

TOTAL APPAREL GROUP INC.

CONSOLIDATED BALANCE SHEETS

ASSETS

December 31

	2012
	(Unaudited)
CURRENT ASSETS	
Cash	\$ -
Accounts receivable, net	4,500
Due from factor, net	-
Prepaid expenses and other current assets	52,998
TOTAL CURRENT ASSETS	57,498
PROPERTY & EQUIPMENT, NET	24,708
TOTAL ASSETS	\$ 82,206

LIABILITIES

CURRENT LIABILITIES	
Revolving credit facilities and current portion of long term debt	\$ 1,225,610
Accounts payable and accrued expenses	2,756,260
TOTAL CURRENT LIABILITIES	3,981,870
LONG TERM DEBT	1,777,383
DEFERRED LEASE LIABILITY	62,830
DEFERRED COMPENSATION	-
TOTAL LIABILITIES	5,834,583

COMMITMENTS & CONTINGENCIES

STOCKHOLDERS' DEFICIENCY

PREFERRED STOCK , \$0.0001 par value; authorized 200,000,000 shares; issued and outstanding, 14 shares of Series A 10% Convertible Preferred Stock and 233 shares of Series B 10% Convertible Preferred Stock at December 31, 2012.	2,365,000
COMMON STOCK , \$0.0001 par value; authorized 4,000,000,000 shares; issued and outstanding, 2,101,150,000 shares at December 31, 2011.	210
ADDITIONAL PAID-IN CAPITAL	39,641,615
ACCUMULATED DEFICIT	(47,759,202)
TOTAL STOCKHOLDERS' DEFICIENCY	(5,752,377)
TOTAL LIABILITIES & STOCKHOLDERS' DEFICIENCY	\$ 82,206

TOTAL APPAREL GROUP INC.

CONSOLIDATED STATEMENTS OF OPERATIONS

(Unaudited)

For the Year Ended December 31, 2012

COST OF GOODS SOLD	<u>-</u>
GROSS LOSS	-
EXPENSES	
SELLING, GENERAL & ADMINISTRATIVE	71,526
TOTAL OPERATING EXPENSES	<u>71,526</u>
LOSS FROM OPERATIONS	(71,526)
NET LOSS APPLICABLE TO COMMON SHAREHOLDERS	<u>\$ (71,526)</u>
