

UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF COLORADO

IN RE:)	
)	Case No. 17-16233-TBM
RASHAD KHAN)	
SSN: XXX-XX-3614)	Chapter 11
)	
Debtor.)	
_____)	
)	
IN RE:)	Case No. 17-16234-TBM
)	
BLACK DIAMOND HOSPITALITY, LLC)	Chapter 11
)	
)	Jointly Administered under:
Debtor.)	Case No. 17-16233-TBM
_____)	

**DISCLOSURE STATEMENT TO ACCOMPANY
JOINT PLAN OF REORGANIZATION DATED OCTOBER 4, 2018**

Rashad Khan (“Khan”) and Black Diamond Hospitality, LLC (“Black Diamond” and together the “Debtors”) prepared this Disclosure Statement to accompany their Chapter 11 Joint Plan of Reorganization dated October 4, 2018 (“Plan”), which was filed in the above-captioned Chapter 11 case. This Disclosure Statement is being provided to all creditors and Interest holders of the Debtors. This Disclosure Statement is subject to final approval pursuant to 11 U.S.C. § 1125 by the United States Bankruptcy Court for the District of Colorado as containing adequate information to enable creditors and Interest holders to determine whether to accept the Debtors’ Plan. The Court’s approval of this Disclosure Statement does not constitute a decision on the merits of the Plan. Issues related to the merits of the Plan and its confirmation will be the subject of a confirmation hearing which is scheduled for _____, 2018 at ____:00 _m. at the United States Bankruptcy Court for the District of Colorado, Courtroom E, 721 19th Street, Denver, Colorado 80202.

THIS DISCLOSURE STATEMENT HAS BEEN NEITHER APPROVED NOR DISAPPROVED BY THE SECURITIES AND EXCHANGE COMMISSION. THE COMMISSION HAS SIMILARLY NOT REVIEWED THE ACCURACY OR ADEQUACY OF THIS DISCLOSURE STATEMENT.

The Plan is the governing document or contract with creditors once it is confirmed by the

Court. In the event of any inconsistencies between the Plan and this Disclosure Statement, the Plan supersedes the Disclosure Statement and will be the sole Court-approved document that governs the post-confirmation relationship and agreements between the parties.

This Disclosure Statement is provided to you along with a copy of the Debtors' Plan and a Ballot to be used for voting on the Plan. Please complete the Ballot according to the instructions contained on the Ballot if you intend to vote for or against the Plan. Each creditor or Interest holder may vote on the Plan by completing the enclosed Ballot and returning it to counsel for the Debtors at the address below:

Lee M. Kutner
Keri L. Riley
Kutner Brinen, P.C.
1660 Lincoln Street
Suite 1850
Denver, CO 80264

This Ballot must be received by Kutner Brinen, P.C. no later than **5:00 p.m. on _____, 2018**, which is the date set by the Court as the last day to vote on the Plan. Capitalized terms contained in this Disclosure Statement that are defined in the Plan have the same meaning as set forth in the definitional section of the Plan, Article II.

Recommendation. As discussed more fully below, the Debtors firmly believe that the Plan represents the best alternative for providing the maximum value for creditors. The Plan provides creditors with a distribution on their Claims in an amount greater than any other potential known option available to the Debtors. **Again, the Debtors strongly believe that confirmation of the Plan is in the best interest of creditors and recommend that all creditors entitled to vote on the Plan vote to accept the Plan.**

Voting Requirements. Pursuant to the Bankruptcy Code, only Classes of Claims or Interests that are "impaired" under the Plan are entitled to vote to accept or reject the Plan. Classes of Claims and Interests that are not impaired are not entitled to vote and are deemed to have accepted the Plan. Voting on the Plan shall be pursuant to the provisions of the Bankruptcy Code and the Bankruptcy Rules, and a Class shall have accepted the Plan if the Plan is accepted by at least two-thirds in amount and more than one-half in number of the Allowed Claims of such Class actually voting.

Voting Classes. Each holder of an Allowed Claim in Classes 2 through 7 and Classes B

through E shall be entitled to vote to accept or reject the Plan.

Deemed Acceptance of Plan. Unimpaired classes are conclusively presumed to accept the Plan pursuant to Section 1126(f) of the Bankruptcy Code. Class 1 and Class A are unimpaired by the Plan. The Debtors do not believe that any Class 1 or Class A claims exist.

Deemed Rejection of Plan. Classes that receive and retain nothing under the Plan are deemed to reject the Plan pursuant to Section 1126(g) of the Bankruptcy Code. There are no Classes that receive or retain nothing under the Plan.

One Vote Per Holder. If a holder of a Claim holds more than one Claim in any one Class, all Claims of such holder in such Class shall be aggregated and deemed to be one Claim for purposes of determining the number of Claims voting for or against the Plan.

I. CHAPTER 11 AND PLAN CONFIRMATION

Chapter 11 of the United States Bankruptcy Code is designed to allow for the rehabilitation and reorganization of financially troubled entities or individuals. Chapter 11 allows the Debtors to retain their assets during the administration of the Chapter 11 case as debtors-in-possession. Following confirmation of the Plan, Chapter 11 allows the Debtors to retain their assets as reorganized debtors or as otherwise provided in the Plan. If the Plan is approved by the Court, the Plan is the permanent restructuring of the Debtors' financial obligations. The Plan also provides a means through which the Debtors will restructure or repay their obligations. The Plan will provide the Debtors with an opportunity to pay creditors through the generation of income on an ongoing basis from Black Diamond's ongoing operations, and from Khan's salary from his services as manager of Black Diamond and as manager of the Motel 6-Gillette.

The Plan divides creditors into Classes of similarly situated creditors. All creditors of the same Class are treated in a similar fashion. All Interests are also classified and treated alike. Each Class of creditors or interest holders is either impaired or unimpaired under the Plan. A Class is unimpaired if the Plan leaves unaltered the legal, equitable and contractual rights to which each creditor in the Class is entitled or if the Plan provides for the cure of a default and reinstatement of the maturity date of the claim as it existed prior to default.

On August 15, 2017, the Debtors filed an Application requesting that the Court set a deadline for filing Proofs of Claim and certain administrative expense claims. On August 17,

2017, the Court entered an Order establishing September 20, 2018, as the last day: (a) for filing of any Proof of Claim for a pre-petition claim or interest; and (b) by which motions or requests for allowance of administrative expense claims pursuant to 11 U.S.C. § 503(b)(9) must be filed with the Court (“Bar Date”). The Plan provides that Claims and Interests of all Classes shall be allowed only if such Claims are either: (a) evidenced by a timely filed Proof of Claim or Interest; or (b) appear in the Schedules filed by the Debtors and are not scheduled as disputed, contingent or unliquidated, unless subsequently allowed by the Court. Creditors may check as to whether or not their Claims are scheduled as disputed, contingent or unliquidated by reviewing the Schedules and the amendments thereto filed by the Debtors in the Bankruptcy Court for the District of Colorado. Alternatively, creditors may contact counsel for the Debtors or the Debtors directly in order to determine how their claim was scheduled.

Chapter 11 does not require that each holder of a Claim or Interest vote in favor of the Plan in order for the Court to confirm the Plan. The Plan, however, must be accepted by at least one impaired Class of Claims by a majority in number and two thirds in amount, without including insider acceptance of those Claims of such Class actually voting on the Plan. Assuming one impaired Class votes to accept the Plan, it may be confirmed over its rejection by other Classes if the Court finds that the Plan does not discriminate unfairly and is fair and equitable with respect to each Class of Claims that is impaired under and has not accepted the Plan. Since the Debtors believe that the Plan provides the best alternative for creditors, all creditors are urged to vote to accept the Plan.

If all Classes of Claims and Interests vote to accept the Plan, the Court may confirm the Plan. Section 1129 of the Bankruptcy Code sets forth the requirements for confirmation. Among other things, Section 1129 requires that the Plan be in the best interest of the holders of Claims and Interests and be feasible through a showing that confirmation will not be followed by the need for further financial reorganization of the Debtors.

II. OVERVIEW OF THE PLAN AND MEANS OF EXECUTION

The Plan divides creditors and Interest holders into the following eight (8) Classes for Black Diamond, and the following six (6) Classes for Khan. Treatment of each of the Classes is discussed in greater detail below and in the Plan. The following table summarizes the 8 Classes for Black Diamond, and 6 classes for Khan, whether or not each such Class is impaired, and, to

the extent determinable, the treatment of each Class.

BLACK DIAMOND:

<u>CLASS</u>	<u>IMPAIRMENT</u>	<u>TREATMENT</u>
1: Allowed Unsecured Claims specified in Sections 507(a)(4) and 507(a)(5) of the Code as having priority	Unimpaired	Paid in full on the Effective Date of the Plan. Black Diamond does not believe any Class 1 claims exist.
2: Gregg County Tax Office	Impaired	Allowed in the amount owed on the Effective Date and amortized and paid in equal monthly installments over three (3) years following the Effective date of the Plan with interest at a statutory rate. The monthly payment on account of the Class 2 Claim is anticipated to be \$2,284.47.
3: First National Bank of Gilmer	Impaired	Allowed the amount of \$2,100,000, or, if the Class 3 Claimant objects, an amount agreed to by Black Diamond and the Class 3 Claimant or determined by the Court. The Class 3 Claimant shall bear interest at a rate of 4.95% per annum or such other amount as agreed to by Black Diamond, and the Class 3 Claim shall be amortized and paid in equal monthly installments of twenty-five (25) years beginning the first full month after the Effective Date of the Plan. The monthly payment on account of the Class 3 Claim is anticipated to be \$12,264.00.
4: I-30 Hospitality	Impaired	The Class 4 Claim will be treated as a Class 7 general unsecured creditor pursuant to 11 U.S.C. § 506.
5: Pither Plumbing	Impaired	The Class 5 Claim shall be treated as a Class 7 general unsecured creditor pursuant to 11 U.S.C. § 506.
6: Zanjios, LLC d/b/a Floor Medic		The Class 6 Claim shall be treated as a Class 7 general unsecured creditor pursuant to 11 U.S.C. § 506.
7: Unsecured Creditors	Impaired	Pro rata distribution of 2% of net revenue generated over the five year

		period following the Effective Date of the Plan. Distributions shall be made on a quarterly basis following confirmation of the Plan.
8: Interests in Black Diamond	Unimpaired	Retained by pre-petition interest holders

KHAN:

<u>CLASS</u>	<u>IMPAIRMENT</u>	<u>TREATMENT</u>
A: Allowed Unsecured Claims specified in Sections 507(a)(4) and 507(a)(5) of the Code as having priority	Unimpaired	Paid in full on the Effective Date of the Plan. Khan does not believe any Class A claims exist.
B: Austin Heights Homeowners Association, Inc.	Impaired	Allowed in the amount owed on the Effective Date and amortized and paid in equal monthly installments over three (3) years following the Effective date of the Plan with interest at a statutory rate.
C: Stearns Lending	Unimpaired	Allowed the amount due on the Confirmation Date. The Class 3 Claim shall bear interest at a rate of 4.95% per annum or such other amount as agreed to by Black Diamond, and the Class 3 Claim shall be amortized and paid in equal monthly installments of twenty-five (25) years beginning the first full month after the Effective Date of the Plan.
D: City of Colorado Springs	Impaired	The Class 4 Claim will be treated as a Class 7 general unsecured creditor pursuant to 11 U.S.C. § 506.
E: Unsecured Creditors	Impaired	The Class 5 Claim shall be treated as a Class 7 general unsecured creditor pursuant to 11 U.S.C. § 506.
F: Interests held by Khan	Unimpaired	The Class 6 Claim shall be treated as a Class 7 general unsecured creditor pursuant to 11 U.S.C. § 506.

The Plan provides for the reorganization of the Debtors under Chapter 11 of the

Bankruptcy Code. The Debtors believe that the Plan represents the best way for creditors to recover on their claims.

III. BACKGROUND AND EVENTS LEADING TO CHAPTER 11 FILING

Khan is an individual living in Colorado Springs, Colorado with his wife and five children. He and his wife own Black Diamond, which is a Delaware corporation engaged in business as the owner and operator of a sixty-room hotel located in Longview, Texas, which previously operated as a Choice Hotels franchise location.

Khan has been in the hotel industry for the better part of his life. Prior to purchasing Black Diamond, he owned and operated a Ramada “Limited” franchise hotel in Colorado Springs, Colorado (“Colorado Springs Hotel”) through his business, Khan Hotels, LLC (“Khan Hotels”), as well as a hotel in La Junta, Colorado, first through La Junta Hospitality, LLC and then through Gemstone Hotels, Inc. Mr. Khan’s family also owns several hotels throughout Colorado and Wyoming.

In 2015, shortly after purchasing Black Diamond, Khan was approached by an individual named Mr. Jaeyoung Nam (“Nam”) about purchasing the Colorado Springs Hotel from Khan Hotels. After Khan was approached by Nam several times about the hotel, he agreed to assist Nam in leasing the Colorado Springs Hotel. As a result, on April 23, 2015, Khan Hotels entered into a Commercial Lease for Sale Agreement (“Lease Agreement”) with Nam’s company, NJY, Inc. (“NJY”), pursuant to which Khan Hotels agreed to lease the Colorado Springs Hotel to NJY through October 31, 2016, after which NJY had the option to purchase the Colorado Springs Hotel for \$2 million. In exchange for the Lease Agreement, NJY was required to pay a non-refundable deposit of \$425,000, which would become a credit towards the down payment in the event that NJY agreed to exercise the option to purchase. NJY was further required to pay Khan Hotels monthly rent in the amount of \$11,565.41, and pay all operating costs associated with the operation of the Property.

After entering into the Lease Agreement, NJY took over operations of the Colorado Springs Hotel. While acting as manager for the hotel, NJY failed to maintain an active franchise in the location, despite Khan’s assistance in acquiring rights to convert the hotel into a Red Lion franchise location. NJY also defaulted under the Lease less than three (3) months later by failing to pay the rent due under the Lease, failing to provide Khan Hotels with reasonable access to the Property, and failing to return certain personal property owned by Khan Hotels. Attempting to

obtain compliance from NJY, Khan Hotels sent a Demand for Compliance or Right to Possession Notice to NJY, providing NJY with a three-day period in which to cure the monetary default. NJY failed to cure the default, and instead, filed a Complaint in the El Paso County District Court against Khan and Khan Hotels, alleging claims related to the Lease Agreement (the “NJY Litigation”). The Complaint in the forcible Entry and Detainer action filed by Khan Hotels was filed a short time later and was subsequently consolidated into NJY’s lawsuit as counterclaims against NJY.

Around the time that the litigation against NJY was commencing, the holder of the note and deed of trust encumbering the Colorado Springs Hotel, Andrews Hospitality, LLC declared a default under the note in or around July 2015, and subsequently, filed a receivership action against Khan Hotels before proceeding with a foreclosure on the Colorado Spring Hotel.

The NJY Litigation continued following the foreclosure on the Colorado Springs Hotel, and NJY filed a Second Amended Complaint in October 2015, adding La Junta Hospitality, LLC, Gemstone Hotels, Inc. and Black Diamond as defendants (the “Khan Defendants”) and bringing additional claims against the parties. While the Khan Defendants believed that the claims were meritless, the Khan Defendants were forced to defend themselves, resulting in significant attorney fees and causing a financial strain on the Khan Defendants. As a result, the hotel located in La Junta, Colorado became the subject of a foreclosure, leaving Khan with only one operating hotel as opposed to three and significant debt. Meanwhile, attorney fees continued to accrue due to the NJY Litigation.

When the attorneys for the Khan Defendants withdrew from the case, the Khan Defendants were left unrepresented during key points in the litigation, resulting in the dismissal of the counterclaims and third party claims brought by the Khan Defendants, and ultimately, in the entry of a default judgment against the Khan Defendants. While a default judgment was entered on of NJY’s claim, the Khan Defendants asserted that the order was not final and had not finally determined all issues at bar in the proceeding.

In order to stay continued litigation in the El Paso County District Court while continuing in and restructuring operations, Khan and Black Diamond filed their voluntary petitions for relief pursuant to Chapter 11 of the Bankruptcy Code on July 6, 2017.

IV. EVENTS DURING THE CHAPTER 11 CASE

The Debtors have complied with all requirements of the Bankruptcy Code and of the Office of the U.S. Trustee, including attending the Initial Debtor Interview, the Meeting of Creditors, and the filing of Monthly Operating Reports.

After filing their cases, the Debtors removed the NJY Litigation filed in the El Paso County District Court to the Bankruptcy Court. On September 27, 2017, NJY filed a Motion to Remand or Abstain in the NJY Litigation, seeking to return the proceeding to the El Paso County District Court. The Debtors filed an Objection to the Motion to Remand or Abstain On October 11, 2017. On November 30, 2017, the Debtors also filed an Adversary Proceeding against NJY, Case No. 17-01572-TBM, alleging claims against NJY for avoidance of fraudulent transfers and disallowance of claims. The parties were able to reach a settlement agreement, and on January 19, 2018, the Debtors filed a Motion to Approve Settlement Agreement and Mutual Release. Pursuant to the Settlement Agreement, NJY agreed to release its claim against Black Diamond, and agreed to a general unsecured dischargeable claim against Khan in the amount of \$250,000. The Debtors further agreed to release their claims against NJY.

In connection with Black Diamond's franchise agreement with Choice Hotels International, Inc. ("Choice"), on April 2, 2018, Choice filed a Motion to Compel Rashad Khan and Black Diamond Hospitality, LLC to Assume or Reject Executory Contracts, which was granted by the Court on June 5, 2018. As a result, Khan's franchise agreement with Choice for the construction of a new hotel in Montrose, Colorado was deemed rejected on July 5, 2018. Black Diamond initially sought to assume its franchise agreement with Choice but, upon finding a more economical franchise opportunity, withdrew its Motion to Assume, and filed a Motion to Reject Franchise Agreement with Choice on September 4, 2018. The Motion to Reject was granted on September 28, 2018. On October 3, 2018, Black Diamond filed a Motion to Approve: 1) Franchise Agreement and Guaranty; and Key Money Loan from GreenTree Hospitality Group, Inc., seeking approval of its franchise agreement with GreenTree Hospitality Group, Inc. The Motion to Approve is currently pending before the Court.

IV. DESCRIPTION OF ASSETS

The values of the Debtor's assets, owned on the petition date, are set forth in the following chart:

Black Diamond

<u>Asset</u>	<u>Estimated Value</u>
Real Property Located at 707 North Access Rd., Longview, Texas (“Hotel”)	\$2,100,000
Wells Fargo Account Ending 9910 (as of September 30, 2018)	\$4.96
Wells Fargo Account Ending 9491 (as of September 30, 2018)	\$45.25
Wells Fargo Account Ending 9984 (as of September 30, 2018)	\$2,325.99
Choice Privilege Rewards (as of August 31, 2018)	\$0
SWEPCO Utility Deposit	\$5,400
Gift Shop Supplies	\$50
Hotel Furniture	\$21,000
Point of Sale Machine, Cameras System, and Computers	\$100
A/C Units, TVs, Refrigerators, Microwaves	\$27,000
Software License	\$0
Green Tree Inn Franchise (pending approval)	\$0
Total	\$2,155,926

Khan

<u>Asset</u>	<u>Estimated Value</u>
4760 Cedarmere Drive, Colorado Springs, Colorado (“Residence”)	\$342,000
50% Interest in Household Furnishings	\$2,500
Computers, TV	\$200
Exercise Equipment	\$100
Clothing	\$200
Cash on Hand and In Accounts (as of September 30, 2018)	\$50.17
50% Interest in Black Diamond	Unknown
50% Interest in Khan Hotels, LLC	\$0
50% Interest in Gemstone Hotels, Inc.	\$0
Claims Against Falcon Builders & Trusted Electric	\$0
Claims Against Roofing Plus	
Counterclaims against NJY, Inc. (released by settlement)	\$0
Total	\$345,050.17

The asset values set forth above represent a gross value for each asset, not a value

net of liens. The values for all assets represent the values as listed in the Debtors' Schedules or generally as determined by the Debtors based on their knowledge of the assets and the market. The Debtors have used liquidation value for a majority of their assets.

Black Diamond has valued the Hotel at approximately \$2,100,000. The valuation of the Hotel is calculated based on the average gross revenue for the last 2 years and anticipated gross revenue for 2018 multiplied by three in accordance with industry standard. In the event of a liquidation, without an operating hotel on the property, the value of the Hotel would decrease substantially. The value listed for the Hotel is the gross value, and does not include a cost of sale adjustment, or the secured claims against the property.

Black Diamond has valued its personal property, including furniture, electronics, and equipment, based on anticipated liquidation value. The furniture, electronics, and equipment are several years old and have lost a majority of their value through repeated use in the day to day operations of the hotel. As a result, Black Diamond does not believe the personal property assets would result in significant revenue to Black Diamond in the event of a liquidation.

Khan's Residence is a single family home located in Colorado Springs, Colorado. Khan based the value of his Residence on sales of comparable houses in his neighborhood at the time of filing, taking into consideration the deferred maintenance on the house and based on information publicly available on Zillow.com. The value listed for the Residence is the gross value and does not include a cost of sale adjustment or the secured claims against the property.

Khan has valued his personal property assets based on a liquidation value. All of his personal property, including clothing, furniture, and electronics, are several years old, and would likely have little, if any, value in the event of a liquidation.

Khan has also listed several business interests. In addition to his interest in Black Diamond, Khan has also scheduled his interest in Gemstone Hotels, LLC and Khan Hotels, LLC and has valued these interests at \$0. As set forth above, the hotel properties owned by Gemstone Hotels, LLC and Khan Hotels, LLC were foreclosed upon, and the entities have no ongoing operations. Accordingly, the interests have no value.

Khan has also scheduled his claims against Falcon Builders & Trusted Electric and Roofing Plus. These claims relate to work that was performed on the Colorado Springs Hotel prior to its foreclosure. Both companies failed to perform work required under their contracts, resulting in damage to the Colorado Springs Hotel. Khan is still evaluating these claims to

determine if the claim are still valid and have not lapsed, and has not yet retained counsel to pursue them. In addition to his claims against contractors, Khan has also scheduled his counterclaims against NJY. These claims were released in accordance with the Settlement Agreement by and between Khan, Black Diamond, and NJY. The counterclaims, therefore, have no value.

Avoidance Actions

The Debtors are reserving the right to bring avoidance actions pursuant to 11 U.S.C. §§ 545 through 550 and fraudulent conveyance actions pursuant to state law. While the Debtors listed a number of payments to creditors in the ninety (90) days before filing, the Debtors have determined that there are likely valid defenses to any preference actions that could be brought by the Debtors, and therefore will likely not pursue any preference claims. Nor do the Debtors believe there are any fraudulent transfer claims.

V. DESCRIPTION OF LIABILITIES

A. Priority Claims

1. Priority Claims

Priority Claims are defined in the Plan as any pre-petition Claim entitled to a priority in payment under § 507(a) of the Code, excluding any Administrative Claim or Tax Claim.

2. Administrative Claims

Administrative Claims are those Claims for payment of an administrative expense of a kind specified in § 503(b) or § 1114(e)(2) of the Code and entitled to priority pursuant to § 507(a)(2) of the Code, including, but not limited to: (a) the actual, necessary costs and expenses, incurred after the Petition Date, of preserving the estate and operating the business of the Debtor, including wages, salaries, or commissions for services rendered after the commencement of the Chapter 11 Case; (b) Professional Fee Claims; (c) all bankruptcy fees and charges assessed against the Estates under 28 U.S.C. § 1930; and (d) all Allowed Claims that are entitled to be treated as Administrative Claims. The Administrative Claims include the Professional Fees incurred during the case which remain unpaid, including fees and cost for all professionals retained during the case.

On July 6, 2017, the Debtors filed an Application to Employ Kutner Brinen, P.C. (“KB”) as bankruptcy counsel. The Court entered an Order authorizing the Debtors’ employment of KB

on July 11, 2017. Khan provided KB with a retainer in the amount of \$15,375, and Black Diamond provided KB with a retainer in the amount of \$3,283. As of September 30, 2018, KB has incurred fees in the amount of \$38,447.50 and costs in the amount of \$2,001.93 in Khan's case. KB has incurred fees in the amount of \$13,838.00 and costs in the amount of \$711.04 in Black Diamond's case.

The Debtors believe that Choice Hotels International, Inc. ("Choice") may assert an administrative expense claim for unpaid post-petition franchise fees. Choice previously asserted that Black Diamond owed post-petition franchise fees in the amount of \$130,488.78. While Choice has not yet filed a Motion seeking approval of this amount as an administrative expense claim, the Debtors do not believe that this amount accurately represents the unpaid franchise fees owed to date.

Other than the administrative expenses for certain professionals, Khan believes he has paid his administrative expenses in the ordinary course of business during the course of the bankruptcy case and therefore does not believe there will be any other material administrative claims asserted against the estate.

3. Tax Claims

Tax Claims are any Claim of a governmental unit for taxes entitled to priority pursuant to 11 U.S.C. § 507(a)(8).

Black Diamond

On August 23, 2017, the Internal Revenue Service ("IRS") filed Proof of Claim No. 2-2 asserting a claim against Black Diamond in the total amount of \$48,037.14, comprised of a priority tax claim in the amount of \$43,445.13, and a general unsecured claim in the amount of \$4,592.01. On September 26, 2017, the Texas Comptroller of Public Accounts filed Proof of Claim No. 15-1, asserting a claim against Black Diamond in total amount of \$7,093.63, comprised of a priority claim in the amount of \$6,086.56 and a general unsecured claim in the amount of \$955.30. As such, the Debtors believe that the total Tax Claims against Black Diamond are \$44,400.43.

Khan

On September 21, 2018, the Colorado Department of Revenue ("CDR") filed Proof of Claim No. 1-2, asserting a claim in the total amount of \$11,337, comprised of a priority tax claim in the amount of \$10,083.00, and a general unsecured claim in the amount of \$1,254.00.

B. Secured Claims

1. Class 2, Gregg County Tax Office (“Gregg County”). Gregg County’s claim is secured by a statutory lien on the Hotel. Black Diamond scheduled Gregg County with a secured claim in the amount of approximately \$50,346.85. On September 28, 2018, Gregg County filed Proof of Claim No. 9-1 asserting a secured claim in the amount of \$68,779.75. The Debtors believe that Gregg County is fully secured by the value of the Hotel.

2. Class 3, First National Bank of Gilmer (“FNB”). FNB’s claim is secured by a lien in the original principal balance of \$3,625,000 on the Hotel evidenced by a Deed of Trust by and between FNB and I-30 Hospitality, LLC encumbering the Hotel. On the Petition Date, FNB was owed approximately \$3,300,000. The Debtors believe that FNB is undersecured by the value of the Hotel.

3. Class 4, I-30 Hospitality, LLC (“I-30”). I-30’s claim is secured by a wrap-around mortgage in the original principal balance of \$3,550,000 evidenced by a Deed of Trust by and between the Debtor and I-30. On the Petition Date, I-30 was owed approximately \$3,500,000. The Debtors believe that I-30 is significantly undersecured by the value of the Hotel.

4. Class 5, Pither Plumbing. Pither Plumbing’s claim is secured by a mechanic’s lien on the Hotel. Black Diamond scheduled Pither Plumbing with a secured claim in the amount of \$7,800. The Debtors believe that Pither Plumbing is significantly undersecured by the value of the Hotel.

5. Class 6, Zanjios, LLC d/b/a Floor Medic. Zanjios, LLC’s claim is secured by a mechanic’s lien on the Hotel. Black Diamond scheduled Zanjios, LLC with a secured claim in the amount of \$4,654.70. The Debtors believe that Zanjios, LLC is significantly undersecured by the value of the Hotel.

6. Class B, Austin Heights Home Owners Associations (“HOA”). The HOA’s claim is secured by a statutory lien on the Residence. The HOA filed Proof of Claim No. 9-1 asserting a secured claim in the amount of \$14,860.32. While Khan disputes the total amount of the claim, Khan believes that the HOA is fully secured by the value of the Residence.

7. Class C, Stearns Lending. Stearns Lending’s claim is secured by a mortgage in the original principal amount of \$325,986 on the Residence evidenced by a Promissory Note and Deed of Trust. Khan listed Stearns Lending on his Schedule D with a secured claim in the

amount of \$306,108.54. Khan believes that Stearns Lending is fully secured by the value of the Residence.

8. Class D, City of Colorado Springs. The City of Colorado Springs' claim purports to be secured by a statutory lien on Khan's Residence for unpaid Sales and Use Tax in the amount of \$6,831.46. Khan disputes the validity of the claim, as the claim relates to unpaid Sales and Use Tax for Khan Hotels. Khan believes that the City and County of Colorado Springs is undersecured by the value of the Residence

C. Non-Priority Unsecured Creditors

Black Diamond has several unsecured pre-petition creditors which comprise Class 7, a list of which is attached hereto as Exhibit A. As set forth on Exhibit A, the total amount of unsecured Class 7 claims against Black Diamond's estate is \$2,048,072.04.

Khan has several unsecured pre-petition creditors which comprise Class E, a list of which is attached hereto as Exhibit B. As set forth on Exhibit B, the total amount of unsecured Class E claims against Khan is \$1,242,048.21.

D. Leases and Unexpired Executory Contracts

On the Petition Date, Black Diamond was a party to an unexpired franchise agreement with Choice for the franchise associated with the Hotel. Khan was also a party to an unexpired franchise agreement for the construction of a new Choice hotel in Montrose, Colorado. On April 2, 2018, Choice filed a Motion to Compel Rashad Khan and Black Diamond Hospitality, LLC to Assume or Reject Executory Contracts, which was granted by the Court on June 5, 2018. Pursuant to the Order granting the Motion, Khan's franchise agreement with Choice was deemed rejected on July 5, 2018. Black Diamond filed a Motion to Reject its Franchise Agreement with Choice on September 4, 2018. The Motion to Reject was granted by the Court on September 28, 2018. Black Diamond has also filed a Motion to Approve its Franchise Agreement with GreenTree Hospitality Group, Inc. on October 3, 2018. The Debtors are not a party to any other executory contracts or leases.

VI. DESCRIPTION OF THE PLAN

A. General Description

The Debtors filed their Joint Plan of Reorganization with the United States Bankruptcy Court for the District of Colorado on October 4, 2018. The Plan may be amended prior to

confirmation. The Plan provides for the reorganization of the Debtors under Chapter 11 of the Bankruptcy Code. Pursuant to the Plan, the Debtors shall restructure their debts and obligations and otherwise continue to operate in the ordinary course of business.

Funding of the Plan will be derived from post-petition exit financing in the form of a loan from Mumtaz Khan in the amount of at least \$200,000, as well as Black Diamond's operations and Khan's salaries. On or before the Effective Date of the Plan, the Debtors shall be required to close on their post-petition loan from Mumtaz Khan, Rashad Khan's father, in the amount of at least \$200,000, which funds shall be placed in escrow with counsel for the Debtors pending confirmation of the Plan. Following confirmation, funds from the loan shall be disbursed first to Unclassified Priority Claims and Tax Claims, and then any remaining funds shall be disbursed to Black Diamond for operations.

The Plan provides for the specification and treatment of all creditors and interest holders of the Debtors. The Plan identifies whether each Class is impaired or unimpaired. A Class is unimpaired only if the Plan leaves unaltered the legal, equitable or contractual obligations between the Debtors and the unimpaired claimants or interest holders. The following is a brief summary of the Plan. The actual text of the Plan should be reviewed for more specific detail. In the event of any conflict between the Plan and this Disclosure Statement, the terms of the Plan govern.

As provided in § 1123(a)(1) of the Code, the Administrative and Tax Claims against the Debtors are not designated as classes. The holders of such Allowed Claims are not entitled to vote on the Plan and such Claims will be paid in full.

B. Claims

1. Unclassified Priority Claims

a. Administrative Claims

The holders of Allowed Claims of the type specified in Section 507(a)(2) of the Code, Administrative Claims, shall receive cash equal to the Allowed amount of such Claim or a lesser amount or different treatment as may be acceptable and agreed to by particular holders of such Claims. Such Claims shall be paid in full on the Effective Date of the Plan, or as otherwise agreed to by the particular holders of such Claims. Section 507(a)(2) Administrative Claims that are Allowed by the Court after the Effective Date of the Plan shall be paid upon Allowance.

The Debtors material administrative claims against their respective bankruptcy estates

are set forth below.

Counsel for Black Diamond and Khan

Kutner Brinen, P.C. (“KB”) has received pre-petition retainers and post-petition payments from Black Diamond and Khan in the following amounts:

Black Diamond: \$9,283

Khan: \$23,208

As of September 30, 2018, KB’s fees and costs total approximately \$14,549.04 (fees: \$13,838; costs: \$711.04) for Black Diamond and \$40,449.43 (fees: \$38,447.50; costs: \$2,001.93) for Khan. KB has been authorized to be paid 75% of monthly fees and 100% of costs on an ongoing basis, resulting in a total balance owed as of September 30, 2018 of approximately \$5,266.04 for Black Diamond, and approximately \$17,241.43 for Khan. Total fees incurred in connection with KB’s representation of the Debtors is anticipated to increase \$7,000 for Black Diamond assuming moderate litigation over the Plan and Disclosure Statement and \$10,000 for Khan assuming additional litigation over the Plan and the pending Motion to Dismiss filed by the United States Trustee. The amounts owed to KB will be paid in full following the filing of interim fee applications, upon allowance following the Effective Date of the Plan, or as otherwise agreed to by KB and the Debtors.

b. Tax Claims

The Allowed Claims of a type specified in Section 507(a)(8) of the Code, unsecured Tax Claims of governmental taxing authorities, shall be paid in full on the Effective Date of the Plan or within five (5) years of the Petition Date.

Black Diamond

The total priority Tax Claims owed by Black Diamond on the Effective Date are as follows:

<u>Creditor</u>	<u>Proof of Claim</u>	<u>Amount</u>
IRS	2-2	\$43,445.13
Texas Comptroller of Public Accounts	15-1	\$6,086.56

Black Diamond anticipates paying the Tax Claims in full on the Effective Date through the post-petition loan from Mumtaz Khan. If the Tax Claims are not paid in full on the Effective Date,

they shall accrue interest at the applicable statutory rate and shall be amortized and paid in equal monthly installments until the Tax Claims are paid in full within five (5) years of the Petition Date. In accordance with the applicable statutes, the IRS claim shall accrue interest at a rate of 5% per annum. The Texas Comptroller of Public Accounts' claim shall accrue interest at a rate of 5.5% per annum. Assuming the Plan becomes effective in December 2018, the monthly payment on account of the IRS claim would be \$1,130, and the monthly payment on account of the Texas Comptroller's claim would be \$160 per month.

Khan

The total priority Tax Claims owed by Khan on the Effective Date are as follows:

<u>Creditor</u>	<u>Proof of Claim</u>	<u>Amount</u>
Colorado Department of Revenue ("CDR")	1-2	\$11,337

Khan anticipates paying the CDR's claim in full on the Effective Date through the post-petition loan from Mumtaz Khan. If the CDR's claim is not paid in full on the Effective Date, it shall accrue interest at the applicable statutory rate and shall be amortized and paid in equal monthly installments until the CDR's claim is paid in full within five (5) years of the Petition Date. In accordance with applicable statutes, the CDR's claim shall accrue interest at a rate of 7% per annum. Assuming the Plan becomes effective in December 2018, the monthly payment on account of the CDR's claim would be \$305 per month.

c. United States Trustee Fees

All payments due from the Debtors to the U.S. Trustee pursuant to 28 U.S.C. § 1930(a)(6) shall be paid on the Effective Date, and the U.S. Trustee shall thereafter be paid fees due on a quarterly basis until the case is closed, converted, or dismissed. Black Diamond shall request entry of a final decree closing the case on or before the later of the date all Claim Objections and any pending litigation are concluded. Khan shall request entry of a final decree and entry of his discharge after Khan completes all payments due to his unsecured creditors. Prior to completion of payments due to unsecured creditors, Khan may request that the Bankruptcy Court administratively close his case, subject to requesting that his case be reopened for entry of his discharge.

2. Classified Priority Claims

a. Class 1

The Allowed Class 1 Priority Claims shall be paid in full on the Effective Date. The Class 1 Claims for certain pre-petition wages and employee Claims are more particularly described in Sections 507(a)(4) and 507(a)(5) of the Code. Black Diamond does not expect that any claims will exist in this class.

a. Class A

The Allowed Class A Priority Claims shall be paid in full on the Effective Date. The Class A Claims for certain pre-petition wages and employee Claims are more particularly described in Sections 507(a)(4) and 507(a)(5) of the Code. Khan does not expect that any claims will exist in this class.

3. Secured Claims

Black Diamond

a. Class 2, Gregg County Tax Office.

The Class 2 Secured Claim consists of the Allowed Secured Claim held by the Gregg County Tax Office, secured by a statutory lien on the Hotel. The Class 2 Secured Claim is impaired by this Plan. The Class 2 Secured Claim shall be Allowed in the amount owed on the Confirmation Date and shall bear interest at the applicable statutory rate. The Class 2 Secured Claim shall be amortized and paid in equal monthly installments over three (3) years following the Effective Date of the Plan.

Pursuant to applicable statutes, the Class 2 Claim shall bear interest at a rate of 12% per annum. Assuming that the Class 2 Claim is allowed in the amount of \$68,779.75, the monthly payment shall be \$2,284.47.

b. Class 3, First National Bank of Gilmer (“FNB”).

The Class 3 Secured Claim consists of the Allowed Secured Claim held by First National Bank of Gilmer, evidenced by a first position deed of trust encumbering the Hotel. The Class 3 Claim is impaired by this Plan. The principal amount of the Class 3 Claim shall be allowed in the amount of \$2,100,000, or, if FNB objects, an amount agreed to prior to confirmation of the Plan or determined by the Court. The Class 3 Claim shall bear interest at the contractual rate of 4.99% per annum, or, if the Class 3 Claimant objects, such interest rate as necessary to satisfy the requirements of 11 U.S.C. § 1129(b) of the Bankruptcy Code, or such other rate as agreed to by Black Diamond and the Class 3 Claimant. The Class 3 Claim shall retain its liens and shall be

amortized and paid in equal monthly installments over twenty-five (25) years following the Effective Date of the Plan.

Assuming that the Class 3 Claim is allowed in the amount of \$2,100,000 and bears interest at a rate of 4.99% per annum, the monthly payment on account of the Class 3 Claim shall be \$12,264.

c. Class 4, I-30 Hospitality (“I-30”).

The Class 4 Secured Claim is impaired by the Plan. On the Effective Date of the Plan, the Class 4 Claim shall be determined to be unsecured pursuant to 11 U.S.C. § 506, as the value of the collateral securing the Class 4 Claim does not exceed the amount of the Class 2 and Class 3 Claims. The amount of the Class 4 Claim shall be allowed in the amount owed on the Confirmation Date of the Plan and treated as a Class 7 general unsecured claim.

d. Class 5, Pither Plumbing.

The Class 5 Secured Claim is impaired by the Plan. On the Effective Date of the Plan, the Class 5 Claim shall be determined to be unsecured pursuant to 11 U.S.C. § 506, as the value of the collateral securing the Class 5 Claim does not exceed the amount of the Class 2 and Class 3 Claims. The amount of the Class 5 Claim shall be allowed in the amount owed on the Confirmation Date of the Plan and treated as a Class 7 general unsecured claim.

e. Class 6, Zanjios, LLC d/b/a Floor Medic.

The Class 6 Secured Claim is impaired by the Plan. On the Effective Date of the Plan, the Class 6 Claim shall be determined to be unsecured pursuant to 11 U.S.C. § 506, as the value of the collateral securing the Class 6 Claim does not exceed the amount of the Class 2 and Class 3 Claims. The amount of the Class 6 Claim shall be allowed in the amount owed on the Confirmation Date of the Plan and treated as a Class 7 general unsecured claim.

Khan

a. Class B, Austin Heights Homeowners Association (“Austin Heights HOA”). The Class B Secured Claim consists of the Allowed Secured Claim held by the Austin Heights HOA secured by a statutory lien on the Residence. The Class B Secured Claim shall be allowed in the amount owed, and shall bear interest at the applicable statutory rate and shall be amortized and paid in equal monthly installments over three (3) years following the Effective Date of the Plan.

Khan disputes the amount owed to the Austin Heights HOA and intends to file an

Objection to the Austin Heights HOA's claim based on the improper assessment of fines and penalties. If the Objection is denied, and the Class B Claim is allowed in the full amount of 14,860.32, the Class B Claim shall bear interest at a rate of 18% per annum, and the monthly payment on account of the Class B Claim shall be \$537.

b. Class C, Stearns Lending. The Class C Secured Claim consists of the Allowed Secured Claim held by Stearns Lending secured by a deed of trust on the Residence. The Class C Secured Claim is unimpaired by the Plan. The Class C Claim shall be allowed in full and paid according to the contractual terms until paid in full. The monthly payment on account of the Class C Claim is \$2,541.42, subject to fluctuation based on required escrow contributions for taxes and insurance.

c. Class D, City of Colorado Springs. The Class D Secured Claim consists of the Allowed Secured Claim held by the City of Colorado Springs, purporting to be secured by a statutory lien on the Residence for unpaid Sales and Use Tax for Khan Hotels. The Class D Secured Claim is impaired by the Plan. Khan disputes the validity of the Class D Claim and intends to Object to the claim as the taxes are properly owed by Khan Hotels and not by Khan, individually. To the extent allowed, the Class D Claim shall bear interest at a rate of 4.75% per annum, or such other rate as may be agreed to by Khan and the Class D Claimant. The Class D Claim shall be amortized and paid in equal monthly installments over two (2) years following the Effective Date of the Plan.

Assuming that the Class D Claim is allowed in the amount of \$6,831.46, the monthly payment on account of the Class D Claim shall be \$299.

4. General Unsecured Claims

Black Diamond

Class 7, General Unsecured Claims. The Class 7 unsecured creditors with allowed claims will receive a pro-rata distribution equal to 10% of the net revenue generated by Black Diamond over a five (5) year period. Beginning the first full month following confirmation, Black Diamond shall set aside in a segregated account an amount equal to 10% of the proceeding month's net revenue. Each time three (3) months of payments have been set aside, distributions will be made to Class 7 creditors on a pro rata basis.

As set forth on the projections attached hereto as Exhibit C, Black Diamond anticipates that Class 7 creditors will receive a total amount of \$28,804.27 over the five (5) year period

following confirmation of the Plan. Assuming that the total amount of unsecured creditors' claims are \$2,048,072.04, unsecured creditors will receive approximately 1.4% on account of their claims.

Khan

Class E, General Unsecured Claims. The Class E unsecured creditors with allowed claims will receive a pro-rata distribution \$200 per month for a period of sixty (60) months. Beginning the first full month following the Effective Date, Khan shall set aside each months payment in a segregated account. Each time Khan has made twelve (12) deposits in to the Account, the account balance, less one hundred dollars (\$100), shall be distributed to Class E general unsecured creditors on a pro rata basis.

The total amount of Class E claims is \$1,242,048.21, resulting in Class E creditors receiving approximately 1% on account of their claims.

5. Interests

a. Class 8, Interests in Black Diamond. Class 8 includes the Interests in Black Diamond held by Iram Khan (50%) and Rashad Khan (50%). Class 8 is unimpaired by the Plan. On the Effective Date of the Plan, all Interests will be retained by Iram and Rashad Khan. In the event that Class 7 creditors vote to reject the Plan, Khan does not intend to seek a cramdown of the Plan pursuant to 11 U.S.C. § 1129(b)(1) and the Plan cannot be confirmed.

b. Class F, Interests in Khan. Class F includes the interests in Khan's estate held by Khan. Class F is unimpaired by the Plan. On the Effective Date of the Plan, Khan shall retain his interest in the property he owned prior to confirmation of the Plan. In the event that Class E creditors vote to reject the Plan, Khan does not intend to seek a cramdown of the Plan pursuant to 11 U.S.C. § 1129(b)(1), and the Plan cannot be confirmed.

D. Default Provisions Under the Plan

Black Diamond will receive a discharge pursuant to 11 U.S.C. § 1141 upon confirmation of the Plan. Khan will receive a discharge upon completion of payments to Class E creditors. In the event of default by either of the Debtors under the Plan, creditors are required to provide the Debtors with written notice of the claimed default and provide a thirty (30) day period within which the Debtors can cure the claimed default. If the Debtors are unable to cure the default by such time, the creditor may enforce all rights and remedies against the Debtors for breach of

contract. A secured creditor claiming a default under the Plan shall be entitled to enforce all rights and remedies related to its secured claim, including foreclosure of its secured interest pursuant to the terms of the document.

Khan and Black Diamond shall continue to file all reports required by the Operating Guidelines and Reporting Requirements of the United States Trustee until such time as their cases are closed. Black Diamond will file a Chapter 11 Final Report and Motion for Final Decree upon the conclusion of any pending litigation or 180 days after the Effective Date of the Plan. Khan will seek to have his case administratively closed upon conclusion of any pending litigation, subject to reopening after he has completed payments to unsecured creditors under the Plan. After the Debtors' bankruptcy cases are closed, Black Diamond and Khan shall provide sufficient information to determine compliance with the Plan upon written request sent to counsel for the Debtors.

E. Management and Means for Execution of the Plan

On the Effective Date of the Plan, Khan will continue as the President of Black Diamond to execute the provisions of the Plan and to manage Black Diamond's day to day operations. As the president of Black Diamond, Khan will receive a pre-tax salary in the amount of approximately \$50,000 per year from Black Diamond.

VIII. PLAN FEASIBILITY

The Debtors believe that the Plan, as proposed, is feasible. The Plan will be funded through revenues derived from the continued operations of Black Diamond and from Khan's salary from Black Diamond. As evidenced by the projections attached as Exhibit C, Black Diamond is anticipated to have a positive net income each year of the Plan.

While Black Diamond has struggled to maintain cash flows post-petition, the Plan will allow Black Diamond to become consistently profitable. The Plan proposes to limit the secured claims against Black Diamond to the value of the Hotel, which will substantially reduce Black Diamond's expenses. With lower expenses, Black Diamond will have additional working capital to meet its monthly expenses and continue to improve its operations. A summary of Black Diamond's post-petition operations is as follows:

Month	Gross Revenue	Expenses	Net Revenue
Jul-17	\$48,564.09	\$47,705.25	\$858.84

Aug-17	\$70,137.63	\$47,088.36	\$23,049.27
Sep-17	\$96,318.17	\$66,266.36	\$30,051.81
Oct-17	\$91,167.36	\$82,877.80	\$8,289.56
Nov-17	\$71,093.75	\$75,615.14	(\$4,521.39)
Dec-17	\$47,250.96	\$73,166.91	(\$25,915.95)
Jan-18	\$67,138.90	\$49,380.02	\$17,758.88
Feb-18	\$68,617.88	\$62,168.46	\$6,449.42
Mar-18	\$90,341.40	\$55,017.20	\$35,324.20
Apr-18	\$92,821.63	\$67,018.99	\$25,802.64
May-18	\$86,095.25	\$62,884.35	\$23,210.90
Jun-18	\$76,006.34	\$70,249.90	\$5,756.44
Jul-18	\$66,962.22	\$70,225.66	(\$3,263.44)
Aug-18	\$63,078.85	\$60,336.69	\$2,742.16
Sep-18	\$56,682.88	\$56,349.81	\$333.07
Average	\$72,818.49	\$63,090.06	\$9,728.43

The information set forth above is from Black Diamond's monthly operating reports. Black Diamond has also attached its Monthly Operating Reports from April through September 2018 as Exhibit E. Additional Monthly Operating Reports are available on PACER or upon request from counsel for the Debtors. The Debtors' financial information is based on a cash accounting system. The Debtors have exercised their best efforts to provide accurate, adequate accounting information.

As set forth above, Black Diamond has averaged positive net revenue during the course of the bankruptcy case while maintaining payments to secured creditors in the full pre-petition amount. Black Diamond's Plan lowers the payments to the secured creditors, which will ensure that Black Diamond can meet its obligations under the Plan while continuing to expand and improve its operations. Additionally, Black Diamond has rejected its franchise with Choice Hotels International, Inc., and it has sought approval of a new franchise agreement with GreenTree Hospitality, Inc., which will allow Black Diamond to operate a GreenTree Inn Franchise and will significantly reduce the monthly franchise fees Black Diamond is required to pay on a monthly basis. GreenTree Inn is a newer hotel chain in the United States, and it is an extension of a successful brand based in Asia. Black Diamond anticipates that while its revenues will initially drop following its conversion to a GreenTree Inn franchise, the lower franchise fees will nonetheless allow Black Diamond to operate profitably. Black Diamond also anticipates that as the brand continues to gain recognition, and its revenues will increase over the term of the

Plan.

The projections attached as Exhibit C present a conservative forecast of Black Diamond's operations during the Plan term. The projections evidence that Black Diamond anticipates generating sufficient revenue to meet all of its obligations under the Plan, while generating sufficient revenue to continue to grow its operations. Black Diamond has projected that it will have positive net revenues at the end of the five-year plan.

Payments to Khan's creditors will be funded through Khan's salary during the terms of the Plan. Khan receives a salary in the net amount of approximately \$109,572 per year. Khan has attached his June through October Monthly Operating Reports as Exhibit F. Additional Monthly Operating Reports are available on PACER or on request from counsel for the Debtors. The projections attached hereto as Exhibit D also evidence that Khan is anticipated to generate sufficient income to meet his obligations under the Plan. As evidenced by Exhibit D, Khan anticipates that he will have positive net income at the end of the five-year Plan.

IX. TAX CONSEQUENCE

The Debtors are not providing tax advice to creditors or interest holders. **U.S. Treasury Regulations require you to be informed that, to the extent this section includes any tax advice, it is not intended or written by the Debtors or their counsel to be used, and cannot be used, for the purpose of avoiding federal tax penalties.** Each party affected by the Plan should consult its own tax advisor for information as to the tax consequences of Plan confirmation. Generally, unsecured creditors should have no tax impact as a result of Plan confirmation. The recovery of each creditor is payment on account of a debt and generally not taxable, unless, the creditor wrote off the debt against income in a prior year, in which case income may have to be recognized. Interest holders may have very complicated tax effects as a result of Plan confirmation.

X. LIQUIDATION ANALYSIS UNDER CHAPTER 7

The principal alternative to the Debtors' reorganization under Chapter 11 is a conversion of the case to Chapter 7 of the Bankruptcy Code. Chapter 7 requires the liquidation of the Debtors' assets by a Trustee who is appointed by the United States Trustee's office. In a Chapter 7 case, the Chapter 7 Trustee would take over control of the assets. Under a Chapter 7 liquidation, the secured creditors would likely obtain relief from stay and foreclose on the

property securing their claims, and the Debtors' remaining non-exempt equipment, machinery, vehicles, and other personal property would be liquidated by the Chapter 7 Trustee. Any remaining assets would be liquidated and the proceeds distributed to administrative expense claims, then to the remaining creditors in order of priority. Funds would first be used to pay the priority claims of the Chapter 11 case and the Chapter 7 case. Section 326 of the Bankruptcy Code defines the limitations of compensation of the Chapter 7 Trustee. Following the payment of the Chapter 7 costs and expenses of administration, the Chapter 7 Trustee would pay the Chapter 11 costs and expenses of administration and then other priority claims existing in the Chapter 11 bankruptcy case. Any remaining funds would be distributed to unsecured creditors on a pro rata basis. The Debtors' liquidation analyses are attached hereto as Exhibit G ("Black Diamond Liquidation Analysis") and Exhibit H ("Khan Liquidation Analysis").

For Black Diamond, a Chapter 7 trustee would be responsible for liquidating the unencumbered assets of the company. Black Diamond's primary asset, the Hotel, is fully encumbered. Either First National Bank of Gilmer or I-30 Hospitality would likely seek relief from stay and would foreclose on the Hotel. Black Diamond's primary remaining assets are its bank accounts, hotel furnishings, and computer equipment. Due to the age of these assets, it is unlikely that they would result in any substantial sale proceeds, and all proceeds received by the estate would be used to pay administrative priority claims and priority tax claims. As a result, in a Chapter 7, unsecured creditors would likely receive nothing on account of their claims. In contrast, under the Debtors' Plan, Black Diamond believes unsecured creditors will receive 1% of their allowed claims. Additionally, if Black Diamond is more profitable than predicted, there is the potential for unsecured creditors to receive substantially more under Black Diamond's Plan. It is therefore in the best interest of all creditors that Black Diamond's Plan be approved, as the recovery for creditors will be higher under the Debtors' Plan than the creditors would otherwise receive in a Chapter 7.

For Khan, the Chapter 7 Trustee would be responsible for liquidating nonexempt assets for the benefit of unsecured creditors. Like Black Diamond, Khan's main asset, his Residence, is encumbered by secured claims. Khan has no other non-exempt assets. As a result, based upon the Khan Liquidation Analysis, unsecured creditors would likely receive nothing on account of their claims. In contrast, under the Plan, unsecured claims and deficiency claims will share in a pro rata distribution of \$12,000 and will receive approximately 1%. It is therefore in the best

interest of all creditors that the Debtors' Plan be approved, as the recovery for creditors will be higher under the Debtors' Plan than the creditors would otherwise receive in a Chapter 7.

DATED: October 11, 2018

BLACK DIAMOND HOSPITALITY, LLC

By: /s/ Rashad Khan
Rashad Khan, Managing Member

/s/ Rashad Khan
Rashad Khan, Individually

Kutner Brinen, P.C. ("KB") has acted as legal counsel to the Debtors on bankruptcy matters during the Chapter 11 case. KB has prepared this Disclosure Statement with information provided primarily by the Debtors. The information contained herein has been approved by the Debtors. KB has not made any separate independent investigation as to the veracity or accuracy of the statements contained herein.

Counsel to the Debtors and Debtors- In-Possession:

KUTNER BRINEN, P.C.

By: /s/ Keri L. Riley
Lee M. Kutner
Keri L. Riley
1660 Lincoln St., Suite 1850
Denver, CO 80264
Telephone: (303) 832-2400
Telecopier: (303) 832-1510
Email: klr@kutnerlaw.com

EXHIBITS TO DISCLOSURE STATEMENT

- Exhibit A: List of Unsecured Creditors for Black Diamond Hospitality, LLC
- Exhibit B: List of Unsecured Creditors for Rashad Khan
- Exhibit C: Projections for Black Diamond Hospitality, LLC
- Exhibit D: Projections for Rashad Khan
- Exhibit E: Excerpts from April 2018 through September 2018 Monthly Operating Reports for Black Diamond Hospitality, LLC
- Exhibit F: Excerpts from April 2018 through September 2018 Monthly Operating Reports for Rashad Khan
- Exhibit G: Liquidation Analysis for Black Diamond Hospitality, LLC
- Exhibit H: Liquidation Analysis for Rashad Khan

Black Diamond Hospitality, LLC

List of Unsecured Creditors

Name	Amount of Claim on Schedule F	Proof of Claim	Amount of Class 7 Claim	Notes
W. "Rusty" Tucker III	\$ 799.56	\$949.56 (POC 5-1)	\$ 949.56	
SWEPCO	\$ 8,300.00		\$ 8,300.00	
State of Texas	\$ 40,000.00		\$ 40,000.00	
Scent Systems	\$ 2,139.30		\$ 2,139.30	
Republic Services #070	\$ -		\$ -	
NJY, Inc.	Unknown		\$ -	Released by Settlement
Nasima Khan	\$ 75,000.00		\$ -	
Mumtax Khan	\$ 495,000.00		\$ -	
Midland Funding, LLC	\$ 2,067.00		\$ 2,067.00	
Longview Cable Television Co.	\$ -		\$ -	
Iram Khan	\$ 390,000.00		\$ 390,000.00	
HD Supply	\$ 7,000.00		\$ 7,000.00	
Golden Malted	\$ 636.00		\$ 636.00	
Cloud Commercial Services	\$ 4,848.51		\$ 4,848.51	
City of Longview	\$ 2,900.00		\$ 2,900.00	
Burg Simpson	\$ 67,000.00		\$ 67,000.00	
Best Comm Networks, Inc.	\$ 285.00		\$ 285.00	
American Hotel	\$ 6,000.00		\$ 6,000.00	
American Fire Protection	\$ 695.00		\$ 695.00	
A& R Pool Service	\$ -		\$ -	
IRS (unsecured claim)	n/a	\$4,592.01 (POC 2-2)	\$ 4,592.01	
Ecolab	n/a	\$3,830.17 (POC 3-1)	\$ 3,830.17	
Choice Hotels International, Inc.	n/a	\$187,453.17 (POC 7-1)	\$ 187,453.17	
YCC Development Co.	n/a	\$6,921.62 (POC 10-1)	\$ 6,921.62	
First National Bank of Gilmer (Deficiency Claim)	n/a		\$1,100,000	
I-30 Hospitality (Deficiency Claim)	n/a		\$ 200,000.00	
Pither Plumbing (Deficiency Claim)	n/a		\$ 7,800.00	
Zanjos, LLC d/b/a Floor Medic (Deficiency Claim)	n/a		\$ 4,654.70	
		Total	\$ 2,048,072.04	

List of Unsecured Creditor Claims

Name	Amount of Claim on Schedule F	Proof of Claim	Amount of Class E Claim	Notes
SWEPCO	\$8,300.00		\$8,300.00	
State of Texas	\$40,000.00		\$40,000.00	
Sheridan Memorial Hospital	\$0.00		\$0.00	
Ramada Worldwide, Inc.	\$124,167.62	\$124,192.52 (POC 6-1)	\$124,192.52	
Pither Plumbing	\$7,800.00		\$0.00	Contingent
Nasima Khan	\$75,000.00		\$75,000.00	
Mumtax Khan	\$495,000.00	\$495,000 (POC 9-1)	\$495,000.00	
Midland Funding, LLC	\$2,067.00		\$2,067.00	
I-30 Hospitality	\$3,580,000.00		\$0.00	Contingent
HD Supply	\$7,000.00		\$7,000.00	
City of Longview	\$35,000.00		\$35,000.00	
American Hotel	\$6,000.00		\$6,000.00	
Burg Simpson	\$67,000.00	\$59,443.77 (POC 2-1)	\$59,443.77	
Colorado Dept. of Revenue (Unsecured Amount)	n/a	\$1,254 (POC 1-2)	\$1,254.00	
Capital One	n/a	\$696.54 (POC 3-1)	\$696.54	
Capital One	n/a	\$295.66 (POC 4-1)	\$295.66	
DirecTV	n/a	\$473.49 (POC 8-1)	\$473.49	
Travelodge Hotels, Inc.	n/a	\$108,205.07 (POC 12-1)	\$108,205.07	
Baymont Franchise Systems, Inc.	n/a	\$29,120.16 (POC 13-1)	\$29,120.16	
NJY, Inc.	Unknown	\$1,362,876.91 (POC 14-1)	\$250,000.00	Per Settlement Agreement
		Total	\$1,242,048.21	

Black Diamond Hospitality, LLC

5 Year Projections

	January-19	February-19	March-19	April-19	May-19	June-19	Jul-19
Starting Balance	\$10,000.00	\$8,651.99	\$7,303.98	\$9,690.77	\$12,077.56	\$14,464.35	\$21,171.14
Gross Room Revenue	\$63,000.00	\$63,000.00	\$68,000.00	\$68,000.00	\$68,000.00	\$74,000.00	\$74,000.00
Vending Income	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00
Pet Fees	\$240.00	\$240.00	\$240.00	\$240.00	\$240.00	\$240.00	\$240.00
Total Revenue	\$63,540.00	\$63,540.00	\$68,540.00	\$68,540.00	\$68,540.00	\$74,540.00	\$74,540.00
Hotel and Franchise Tax	\$9,531.00	\$9,531.00	\$10,281.00	\$10,281.00	\$10,281.00	\$11,181.00	\$11,181.00
Franchise Fees, Marketing Fees,							
Commissions	\$3,150.00	\$3,150.00	\$3,400.00	\$3,400.00	\$3,400.00	\$3,700.00	\$3,700.00
Phone/Internet	\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54
Cable	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00
Insurance	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00
Electricity	\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00
Water	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00
Trash	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00
Cell Phone	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00
Breakfast Expense and Kitchen							
Supplies	\$3,500.00	\$3,500.00	\$3,500.00	\$3,500.00	\$3,500.00	\$3,500.00	\$3,500.00
Office Supplies	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
Payroll (Gross)	\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00
Gift Shop Supplies	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
Repairs	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00
Bank Charges	\$35.00	\$35.00	\$35.00	\$35.00	\$35.00	\$35.00	\$35.00
Credit Card Processing Fees	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00
Guest Room Supplies	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00
Cleaning Supplies	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00
Class 2 - Gregg County	\$2,284.47	\$2,284.47	\$2,284.47	\$2,284.47	\$2,284.47	\$2,284.47	\$2,284.47
Class 3 - First National Bank of							
Gilmer	\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00
Total Expense	\$64,888.01	\$64,888.01	\$65,888.01	\$65,888.01	\$65,888.01	\$67,088.01	\$67,088.01
Unsecured Creditors	\$0.00	\$0.00	\$265.20	\$265.20	\$265.20	\$745.20	\$745.20

Black Diamond Hospitality, LLC

5 Year Projections

Net Revenue	(\$1,348.01)	(\$1,348.01)	\$2,386.79	\$2,386.79	\$2,386.79	\$6,706.79	\$6,706.79
Ending Balance	\$8,651.99	\$7,303.98	\$9,690.77	\$12,077.56	\$14,464.35	\$21,171.14	\$27,877.94

Black Diamond Hospitality, LLC

5 Year Projections

Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Total
\$27,877.94	\$34,584.73	\$36,971.52	\$37,198.31	\$37,425.10	
\$74,000.00	\$68,000.00	\$65,000.00	\$65,000.00	\$65,000.00	\$815,000.00
\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$3,600.00
\$240.00	\$240.00	\$240.00	\$240.00	\$240.00	\$2,880.00
\$74,540.00	\$68,540.00	\$65,540.00	\$65,540.00	\$65,540.00	\$821,480.00
\$11,181.00	\$10,281.00	\$9,831.00	\$9,831.00	\$9,831.00	\$123,222.00
\$3,700.00	\$3,400.00	\$3,250.00	\$3,250.00	\$3,250.00	\$40,750.00
\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54	\$13,482.48
\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$14,400.00
\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$14,400.00
\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00	\$46,800.00
\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$30,000.00
\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$6,000.00
\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$12,000.00
\$3,500.00	\$3,500.00	\$3,500.00	\$3,500.00	\$3,500.00	\$42,000.00
\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$1,200.00
\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00	\$240,000.00
\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$1,200.00
\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$6,000.00
\$35.00	\$35.00	\$35.00	\$35.00	\$35.00	\$420.00
\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$12,000.00
\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$6,000.00
\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$6,000.00
\$2,284.47	\$2,284.47	\$2,284.47	\$2,284.47	\$2,284.47	\$27,413.64
\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00	\$147,168.00
\$67,088.01	\$65,888.01	\$65,288.01	\$65,288.01	\$65,288.01	\$790,456.12
\$745.20	\$265.20	\$25.20	\$25.20	\$25.20	\$3,371.99

Black Diamond Hospitality, LLC

5 Year Projections

\$6,706.79	\$2,386.79	\$226.79	\$226.79	\$226.79	\$27,651.89
\$34,584.73	\$36,971.52	\$37,198.31	\$37,425.10	\$37,651.89	

Black Diamond Hospitality, LLC

5 Year Projections

	January-20	February-20	March-20	April-20	May-20	June-20	July-20
Starting Balance	\$37,651.89	\$37,878.68	\$38,105.47	\$41,482.26	\$44,859.05	\$48,235.84	\$55,212.64
Gross Room Revenue	\$65,000.00	\$65,000.00	\$70,000.00	\$70,000.00	\$70,000.00	\$75,000.00	\$75,000.00
Vending Income	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00
Pet Fees	\$240.00	\$240.00	\$240.00	\$240.00	\$240.00	\$240.00	\$240.00
Total Revenue	\$65,540.00	\$65,540.00	\$70,540.00	\$70,540.00	\$70,540.00	\$75,540.00	\$75,540.00
Hotel and Franchise Tax	\$9,831.00	\$9,831.00	\$10,581.00	\$10,581.00	\$10,581.00	\$11,331.00	\$11,331.00
Franchise Fees, Marketing Fees, Commissions	\$3,250.00	\$3,250.00	\$3,500.00	\$3,500.00	\$3,500.00	\$3,750.00	\$3,750.00
Phone/Internet	\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54
Cable	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00
Insurance	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00
Electricity	\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00
Water	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00
Trash	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00
Cell Phone	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00
Breakfast Expense and Kitchen Supplies	\$3,500.00	\$3,500.00	\$4,000.00	\$4,000.00	\$4,000.00	\$4,000.00	\$4,000.00
Office Supplies	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
Payroll (Gross)	\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00
Gift Shop Supplies	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
Repairs	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00
Bank Charges	\$35.00	\$35.00	\$35.00	\$35.00	\$35.00	\$35.00	\$35.00
Credit Card Processing Fees	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00
Guest Room Supplies	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00
Cleaning Supplies	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00
Class 2 - Gregg County	\$2,284.47	\$2,284.47	\$2,284.47	\$2,284.47	\$2,284.47	\$2,284.47	\$2,284.47
Class 3 - First National Bank of Gilmer	\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00
Total Expense	\$65,288.01	\$65,288.01	\$66,788.01	\$66,788.01	\$66,788.01	\$67,788.01	\$67,788.01
Unsecured Creditors	\$25.20	\$25.20	\$375.20	\$375.20	\$375.20	\$775.20	\$775.20

Black Diamond Hospitality, LLC

5 Year Projections

Net Revenue	\$226.79	\$226.79	\$3,376.79	\$3,376.79	\$3,376.79	\$6,976.79	\$6,976.79
Ending Balance	\$37,878.68	\$38,105.47	\$41,482.26	\$44,859.05	\$48,235.84	\$55,212.64	\$62,189.43

Black Diamond Hospitality, LLC

5 Year Projections

August-20	September-20	October-20	November-20	December-20	Total
\$62,189.43	\$69,166.22	\$72,543.01	\$74,209.80	\$75,876.59	
\$75,000.00	\$70,000.00	\$67,000.00	\$67,000.00	\$67,000.00	\$836,000.00
\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$3,600.00
\$240.00	\$240.00	\$240.00	\$240.00	\$240.00	\$2,880.00
\$75,540.00	\$70,540.00	\$67,540.00	\$67,540.00	\$67,540.00	\$842,480.00
\$11,331.00	\$10,581.00	\$10,131.00	\$10,131.00	\$10,131.00	\$126,372.00
\$3,750.00	\$3,500.00	\$3,350.00	\$3,350.00	\$3,350.00	\$41,800.00
\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54	\$13,482.48
\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$14,400.00
\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$14,400.00
\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00	\$46,800.00
\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$30,000.00
\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$6,000.00
\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$12,000.00
\$4,000.00	\$4,000.00	\$3,500.00	\$3,500.00	\$3,500.00	\$45,500.00
\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$1,200.00
\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00	\$240,000.00
\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$1,200.00
\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$6,000.00
\$35.00	\$35.00	\$35.00	\$35.00	\$35.00	\$420.00
\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$12,000.00
\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$6,000.00
\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$6,000.00
\$2,284.47	\$2,284.47	\$2,284.47	\$2,284.47	\$2,284.47	\$27,413.64
\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00	\$147,168.00
\$67,788.01	\$66,788.01	\$65,688.01	\$65,688.01	\$65,688.01	\$798,156.12
\$775.20	\$375.20	\$185.20	\$185.20	\$185.20	\$4,432.39
					\$0.00

Black Diamond Hospitality, LLC

5 Year Projections

\$6,976.79	\$3,376.79	\$1,666.79	\$1,666.79	\$1,666.79	\$39,891.49
\$69,166.22	\$72,543.01	\$74,209.80	\$75,876.59	\$77,543.38	

Black Diamond Hospitality, LLC

5 Year Projections

	January-21	February-21	March-21	April-21	May-21	June-21	Jul-21
Starting Balance	\$77,543.38	\$77,770.17	\$77,996.96	\$81,373.75	\$84,750.55	\$88,127.34	\$95,104.13
Gross Room Revenue	\$65,000.00	\$65,000.00	\$70,000.00	\$70,000.00	\$70,000.00	\$75,000.00	\$75,000.00
Vending Income	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00
Pet Fees	\$240.00	\$240.00	\$240.00	\$240.00	\$240.00	\$240.00	\$240.00
Total Revenue	\$65,540.00	\$65,540.00	\$70,540.00	\$70,540.00	\$70,540.00	\$75,540.00	\$75,540.00
Hotel and Franchise Tax	\$9,831.00	\$9,831.00	\$10,581.00	\$10,581.00	\$10,581.00	\$11,331.00	\$11,331.00
Franchise Fees, Marketing Fees, Commissions	\$3,250.00	\$3,250.00	\$3,500.00	\$3,500.00	\$3,500.00	\$3,750.00	\$3,750.00
Phone/Internet	\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54
Cable	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00
Insurance	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00
Electricity	\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00
Water	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00
Trash	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00
Cell Phone	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00
Breakfast Expense and Kitchen Supplies	\$3,500.00	\$3,500.00	\$4,000.00	\$4,000.00	\$4,000.00	\$4,000.00	\$4,000.00
Office Supplies	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
Payroll (Gross)	\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00
Gift Shop Supplies	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
Repairs	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00
Bank Charges	\$35.00	\$35.00	\$35.00	\$35.00	\$35.00	\$35.00	\$35.00
Credit Card Processing Fees	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00
Guest Room Supplies	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00
Cleaning Supplies	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00
Class 2 - Gregg County	\$2,284.47	\$2,284.47	\$2,284.47	\$2,284.47	\$2,284.47	\$2,284.47	\$2,284.47
Class 3 - First National Bank of Gilmer	\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00
Total Expense	\$65,288.01	\$65,288.01	\$66,788.01	\$66,788.01	\$66,788.01	\$67,788.01	\$67,788.01
Unsecured Creditors	\$25.20	\$25.20	\$375.20	\$375.20	\$375.20	\$775.20	\$775.20

Black Diamond Hospitality, LLC

5 Year Projections

Net Revenue	\$226.79	\$226.79	\$3,376.79	\$3,376.79	\$3,376.79	\$6,976.79	\$6,976.79
Ending Balance	\$77,770.17	\$77,996.96	\$81,373.75	\$84,750.55	\$88,127.34	\$95,104.13	\$102,080.92

Black Diamond Hospitality, LLC

5 Year Projections

Aug-21	Sep-21	Oct-21	Nov-21	Dec-21	Total
\$102,080.92	\$109,057.71	\$112,434.50	\$114,101.29	\$115,768.08	
\$75,000.00	\$70,000.00	\$67,000.00	\$67,000.00	\$67,000.00	\$836,000.00
\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$3,600.00
\$240.00	\$240.00	\$240.00	\$240.00	\$240.00	\$2,880.00
\$75,540.00	\$70,540.00	\$67,540.00	\$67,540.00	\$67,540.00	\$842,480.00
\$11,331.00	\$10,581.00	\$10,131.00	\$10,131.00	\$10,131.00	\$126,372.00
\$3,750.00	\$3,500.00	\$3,350.00	\$3,350.00	\$3,350.00	\$41,800.00
\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54	\$13,482.48
\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$14,400.00
\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$14,400.00
\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00	\$46,800.00
\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$30,000.00
\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$6,000.00
\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$12,000.00
\$4,000.00	\$4,000.00	\$3,500.00	\$3,500.00	\$3,500.00	\$45,500.00
\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$1,200.00
\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00	\$240,000.00
\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$1,200.00
\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$6,000.00
\$35.00	\$35.00	\$35.00	\$35.00	\$35.00	\$420.00
\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$12,000.00
\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$6,000.00
\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$6,000.00
\$2,284.47	\$2,284.47	\$2,284.47	\$2,284.47	\$2,284.47	\$27,413.64
\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00	\$147,168.00
\$67,788.01	\$66,788.01	\$65,688.01	\$65,688.01	\$65,688.01	\$798,156.12
\$775.20	\$375.20	\$185.20	\$185.20	\$185.20	\$4,432.39

Black Diamond Hospitality, LLC

5 Year Projections

\$6,976.79	\$3,376.79	\$1,666.79	\$1,666.79	\$1,666.79	\$39,891.49
\$109,057.71	\$112,434.50	\$114,101.29	\$115,768.08	\$117,434.87	

Black Diamond Hospitality, LLC

5 Year Projections

	January-22	February-22	March-22	April-22	May-22	June-22	Jul-22
Starting Balance	\$117,434.87	\$120,707.69	\$123,980.50	\$130,853.32	\$137,726.13	\$144,148.94	\$154,171.76
Gross Room Revenue	\$67,000.00	\$67,000.00	\$72,000.00	\$72,000.00	\$72,000.00	\$77,000.00	\$77,000.00
Vending Income	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00
Pet Fees	\$240.00	\$240.00	\$240.00	\$240.00	\$240.00	\$240.00	\$240.00
Total Revenue	\$67,540.00	\$67,540.00	\$72,540.00	\$72,540.00	\$72,540.00	\$77,540.00	\$77,540.00
Hotel and Franchise Tax	\$10,131.00	\$10,131.00	\$10,881.00	\$10,881.00	\$10,881.00	\$11,631.00	\$11,631.00
Franchise Fees, Marketing Fees,							
Commissions	\$3,350.00	\$3,350.00	\$3,600.00	\$3,600.00	\$3,600.00	\$3,850.00	\$3,850.00
Phone/Internet	\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54
Cable	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00
Insurance	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00
Electricity	\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00
Water	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00
Trash	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00
Cell Phone	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00
Breakfast Expense and Kitchen							
Supplies	\$4,000.00	\$4,000.00	\$4,000.00	\$4,000.00	\$4,500.00	\$4,500.00	\$4,500.00
Office Supplies	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
Payroll (Gross)	\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00
Gift Shop Supplies	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
Repairs	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00
Bank Charges	\$35.00	\$35.00	\$35.00	\$35.00	\$35.00	\$35.00	\$35.00
Credit Card Processing Fees	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00
Guest Room Supplies	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00
Cleaning Supplies	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00
Class 2 - Gregg County							
Class 3 - First National Bank of							
Gilmer	\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00
Total Expense	\$63,903.54	\$63,903.54	\$64,903.54	\$64,903.54	\$65,403.54	\$66,403.54	\$66,403.54
Unsecured Creditors	\$363.65	\$363.65	\$763.65	\$763.65	\$713.65	\$1,113.65	\$1,113.65

Black Diamond Hospitality, LLC

5 Year Projections

Net Revenue	\$3,272.81	\$3,272.81	\$6,872.81	\$6,872.81	\$6,422.81	\$10,022.81	\$10,022.81
Ending Balance	\$120,707.69	\$123,980.50	\$130,853.32	\$137,726.13	\$144,148.94	\$154,171.76	\$164,194.57

Black Diamond Hospitality, LLC

5 Year Projections

Aug-22	Sep-22	Oct-22	Nov-22	Dec-22	Total
\$164,194.57	\$174,217.39	\$180,640.20	\$184,183.01	\$187,725.83	
\$77,000.00	\$72,000.00	\$68,000.00	\$68,000.00	\$68,000.00	\$857,000.00
\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$3,600.00
\$240.00	\$240.00	\$240.00	\$240.00	\$240.00	\$2,880.00
\$77,540.00	\$72,540.00	\$68,540.00	\$68,540.00	\$68,540.00	\$863,480.00
\$11,631.00	\$10,881.00	\$10,281.00	\$10,281.00	\$10,281.00	\$129,522.00
\$3,850.00	\$3,600.00	\$3,400.00	\$3,400.00	\$3,400.00	\$42,850.00
\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54	\$13,482.48
\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$14,400.00
\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$14,400.00
\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00	\$46,800.00
\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$30,000.00
\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$6,000.00
\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$12,000.00
\$4,500.00	\$4,500.00	\$4,500.00	\$4,500.00	\$4,500.00	\$52,000.00
\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$1,200.00
\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00	\$240,000.00
\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$1,200.00
\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$6,000.00
\$35.00	\$35.00	\$35.00	\$35.00	\$35.00	\$420.00
\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$12,000.00
\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$6,000.00
\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$6,000.00
					\$0.00
\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00	\$147,168.00
\$66,403.54	\$65,403.54	\$64,603.54	\$64,603.54	\$64,603.54	\$781,442.48
\$1,113.65	\$713.65	\$393.65	\$393.65	\$393.65	\$8,203.75

Black Diamond Hospitality, LLC

5 Year Projections

\$10,022.81	\$6,422.81	\$3,542.81	\$3,542.81	\$3,542.81	\$73,833.77
\$174,217.39	\$180,640.20	\$184,183.01	\$187,725.83	\$191,268.64	

Black Diamond Hospitality, LLC

5 Year Projections

	January-23	February-23	March-23	April-23	May-23	June-23	Jul-23
Starting Balance	\$191,268.64	\$194,361.46	\$197,454.27	\$204,147.08	\$210,839.90	\$217,532.71	\$227,825.53
Gross Room Revenue	\$68,000.00	\$68,000.00	\$73,000.00	\$73,000.00	\$73,000.00	\$78,000.00	\$78,000.00
Vending Income	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00
Pet Fees	\$240.00	\$240.00	\$240.00	\$240.00	\$240.00	\$240.00	\$240.00
Total Revenue	\$68,540.00	\$68,540.00	\$73,540.00	\$73,540.00	\$73,540.00	\$78,540.00	\$78,540.00
Hotel and Franchise Tax	\$10,281.00	\$10,281.00	\$11,031.00	\$11,031.00	\$11,031.00	\$11,781.00	\$11,781.00
Franchise Fees, Marketing Fees,							
Commissions	\$3,400.00	\$3,400.00	\$3,650.00	\$3,650.00	\$3,650.00	\$3,900.00	\$3,900.00
Phone/Internet	\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54
Cable	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00
Insurance	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00
Electricity	\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00
Water	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00
Trash	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00
Cell Phone	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00
Breakfast Expense and Kitchen							
Supplies	\$5,000.00	\$5,000.00	\$5,000.00	\$5,000.00	\$5,000.00	\$5,000.00	\$5,000.00
Office Supplies	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
Payroll (Gross)	\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00
Gift Shop Supplies	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
Repairs	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00
Bank Charges	\$35.00	\$35.00	\$35.00	\$35.00	\$35.00	\$35.00	\$35.00
Credit Card Processing Fees	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00
Guest Room Supplies	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00
Cleaning Supplies	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00
Class 2 - Gregg County							
Class 3 - First National Bank of							
Gilmer	\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00
Total Expense	\$65,103.54	\$65,103.54	\$66,103.54	\$66,103.54	\$66,103.54	\$67,103.54	\$67,103.54
Unsecured Creditors	\$343.65	\$343.65	\$743.65	\$743.65	\$743.65	\$1,143.65	\$1,143.65

Black Diamond Hospitality, LLC

5 Year Projections

Net Revenue	\$3,092.81	\$3,092.81	\$6,692.81	\$6,692.81	\$6,692.81	\$10,292.81	\$10,292.81
Ending Balance	\$194,361.46	\$197,454.27	\$204,147.08	\$210,839.90	\$217,532.71	\$227,825.53	\$238,118.34

Black Diamond Hospitality, LLC

5 Year Projections

Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	Total
\$238,118.34	\$248,411.15	\$255,103.97	\$258,916.78	\$262,729.60	
\$78,000.00	\$73,000.00	\$69,000.00	\$69,000.00	\$69,000.00	\$869,000.00
\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$3,600.00
\$240.00	\$240.00	\$240.00	\$240.00	\$240.00	\$2,880.00
\$78,540.00	\$73,540.00	\$69,540.00	\$69,540.00	\$69,540.00	\$875,480.00
\$11,781.00	\$11,031.00	\$10,431.00	\$10,431.00	\$10,431.00	\$131,322.00
\$3,900.00	\$3,650.00	\$3,450.00	\$3,450.00	\$3,450.00	\$43,450.00
\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54	\$1,123.54	\$13,482.48
\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$14,400.00
\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$1,200.00	\$14,400.00
\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00	\$3,900.00	\$46,800.00
\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$30,000.00
\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$6,000.00
\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$12,000.00
\$5,000.00	\$5,000.00	\$5,000.00	\$5,000.00	\$5,000.00	\$60,000.00
\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$1,200.00
\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00	\$20,000.00	\$240,000.00
\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$1,200.00
\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$6,000.00
\$35.00	\$35.00	\$35.00	\$35.00	\$35.00	\$420.00
\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$1,000.00	\$12,000.00
\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$6,000.00
\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$6,000.00
					\$0.00
\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00	\$12,264.00	\$147,168.00
\$67,103.54	\$66,103.54	\$65,303.54	\$65,303.54	\$65,303.54	\$791,842.48
\$1,143.65	\$743.65	\$423.65	\$423.65	\$423.65	\$8,363.75

Black Diamond Hospitality, LLC

5 Year Projections

\$10,292.81	\$6,692.81	\$3,812.81	\$3,812.81	\$3,812.81	\$75,273.77
\$248,411.15	\$255,103.97	\$258,916.78	\$262,729.60	\$266,542.41	

Rashad Khan

5 Year Projections

	January-19	February-19	March-19	April-19	May-19	June-19
Starting Balance	\$1,000.00	\$1,184.14	\$1,368.28	\$1,552.42	\$1,736.56	\$1,920.70
Gross Wages - Motel 6	\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11
Gross Wages - Black Diamond	\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67
Payroll Deductions	(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)
Net Income	\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33
Class C - Stearns Lending	\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42
Home Maintenance	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
HOA	\$93.00	\$93.00	\$93.00	\$93.00	\$93.00	\$93.00
Electricity/Gas	\$263.68	\$263.68	\$263.68	\$263.68	\$263.68	\$263.68
Water	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00
Phone	\$145.09	\$145.09	\$145.09	\$145.09	\$145.09	\$145.09
Food and Housekeeping						
Supplies	\$700.00	\$700.00	\$700.00	\$700.00	\$700.00	\$700.00
Child Care	\$250.00	\$250.00	\$250.00	\$250.00	\$250.00	\$250.00
Clothing and Laundry	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00
Personal Care Products	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00
Medical and Dental	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
Transportation	\$600.00	\$600.00	\$600.00	\$600.00	\$600.00	\$600.00
Entertainment	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
Religious Donations	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00
Vehicle Insurance	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00
Class B - Austin Heights	\$537.00	\$537.00	\$537.00	\$537.00	\$537.00	\$537.00
Class D - City of Colorado						
Springs	\$299.00	\$299.00	\$299.00	\$299.00	\$299.00	\$299.00
Class E - Unsecured Creditors	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00
Total Expenses	\$6,629.19	\$6,629.19	\$6,629.19	\$6,629.19	\$6,629.19	\$6,629.19
Net income	\$184.14	\$184.14	\$184.14	\$184.14	\$184.14	\$184.14
Ending Balance	\$1,184.14	\$1,368.28	\$1,552.42	\$1,736.56	\$1,920.70	\$2,104.84

Rashad Khan

5 Year Projections

July-19	August-19	September-19	October-19	November-19	December-19
\$2,104.84	\$2,288.98	\$2,473.12	\$2,657.26	\$2,841.40	\$3,025.54
\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11
\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67
(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)
\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33
\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42
\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
\$93.00	\$93.00	\$93.00	\$93.00	\$93.00	\$93.00
\$263.68	\$263.68	\$263.68	\$263.68	\$263.68	\$263.68
\$125.00	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00
\$145.09	\$145.09	\$145.09	\$145.09	\$145.09	\$145.09
\$700.00	\$700.00	\$700.00	\$700.00	\$700.00	\$700.00
\$250.00	\$250.00	\$250.00	\$250.00	\$250.00	\$250.00
\$75.00	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00
\$75.00	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00
\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
\$600.00	\$600.00	\$600.00	\$600.00	\$600.00	\$600.00
\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
\$125.00	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00
\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00
\$537.00	\$537.00	\$537.00	\$537.00	\$537.00	\$537.00
\$299.00	\$299.00	\$299.00	\$299.00	\$299.00	\$299.00
\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00
\$6,629.19	\$6,629.19	\$6,629.19	\$6,629.19	\$6,629.19	\$6,629.19
\$184.14	\$184.14	\$184.14	\$184.14	\$184.14	\$184.14
\$2,288.98	\$2,473.12	\$2,657.26	\$2,841.40	\$3,025.54	\$3,209.68

Rashad Khan

5 Year Projections

	January-20	February-20	March-20	April-20	May-20	June-20
Starting Balance	\$3,209.68	\$3,692.82	\$4,175.96	\$4,659.10	\$5,142.24	\$5,625.38
Gross Wages - Motel 6	\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11
Gross Wages - Black Diamond	\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67
Payroll Deductions	(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)
Net Income	\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33
Class C - Stearns Lending	\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42
Home Maintenance	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
HOA	\$93.00	\$93.00	\$93.00	\$93.00	\$93.00	\$93.00
Electricity/Gas	\$263.68	\$263.68	\$263.68	\$263.68	\$263.68	\$263.68
Water	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00
Phone	\$145.09	\$145.09	\$145.09	\$145.09	\$145.09	\$145.09
Food and Housekeeping						
Supplies	\$700.00	\$700.00	\$700.00	\$700.00	\$700.00	\$700.00
Child Care	\$250.00	\$250.00	\$250.00	\$250.00	\$250.00	\$250.00
Clothing and Laundry	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00
Personal Care Products	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00
Medical and Dental	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
Transportation	\$600.00	\$600.00	\$600.00	\$600.00	\$600.00	\$600.00
Entertainment	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
Religious Donations	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00
Vehicle Insurance	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00
Class B - Austin Heights	\$537.00	\$537.00	\$537.00	\$537.00	\$537.00	\$537.00
Class D - City of Colorado Springs						
Class E - Unsecured Creditors	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00
Total Expenses	\$6,330.19	\$6,330.19	\$6,330.19	\$6,330.19	\$6,330.19	\$6,330.19
Net income	\$483.14	\$483.14	\$483.14	\$483.14	\$483.14	\$483.14
Ending Balance	\$3,692.82	\$4,175.96	\$4,659.10	\$5,142.24	\$5,625.38	\$6,108.52

Rashad Khan

5 Year Projections

July-20	August-20	September-20	October-20	November-20	December-20
\$6,108.52	\$6,591.66	\$7,074.80	\$7,557.94	\$8,041.08	\$8,524.22
\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11
\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67
(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)
\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33
\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42
\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
\$93.00	\$93.00	\$93.00	\$93.00	\$93.00	\$93.00
\$263.68	\$263.68	\$263.68	\$263.68	\$263.68	\$263.68
\$125.00	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00
\$145.09	\$145.09	\$145.09	\$145.09	\$145.09	\$145.09
\$700.00	\$700.00	\$700.00	\$700.00	\$700.00	\$700.00
\$250.00	\$250.00	\$250.00	\$250.00	\$250.00	\$250.00
\$75.00	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00
\$75.00	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00
\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
\$600.00	\$600.00	\$600.00	\$600.00	\$600.00	\$600.00
\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
\$125.00	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00
\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00
\$537.00	\$537.00	\$537.00	\$537.00	\$537.00	\$537.00
\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00
\$6,330.19	\$6,330.19	\$6,330.19	\$6,330.19	\$6,330.19	\$6,330.19
\$483.14	\$483.14	\$483.14	\$483.14	\$483.14	\$483.14
\$6,591.66	\$7,074.80	\$7,557.94	\$8,041.08	\$8,524.22	\$9,007.36

Rashad Khan

5 Year Projections

	January-21	February-21	March-21	April-21	May-21	June-21
Starting Balance	\$9,007.36	\$9,490.50	\$9,973.64	\$10,456.78	\$10,939.92	\$11,423.06
Gross Wages - Motel 6	\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11
Gross Wages - Black Diamond	\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67
Payroll Deductions	(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)
Net Income	\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33
Class C - Stearns Lending	\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42
Home Maintenance	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
HOA	\$93.00	\$93.00	\$93.00	\$93.00	\$93.00	\$93.00
Electricity/Gas	\$263.68	\$263.68	\$263.68	\$263.68	\$263.68	\$263.68
Water	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00
Phone	\$145.09	\$145.09	\$145.09	\$145.09	\$145.09	\$145.09
Food and Housekeeping						
Supplies	\$700.00	\$700.00	\$700.00	\$700.00	\$700.00	\$700.00
Child Care	\$250.00	\$250.00	\$250.00	\$250.00	\$250.00	\$250.00
Clothing and Laundry	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00
Personal Care Products	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00
Medical and Dental	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
Transportation	\$600.00	\$600.00	\$600.00	\$600.00	\$600.00	\$600.00
Entertainment	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
Religious Donations	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00
Vehicle Insurance	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00
Class B - Austin Heights	\$537.00	\$537.00	\$537.00	\$537.00	\$537.00	\$537.00
Class D - City of Colorado Springs						
Class E - Unsecured Creditors	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00
Total Expenses	\$6,330.19	\$6,330.19	\$6,330.19	\$6,330.19	\$6,330.19	\$6,330.19
Net income	\$483.14	\$483.14	\$483.14	\$483.14	\$483.14	\$483.14
Ending Balance	\$9,490.50	\$9,973.64	\$10,456.78	\$10,939.92	\$11,423.06	\$11,906.20

Rashad Khan

5 Year Projections

July-21	August-21	September-21	October-21	November-21	December-21
\$11,906.20	\$12,389.34	\$12,872.48	\$13,355.62	\$13,838.76	\$14,321.90
\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11
\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67
(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)
\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33
\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42
\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
\$93.00	\$93.00	\$93.00	\$93.00	\$93.00	\$93.00
\$263.68	\$263.68	\$263.68	\$263.68	\$263.68	\$263.68
\$125.00	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00
\$145.09	\$145.09	\$145.09	\$145.09	\$145.09	\$145.09
\$700.00	\$700.00	\$700.00	\$700.00	\$700.00	\$700.00
\$250.00	\$250.00	\$250.00	\$250.00	\$250.00	\$250.00
\$75.00	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00
\$75.00	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00
\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
\$600.00	\$600.00	\$600.00	\$600.00	\$600.00	\$600.00
\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
\$125.00	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00
\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00
\$537.00	\$537.00	\$537.00	\$537.00	\$537.00	\$537.00
\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00
\$6,330.19	\$6,330.19	\$6,330.19	\$6,330.19	\$6,330.19	\$6,330.19
\$483.14	\$483.14	\$483.14	\$483.14	\$483.14	\$483.14
\$12,389.34	\$12,872.48	\$13,355.62	\$13,838.76	\$14,321.90	\$14,805.04

Rashad Khan

5 Year Projections

	January-22	February-22	March-22	April-22	May-22	June-22
Starting Balance	\$14,805.04	\$15,825.18	\$16,845.32	\$17,865.46	\$18,885.60	\$19,905.74
Gross Wages - Motel 6	\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11
Gross Wages - Black Diamond	\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67
Payroll Deductions	(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)
Net Income	\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33
Class C - Stearns Lending	\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42
Home Maintenance	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
HOA	\$93.00	\$93.00	\$93.00	\$93.00	\$93.00	\$93.00
Electricity/Gas	\$263.68	\$263.68	\$263.68	\$263.68	\$263.68	\$263.68
Water	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00
Phone	\$145.09	\$145.09	\$145.09	\$145.09	\$145.09	\$145.09
Food and Housekeeping						
Supplies	\$700.00	\$700.00	\$700.00	\$700.00	\$700.00	\$700.00
Child Care	\$250.00	\$250.00	\$250.00	\$250.00	\$250.00	\$250.00
Clothing and Laundry	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00
Personal Care Products	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00
Medical and Dental	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
Transportation	\$600.00	\$600.00	\$600.00	\$600.00	\$600.00	\$600.00
Entertainment	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
Religious Donations	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00
Vehicle Insurance	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00
Class B - Austin Heights						
Class D - City of Colorado Springs						
Class E - Unsecured Creditors	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00
Total Expenses	\$5,793.19	\$5,793.19	\$5,793.19	\$5,793.19	\$5,793.19	\$5,793.19
Net income	\$1,020.14	\$1,020.14	\$1,020.14	\$1,020.14	\$1,020.14	\$1,020.14
Ending Balance	\$15,825.18	\$16,845.32	\$17,865.46	\$18,885.60	\$19,905.74	\$20,925.88

Rashad Khan

5 Year Projections

July-22	August-22	September-22	October-22	November-22	December-22
\$20,925.88	\$21,946.02	\$22,966.16	\$23,986.30	\$25,006.44	\$26,026.58
\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11
\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67
(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)
\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33
\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42
\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
\$93.00	\$93.00	\$93.00	\$93.00	\$93.00	\$93.00
\$263.68	\$263.68	\$263.68	\$263.68	\$263.68	\$263.68
\$125.00	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00
\$145.09	\$145.09	\$145.09	\$145.09	\$145.09	\$145.09
\$700.00	\$700.00	\$700.00	\$700.00	\$700.00	\$700.00
\$250.00	\$250.00	\$250.00	\$250.00	\$250.00	\$250.00
\$75.00	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00
\$75.00	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00
\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
\$600.00	\$600.00	\$600.00	\$600.00	\$600.00	\$600.00
\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
\$125.00	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00
\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00
\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00
\$5,793.19	\$5,793.19	\$5,793.19	\$5,793.19	\$5,793.19	\$5,793.19
\$1,020.14	\$1,020.14	\$1,020.14	\$1,020.14	\$1,020.14	\$1,020.14
\$21,946.02	\$22,966.16	\$23,986.30	\$25,006.44	\$26,026.58	\$27,046.72

Rashad Khan

5 Year Projections

	January-23	February-23	March-23	April-23	May-23	June-23
Starting Balance	\$27,046.72	\$27,230.86	\$27,415.00	\$27,599.14	\$27,783.28	\$27,967.42
Gross Wages - Motel 6	\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11
Gross Wages - Black Diamond	\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67
Payroll Deductions	(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)
Net Income	\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33
Class C - Stearns Lending	\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42
Home Maintenance	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
HOA	\$93.00	\$93.00	\$93.00	\$93.00	\$93.00	\$93.00
Electricity/Gas	\$263.68	\$263.68	\$263.68	\$263.68	\$263.68	\$263.68
Water	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00
Phone	\$145.09	\$145.09	\$145.09	\$145.09	\$145.09	\$145.09
Food and Housekeeping						
Supplies	\$700.00	\$700.00	\$700.00	\$700.00	\$700.00	\$700.00
Child Care	\$250.00	\$250.00	\$250.00	\$250.00	\$250.00	\$250.00
Clothing and Laundry	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00
Personal Care Products	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00
Medical and Dental	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
Transportation	\$600.00	\$600.00	\$600.00	\$600.00	\$600.00	\$600.00
Entertainment	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
Religious Donations	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00
Vehicle Insurance	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00
Class B - Austin Heights	\$537.00	\$537.00	\$537.00	\$537.00	\$537.00	\$537.00
Class D - City of Colorado						
Springs	\$299.00	\$299.00	\$299.00	\$299.00	\$299.00	\$299.00
Class E - Unsecured Creditors	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00
Total Expenses	\$6,629.19	\$6,629.19	\$6,629.19	\$6,629.19	\$6,629.19	\$6,629.19
Net income	\$184.14	\$184.14	\$184.14	\$184.14	\$184.14	\$184.14
Ending Balance	\$27,230.86	\$27,415.00	\$27,599.14	\$27,783.28	\$27,967.42	\$28,151.56

Rashad Khan

5 Year Projections

July-23	August-23	September-23	October-23	November-23	December-23
\$28,151.56	\$28,335.70	\$28,519.84	\$28,703.98	\$28,888.12	\$29,072.26
\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11	\$3,333.11
\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67	\$4,166.67
(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)	(\$686.45)
\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33	\$6,813.33
\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42	\$2,541.42
\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
\$93.00	\$93.00	\$93.00	\$93.00	\$93.00	\$93.00
\$263.68	\$263.68	\$263.68	\$263.68	\$263.68	\$263.68
\$125.00	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00
\$145.09	\$145.09	\$145.09	\$145.09	\$145.09	\$145.09
\$700.00	\$700.00	\$700.00	\$700.00	\$700.00	\$700.00
\$250.00	\$250.00	\$250.00	\$250.00	\$250.00	\$250.00
\$75.00	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00
\$75.00	\$75.00	\$75.00	\$75.00	\$75.00	\$75.00
\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
\$600.00	\$600.00	\$600.00	\$600.00	\$600.00	\$600.00
\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
\$125.00	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00
\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00
\$537.00	\$537.00	\$537.00	\$537.00	\$537.00	\$537.00
\$299.00	\$299.00	\$299.00	\$299.00	\$299.00	\$299.00
\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00
\$6,629.19	\$6,629.19	\$6,629.19	\$6,629.19	\$6,629.19	\$6,629.19
\$184.14	\$184.14	\$184.14	\$184.14	\$184.14	\$184.14
\$28,335.70	\$28,519.84	\$28,703.98	\$28,888.12	\$29,072.26	\$29,256.40

Black Diamond Hospitality, LLC
Liquidation Analysis

<u>Asset</u>	<u>Value</u>	<u>Cost of Sale</u>	Secured Claims	Net Proceeds
Real Property Located at 707 North Access Rd., Longview, Texas ("Hotel")	\$2,100,000.00	\$210,000.00	\$3,500,000.00	\$0.00
Wells Fargo Account Ending 9910 (as of September 30, 2018)	\$4.96	\$0.00	\$0.00	\$4.96
Wells Fargo Account Ending 9491 (as of September 30, 2018)	\$45.25	\$0.00	\$0.00	\$45.25
Wells Fargo Account Ending 9984 (as of September 30, 2018)	\$2,325.99	\$0.00	\$0.00	\$2,325.99
Choice Privilege Rewards (as of August 31, 2018)	\$0.00	\$0.00	\$0.00	\$0.00
SWEPCO Utility Deposit	\$5,400.00	\$0.00	\$0.00	\$5,400.00
Gift Shop Supplies	\$50.00	\$0.00	\$0.00	\$50.00
Hotel Furniture	\$21,000.00	\$2,100.00	\$0.00	\$18,900.00
Point of Sale Machine, Cameras System, and Computers	\$100.00	\$0.00	\$0.00	\$100.00
A/C Units, TVs, Refrigerators, Microwaves	\$27,000.00	\$2,700.00	\$0.00	\$24,300.00
Software License	\$0.00	\$0.00	\$0.00	\$0.00

Green Tree Inn Franchise (pending approval)	\$0.00			
		\$0.00	\$0.00	\$0.00
Total				\$51,126.20

Total Sale Proceeds	\$51,126.20
Chapter 7 Trustee Fees	(\$5,806.31)
Chapter 7 Professionals	(\$2,000.00)
Chapter 11 Professionals [1]	(\$7,000.00)
Administrative Priority Claims	(\$130,488.78)
Priority Tax Claims	(\$49,531.69)
Total	(\$194,826.78)
Distribution to Unsecured Creditors	\$0.00

[1] Increase is based on anticipated fees and costs incurred prior to conversion

Rashad Khan
Liquidation Analysis

<u>Asset</u>	<u>Estimated Value</u>	<u>Cost of Sale</u>	<u>Secured Claims</u>	<u>Exemption</u>	<u>Net Proceeds</u>
4760 Cedarmere Drive, Colorado Springs, Colorado ("Residence")	\$342,000.00	\$20,520.00	\$327,800.32	\$75,000.00	\$0.00
50% Interest in Household Furnishings	\$2,500.00	\$250.00	\$0.00	\$2,500.00	\$0.00
Computers, TV	\$200.00	\$20.00	\$0.00	\$200.00	\$0.00
Exercise Equipment	\$100.00	\$10.00	\$0.00	\$0.00	\$90.00
Clothing	\$200.00	\$20.00	\$0.00	\$200.00	\$0.00
Cash on Hand and In Accounts (as of September 30, 2018)	\$50.17	\$5.02	\$0.00	\$37.63	\$7.53
50% Interest in Black Diamond	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
50% Interest in Khan Hotels, LLC	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
50% Interest in Gemstone Hotels, Inc.	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Claims Against Falcon Builders & Trusted Electric	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Claims Against Roofing Plus		\$0.00	\$0.00	\$0.00	\$0.00
Counterclaims against NJY, Inc. (released by settlement)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Total	\$345,050.17	\$20,825.02	\$327,800.32		\$97.53

Chapter 7 Trustee Fees	\$24.38
Chapter 11 Professionals	\$17,241.43
Priority Tax Claims	\$10,083.00

Distribution to Unsecured Creditors	\$0.00
-------------------------------------	--------