AMLH, INC.

NOTES TO FINANCIAL STATEMENT

FOR 6 MONTHS ENDED JUNE 30, 2015

A. Summary of Significant Accounting Policies:

1. Organization and Nature of Operations

The Corporation was established on April 22, 2002 under the laws of the Commonwealth of Pennsylvania. The Company is a fuel filling station and convenience store north of Pittsburgh PA.

2. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statement and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

3. Property and Equipment

Property and equipment are recorded at cost and depreciated over the estimated useful lives of the assets using an accelerated method. Depreciation expense amounted to $ 11,000 for the 6 months ended June 30, 2015.

4. Advertising

The Company expenses advertising costs as they are incurred.

5. Income Taxes

Since the officers have elected to be treated as an S corporation, the Corporation is not subject to federal and state income taxes. Instead, the shareholders treat their pro rata share of the net earnings or loss of the corporation as their own, to be reported on the shareholder's personal income tax return. Accordingly, no federal and state income tax liabilities are shown on the financial statement.

6. Subsequent Events Evaluation

Management has evaluated subsequent events through August 28, 2015 the date the financial statements were available to be issued

AMLH, INC.

NOTES TO FINANCIAL STATEMENT

FOR THE 6 MONTHS ENDED JUNE 30, 2015

B. **Related Party Transactions:**

Note Receivable

Note receivable represents the balance due on continuing monies borrowed from an affiliated company to purchase the building which houses a coffee shop and vehicle and dog wash. The note is payable in at shareholder discretion. The shareholders are a 100% owner of the affiliated company.

C. **Notes Payable:**

Notes payable consists of the following:

				2015	
Maturity	Monthly Payments (Including Interest)	Interest Rate	Collaterized By	Current Portion	Long-Term Portion
7/17	$ 1,200	3.75%	Substantially all assets	$ 12,311	$ 39,714
7/29	$ 6,442	4.75%	Substantially all assets	45,560	642,467
				$ 57,871	$ 682,181

Maturities of long-term debt are as follows:

2015	57,871
2016	60,649
2017	76,930
2018	52,523
Thereafter	492,079
	740,052

AMLH, INC.

NOTES TO FINANCIAL STATEMENT

FOR THE 6 MONTHS ENDED JUNE 30, 2015

D. **Line of Credit:**

The Company has a revolving line of credit in the amount of $25,000 collateralized by the Company's assets and shareholder's personal guarantee, bearing interest at the prime rate. Borrowings on the line of credit amounted to $ 22,168 at June 30, 2015.