AM
To: David Preston
Subject: Re: 1099

DMP
3/1/15

11313 E Renata Cir., mesa, 85212, had a renter in it from some of 2014, this one is closing thursday. i wouldn't worry about doing all the rent and depreciation, i just counted the few months i did receive as interest, and capitalized the expenses, so when i sell it, i'll have smaller profit.

thx
dc

DenSco Investment Corp
www.denscoinvestment.com
602-469-3001 C
602-532-7737 f

From: David Preston <dave@prestoncpa.biz>
To: Denny Chittick <dcmoney@yahoo.com>
Sent: Tuesday, February 10, 2015 9:31 AM
Subject: RE: 1099

Denny,

What is the address on this property? Do you want us to show the rent income with no related expenses or depreciation on the return? Let me know or call me to discuss.

Thanks, Dave

David Preston

From: Denny Chittick <dcmoney@yahoo.com>
Sent: Wednesday, February 04, 2015 2:24 PM
To: David Preston
Subject: 1099
Attachments: 1099-Misc.pdf

D. 2/4/15

this is from the mgt co that was taking care of the houses that Roger left me rented. all but one of the houses has been sold. the last one will close next week.

DMP 2/1/15

thx
dc

DenSco Investment Corp
www.denscoinvestment.com
602-469-3001 C
602-532-7737 f

Handwritten marks: a circle and the date 3/1/15

Handwritten text: DMP 3/1/15

CORRECTED (if checked)

PAYER'S name, street address, city or town, state or province, country, ZIP or foreign postal code, and telephone no. Power Realty Group LLC 7165 E University Drive, Suite 151-2 Mesa, AZ 85207 (480) 422-5410		1 Rents \$ 15,358.14	OMB No. 1545-0115 2014		Miscellaneous Income
		2 Royalties \$	Form 1099-MISC		
PAYER'S federal identification number [REDACTED]		3 Other Income \$	4 Federal income tax withheld \$		Copy B For Recipient
RECIPIENT'S identification number [REDACTED]		5 Fishing boat proceeds \$	6 Medical and health care payments \$		
RECIPIENT'S name, street address, city or town, state or province, country, and ZIP or foreign postal code Denny Chittick 6132 W. Victoria Pl. Chandler, AZ 85226		7 Nonemployee compensation \$	8 Substitute payments in lieu of dividends or interest \$		This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.
		9 Payer made direct sales of \$5,000 or more of consumer products to a buyer (recipient) for resale <input type="checkbox"/>	10 Crop insurance proceeds \$		
Account number (see instructions)		11 [REDACTED]	12 [REDACTED]		
13 Excess golden parachute payments \$		14 Gross proceeds paid to an attorney \$			
15a Section 409A deferrals \$	15b Section 409A income \$	16 State tax withheld \$	17 State/Payer's state no. \$	18 State income \$	

FILER'S

STEW

244 W

PHOE

(602) 4

FILER'S

86022

TRANS

DENS

Street #

6132 V

CHAN

Account

14340

Substit

Rec 2/11/15

FILER'S name, street address, city, state and ZIP Code STEWART TITLE & TRUST COMPANY 244 W. OSBORN ROAD PHOENIX, AZ 85013 (602) 462-8000	1 Date of Closing 05/27/2014	2014 Statement for Recipients of
	2 Gross Proceeds \$ 71,000.00	

Proceeds From Real Estate Transactions
DNE 2/11/15

FILER'S Federal ID #	TRANSFEROR'S ID Number
[REDACTED]	[REDACTED]
TRANSFEROR'S name (first, middle, last)	
DENSCO INVESTMENT CORP.	
Street address, City, State and ZIP Code	
6132 W. VICTORIA PL.	
CHANDLER, AZ 85226	
Account Number (optional)	
14340202 - 034 - JAM	

3 Address or legal description 151 E. BROADWAY RD. #208 TEMPE, AZ 85282 MARICOPA
4 Check here if the transferor received or will receive property or services as part of the <input type="checkbox"/>
5 Buyer's part of real estate tax \$ 0.00

This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this item is required to be reported and the IRS determines that it has not been reported.

Substitute Form 1099-S

SETTLEMENT STATEMENT

1. <input type="checkbox"/> FHA	2. <input type="checkbox"/> FMHA	3. <input type="checkbox"/> CONV. UNINS.
4. <input type="checkbox"/> VA	5. <input type="checkbox"/> CONV. INS.	
6. ESCROW FILE NUMBER: 14340202-034 JAM		7. LOAN NUMBER:
8. MORTGAGE INSURANCE CASE NUMBER:		

Stewart Title & Trust of Phoenix, Inc.
2141 E. Broadway Rd., Ste 111
Tempe, AZ 85282

FINAL

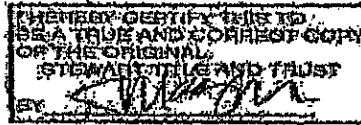
C. NOTE: This form is furnished to give you a statement of actual settlement costs. Amounts paid to and by the settlement agent are shown. Items marked "P.O.C." were paid outside the closing; they are shown here for informational purposes and are not included in the totals.

D. NAME OF BORROWER: Yawan Zou

ADDRESS OF BORROWER: 1249 E. Spencer Avenue #208
Tempe, AZ 85281

E. NAME OF SELLER: Denso Investment Corp.

ADDRESS OF SELLER: 6132 W. Victoria Pl.
Chandler, AZ 85226



F. NAME OF LENDER:
ADDRESS OF LENDER:

G. PROPERTY LOCATION: 151 E. Broadway Rd. #208,
Tempe, AZ 85282
Maricopa 133-23-077
Lot(s) 14, of Broadway Terrace, Map Book 227, Map Page 34

H. SETTLEMENT AGENT: Stewart Title & Trust of Phoenix, Inc.

PLACE OF SETTLEMENT: 2141 E. Broadway Rd., Ste 111, Tempe, AZ 85282

I. SETTLEMENT DATE: 05/27/2014 PRORATION DATE: 05/27/2014 FUNDING DATE: 05/27/2014
DISBURSE DATE: 05/27/2014

J. SUMMARY OF BORROWER'S TRANSACTION		K. SUMMARY OF SELLER'S TRANSACTION	
101. Contract Sales Price	71,000.00	401. Contract Sales Price	71,000.00
102. Personal Property		402. Personal Property	
103. Settlement charges to Borrower (line 1400)	620.00	403.	
104.		404.	
105.		405.	
Adjustments For Items Paid By Seller In Advance:		Adjustments For Items Paid By Seller In Advance:	
106. City/Town Taxes		406. City/Town Taxes	
107. County Taxes		407. County Taxes	
108. Assessments 05/27/14-06/01/14	27.95	408. Assessments 05/27/14-06/01/14	27.95
109.		409.	
110.		410.	
111.		411.	
112.		412.	
113.		413.	
114.		414.	
115.		415.	
120. Gross Amount Due from borrower:	71,647.95	420. Gross Amount Due to Seller	71,027.95
200. Amounts Paid by or on behalf of Borrower:		500. Reduction in Amount Due to Seller:	
201. Deposit or earnest money	500.00	501. Excess deposit (see instructions)	
202.		502. Settlement charges to Seller (line 1400)	6,969.32
203. Existing loan(s) taken subject to		503. Exsting loan(s) taken subject to	
204. Deposit of closing funds	70,936.94	504. Payoff of first mortgage loan	
205.		505. Payoff of second mortgage loan	
206.		506.	
207.		507.	
208.		508.	
209.		509.	
Adjustments For Items Unpaid By Seller:		Adjustments For Items Unpaid By Seller:	
210. City/Town Taxes		510. City/Town Taxes	
211. County Taxes 01/01/14 - 05/27/14	218.01	511. County Taxes 01/01/14-05/27/14	218.01
212. Assessments		512. Assessments	
213.		513.	
214.		514.	
215.		515.	
216.		516.	
217.		517.	
218.		518.	
219.		519.	
220. Total Paid By/For Borrower	71,652.95	520. Total Reductions in Amount Due Seller	7,185.33
300. Cash at Settlement from the Borrower:		600. Cash at Settlement to the Seller:	
301. Gross amount due from Borrower (line 120)	71,647.95	601. Gross amount due to Seller (line 420)	71,027.95
302. Less amount paid by/for Borrower (line 220)	71,652.95	602. Less reductions in amount due Seller (line 520)	7,185.33
303. Cash TO Borrower:	6.00	603. Cash TO Seller:	63,842.62

L SETTLEMENT CHARGES:

700 Total Sales Broker's Commission		
Based on Price \$71,000.00 @ 4.5% = 3,195.00		
Division of Commission (line 700) follows:		
	Paid from Borrower's Funds at Settlement	Paid from Seller's Funds at Settlement
701. \$ 1,065.00 to Dominion Real Estate Partners, L.L.C.		
702. \$ 2,130.00 to Realty One Group		
\$ 0.00 to		
703. Commission paid at settlement		3,195.00
704.		
705.		
706.		
707.		
708.		
800 Items Payable in Connection With Loan		
801. Loan Origination Fee		
802. Loan Discount Fee		
803. Appraisal Fee		
804. Credit Report		
805. Lenders Inspection Fee		
806. Mortgage Insurance Application Fee		
807. Assumption Fee		
808.		
809.		
810.		
811.		
900 Items Required By Lender To Be Paid In Advance		
901. Interest		
902. Mortgage Insurance Premium		
903. Hazard Insurance Premium		
904.		
905.		
1000 Reserves Deposited With Lender		
1001. Hazard Insurance		
1002. Mortgage Insurance		
1003. City Property Taxes		
1004. County Property Taxes		
1005. Annual Assessments		
1006.		
1007.		
1008. Aggregate Adjustment months @ \$	0.00	
1100 Title Charges		
1101. Settlement or closing fee to Stewart Title & Trust of Phoenix, Inc.	230.00	161.00
1102. Abstract or title search		
1103. Title examination		
1104. Title insurance binder		
1105. Document preparation		
1106. Notary Fees		
1107. Attorney's Fees		
(includes above item numbers:)		
1108. Title Insurance		
(included above item numbers:)		
1109. Lender's coverage \$ 0.00 to Stewart Title & Trust of Phoenix, Inc.		
1110. Owner's coverage \$ 71,000.00 to Stewart Title & Trust of Phoenix, Inc.		792.00
1111.		
1112.		
1113.		
1200 Government Recording and Transfer Charges		
1201. Recording Fees:		
1202. City/County tax/stamps		
1203. State tax/stamps		
1204. City Transfer Tax		
1205. County Transfer Tax		
1206. Recording Processing Fee to Stewart Title & Trust of Phoenix, Inc.	25.00	25.00
1207.		
1300 Additional Settlement Charges		
1301. Survey		
1302. Pest Inspection		
1303. 2013 Taxes + Penalty to Maricopa County Treasurer		588.82
1304. 2012 Taxes + Penalty to Maricopa County Treasurer		370.50
1305. Home Warranty to Old Republic	25.00	500.00
1306. HOA Resale Disclosure Package to HomeWiseDocs.com		23.00
1307. HOA Resale Disclosure Package to Oasis Community Management		200.00
1308. HOA Transfer Fee to Oasis Community Management		177.00
1309. HOA Current Balance to Broadway Terrace HOA		752.00
1310. May HOA Dues + Late Fee to Broadway Terrace HOA		205.00
1311. June & July HOA Dues to Broadway Terrace HOA	340.00	
1400. Total Settlement Charges (Enter on line 103, Section J -and- line 602, Section K)	620.00	6,968.32

Handwritten initials/signature

Handwritten notes: EMP, 3/1/15

FILER'S name, street address, city, state and ZIP Code GREAT AMERICAN TITLE AGENCY, INC. 7720 NORTH 16TH STREET, SUITE 450 PHOENIX, AZ 85020 (602) 445-5525		2014 Statement for Recipients of	Proceeds From Real Estate Transactions <i>Geo 2/1/15</i>
FILER'S Federal ID # 860905521	TRANSFEROR'S ID Number 86-1027265	1 Date of Closing 10/3/2014	
TRANSFEROR'S name (first, middle, last) DENSCO INVESTMENTS CORP, AN ARIZONA CORPORATION		2 Gross Proceeds \$ 174,000.00	
Street address, City, State and ZIP Code 6132 W. VICTORIA PL. CHANDLER, AZ 85226		3 Address or legal description 6402 W. VAN BUREN ST. PHOENIX, AZ 85043 MARICOPA	
Account Number (optional) 00515086 - 019 - EME		4 Check here if the transferor received or will receive property or services as part of the transaction <input type="checkbox"/>	
This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this item is required to be reported and the IRS determines that it has not been reported.		5 Buyer's part of real estate tax \$ 0.00	

Substitute Form 1099-S

Land

Great American Title Agency, Inc.
 1830 S. Stapley Dr.
 SUITE 131
 Mesa, AZ 85204

Final HUD

B. TYPE OF LOAN		UMB No. 2502-02
1. <input type="checkbox"/> FHA	<input checked="" type="checkbox"/> FMHA	3. <input type="checkbox"/> CONV. UNINS.
4. <input type="checkbox"/> VA	<input type="checkbox"/> CONV. INS.	
6. ESCROW FILE NUMBER: 00516086-019 EME		7. LOAN NUMBER:
8. MORTGAGE INSURANCE CASE NUMBER:		<i>2/11/15</i>

C. NOTE: This form is furnished to give you a statement of actual settlement costs. Amounts paid to and by the settlement agent are shown. Items marked "(P.O.C.)" were paid outside the closing; they are shown here for informational purposes and are not included in the totals.

D. NAME OF BORROWER: AM Properties & Investments, LLC, an Arizona Limited Liability Company

ADDRESS OF BORROWER: 5143 E. Dragoon Ave.
 Mesa, AZ 85206

E. NAME OF SELLER: Denaco Investments Corp, an Arizona Corporation

ADDRESS OF SELLER: 6132 W. Victoria Pl.
 Chandler, AZ 85228

I certify this to be a true and exact copy of the original.
Jane Campbell
 Great American Title Agency

F. NAME OF LENDER: CASH
 ADDRESS OF LENDER:

G. PROPERTY LOCATION: 6402 W. Van Buren St.,
 Phoenix, AZ 85043
 Maricopa 103-24-008

H. SETTLEMENT AGENT: Great American Title Agency, Inc.
 PLACE OF SETTLEMENT: 1830 S. Stapley Dr., SUITE 131, Mesa, AZ 85204

I. SETTLEMENT DATE: 10/03/2014
 PRORATION DATE: 10/03/2014
 FUNDING DATE:
 SIGNING DATE:
 DISBURSE DATE: 10/3/2014

J. SUMMARY OF BORROWER'S TRANSACTION		K. SUMMARY OF SELLER'S TRANSACTION	
100. Gross Amount Due From Borrower:		400. Gross Amount Due To Seller:	
101. Contract Sales Price	174,000.00	401. Contract Sales Price	174,000.00
103. Settlement charges to Borrower (line 1400)	383.75	403.	
109. 103-24-013 10/03/14-01/01/15	340.92	409. 103-24-013 10/03/14-01/01/15	340.92
110. 103-24-008 10/03/14-01/01/15	340.92	410. 103-24-008 10/03/14-01/01/15	340.92
120. Gross Amount Due from borrower:	175,045.59	420. Gross Amount Due to Seller	174,881.84
200. Amounts Paid by or in behalf of Borrower:		500. Reductions in Amount Due To Seller:	
201. Deposit or earnest money	2,500.00	501. Excess deposit (see instructions)	
202.		502. Settlement charges to Seller (line 1400)	24,790.85
203. Existing loan(s) taken subject to		503. Existing loan(s) taken subject to	
204. Closing funds	172,555.05	504. Payoff of first mortgage loan	
220. Total Paid By/For Borrower	175,055.05	520. Total Reductions in Amount Due Seller	24,790.85
300. Cash at Settlement from/to Borrower:		600. Cash at Settlement to/from Seller:	
301. Gross amount due from Borrower (line 120)	175,045.59	601. Gross amount due to Seller (line 420)	174,881.84
302. Less amount paid by/for Borrower (line 220)	175,055.05	602. Less reductions in amount due Seller (line 520)	24,790.85
303. Cash TO Borrower:	9.48	603. Cash TO Seller:	149,890.99

L. SETTLEMENT CHARGES:

700. Total Sales/Broker's Commission:

	Paid from Borrower's Funds at Settlement	Paid from Seller's Funds at Settlement
700. Total Sales/Broker's Commission:		
Based on Price \$ 174,000.00 @ 4.5% = 7,830.00		
Division of Commission (line 700) follows:		
701. \$ 2,610.00 to DOMINION REAL ESTATE PARTNERS INC.		
702. \$ 5,220.00 to Gentry Real Estate Group		
703. Commission paid at settlement	7,830.00	
704.		

800. Items Payable in Connection With Loan:

900. Items Required By Lender To Be Paid In Advance:

1000. Reserves Deposited With Lender:

1002. Mortgage Insurance		
--------------------------	--	--

1100. Title Charges:

1101. Settlement or closing fee to Great American Title Agency, Inc.	251.25	326.25
1109. Lender's coverage \$ 0.00 to Great American Title Agency, Inc.		
1110. Owner's coverage \$ 174,000.00 to Great American Title Agency, Inc.		885.00
1111. Non-Natural endorsement to Great American Title Agency, Inc.	75.00	

1200. Government Recording and Transfer Charges:

1201. Recording Fees: Deed \$ Mortgage \$ Release \$	37.50	37.50
--	-------	-------

1300. Additional Settlement Charges:

1303. Search fee to SRP		12.50
1304. 2012 taxes parcel#103-24-008 to MARICOPA COUNTY TREASURER.		2,481.11
1305. 2013 taxes parcel#103-24-008 to MARICOPA COUNTY TREASURER.		3,145.04
1306. 2014 taxes parcel#103-24-008 to MARICOPA COUNTY TREASURER.		1,382.60
1307. par#103-24-013/CP#12000837 to MARICOPA. COUNTY TREASURER		5,028.25
1308. 2014 taxes parcel#103-24-013 to MARICOPA. COUNTY TREASURER		1,382.60
1309. earnest money release to seller to Densco Investments		2,500.00
1400. Total Settlement Charges (Enter on line 103, Section J -and- line 502, Section K)	363.75	24,790.85



TAXPAYER NAME: DENEGO INVESTMENT CORPORATION TIN: xxx7265

Deposit Confirmation

Your payment has been accepted.

Payment Successful

An EFT acknowledgement number has been provided for this payment. Please keep this number for your records.

REMINDER: REMEMBER TO FILE ALL RETURNS WHEN DUE!

3/15

DMP 3/3/15

EFT ACKNOWLEDGEMENT NUMBER: 270476390210074

PLEASE NOTE
 Amounts represented in the subcategories of Social Security, Medicare and Income Tax Withholding are for informational purposes only.

Payment Information	Entered Data
Taxpayer EIN	xxxx7265
Tax Form	941 Employer's Federal Tax
Tax Type	Federal Tax Deposit
Tax Return	04/2014
Payment Amount	\$23,128.00
Payment Date	12/29/2014
Sub Categories	
1 Social Security	\$14,608.00
2 Medicare	\$8,620.00

1/2 = 11,524 / Exp

Void <input type="checkbox"/>		a Employee's social security number		Copy D For Employer.	
b Employer identification number (EIN)		2461.00.00		2 Federal income tax withheld	
c Employer's name, address, and ZIP code DENSCO INVESTMENT CORPORATION 6132 W. VICTORIA PLACE CHANDLER AZ 85226		3 Social security wages		4 Social security tax withheld	
		117000.00		7254.00	
		5 Medicare wages and tips		6 Medicare tax withheld	
		260000.00		4310.00	
		7 Social security tips		8 Allocated tips	
d Control number		9		10 Dependent care benefits	
e Employee's name, address, and ZIP code Denny J Chittick 6132 W. VICTORIA PL. CHANDLER AZ 85226		11 Nonqualified plans		12a	
		13 Statutory Employee Retirement Plan Third-party sick pay		12b	
		14 Other		12c	
		SCorp MP 3600.00		12d	
15 State	Employer's state ID number	16 State wages, tips, etc.	17 State income tax	18 Local wages, tips, etc.	19 Local income tax
AZ		246100.00	40000.00		

Form **W-2** Wage and Tax Statement **2014** Department of the Treasury - Internal Revenue Service
 FDWA0105 10/27/14 FW2 For Privacy Act and Paperwork Reduction Act Notice, see separate instructions.

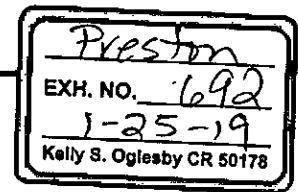
Void <input type="checkbox"/>		a Employee's social security number		Copy D For Employer.	
b Employer identification number (EIN)		1 Wages, tips, other compensation		2 Federal income tax withheld	
c Employer's name, address, and ZIP code		3 Social security wages		4 Social security tax withheld	
		5 Medicare wages and tips		6 Medicare tax withheld	
		7 Social security tips		8 Allocated tips	
d Control number		9		10 Dependent care benefits	
e Employee's name, address, and ZIP code		11 Nonqualified plans		12a	
		13 Statutory Employee Retirement Plan Third-party sick pay		12b	
		14 Other		12c	
				12d	
15 State	Employer's state ID number	16 State wages, tips, etc.	17 State income tax	18 Local wages, tips, etc.	19 Local income tax

Form **W-2** Wage and Tax Statement **2014** Department of the Treasury - Internal Revenue Service
 FDWA0105 10/27/14 FW2 For Privacy Act and Paperwork Reduction Act Notice, see separate instructions.

DP009295

Message

From: Denny Chittick [dcmoney@yahoo.com]
Sent: 12/31/2014 8:59:59 AM
To: bwohrle@pensionstrategies.com
CC: David Preston [dave@prestoncpa.biz]
Subject: Re: DenSco Investment Corporation Retirement Plans



The money has been moved to my IRA as of today. when i get home this weekend, i'll send you the docs that need to be filled out.

thx
dc

DenSco Investment Corp
www.denscoinvestment.com
602-469-3001 C
602-532-7737 f

From: "bwohrle@pensionstrategies.com" <bwohrle@pensionstrategies.com>
To: Denny Chittick <dcmoney@yahoo.com>
Cc: David Preston <dave@prestoncpa.biz>
Sent: Wednesday, December 31, 2014 9:22 AM
Subject: RE: DenSco Investment Corporation Retirement Plans

Hi Denny:

I have completed the necessary plan related paper work for the requested plan termination. The plan amendment is dated for 12/31/2014 so please be sure to review and have completed today. The packet will be uploaded to your secure share file account for you to download, print, and sign.

The timing of the distributions become important for purposes of the Form 1099-R to report the year that the rollovers take place and then also the year of the plan's final form 5500-EZ filing. You will find that the retainer invoice attached lists both 2014 and 2015 administration services. Since it might be challenging to have the assets fully distributed out of your plan by the close of the day today, a 2015 filing might be required. With that said, if the plan assets are fully out of the plan by the end of today then the retainer fee would be reduced by the \$798 associated with the 2015 administration services. Hopefully that makes sense.

You can take action to commence your desired distribution anytime.

So, here are the items that we will need back from you in order to move forward with the administration work:

1. A copy of the signed and dated plan termination amendment;
2. The requested retainer payment;
3. The completed 1099-R Information sheet reporting distributions (rollovers) after they have taken place; and
4. The 2014 annual data request packet that has been previously uploaded to your share file account.

If you should have any questions please feel free to contact me at any time. Just a heads up, our office will be closing early this afternoon at 3:00 and then we will be back in the office Monday, January 5th.

Sincerely,

Brian A. Wohrle, CPC, QPA, QKA
Pension Consultant
Pension Strategies

Delivering creative solutions to business challenges using retirement planning strategies.

2141 E. Highland Ave, Suite 180
Phoenix, AZ 85016
Direct: (602) 957-7101 x 329
Fax: (602) 957-7505
www.pensionstrategies.com



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From: Denny Chittick [mailto:dcmoney@yahoo.com]
Sent: Tuesday, December 30, 2014 9:44 AM
To: bwohrle@pensionstrategies.com
Subject: Re: DenSco Investment Corporation Retirement Plans

yes, i want it terminated.
i've already made the profit sharing additions
for 2015.

plz send me the paperwork.

can i take the funds out of the current account and move it to my IRA today? or do i have to wait for something?

dc

DenSco Investment Corp
www.denscoinvestment.com

602-469-3001 C

602-532-7737 f

From: "bwohrle@pensionstrategies.com" <bwohrle@pensionstrategies.com>
To: Denny <dcmoney@yahoo.com>
Cc: David Preston <dave@prestoncpa.biz>
Sent: Tuesday, December 30, 2014 9:28 AM
Subject: RE: DenSco Investment Corporation Retirement Plans

Hi Denny:

The plan would need to be amended to allow for the termination and then distributions (rollover). There are some plan related election forms that the IRS requires you to complete and we typically prepare these at the same time the plan amendment is sent out to you.

There is a small fee for preparation of the termination amendment and election forms and also for the remaining Form 5500 filing that would be required (2014 & 2015)?

Please let me know if you desire to proceed in that direction and we would be happy to get the amendment in the works for you. Also, just as a reminder, one of the strategies in eventually closing out the defined benefit plan may need a profit sharing plan in place. If at that time this strategy was still needed you could always adopt a new profit sharing plan for that purpose. The other consideration is obviously and tax advantaged contributions to the 401k profit sharing plan that you may be missing out on if you terminate the 401k plan, but Dave would be able to assist with those types of questions.

I hope that this helps, let me know if you have any further questions for now☺

Sincerely,

Brian A. Wohrle, CPC, QPA, QKA
Pension Consultant

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2141 E. Highland Ave, Suite 180
Phoenix, AZ 85016
Direct: (602) 957-7101 x 329
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CONFIDENTIALITY NOTICE: The information contained in this message was intended for the specified recipient and may contain confidential information that may not be utilized by unauthorized persons. Please immediately reply to the sender of this e-mail if you have received it in error, then delete it. Thank you.

From: Denny [<mailto:dcmoney@yahoo.com>]
Sent: Tuesday, December 23, 2014 7:57 PM
To: bwohrle@pensionstrategies.com
Subject: Re: DenSco Investment Corporation Retirement Plans

What do I need to do to close my 401k plan and transfer it to an already established IRA?

Sent from my iPad

On Dec 19, 2014, at 6:18 PM, Denny Chittick <dcmoney@yahoo.com> wrote:

Plz give me the steps to transfer my
DB from DenSco to a CD.
there are any significant things that i
need to do, i'll take care of it next
week.
dc

DenSco Investment Corp
www.denscoinvestment.com

602-469-3001 C
602-532-7737 f

From: "bwohrle@pensionstrategies.com" <bwohrle@pensionstrategies.com>
To: Denny Chittick <dcmoney@yahoo.com>
Cc: David Preston <dave@prestoncpa.biz>
Sent: Friday, December 19, 2014 1:16 PM
Subject: DenSco Investment Corporation Retirement Plans

Hello Denny:

I hope that your week has been going well. I wanted to follow up with you on the topic of your retirement plan investments that we reviewed during our December 11th meeting with Dave. Of particular interest was the details behind the transactions related to your plans investment structure. The IRS has rules and regulations that prohibit certain transactions between a qualified plan and an individual or entity that has a certain relationship between the plan – known as a “party-in-interest”. For example, one classification of a party-in-interest is the employer who is sponsoring the plan.

Hard money lending is an allowable strategy that a qualified plan can use although the mechanics behind the strategy can in some cases cause a prohibit transaction to occur. Because your strategy is complex and appears to also involve your company, who sponsors the plan, we strongly encourage you to consult with an ERISA attorney. Because Pension Strategies is neither an investment firm nor a legal firm we are unable to provide assurances or advice on these matters. Whereas an ERISA attorney will be able to work through all the facts and details and provide you with a legal position on whether a prohibit transaction exists. It may be that there is no prohibited transaction, but if there is a determination that includes a prohibited transaction the attorney would be able to consult on strategies of reporting to the IRS and correcting the transactions. In addition, it would also be a great opportunity to visit the “return on investment” strategies under the contracts to help minimize the defined benefit plan’s overfunding situation.

Pension Strategies has a strategic alliance with several local ERISA attorneys. One of particular that we would be happy to recommend is Richard Smith. Richard’s contact information is as follows:

<image004.png>

Denny I would be happy to contact Richard and introduce you and have him reach out to you if you would like. I would also be happy to provide other references of ERISA attorneys if you so desire.

Please let me know how you would like to proceed. I would also be open to arranging a call to discuss this with you if that would be useful.

Kind Regards,

Brian A. Wohrle, CPC, QPA, QKA

Pension Consultant

Pension Strategies

Delivering creative solutions to business challenges using retirement planning strategies.

2141 E. Highland Ave, Suite 180

Phoenix, AZ 85016

Direct: (602) 957-7101 x 329

Fax: (602) 957-7505

www.pensionstrategies.com

<image003.png>

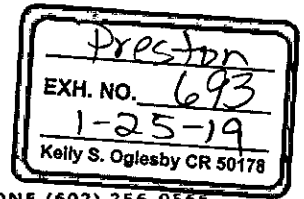
CONFIDENTIALITY NOTICE: The information contained in this message was intended for the specified recipient and may contain confidential information that may not be utilized by unauthorized persons. Please immediately reply to the sender of this e-mail if you have received it in error, then delete it. Thank you.

<image002.gif>

<image003.png>

<image004.png>

GAMMAGE & BURNHAM, P.L.C.
ATTORNEYS AT LAW
TWO NORTH CENTRAL AVENUE
15TH FLOOR
PHOENIX, ARIZONA 85004



TELEPHONE (602) 256-0566
FACSIMILE (602) 256-4475

WRITER'S DIRECT LINE
(602) 256-4499

MOBILE:
(602) 405-3807

JAMES F. POLESE
jpolese@gbllaw.com

January 8, 2018

VIA E-MAIL:
jdewulf@cblawyers.com

John E. DeWulf, Esq.
Coppersmith Brockelman, PLC
2800 N. Central Avenue, Suite 1900
Phoenix, Arizona 85004

Re: *Davis vs. Clark Hill, et al.*; Case No. CV2017-013832

Dear John:

This letter is written as a follow-up to our telephone conference last week dealing with the subpoena for documents directed to David Preston, who served as accountant for both DenSco Investment Corporation and Denny Chittick personally.

While we have not been as yet formally engaged by Mr. Preston to represent him in this matter, I can confirm that a great deal of the documents sought via the subpoena (to the extent that they exist) is already in the hands of the Receiver. As you know, the ACC issued a subpoena for documents directed to the Estate. The Estate produced some 35+ banker boxes with documents and a number of computer hard drives. The ACC, in turn, discussed document production with David Preston. David has confirmed to me that he remitted to the Receiver all DenSco-related documents he had that were responsive to the subpoena. He recalls withholding nothing.

I also confirmed that Denny Chittick maintained DenSco's books and records. David did not do any internal accounting work for DenSco in the nature of projections or proformas. He did not maintain original source materials or prepare internal or unaudited financial statements. His role was pretty much limited to taking information given to him by Chittick and preparing tax returns.

Similarly, he has no recollection of withholding documents that he may have had in his possession that that were responsive insofar as they related to Chittick personally.

He assumes that all the documents he produced are in the depository being maintained by the Receiver.

John E. DeWulf, Esq.
January 8, 2018
Page 2

We request that you therefore withdraw the subpoena and first obtain from the Receiver whatever documents you seek. If for some reason you believe that David has documents that legitimately can be obtained but are not otherwise in the depository, David is willing to work with you to accommodate your reasonable discovery needs.

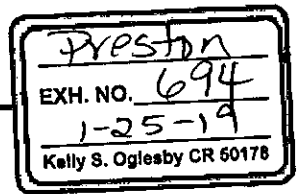
However, I would point out that the subpoena does appear to be unduly overbroad and a bit oppressive, not the least because you seek responsive documents back to 2004. I note, with particularity, that items 10-16 are especially onerous and problematic. As you know, David was personally an investor in DenSco and did tax and accounting work for other investors. As to those individuals, he could not and would not disclose matters without the consents of those clients.

Please let me know if you will agree to withdraw the subpoena.

Very truly yours,


James F. Polese

JFP/pm
e-cc: Shawna Heuer
David Preston, CPA



Message

From: Denny Chittick [dcmoney@yahoo.com]
Sent: 11/19/2015 12:34:17 PM
To: Dave Preston [dave@prestoncpa.biz]; Hattie Divine [hswiggum@prestoncpa.biz]
Subject: two things
Attachments: DOT Victor Gojcay.docx; Note Victor Gojcay.docx; RM Victor Gojcay.docx

I'll be a few mins late,
can you print these docs out for me. a borrower is
coming to your office to sign for me.

thx
dc

DenSco Investment Corp
www.denscoinvestment.com 602-469-3001 C 602-
532-7737 f

WHEN RECORDED MAIL TO:

DenSco Investment
6132 W. Victoria Place
Chandler, AZ 85226

SPACE ABOVE THIS LINE IS FOR RECORDER'S USE ONLY

DEED OF TRUST AND ASSIGNMENT OF RENTS

Date: November 19, 2015

TRUSTOR: MWM-AZ, PLLC, an Arizona Limited Liability Company

Address: 10055 E Mountain View Lake Dr., #205, Scottsdale, AZ 85258

BENEFICIARY: DenSco Investment Corporation, an Arizona corporation ("Lender")

Address: 6132 W. Victoria Place, Chandler, AZ 85226

TRUSTEE: Fowler St Clair

Address: 1201 S Alma School Rd Suite 10850, Mesa, AZ 85210

PROPERTY in the County of Maricopa, State of Arizona, described as: Lot 5, Subdivision Scottsdale East, in the Book 99, of Maps, Page 6, in the plat record in the Recorder's Office of Maricopa County, Arizona. Except the East 360 feet thereof.

Street address: 901 N Hayden Rd., Scottsdale, AZ 85257

WITNESSETH THAT Borrower does hereby irrevocably grant, bargain, sell and convey to Trustee, in trust, with power of sale, the above-described real property;

TOGETHER WITH all the improvements now or hereafter erected on the Property, and all easements, appurtenances and fixtures now or hereafter a part of the Property, and all rents, issues and profits thereof, **SUBJECT, HOWEVER,** to the right, power and authority hereinafter given to and conferred upon Lender to collect and apply such rents, issues and profits. All replacements and additions also shall be covered by this Deed of Trust. All of the foregoing is referred to in this Deed of Trust as the "Property."

FOR THE PURPOSE OF SECURING:

A. Performance of each and every agreement of Borrower herein contained. B. Payment of the principal sum of \$254,618.00 (U.S. \$Two Hundred Fifty-Four Thousand Six Hundred Eighteen Dollars and No Cents). This debt is evidenced by Borrower's NOTE or NOTES dated the same date as this DEED OF TRUST, and any extension or renewal thereof (collectively, if applicable, the "Note"). C. Payment of all additional sums and interest thereon which at any time now or hereafter are owed by Borrower to Lender, or its successors or assigns. D. Payment of any amounts hereafter advanced by Lender or paid on behalf of Borrower to perform any duties or obligations of Borrower hereunder, or otherwise to protect the Property or the lien of this Deed of Trust.

TO PROTECT THE SECURITY OF THIS DEED OF TRUST, BORROWER AGREES:

1. Borrower has the right to grant and convey the Property and that Property is unencumbered, except for encumbrances of record. Borrower warrants and will defend generally the title to the Property against all claims and demands, subject to any encumbrances of record

2. Borrower shall promptly pay when due the principal of and interest on the debt evidenced by the Note and any prepayment and late charges due under the Note

3. Unless applicable law provides otherwise, all payments received by Lender under Paragraph 2 shall be applied first in payment of any costs or charges, then to Default Interest (as defined in the Note) accrued, then to interest accrued, and then to reduce principal.

4. Borrower shall pay all taxes, assessments, charges, fines and impositions attributable to the Property which may attain priority over this Deed of Trust, and leasehold payments or ground rents, if any. Borrower shall promptly furnish to Lender all notices of amounts to be paid under this Paragraph 4. Borrower shall promptly furnish to Lender receipts evidencing the payments.

5. Borrower shall promptly discharge any lien in which has priority over this Deed of Trust unless Borrower: (a) agrees in writing to the payment of the obligation secured by the lien in a manner acceptable to Lender; (b) contests in good faith the lien by, or defends against enforcement of the lien in, legal proceedings which in Lender's opinion operate to prevent the enforcement of lien; or (c) secures from the holder of the lien an agreement satisfactory to Lender subordinating the lien to this Deed of Trust. If Lender determines that any part of the Property is subject to a lien which may attain priority over this Deed of Trust, Lender may give Borrower a notice identifying the lien. Borrower shall satisfy the lien or take one or more actions set forth within 10 days of the beginning of notice.

6. Borrower shall keep said Property in good condition and repair; not to remove or demolish any building thereon unless part of the construction plan approved in writing by Lender; to complete or restore promptly and in good and workmanlike manner any building which may be constructed, damaged or destroyed thereon and to pay when due all claims for labor performed and materials furnished therefor; to comply with all laws affecting said Property or requiring any alterations or improvements to be made thereon; not to commit or permit waste thereof; not to commit, suffer or permit any act upon said Property in violation of law; to cultivate, irrigate, fertilize, fumigate, prune and do all other acts which from the character or use of said Property may be reasonably necessary, the specific enumerations herein not excluding the general.

7. Borrower shall provide, maintain and deliver to Lender fire insurance and general liability insurance on the Property satisfactory to and with loss payable to Lender. The amount collected under any fire or other insurance policy may be applied by Borrower upon any indebtedness secured hereby and in such order as Borrower may determine, or at option of Borrower the entire amount so collected or any part thereof may be released to Lender. Such application or release shall not cure or waive any default or notice of default hereunder or invalidate any act done pursuant to such notice.

8. Borrower shall appear in and defend any action or proceeding purporting to affect the security hereof or the rights or powers of Lender or Trustee; and to pay all costs and expenses, including cost of evidence of title and attorneys' fees in a reasonable sum, in any such action or proceeding in which Lender or Trustee may appear.

9. Borrower shall pay immediately and without demand all sums expended by Lender or Trustee pursuant to the provisions hereof, with interest from date of expenditure, at the rate of interest found on the Note.

10. Borrower shall not cause or permit the presence, use, disposal, storage or release of any Hazardous Substances on or in the Property. Borrower shall not do or allow anyone else to do, anything affecting the Property that is in violation of any Environmental Law. The preceding two sentences shall not apply to the presence, use or storage on the Property of small immaterial quantities of Hazardous Substances that are

generally recognized to be appropriate to normal cleaning and maintenance purposes of a commercial or residential property. Borrower shall promptly give Lender written notice of any investigation, claim, demand, lawsuit or other action by any governmental or regulatory agency or private party involving the Property or any Hazardous Substance or Environmental Law of which Borrower has actual or constructive knowledge. If Borrower learns, or is notified by any governmental or regulatory authority, that any removable or other remediation of any Hazardous Substance affecting the Property is necessary, Borrower shall promptly take all necessary remedial actions in accordance with Environmental Laws. As used in this Paragraph 10, "Hazardous Substances" are those substances defined as toxic or hazardous substances by Environmental Law and the following substances: gasoline, kerosene, other flammable or toxic petroleum products, toxic pesticides or herbicides, volatile solvents, materials containing asbestos, formaldehyde or dioxins, and radioactive materials. As used in this Paragraph 10, "Environmental Law" means all federal laws and laws of the state, county and city of the jurisdiction where the Property is located that relates to health, safety or environmental protection.

IT IS MUTUALLY AGREED:

11. Should Borrower fail to make any payment or to do any act as herein provided, then Lender or Trustee, but without obligation so to do and without notice to or demand upon Borrower and without releasing Borrower from any obligation hereof, may: (a) make or do the same in such manner and to such extent as either may deem necessary to protect the security hereof, Lender or Trustee being authorized to enter upon said Property for such purposes; (b) appear in and defend any action or proceeding purporting to affect the security hereof or the rights or powers of Lender or Trustee; (c) pay, purchase, contest or compromise any encumbrance, charge or lien which in the judgement of either appears to be prior or superior hereto; and (d) in exercising any such powers, or in enforcing this Deed of Trust by foreclosure, pay necessary expenses, employ counsel and pay his reasonable fees. Any amounts dispersed by Lender under this Paragraph 11 shall become additional debt of Borrower's, secured by this Deed of Trust unless Borrower and Lender agree to other terms of payment, these amounts shall be payable, with interest, upon demand from Lender to Borrower.

12. Any award of damages in connection with any condemnation for public use of or injury to said Property or any part thereof is hereby assigned and shall be paid to Lender who may apply or release such monies received by it in the same manner and with the same effect as above provided for disposition of proceeds of fire or other insurance.

13. TIME IS OF THE ESSENCE IN EACH COVENANT OF THIS DEED OF TRUST; and that by accepting payment of any sums secured hereby after its due date, Lender does not waive its right either to require prompt payment when due of all other sums so secured or to declare default for failure to pay.

14. At any time or from time to time, without liability therefor and without notice, upon written request of Lender and presentation of this Deed of Trust and said Note for endorsement, and without affecting the personal liability of any person for payment of the indebtedness secured hereby, Trustee may: (a) reconvey all or any part of said Property, consent to the making of any map or plat thereof; (b) join in granting any easement thereon; or (c) join in any extension agreement or any agreement subordinating the lien or change hereof.

15. As additional security, Borrower hereby gives to, confers upon and assigns to Lender the right, power and authority during the continuance of these Trusts, to collect the rents, issues and profits of said Property, reserving unto Borrower the right, prior to any default by Lender payment of any indebtedness secured hereby or in performance of any agreement hereunder, to collect and retain such rents, issues and profits as they become due and payable. Upon any such default, Lender may at any time without notice, either in person, by agent or by a receiver to be appointed by a court, and without regard to the adequacy of any security for the indebtedness hereby secured, enter upon and take possession of said Property or any part hereof, in its own name sue for or otherwise collect such rents, issues and profits, including those past due and unpaid, and apply the same, less costs and expenses of operation and collection, including reasonable attorneys' fees, upon any indebtedness secured hereby, and in such order as Lender may determine. The entering upon and taking possession of said

Property, the collection of such rents, issues and profits and the application thereof as aforesaid, shall not cure or waive any default or notice of default hereunder or invalidate any act done pursuant to such notice.

16. The failure of Borrower to comply fully with the terms of the Note or this Deed of Trust shall constitute an immediate default hereunder, and the occurrence of any default under any other notes or deeds of trust between the parties securing any other indebtedness owed by Borrower to Lender shall also constitute a default under this Deed of Trust. Upon any such default, Lender shall have the right, at its election, to accelerate immediately any or all of the loans, and proceed to enforce all of Lender's rights, in accordance with Arizona law, including without limitation, the right to foreclose any or all of the deeds of trust and pursue a deficiency judgment(s).

If the Property is sold, assigned or transferred, whether voluntarily, involuntarily, or by operation of law, the entire principal balance together with accrued interest and all other charges shall become immediately due and payable.

17. Notice of sale having been given as then required by law, and not less than the time required by law having elapsed, Trustee, without demand on Borrower, shall sell said Property at the time and place fixed by it in said notice of sale, either as a whole or in separate parcels and in such order as it may determine, at public auction to the highest bidder for cash in lawful money of the United States, payable at time of sale. Trustee shall deliver to the purchaser its deed conveying the Property so sold, but without any covenant or warranty express or implied. The recitals in such deed of any matters or facts shall be conclusive proof of the truthfulness thereof. Any person, including Borrower, Trustee or Lender, may purchase at such sale.

After deducting all costs, fees and expenses of Trustee and of this Trust, including cost of evidence of title and reasonable attorneys' fees in connection with sale, Trustee shall apply the proceeds of sale to payment of; all sums then secured hereby and all other sums due under the terms hereof, with accrued interest; and all other sums then secured hereby; and the remainder, if any, to the person or persons legally entitled thereto, or as provided in A.R.S. § 33-812. To the extent permitted by law, an action may be maintained by Lender to recover a deficiency judgment for any balance due hereunder. Lender may foreclose this Deed of Trust as a realty mortgage.

If Property under this Deed of Trust is located in more than one county, regardless of whether Property is contiguous or not, Trustee may sell all Property in any one of the counties in which part of Property is located; and unless Trustee receives contrary written instructions from Lender or Borrower, Trustee may sell all Property either in parcels or in whole.

If indebtedness secured hereby is secured by one or more other deeds of trust, the upon default of Borrower in payment of indebtedness or performance of any other agreement with Lender, Trustee may sell Property subject to this Deed of Trust and to any other deeds of trust securing said indebtedness at Trustee's sale conducted serially.

Trustee is not obligated to notify any party hereto of pending sale under any other deeds of trust, or of any action or proceeding in which Borrower, Lender or Trustee shall be a party, unless brought by Trustee.

18. This Deed of Trust applies to, inures to the benefit of, and binds all parties hereto, their heirs, legatees, devisees, administrators, executors, successors and assigns. The term Lender shall mean the holder and owner of the Note secured hereby; or, if the Note has been pledged, the pledgee thereof. In this Deed of Trust, whenever the context so requires, the masculine gender includes the feminine and/or neuter, and the singular number includes the plural.

19. Lender may, for any reason or cause, from time to time remove Trustee and appoint a substitute/successor trustee to any Trustee appointed hereunder, and when any such substitution has been filed for record in the Office of the Recorder of the County in which the Property herein described is situated, it shall be

conclusive evidence of the appointment of such trustee or trustees. Without conveyance to the Property, the successor trustee shall succeed to all the title, power and duties conferred upon Trustee herein and by applicable law.

20. The Note or a partial interest in the Note (together with this Deed of Trust) may be sold one or more times without notice to Borrower. A sale may result in the change of the person who collects monthly payments due under the Note and this Deed of Trust.

21. Borrower/mortgagor hereby waives, releases and discharges any homestead exemption claimed or declared against Property.

22. If any term or provision of this Deed of Trust is held invalid or unenforceable by a court or arbitrator of competent jurisdiction, such terms shall be reduced or otherwise modified by such court or arbitrator to the minimum extent necessary to make it valid and enforceable. If such term or provision cannot be so modified, it shall be severed and the remaining terms and provisions of this Deed of Trust shall be interpreted in such a way as to give maximum validity and enforceability to this Deed of Trust. The remaining terms and provisions hereof shall continue in full force and effect.

23. Upon payment of all sums secured by this Deed of Trust, Lender shall release this Deed of Trust without charge to Borrower, except that Borrower shall pay any recordation costs.

Upon written request of Lender stating that all sums secured hereby have been paid, and upon surrender of this Deed of Trust and said Note to Trustee for cancellation and retention and upon payment of its fees, Trustee shall reconvey, without warranty, the Property then held thereunder. The recitals in any reconveyance executed under this Deed of Trust of any matters or facts shall be conclusive proof of the truthfulness thereof. Borrower in such reconveyance may be described as "the person or persons legally entitled thereto."

Request is hereby made that a copy of any notice of default and a copy of any notice of sale hereunder be mailed to Borrower at its/his/her address hereinbefore set forth.

BORROWER: MWM-AZ, PLLC

NAME and Title of Principal Borrower: Victor Gojcaj, Managing Member of LLC

Signature By: _____

STATE OF ARIZONA)) ss COUNTY OF MARICOPA) This Instrument was acknowledged before me this ____ day of _____, 2015. By: Victor Gojcaj Commission Expires: _____ _____ Notary

NOTE SECURED BY DEED OF TRUST

\$254,618.00

Phoenix, AZ (Date): November 19, 2015

Property Address: 901 N Hayden Rd., Scottsdale, AZ 85257

For value received, MWM-AZ, PLLC ("Maker") promises to pay to the order of DenSco Investment Corporation or assigns (the "Holder"), at 6132 W. Victoria Place, Chandler, AZ 85226 (or at such other place as the Holder may designate in writing), in lawful U.S. money the principal sum of \$254,618.00 (Two Hundred Fifty-Four Thousand Six Hundred Eighteen Dollars and No Cents) plus interest calculated on the basis of a 360-day year and charged for the actual number of days elapsed, from the date hereof until paid on the principal balance from time to time outstanding.

Interest shall accrue on the principal sum outstanding at the rate of eighteen percent (18%) per annum, and shall be payable monthly commencing one month from the date hereof (provided, however, that if there is no comparable date in the following month to the date on which this Note is executed, monthly installments of interest hereunder shall be due and payable on the last day of each of the five succeeding months). The entire principal balance, together with all unpaid accrued interest, shall be due and payable as a balloon payment on May 20, 2016, the date six months from the date of funding under this Note, or upon any earlier acceleration (the "Maturity Date"). If any payment becomes past due for more than five calendar days, Maker shall pay to Holder, in addition to the amount of the overdue payment, a late charge equal to ten percent (10%) of the unpaid accrued interest element of such overdue payment.

In addition to any late charge on past due payments, interest will accrue at the rate of twenty-nine percent (29%) per annum ("Default Interest") on the unpaid principal balance upon the occurrence of a "Default" (hereafter defined). A "Default" shall occur (i) if any installment of accrued interest is not paid within 5 days of the date such payment was due, (ii) if the Note and all outstanding charges are not paid by the Maturity Date (for which no grace period is allowed), (iii) if there is a failure to comply with any of the terms of this Note or the Deed of Trust or guaranty which secures this Note, (iv) upon any bankruptcy, insolvency, dissolution or fraudulent conveyance by Maker, (v) upon any seizure, attachment or levy of Maker's assets, or (vi) upon the occurrence of any default under any other obligation of Maker to Holder. Further, at Holder's option after Default, all remaining unpaid principal and accrued interest shall become due and payable immediately without notice (other than any declaration prescribed in applicable sections of the agreements under which such events of default arose), presentment, demand or protest, all of which hereby are waived. TIME IS OF THE ESSENCE.

Maker agrees to an effective rate of interest that is the above rate, plus any additional rate of interest resulting from charges or benefits received by Holder which a court or governing agency deems to be in the nature of interest paid. All payments on this Note shall be applied first in payment of any costs, fees or charges incurred in connection with the indebtedness evidenced hereby, then to Default Interest accrued, then to interest accrued, and then to reduce principal. This Note is secured by a Deed of Trust executed contemporaneously herewith.

Maker waives demand, diligence and presentment for payment, protest, and notice of extension, dishonor, protest and nonpayment of this Note. If Default occurs, Maker promises to pay all costs of collection, court and foreclosure, including reasonable attorneys' fees. No renewal or extension of this Note, delay in enforcing any right of Holder under this Note, acceptance of any late payment, or assignment by Holder of this Note shall constitute a waiver of Holder's right to exercise any of its rights during the continuance of any Default or upon a subsequent Default, or otherwise limit the liability of Maker. All rights of Holder under this Note are cumulative and may be exercised concurrently or consecutively at Holder's option.

If any one or more of the provisions of this Note are determined to be unenforceable, in whole or in part, for any reason, the remaining provisions shall remain fully operative. This Note shall be construed in accordance with the laws of the State of Arizona, irrespective of its choice of law principles. This Note shall be binding upon Maker and its successors and assigns.

Signed this date: _____

Borrower: MWM-AZ, PLLC

By: X _____

Name & Title: Victor Gojcaj, Managing Member of LLC

Personally Guaranteed by: X _____

Printed Name: X _____

When recorded, mail to.

**DenSco Investment
6132 W. Victoria Place
Chandler, AZ 85226**

MORTGAGE

November 20, 2015

The undersigned borrower ("Borrower") acknowledges receipt of the proceeds of a loan from DenSco Investment Corporation ("Lender") in the sum of \$254,618.00, as evidenced by check payable to: Fowler St Clair ("Trustee"). The loan was made to Borrower to purchase the Real Property legally described as: Lot 5, Subdivision Scottsdale East, recorded in Book 99, of Maps, Page 6, Except the East 360 feet thereof in the plat record in the Recorder's Office of Maricopa County, Arizona. Address: 901 N Hayden Rd., Scottsdale, AZ 85257 At a trustee's sale conducted by Trustee, which took place on November 19, 2015, Borrower became the successful purchaser with the highest bid, and the loan is intended to fund all or part of the purchase price bid by Borrower at such trustee's sale.

Borrower has promised to pay Lender or assignee the full amount of the loan, with interest at the rate of 18% per annum from the date of this Receipt until paid in full, such amounts to be due and payable in full based on due date from promissory note.

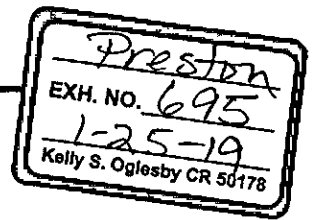
Borrower hereby grants to Lender or assignee a first, prior and superior equitable lien and mortgage against the Real Property to secure payment of the loan. The undersigned principal of Borrower (who shall derive benefits from the loan, in order to induce Lender to extend the loan to Borrower) hereby irrevocably and unconditionally guarantees and promises to pay to Lender upon demand the full loan amount and all other sums payable or to become payable hereunder if Borrower fails to pay any such amounts when due. Borrower further agrees to execute, acknowledge and deliver to Lender such further documents as may be necessary to effectuate the intent of this transaction. Borrower has delivered to Lender a promissory note and deed of trust, and Borrower agrees that the deed of trust shall be recorded against the Real Property as a first, prior and superior lien and encumbrance simultaneously with the recording of the Trustee's Deed. Borrower further agrees to cause the undersigned principal of Borrower to execute, acknowledge and deliver a guaranty of the amounts lent by Lender under said promissory note.

Borrower: MWM-AZ, PLLC

Name & Title of Principal Borrower: Victor Gojcaj, Managing Member of LLC

Signature: _____

State of Arizona)
) ss
County of Maricopa)
Subscribed, sworn to and acknowledged before me this _____ day of _____, 2015.	
By: Victor Gojcaj	_____
Commission Expires: _____	
	Notary



Message

From: Denny Chittick [dcmoney@yahoo.com]
Sent: 9/30/2013 10:52:19 AM
To: Dave Preston [dave@prestoncpa.biz]
Subject: Monthly Statement
Attachments: Statement_83.pdf

this failed, said it was spam.

here you go:

Please find attached your monthly statement.

It's end of Quarter, so I've updated the sample photos:

<http://denscoinvestment.com/properties.html>

I've also updated my newsletter:

<http://denscoinvestment.com/newsletter.html>

As I said in the past, I won't be accepting any more money after the end of the year. The growth in this quarter reaffirms that this is the right strategy.

The next logical step is have everyone received their interest either monthly or quarterly. The only exceptions would be the IRA's. I'm not planning

to force this right now. It's just a thought at this point, as well as to give you plenty of notice.

Thanks,

dc

DenSco Investment Corp
www.denscoinvestment.com/
602-469-3001
602-532-7737 f

DenSco Investment Corporation

6132 W. Victoria Place Chandler, AZ 85226
 Cell: 602-469-3001 Home: 480-636-1180 Fax: 602-532-7737
 DenScoInvestment.com dcmoney@yahoo.com

STATEMENT September 2013

INVESTOR

Name Preston Revocable Living Trust
 Dave Preston
 Address 9010 E Range Rider Trail
 Mesa, AZ 85207
 Phone 480-357-8006

CURRENT INVESTMENT BALANCE

\$160,000.00

INVESTMENT HISTORY

Investment	Date	Maturity
\$100,000.00	05/01/07	05/01/15
\$60,000.00	10/26/11	10/26/13

Total Investment \$160,000.00

INVESTMENT ACCOUNTS

Accrual Account

Interest

Sub Total

Quarterly Account \$163,216.00

Interest \$4,632.16

Interest Paid \$4,848.16

Sub Total **\$160,000.00**

Monthly Account

Interest

Interest Paid

Sub Total

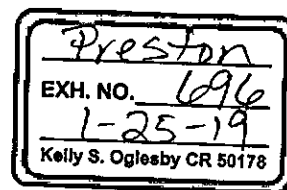
Total Balance \$160,000.00

INTEREST EARNED

Year	Earnings
2007	\$8,070.20
2008	\$12,120.40
2009	\$12,120.40
2010	\$12,120.40
2011	\$13,448.81
2012	\$19,392.64
2013	\$14,544.48

Total Earnings \$91,817.33

Thank you for investing with DenSco!



Statement on Standards for Tax Services No. 3, *Certain Procedural Aspects of Preparing Returns*

Introduction

1. This statement sets forth the applicable standards for members concerning the obligation to examine or verify certain supporting data or to consider information related to another taxpayer when preparing a taxpayer's tax return

Statement

2. In preparing or signing a return, a member may in good faith rely, without verification, on information furnished by the taxpayer or by third parties. However, a member should not ignore the implications of information furnished and should make reasonable inquiries if the information furnished appears to be incorrect, incomplete, or inconsistent either on its face or on the basis of other facts known to the member. Further, a member should refer to the taxpayer's returns for one or more prior years whenever feasible.
3. If the tax law or regulations impose a condition with respect to deductibility or other tax treatment of an item, such as taxpayer maintenance of books and records or substantiating documentation to support the reported deduction or tax treatment, a member should make appropriate inquiries to determine to the member's satisfaction whether such condition has been met
4. When preparing a tax return, a member should consider information actually known to that member from the tax return of another taxpayer if the information is relevant to that tax return and its consideration is necessary to properly prepare that tax return. In using such information, a member should consider any limitations imposed by any law or rule relating to confidentiality.

Explanation

5. The preparer's declaration on a tax return often states that the information contained therein is true, correct, and complete to the best of the preparer's knowledge and belief based on all information known by the preparer. This type of reference should be understood to include information furnished by the taxpayer or by third parties to a member in connection with the preparation of the return.

- 6 The preparer's declaration does not require a member to examine or verify supporting data, a member may rely on information furnished by the taxpayer unless it appears to be incorrect, incomplete, or inconsistent. However, there is a need to determine by inquiry that a specifically required condition, such as maintaining books and records or substantiating documentation, has been satisfied and to obtain information when the material furnished appears to be incorrect, incomplete, or inconsistent. Although a member has certain responsibilities in exercising due diligence in preparing a return, the taxpayer has the ultimate responsibility for the contents of the return. Thus, if the taxpayer presents unsupported data in the form of lists of tax information, such as dividends and interest received, charitable contributions, and medical expenses, such information may be used in the preparation of a tax return without verification unless it appears to be incorrect, incomplete, or inconsistent either on its face or on the basis of other facts known to a member.
- 7 ~~Even though there is no requirement to examine underlying documentation, a member should encourage the taxpayer to provide supporting data where appropriate.~~ For example, a member should encourage the taxpayer to submit underlying documents for use in tax return preparation to permit full consideration of income and deductions arising from security transactions and from pass-through entities, such as estates, trusts, partnerships, and S corporations.
- 8 The source of information provided to a member by a taxpayer for use in preparing the return is often a pass-through entity, such as a limited partnership, in which the taxpayer has an interest but is not involved in management. A member may accept the information provided by the pass-through entity without further inquiry, unless there is reason to believe it is incorrect, incomplete, or inconsistent, either on its face or on the basis of other facts known to the member. In some instances, it may be appropriate for a member to advise the taxpayer to ascertain the nature and amount of possible exposure to tax deficiencies, interest, and penalties by taxpayer contact with management of the pass-through entity.
- 9 A member should make use of a taxpayer's returns for one or more prior years in preparing the current return whenever feasible. Reference to prior returns and discussion of prior-year tax determinations with the taxpayer should provide information to determine the taxpayer's general tax status, avoid the omission or duplication of items, and afford a basis for the treatment of similar or related transactions. As with the examination of information supplied for the current year's return, the extent of comparison of the details of income and deduction between years depends on the particular circumstances.