

B 1 (Official Form 1) (1/08)

United States Bankruptcy Court				Voluntary Petition	
Name of Debtor (if individual, enter Last, First, Middle): The KSG Group, Inc.		Name of Joint Debtor (Spouse) (Last, First, Middle): n/a			
All Other Names used by the Debtor in the last 8 years (include married, maiden, and trade names):		All Other Names used by the Joint Debtor in the last 8 years (include married, maiden, and trade names): n/a			
Last four digits of Soc. Sec. or Individual-Taxpayer I.D. (ITIN) No./Complete EIN (if more than one, state all): 31-1842394		Last four digits of Soc. Sec. or Individual-Taxpayer I.D. (ITIN) No./Complete EIN (if more than one, state all): n/a			
Street Address of Debtor (No. and Street, City, and State): 3653 -F Flakes Mill Road #202 Decatur, Georgia		Street Address of Joint Debtor (No. and Street, City, and State): n/a			
ZIP CODE 30034		ZIP CODE			
County of Residence or of the Principal Place of Business: Dekalb		County of Residence or of the Principal Place of Business: n/a			
Mailing Address of Debtor (if different from street address): Same		Mailing Address of Joint Debtor (if different from street address): n/a			
ZIP CODE		ZIP CODE			
Location of Principal Assets of Business Debtor (if different from street address above): 4525, 4535, 4555 Flat Shoals Pkwy Decatur, Georgia		ZIP CODE 30034			
Type of Debtor (Form of Organization) (Check one box.) <input type="checkbox"/> Individual (includes Joint Debtors) <i>See Exhibit D on page 2 of this form.</i> <input checked="" type="checkbox"/> Corporation (includes LLC and LLP) <input type="checkbox"/> Partnership <input type="checkbox"/> Other (If debtor is not one of the above entities, check this box and state type of entity below.)		Nature of Business (Check one box.) <input type="checkbox"/> Health Care Business <input checked="" type="checkbox"/> Single Asset Real Estate as defined in 11 U.S.C. § 101(51B) <input type="checkbox"/> Railroad <input type="checkbox"/> Stockbroker <input type="checkbox"/> Commodity Broker <input type="checkbox"/> Clearing Bank <input type="checkbox"/> Other		Chapter of Bankruptcy Code Under Which the Petition is Filed (Check one box.) <input type="checkbox"/> Chapter 7 <input type="checkbox"/> Chapter 9 <input checked="" type="checkbox"/> Chapter 11 <input type="checkbox"/> Chapter 12 <input type="checkbox"/> Chapter 13 <input type="checkbox"/> Chapter 15 Petition for Recognition of a Foreign Main Proceeding <input type="checkbox"/> Chapter 15 Petition for Recognition of a Foreign Nonmain Proceeding	
		Tax-Exempt Entity (Check box, if applicable.) <input type="checkbox"/> Debtor is a tax-exempt organization under Title 26 of the United States Code (the Internal Revenue Code).		Nature of Debts (Check one box.) <input type="checkbox"/> Debts are primarily consumer debts, defined in 11 U.S.C. § 101(8) as "incurred by an individual primarily for a personal, family, or household purpose." <input checked="" type="checkbox"/> Debts are primarily business debts.	
Filing Fee (Check one box.) <input checked="" type="checkbox"/> Full Filing Fee attached. <input type="checkbox"/> Filing Fee to be paid in installments (applicable to individuals only). Must attach signed application for the court's consideration certifying that the debtor is unable to pay fee except in installments. Rule 1006(b). See Official Form 3A. <input type="checkbox"/> Filing Fee waiver requested (applicable to chapter 7 individuals only). Must attach signed application for the court's consideration. See Official Form 3B.			Chapter 11 Debtors Check one box: <input type="checkbox"/> Debtor is a small business debtor as defined in 11 U.S.C. § 101(51D). <input checked="" type="checkbox"/> Debtor is not a small business debtor as defined in 11 U.S.C. § 101(51D). Check if: <input checked="" type="checkbox"/> Debtor's aggregate noncontingent liquidated debts (excluding debts owed to insiders or affiliates) are less than \$2,190,000. ----- Check all applicable boxes: <input type="checkbox"/> A plan is being filed with this petition. <input type="checkbox"/> Acceptances of the plan were solicited prepetition from one or more classes of creditors, in accordance with 11 U.S.C. § 1126(b).		
Statistical/Administrative Information <input checked="" type="checkbox"/> Debtor estimates that funds will be available for distribution to unsecured creditors. <input type="checkbox"/> Debtor estimates that, after any exempt property is excluded and administrative expenses paid, there will be no funds available for distribution to unsecured creditors.					THIS SPACE IS FOR CREDITORS ONLY AUG 29 2008 11:03:34 FILED IN CLERK'S OFFICE U.S. BANKRUPTCY COURT NORTHERN DISTRICT OF GEORGIA
Estimated Number of Creditors <input checked="" type="checkbox"/> 1-49 <input type="checkbox"/> 50-99 <input type="checkbox"/> 100-199 <input type="checkbox"/> 200-999 <input type="checkbox"/> 1,000-5,000 <input type="checkbox"/> 5,001-10,000 <input type="checkbox"/> 10,001-25,000 <input type="checkbox"/> 25,001-50,000 <input type="checkbox"/> 50,000-100,000 <input type="checkbox"/> Over 100,000					BY: <i>[Signature]</i> W. YONNE SEARNS, CLERK
Estimated Assets <input type="checkbox"/> \$0 to \$50,000 <input checked="" type="checkbox"/> \$50,001 to \$100,000 <input type="checkbox"/> \$100,001 to \$500,000 <input type="checkbox"/> \$500,001 to \$1 million <input type="checkbox"/> \$1,000,001 to \$10 million <input type="checkbox"/> \$10,000,001 to \$50 million <input type="checkbox"/> \$50,000,001 to \$100 million <input type="checkbox"/> \$100,000,001 to \$500 million <input type="checkbox"/> \$500,000,001 to \$1 billion <input type="checkbox"/> More than \$1 billion					
Estimated Liabilities <input type="checkbox"/> \$0 to \$50,000 <input type="checkbox"/> \$50,001 to \$100,000 <input type="checkbox"/> \$100,001 to \$500,000 <input type="checkbox"/> \$500,001 to \$1 million <input checked="" type="checkbox"/> \$1,000,001 to \$10 million <input type="checkbox"/> \$10,000,001 to \$50 million <input type="checkbox"/> \$50,000,001 to \$100 million <input type="checkbox"/> \$100,000,001 to \$500 million <input type="checkbox"/> \$500,000,001 to \$1 billion <input type="checkbox"/> More than \$1 billion					

08-76952

Voluntary Petition <i>(This page must be completed and filed in every case.)</i>		Name of Debtor(s): The KSG Group, Inc.	
All Prior Bankruptcy Cases Filed Within Last 8 Years (If more than two, attach additional sheet.)			
Location Where Filed: N/a	Case Number: n/a	Date Filed: n/a	
Location Where Filed:	Case Number:	Date Filed:	
Pending Bankruptcy Case Filed by any Spouse, Partner, or Affiliate of this Debtor (If more than one, attach additional sheet.)			
Name of Debtor: None	Case Number:	Date Filed:	
District:	Relationship:	Judge:	
<p style="text-align: center;">Exhibit A</p> <p>(To be completed if debtor is required to file periodic reports (e.g., forms 10K and 10Q) with the Securities and Exchange Commission pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934 and is requesting relief under chapter 11.)</p> <p><input type="checkbox"/> Exhibit A is attached and made a part of this petition.</p>		<p style="text-align: center;">Exhibit B</p> <p>(To be completed if debtor is an individual whose debts are primarily consumer debts.)</p> <p>I, the attorney for the petitioner named in the foregoing petition, declare that I have informed the petitioner that [he or she] may proceed under chapter 7, 11, 12, or 13 of title 11, United States Code, and have explained the relief available under each such chapter. I further certify that I have delivered to the debtor the notice required by 11 U.S.C. § 342(b).</p> <p><input checked="" type="checkbox"/> _____ Signature of Attorney for Debtor(s) (Date)</p>	
Exhibit C			
Does the debtor own or have possession of any property that poses or is alleged to pose a threat of imminent and identifiable harm to public health or safety?			
<input type="checkbox"/> Yes, and Exhibit C is attached and made a part of this petition.			
<input checked="" type="checkbox"/> No.			
Exhibit D			
(To be completed by every individual debtor. If a joint petition is filed, each spouse must complete and attach a separate Exhibit D.)			
<input type="checkbox"/> Exhibit D completed and signed by the debtor is attached and made a part of this petition.			
If this is a joint petition:			
<input type="checkbox"/> Exhibit D also completed and signed by the joint debtor is attached and made a part of this petition.			
Information Regarding the Debtor - Venue (Check any applicable box.)			
<input checked="" type="checkbox"/> Debtor has been domiciled or has had a residence, principal place of business, or principal assets in this District for 180 days immediately preceding the date of this petition or for a longer part of such 180 days than in any other District.			
<input type="checkbox"/> There is a bankruptcy case concerning debtor's affiliate, general partner, or partnership pending in this District.			
<input type="checkbox"/> Debtor is a debtor in a foreign proceeding and has its principal place of business or principal assets in the United States in this District, or has no principal place of business or assets in the United States but is a defendant in an action or proceeding [in a federal or state court] in this District, or the interests of the parties will be served in regard to the relief sought in this District.			
Certification by a Debtor Who Resides as a Tenant of Residential Property (Check all applicable boxes.)			
<input type="checkbox"/> Landlord has a judgment against the debtor for possession of debtor's residence. (If box checked, complete the following.)			

(Name of landlord that obtained judgment)			

(Address of landlord)			
<input type="checkbox"/> Debtor claims that under applicable nonbankruptcy law, there are circumstances under which the debtor would be permitted to cure the entire monetary default that gave rise to the judgment for possession, after the judgment for possession was entered, and			
<input type="checkbox"/> Debtor has included with this petition the deposit with the court of any rent that would become due during the 30-day period after the filing of the petition.			
<input type="checkbox"/> Debtor certifies that he/she has served the Landlord with this certification. (11 U.S.C. § 362(l)).			

B 1 (Official Form) 1 (1/08)

Voluntary Petition

(This page must be completed and filed in every case.)

Name of Debtor(s):

Signatures

Signature(s) of Debtor(s) (Individual/Joint)

I declare under penalty of perjury that the information provided in this petition is true and correct.

[If petitioner is an individual whose debts are primarily consumer debts and has chosen to file under chapter 7] I am aware that I may proceed under chapter 7, 11, 12 or 13 of title 11, United States Code, understand the relief available under each such chapter, and choose to proceed under chapter 7.

[If no attorney represents me and no bankruptcy petition preparer signs the petition] I have obtained and read the notice required by 11 U.S.C. § 342(b).

I request relief in accordance with the chapter of title 11, United States Code, specified in this petition.

X _____
Signature of Debtor

X _____
Signature of Joint Debtor

Telephone Number (if not represented by attorney)

Date

Signature of a Foreign Representative

I declare under penalty of perjury that the information provided in this petition is true and correct, that I am the foreign representative of a debtor in a foreign proceeding, and that I am authorized to file this petition.

(Check only one box.)

I request relief in accordance with chapter 15 of title 11, United States Code. Certified copies of the documents required by 11 U.S.C. § 1515 are attached.

Pursuant to 11 U.S.C. § 1511, I request relief in accordance with the chapter of title 11 specified in this petition. A certified copy of the order granting recognition of the foreign main proceeding is attached.

X _____
(Signature of Foreign Representative)

(Printed Name of Foreign Representative)

Date

Signature of Non-Attorney Bankruptcy Petition Preparer

I declare under penalty of perjury that: (1) I am a bankruptcy petition preparer as defined in 11 U.S.C. § 110; (2) I prepared this document for compensation and have provided the debtor with a copy of this document and the notices and information required under 11 U.S.C. §§ 110(b), 110(h), and 342(b); and, (3) if rules or guidelines have been promulgated pursuant to 11 U.S.C. § 110(h) setting a maximum fee for services chargeable by bankruptcy petition preparers, I have given the debtor notice of the maximum amount before preparing any document for filing for a debtor or accepting any fee from the debtor, as required in that section. Official Form 19 is attached.

Printed Name and title, if any, of Bankruptcy Petition Preparer

Social-Security number (If the bankruptcy petition preparer is not an individual, state the Social-Security number of the officer, principal, responsible person or partner of the bankruptcy petition preparer.) (Required by 11 U.S.C. § 110.)

Address

X _____

Date

Signature of bankruptcy petition preparer or officer, principal, responsible person, or partner whose Social-Security number is provided above.

Names and Social-Security numbers of all other individuals who prepared or assisted in preparing this document unless the bankruptcy petition preparer is not an individual.

If more than one person prepared this document, attach additional sheets conforming to the appropriate official form for each person.

A bankruptcy petition preparer's failure to comply with the provisions of title 11 and the Federal Rules of Bankruptcy Procedure may result in fines or imprisonment or both. 11 U.S.C. § 110; 18 U.S.C. § 156.

Signature of Debtor (Corporation/Partnership)

I declare under penalty of perjury that the information provided in this petition is true and correct, and that I have been authorized to file this petition on behalf of the debtor.

The debtor requests the relief in accordance with the chapter of title 11, United States Code, specified in this petition.

X _____
Signature of Authorized Individual

Printed Name of Authorized Individual

Title of Authorized Individual

Date

x Alena D Clement
Signature of Attorney
Gina A. Clement
Signature of Attorney for Debtor(s)
The Clements Law Group, LLC
Printed Name of Attorney for Debtor(s)
Asas Flat Shoals Plwy, Ste 404
Firm Name
Decatur GA 30034
Address
404-212-1928
Telephone Number
8/29/08
Date

*In a case in which § 707(b)(4)(D) applies, this signature also constitutes a certification that the attorney has no knowledge after an inquiry that the information in the schedules is incorrect.

B 4 (Official Form 4) (12/07)

UNITED STATES BANKRUPTCY COURT

Northern District of Georgia

In re The KSG Group, Inc.,

Case No. _____

Chapter 11

LIST OF CREDITORS HOLDING 20 LARGEST UNSECURED CLAIMS

(1) Name of Creditor and complete mailing address, including zip code	(2) Name, telephone number and complete mailing address, including zip code, of employee, agent, or department of creditor familiar with claim who may be contacted	(3) Nature of claim (trade debt, bank loan, government contract, etc.)	(4) Indicate if claim is contingent, unliquidated, disputed or subject to setoff	(5) Amount of claim [if secured also state value of security)
Kirby and Sandra Clements 2000 Cathedral Place. Decatur, GA 30034	Kirby and Sandra Clements 2000 Cathedral Place, Decatur, GA 30034 404-217-1510	Personal loan to business		\$47,760.70
Faith Janitorial Service P.O. Box 371592 Decatur, GA 30037	Howard Harris P.O. Box 371592 Decatur, GA 30037 404-274-0157	Arrears for service provided		\$17,340.00
Tim Starks 5300 Salem Road Lithonia, GA 30038	Tim Starks 5300 Salem Road Lithonia, GA 30038	Debt for lawn services		\$3000.00
Hillman Mechanical Service 3794 Birch Briar Court Decatur, GA 30034	Larry Hillman 3794 Birch Briar Court Decatur, GA 30034 404-316-0806	Air Conditioning repair services		\$2205.00
Atlanta Carpet Services P.O. Box 360812 Decatur, GA 30036	Jeff Nix Atlanta Carpet Services P.O. Box 360812 Decatur, GA 30036	Carpet services		\$1301.74
Charlesworth Realty Group 2 Ravinia Drive, Suite 500 Atlanta, GA 30346	Adria Kitchens Charlesworth Realty Group 2 Ravinia Drive, Suite 500 Atlanta, GA 30346	Broker fees		\$812.00
Accurate Accounting Accurate Accounting 2636 Wisteria Lane Suite 130 Snellville, GA 30078	Phil Prolizo Accurate Accounting 2636 Wisteria Lane Suite 130 Snellville, GA 30078	Accounting Services		\$300.00
Montgomery Insurance Co 62 Maple Ave Keene, NH 03431	Montgomery Insurance Company 62 Maple Ave Keene, NH 03431	Insurance for complex		\$2,173.72
Dekalb Co Sanditation P.O. Box 1027 Decatur, GA 30031	Dekalb Co Sanitation P.O. Box 1027 Decatur, GA 30031	Sanitation bill		\$2,423.29
Dekalb Co Water & Sewer P.O. Box 1027 Decatur, GA 30031	Dekalb Co Water & Sewer P.O. Box 1027 Decatur, GA 30031	Water and Sewer		\$2,715.47
GA Power 241 Ralph McGill Atlanta, GA 30308	GA Power 241 Ralph McGill Atlanta, GA 30308	Electric		\$272.99

B 4 (Official Form 4) (12/07)

UNITED STATES BANKRUPTCY COURT Northern District of Georgia

In re The KSG Group, Inc.,

Case No. _____

Chapter 11

LIST OF CREDITORS HOLDING 20 LARGEST UNSECURED CLAIMS

Dekalb County Tax Commissioner Collections Division P.O. Box 100004 Decatur, GA 30031	Dekalb County Tax Commissioner Collections Division P.O. Box 100004 Decatur, GA 30031	Property Taxes		1,077.95
---	---	----------------	--	----------

Date: 8-29-08


Debtor

[Declaration as in Form 2]

THE KSG GROUP, INC

RESOLUTION AUTHORIZING CORPORATION
TO INITIATE BANKRUPTCY PROCEEDINGS

RESOLVED, that Kirby Clements, Sr., Chief Executive Officer, is authorized to initiate bankruptcy proceedings in the name of the Corporation under Chapter 11 of Title 11 of the United States Code, and pursuant to such authority shall have power to execute documents and instruments, and to take such other action, as he in his discretion shall deem appropriate regarding the Corporation.

Further resolved, that all such action and documents shall be binding upon the Corporation without further approval from the center.

Dated: August 27, 2008



CEO

OPERATIONS STATEMENT

The KSG Group, Inc is Property Ownership Company that owns Providence Park Office Community, its only piece of property. It was incorporated in 2005 and is a Georgia domestic corporation. The KSG Group, Inc's officers are: Kirby Clements, Sr., Chief Operating Officer; Sandra Clements, Chief Financial Officer; and Kirby Clements, Jr., Secretary.

Its Shareholders are: Kirby Clements, Sr. owns 50%; Sandra Clements owns 40%; Kirby Clements, Jr. owns 5%; and Gina Clements owns 5%.

Date: 8.29.08



Kirby Clements, Sr. - CEO

UNITED STATES BANKRUPTCY COURT
Northern District of Georgia

In re The KSG Group, Inc.,

Case No. _____

Chapter 11

Attached is a copy of the Balance Statement for the Debtor for January 2007 thru September 2007. Debtor does not have the Cash Flow Statement in its possession

Date 8-29-08



CEO

KSG GROUP INC
 Balance Sheet
 September 30, 2007

ASSETS

Current Assets		
Wachovia-Checking	\$	97.59
Wachovia-Escrow		500.00
Other Receivables		1,214.00
		<hr/>
Total Current Assets		1,805.59
Property and Equipment		
Signs		8,500.00
Providence Park		2,221,418.87
Accum Dprec-Other		(98,180.00)
		<hr/>
Total Property and Equipment		2,131,738.87
Other Assets		
Preaid Loan Costs		1,133.50
Accum Amortization		(76.00)
		<hr/>
Total Other Assets		1,057.50
Total Assets	\$	<u>2,134,601.96</u>

LIABILITIES AND CAPITAL

Current Liabilities		
		<hr/>
Total Current Liabilities		0.00
Long-Term Liabilities		
Note-Community Bank	\$	(47,161.45)
Note-Wachovia Bank		1,753,085.78
Due To Stockholder		511,239.99
		<hr/>
Total Long-Term Liabilities		2,217,164.32
Total Liabilities		2,217,164.32
Capital		
Common Stock		1,500.00
Retained Earnings		(102,787.74)
Net Income		13,725.38
		<hr/>
Total Capital		(82,562.36)
Total Liabilities & Capital	\$	<u>2,134,601.96</u>

KSG GROUP INC

Income Statement

For the Three Periods Ending September 30, 2007

	Current Month		Year to Date	
Revenues				
Revenue-Rent	\$ 29,304.50	100.00	\$ 95,177.30	100.00
Total Revenues	<u>29,304.50</u>	<u>100.00</u>	<u>95,177.30</u>	<u>100.00</u>
Cost of Sales				
Total Cost of Sales	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Gross Profit	<u>29,304.50</u>	<u>100.00</u>	<u>95,177.30</u>	<u>100.00</u>
Expenses				
Auto Expense	0.00	0.00	85.05	0.09
Bank Charges	265.14	0.90	417.44	0.44
Insurance Expense	1,027.75	3.51	3,775.58	3.97
Interest Expense	33,956.71	115.88	49,521.31	52.03
Janitorial	2,170.00	7.41	8,740.00	9.18
Maintenance Expense	1,184.85	0.63	1,287.25	1.35
Meals & Entertainment Expense	0.00	0.00	132.29	0.14
Office Expense	5.42	0.02	237.49	0.25
Other Taxes	0.00	0.00	10.00	0.01
Postage Expense	0.00	0.00	5.53	0.01
Rental Equipment	0.00	0.00	88.00	0.09
Repairs Expense	2,825.83	9.64	5,057.38	5.31
Sanitation	0.00	0.00	2,098.58	2.20
Telephone Expense	0.00	0.00	685.67	0.72
Utilities	1,314.44	4.49	4,310.35	4.53
Total Expenses	<u>41,751.14</u>	<u>142.47</u>	<u>76,451.92</u>	<u>80.33</u>
Net Income	\$ <u>(12,446.64)</u>	<u>(42.47)</u>	\$ <u>18,725.38</u>	<u>19.67</u>

Prepared Without Audit

KSC GROUP INC
 Income Statement
 For the Two Periods Ending June 30, 2007

	Current Month		Year to Date	
Revenues				
Revenue-Rent	\$ 36,112.30	100.00	\$ 65,872.80	100.00
Total Revenues	<u>36,112.30</u>	<u>100.00</u>	<u>65,872.80</u>	<u>100.00</u>
Cost of Sales				
Total Cost of Sales	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Gross Profit	<u>36,112.30</u>	<u>100.00</u>	<u>65,872.80</u>	<u>100.00</u>
Expenses				
Auto Expense	75.04	0.21	85.05	0.13
Bank Charges	71.41	0.20	152.30	0.23
Insurance Expense	2,384.95	6.05	2,747.83	4.17
Interest Expense	15,564.60	43.10	15,564.60	23.63
Janitorial	3285.00	9.10	6,570.00	9.97
Maintenance Expense	367.85	1.02	1,102.40	1.67
Meals & Entertainment Expense	15.28	0.04	132.29	0.20
Office Expense	92.41	0.26	231.07	0.35
Other Taxes	0.00	0.00	10.00	0.02
Postage Expense	5.53	0.02	5.53	0.01
Rental Equipment	0.00	0.00	88.00	0.13
Repairs Expense	1,124.03	3.11	2,231.55	3.39
Sanitation	0.00	0.00	2,098.58	3.19
Telephone Expense	685.67	1.90	685.67	1.04
Utilities	1,974.54	4.08	2,995.91	4.55
Total Expenses	<u>24,946.33</u>	<u>69.08</u>	<u>34,700.78</u>	<u>52.68</u>
Net Income	\$ <u>11,165.97</u>	<u>30.92</u>	\$ <u>31,172.02</u>	<u>47.32</u>

KSG GROUP INC
Income Statement
For the One Period Ending March 31, 2007

	Current Month		Year to Date	
Revenues				
Revenue-Rent	\$ 29,760.50	100.00	\$ 29,760.50	100.00
Total Revenues	<u>29,760.50</u>	<u>100.00</u>	<u>29,760.50</u>	<u>100.00</u>
Cost of Sales				
Total Cost of Sales	0.00	0.00	0.00	0.00
Gross Profit	<u>29,760.50</u>	<u>100.00</u>	<u>29,760.50</u>	<u>100.00</u>
Expenses				
Auto Expense	10.01	0.03	10.01	0.03
Bank Charges	80.89	0.27	80.89	0.27
Insurance Expense	562.88	1.89	562.88	1.89
Janitorial	3,285.00	11.04	3,285.00	11.04
Maintenance Expense	734.55	2.47	734.55	2.47
Meals & Entertainment Expense	117.01	0.39	117.01	0.39
Office Expense	138.66	0.47	138.66	0.47
Other Taxes	10.00	0.03	10.00	0.03
Rental Equipment	88.00	0.30	88.00	0.30
Repairs Expense	1,107.50	3.72	1,107.50	3.72
Sanitation	2,098.58	7.05	2,098.58	7.05
Utilities	1,521.37	5.11	1,521.37	5.11
Total Expenses	<u>9,754.45</u>	<u>32.78</u>	<u>9,754.45</u>	<u>32.78</u>
Net Income	<u>\$ 20,006.05</u>	<u>67.22</u>	<u>\$ 20,006.05</u>	<u>67.22</u>

B 7 (Official Form 7) (12/07)

UNITED STATES BANKRUPTCY COURT

Northern District of Georgia

In re: The KSG Group, Inc.
Debtor

Case No. _____
(if known)

STATEMENT OF FINANCIAL AFFAIRS

This statement is to be completed by every debtor. Spouses filing a joint petition may file a single statement on which the information for both spouses is combined. If the case is filed under chapter 12 or chapter 13, a married debtor must furnish information for both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed. An individual debtor engaged in business as a sole proprietor, partner, family farmer, or self-employed professional, should provide the information requested on this statement concerning all such activities as well as the individual's personal affairs. To indicate payments, transfers and the like to minor children, state the child's initials and the name and address of the child's parent or guardian, such as "A.B., a minor child, by John Doe, guardian." Do not disclose the child's name. See, 11 U.S.C. §112 and Fed. R. Bankr. P. 1007(m).

Questions 1 - 18 are to be completed by all debtors. Debtors that are or have been in business, as defined below, also must complete Questions 19 - 25. **If the answer to an applicable question is "None," mark the box labeled "None."** If additional space is needed for the answer to any question, use and attach a separate sheet properly identified with the case name, case number (if known), and the number of the question.

DEFINITIONS

"In business." A debtor is "in business" for the purpose of this form if the debtor is a corporation or partnership. An individual debtor is "in business" for the purpose of this form if the debtor is or has been, within six years immediately preceding the filing of this bankruptcy case, any of the following: an officer, director, managing executive, or owner of 5 percent or more of the voting or equity securities of a corporation; a partner, other than a limited partner, of a partnership; a sole proprietor or self-employed full-time or part-time. An individual debtor also may be "in business" for the purpose of this form if the debtor engages in a trade, business, or other activity, other than as an employee, to supplement income from the debtor's primary employment.

"Insider." The term "insider" includes but is not limited to: relatives of the debtor; general partners of the debtor and their relatives; corporations of which the debtor is an officer, director, or person in control; officers, directors, and any owner of 5 percent or more of the voting or equity securities of a corporate debtor and their relatives; affiliates of the debtor and insiders of such affiliates; any managing agent of the debtor. 11 U.S.C. § 101.

1. Income from employment or operation of business

None

State the gross amount of income the debtor has received from employment, trade, or profession, or from operation of the debtor's business, including part-time activities either as an employee or in independent trade or business, from the beginning of this calendar year to the date this case was commenced. State also the gross amounts received during the **two years** immediately preceding this calendar year. (A debtor that maintains, or has maintained, financial records on the basis of a fiscal rather than a calendar year may report fiscal year income. Identify the beginning and ending dates of the debtor's fiscal year.) If a joint petition is filed, state income for each spouse separately. (Married debtors filing under chapter 12 or chapter 13 must state income of both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

AMOUNT

SOURCE

SEE ATTACHED

2. Income other than from employment or operation of business

None

State the amount of income received by the debtor other than from employment, trade, profession, operation of the debtor's business during the **two years** immediately preceding the commencement of this case. Give particulars. If a joint petition is filed, state income for each spouse separately. (Married debtors filing under chapter 12 or chapter 13 must state income for each spouse whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

AMOUNT SOURCE

3. Payments to creditors

None

Complete a. or b., as appropriate, and c.

a. *Individual or joint debtor(s) with primarily consumer debts:* List all payments on loans, installment purchases of goods or services, and other debts to any creditor made within **90 days** immediately preceding the commencement of this case unless the aggregate value of all property that constitutes or is affected by such transfer is less than \$600. Indicate with an asterisk (*) any payments that were made to a creditor on account of a domestic support obligation or as part of an alternative repayment schedule under a plan by an approved nonprofit budgeting and credit counseling agency. (Married debtors filing under chapter 12 or chapter 13 must include payments by either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

NAME AND ADDRESS OF CREDITOR	DATES OF PAYMENTS	AMOUNT PAID	AMOUNT STILL OWING
------------------------------	----------------------	----------------	-----------------------

None

b. *Debtor whose debts are not primarily consumer debts:* List each payment or other transfer to any creditor made within **90 days** immediately preceding the commencement of the case unless the aggregate value of all property that constitutes or is affected by such transfer is less than \$5,475. If the debtor is an individual, indicate with an asterisk (*) any payments that were made to a creditor on account of a domestic support obligation or as part of an alternative repayment schedule under a plan by an approved nonprofit budgeting and credit counseling agency. (Married debtors filing under chapter 12 or chapter 13 must include payments and other transfers by either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

NAME AND ADDRESS OF CREDITOR	DATES OF PAYMENTS/ TRANSFERS	AMOUNT PAID OR VALUE OF TRANSFERS	AMOUNT STILL OWING
------------------------------	------------------------------------	--	--------------------------

SEE ATTACHED

None



c. *All debtors:* List all payments made within **one year** immediately preceding the commencement of this case to or for the benefit of creditors who are or were insiders. (Married debtors filing under chapter 12 or chapter 13 must include payments by either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

NAME AND ADDRESS OF CREDITOR AND RELATIONSHIP TO DEBTOR	DATE OF PAYMENT	AMOUNT PAID	AMOUNT STILL OWING
--	--------------------	----------------	-----------------------

4. Suits and administrative proceedings, executions, garnishments and attachments

None



a. List all suits and administrative proceedings to which the debtor is or was a party within **one year** immediately preceding the filing of this bankruptcy case. (Married debtors filing under chapter 12 or chapter 13 must include information concerning either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

CAPTION OF SUIT AND CASE NUMBER	NATURE OF PROCEEDING	COURT OR AGENCY AND LOCATION	STATUS OR DISPOSITION
SEE ATTACHED	SEE ATTACHED	SEE ATTACHED	ATTACHED

None



b. Describe all property that has been attached, garnished or seized under any legal or equitable process within **one year** immediately preceding the commencement of this case. (Married debtors filing under chapter 12 or chapter 13 must include information concerning property of either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

NAME AND ADDRESS OF PERSON FOR WHOSE BENEFIT PROPERTY WAS SEIZED	DATE OF SEIZURE	DESCRIPTION AND VALUE OF PROPERTY
--	--------------------	---

5. Repossessions, foreclosures and returns

None



List all property that has been repossessed by a creditor, sold at a foreclosure sale, transferred through a deed in lieu of foreclosure or returned to the seller, within **one year** immediately preceding the commencement of this case. (Married debtors filing under chapter 12 or chapter 13 must include information concerning property of either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

NAME AND ADDRESS OF CREDITOR OR SELLER	DATE OF REPOSSESSION, FORECLOSURE SALE, TRANSFER OR RETURN	DESCRIPTION AND VALUE OF PROPERTY
---	--	---

6. Assignments and receiverships

None

a. Describe any assignment of property for the benefit of creditors made within **120 days** immediately preceding the commencement of this case. (Married debtors filing under chapter 12 or chapter 13 must include any assignment by either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

NAME AND ADDRESS OF ASSIGNEE	DATE OF ASSIGNMENT	TERMS OF ASSIGNMENT OR SETTLEMENT
---------------------------------	-----------------------	---

None

b. List all property which has been in the hands of a custodian, receiver, or court-appointed official within **one year** immediately preceding the commencement of this case. (Married debtors filing under chapter 12 or chapter 13 must include information concerning property of either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

NAME AND ADDRESS OF CUSTODIAN	NAME AND LOCATION OF COURT CASE TITLE & NUMBER	DATE OF ORDER	DESCRIPTION AND VALUE OF PROPERTY
----------------------------------	--	------------------	---

7. Gifts

None

List all gifts or charitable contributions made within **one year** immediately preceding the commencement of this case except ordinary and usual gifts to family members aggregating less than \$200 in value per individual family member and charitable contributions aggregating less than \$100 per recipient. (Married debtors filing under chapter 12 or chapter 13 must include gifts or contributions by either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

NAME AND ADDRESS OF PERSON OR ORGANIZATION	RELATIONSHIP TO DEBTOR, IF ANY	DATE OF GIFT	DESCRIPTION AND VALUE OF GIFT
--	--------------------------------------	-----------------	-------------------------------------

8. Losses

None

List all losses from fire, theft, other casualty or gambling within **one year** immediately preceding the commencement of this case **or since the commencement of this case**. (Married debtors filing under chapter 12 or chapter 13 must include losses by either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

DESCRIPTION AND VALUE OF PROPERTY	DESCRIPTION OF CIRCUMSTANCES AND, IF LOSS WAS COVERED IN WHOLE OR IN PART BY INSURANCE, GIVE PARTICULARS	DATE OF LOSS
---	--	-----------------

SEE ATTACHED

9. Payments related to debt counseling or bankruptcyNone

List all payments made or property transferred by or on behalf of the debtor to any persons, including attorneys, for consultation concerning debt consolidation, relief under the bankruptcy law or preparation of a petition in bankruptcy within **one year** immediately preceding the commencement of this case.

NAME AND ADDRESS OF PAYEE	DATE OF PAYMENT, NAME OF PAYER IF OTHER THAN DEBTOR	AMOUNT OF MONEY OR DESCRIPTION AND VALUE OF PROPERTY
Offices of Diana McDonald LLC 2800 P'tree Industrial Blvd ste C	Ending 08/06/2008	\$3,675.27

10. Other transfersNone

a. List all other property, other than property transferred in the ordinary course of the business or financial affairs of the debtor, transferred either absolutely or as security within **two years** immediately preceding the commencement of this case. (Married debtors filing under chapter 12 or chapter 13 must include transfers by either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

NAME AND ADDRESS OF TRANSFEREE, RELATIONSHIP TO DEBTOR	DATE	DESCRIBE PROPERTY TRANSFERRED AND VALUE RECEIVED
--	------	--

None

b. List all property transferred by the debtor within **ten years** immediately preceding the commencement of this case to a self-settled trust or similar device of which the debtor is a beneficiary.

NAME OF TRUST OR OTHER DEVICE	DATE(S) OF TRANSFER(S)	AMOUNT OF MONEY OR DESCRIPTION AND VALUE OF PROPERTY OR DEBTOR'S INTEREST IN PROPERTY
-------------------------------	------------------------	---

11. Closed financial accountsNone

List all financial accounts and instruments held in the name of the debtor or for the benefit of the debtor which were closed, sold, or otherwise transferred within **one year** immediately preceding the commencement of this case. Include checking, savings, or other financial accounts, certificates of deposit, or other instruments; shares and share accounts held in banks, credit unions, pension funds, cooperatives, associations, brokerage houses and other financial institutions. (Married debtors filing under chapter 12 or chapter 13 must include information concerning accounts or instruments held by or for either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

NAME AND ADDRESS OF INSTITUTION	TYPE OF ACCOUNT, LAST FOUR DIGITS OF ACCOUNT NUMBER, AND AMOUNT OF FINAL BALANCE	AMOUNT AND DATE OF SALE OR CLOSING
Wachovia 4825 Flat Shoals Pkwy, Decatur, GA 30034	Checking Acct: 8206 Ending: \$5.62	07/25/2008

12. Safe deposit boxes

None

List each safe deposit or other box or depository in which the debtor has or had securities, cash, or other valuables within **one year** immediately preceding the commencement of this case. (Married debtors filing under chapter 12 or chapter 13 must include boxes or depositories of either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

NAME AND ADDRESS OF BANK OR OTHER DEPOSITORY	NAMES AND ADDRESSES OF THOSE WITH ACCESS TO BOX OR DEPOSITORY	DESCRIPTION OF CONTENTS	DATE OF TRANSFER OR SURRENDER, IF ANY
--	---	-------------------------	---------------------------------------

13. Setoffs

None

List all setoffs made by any creditor, including a bank, against a debt or deposit of the debtor within **90 days** preceding the commencement of this case. (Married debtors filing under chapter 12 or chapter 13 must include information concerning either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

NAME AND ADDRESS OF CREDITOR	DATE OF SETOFF	AMOUNT OF SETOFF
------------------------------	----------------	------------------

14. Property held for another person

None

List all property owned by another person that the debtor holds or controls.

NAME AND ADDRESS OF OWNER	DESCRIPTION AND VALUE OF PROPERTY	LOCATION OF PROPERTY
---------------------------	-----------------------------------	----------------------

15. Prior address of debtor

None

If debtor has moved within **three years** immediately preceding the commencement of this case, list all premises which the debtor occupied during that period and vacated prior to the commencement of this case. If a joint petition is filed, report also any separate address of either spouse.

ADDRESS	NAME USED	DATES OF OCCUPANCY
---------	-----------	--------------------

16. Spouses and Former Spouses

None



If the debtor resides or resided in a community property state, commonwealth, or territory (including Alaska, Arizona, California, Idaho, Louisiana, Nevada, New Mexico, Puerto Rico, Texas, Washington, or Wisconsin) within **eight years** immediately preceding the commencement of the case, identify the name of the debtor's spouse and of any former spouse who resides or resided with the debtor in the community property state.

NAME

17. Environmental Information.

For the purpose of this question, the following definitions apply:

"Environmental Law" means any federal, state, or local statute or regulation regulating pollution, contamination, releases of hazardous or toxic substances, wastes or material into the air, land, soil, surface water, groundwater, or other medium, including, but not limited to, statutes or regulations regulating the cleanup of these substances, wastes, or material.

"Site" means any location, facility, or property as defined under any Environmental Law, whether or not presently or formerly owned or operated by the debtor, including, but not limited to, disposal sites.

"Hazardous Material" means anything defined as a hazardous waste, hazardous substance, toxic substance, hazardous material, pollutant, or contaminant or similar term under an Environmental Law.

None



a. List the name and address of every site for which the debtor has received notice in writing by a governmental unit that it may be liable or potentially liable under or in violation of an Environmental Law. Indicate the governmental unit, the date of the notice, and, if known, the Environmental Law:

SITE NAME AND ADDRESS	NAME AND ADDRESS OF GOVERNMENTAL UNIT	DATE OF NOTICE	ENVIRONMENTAL LAW
--------------------------	--	-------------------	----------------------

None



b. List the name and address of every site for which the debtor provided notice to a governmental unit of a release of Hazardous Material. Indicate the governmental unit to which the notice was sent and the date of the notice.

SITE NAME AND ADDRESS	NAME AND ADDRESS OF GOVERNMENTAL UNIT	DATE OF NOTICE	ENVIRONMENTAL LAW
--------------------------	--	-------------------	----------------------

None



c. List all judicial or administrative proceedings, including settlements or orders, under any Environmental Law with respect to which the debtor is or was a party. Indicate the name and address of the governmental unit that is or was a party to the proceeding, and the docket number.

NAME AND ADDRESS OF GOVERNMENTAL UNIT	DOCKET NUMBER	STATUS OR DISPOSITION
--	---------------	--------------------------

18. Nature, location and name of business

None



a. *If the debtor is an individual*, list the names, addresses, taxpayer-identification numbers, nature of the businesses, and beginning and ending dates of all businesses in which the debtor was an officer, director, partner, or managing

executive of a corporation, partner in a partnership, sole proprietor, or was self-employed in a trade, profession, or other activity either full- or part-time within **six years** immediately preceding the commencement of this case, or in which the debtor owned 5 percent or more of the voting or equity securities within **six years** immediately preceding the commencement of this case.

If the debtor is a partnership, list the names, addresses, taxpayer-identification numbers, nature of the businesses, and beginning and ending dates of all businesses in which the debtor was a partner or owned 5 percent or more of the voting or equity securities, within **six years** immediately preceding the commencement of this case.

If the debtor is a corporation, list the names, addresses, taxpayer-identification numbers, nature of the businesses, and beginning and ending dates of all businesses in which the debtor was a partner or owned 5 percent or more of the voting or equity securities within **six years** immediately preceding the commencement of this case.

NAME	LAST FOUR DIGITS OF SOCIAL-SECURITY OR OTHER INDIVIDUAL TAXPAYER-I.D. NO. (ITIN)/ COMPLETE EIN	ADDRESS	NATURE OF BUSINESS	BEGINNING AND ENDING DATES
------	--	---------	--------------------	-------------------------------

None

b. Identify any business listed in response to subdivision a., above, that is "single asset real estate" as defined in 11 U.S.C. § 101.

NAME	ADDRESS
------	---------

The following questions are to be completed by every debtor that is a corporation or partnership and by any individual debtor who is or has been, within **six years** immediately preceding the commencement of this case, any of the following: an officer, director, managing executive, or owner of more than 5 percent of the voting or equity securities of a corporation; a partner, other than a limited partner, of a partnership, a sole proprietor, or self-employed in a trade, profession, or other activity, either full- or part-time.

*(An individual or joint debtor should complete this portion of the statement **only** if the debtor is or has been in business, as defined above, within six years immediately preceding the commencement of this case. A debtor who has not been in business within those six years should go directly to the signature page.)*

19. Books, records and financial statements

None

a. List all bookkeepers and accountants who within **two years** immediately preceding the filing of this bankruptcy case kept or supervised the keeping of books of account and records of the debtor.

NAME AND ADDRESS	DATES SERVICES RENDERED
Phil Prolizo 2336 Wisteria Lane Snellville, GA 30078	2005-Present

None

b. List all firms or individuals who within **two years** immediately preceding the filing of this bankruptcy case have audited the books of account and records, or prepared a financial statement of the debtor.

NAME	ADDRESS	DATES SERVICES RENDERED
Phil Prolizo c/o Accurate Accounting	2336 Wisteria Lane, Snellville, GA 30078	03/2007

None c. List all firms or individuals who at the time of the commencement of this case were in possession of the books of account and records of the debtor. If any of the books of account and records are not available, explain.

NAME	ADDRESS
SEE ATTACHED	

None d. List all financial institutions, creditors and other parties, including mercantile and trade agencies, to whom a financial statement was issued by the debtor within **two years** immediately preceding the commencement of this case.

NAME AND ADDRESS	DATE ISSUED
Wachovia-Commercial Loan Service P.O. Box 740502 Atlanta, GA 30374	03/28/2008

20. Inventories

None a. List the dates of the last two inventories taken of your property, the name of the person who supervised the taking of each inventory, and the dollar amount and basis of each inventory:

DATE OF INVENTORY	INVENTORY SUPERVISOR	DOLLAR AMOUNT OF INVENTORY (Specify cost, market or other basis)
-------------------	----------------------	--

None b. List the name and address of the person having possession of the records of each of the inventories reported in a., above.

DATE OF INVENTORY	NAME AND ADDRESSES OF CUSTODIAN OF INVENTORY RECORDS
-------------------	--

21 . Current Partners, Officers, Directors and Shareholders

None a. If the debtor is a partnership, list the nature and percentage of partnership interest of each member of the partnership.

NAME AND ADDRESS	NATURE OF INTEREST	PERCENTAGE OF INTEREST
------------------	--------------------	------------------------

None b. If the debtor is a corporation, list all officers and directors of the corporation, and each stockholder who directly or indirectly owns, controls, or holds 5 percent or more of the voting or equity securities of the corporation.

NAME AND ADDRESS	TITLE	NATURE AND PERCENTAGE OF STOCK OWNERSHIP
SEE ATTACHED		

22 . Former partners, officers, directors and shareholders

None

a. If the debtor is a partnership, list each member who withdrew from the partnership within **one year** immediately preceding the commencement of this case.

NAME	ADDRESS	DATE OF WITHDRAWAL
------	---------	--------------------

None

b. If the debtor is a corporation, list all officers or directors whose relationship with the corporation terminated within **one year** immediately preceding the commencement of this case.

NAME AND ADDRESS	TITLE	DATE OF TERMINATION
------------------	-------	---------------------

23 . Withdrawals from a partnership or distributions by a corporation

None

If the debtor is a partnership or corporation, list all withdrawals or distributions credited or given to an insider, including compensation in any form, bonuses, loans, stock redemptions, options exercised and any other perquisite during **one year** immediately preceding the commencement of this case.

NAME & ADDRESS OF RECIPIENT, RELATIONSHIP TO DEBTOR	DATE AND PURPOSE OF WITHDRAWAL	AMOUNT OF MONEY OR DESCRIPTION AND VALUE OF PROPERTY
---	-----------------------------------	--

SEE ATTACHED

24. Tax Consolidation Group.

None

If the debtor is a corporation, list the name and federal taxpayer-identification number of the parent corporation of any consolidated group for tax purposes of which the debtor has been a member at any time within **six years** immediately preceding the commencement of the case.

NAME OF PARENT CORPORATION	TAXPAYER-IDENTIFICATION NUMBER (EIN)
----------------------------	--------------------------------------

25. Pension Funds.

None

If the debtor is not an individual, list the name and federal taxpayer-identification number of any pension fund to which the debtor, as an employer, has been responsible for contributing at any time within **six years** immediately preceding the commencement of the case.

NAME OF PENSION FUND	TAXPAYER-IDENTIFICATION NUMBER (EIN)
----------------------	--------------------------------------

* * * * *

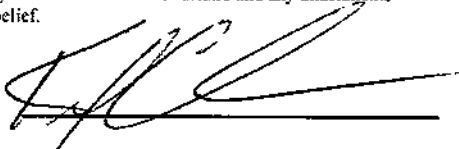
[If completed by an individual or individual and spouse]

I declare under penalty of perjury that I have read the answers contained in the foregoing statement of financial affairs and any attachments thereto and that they are true and correct.

Date	_____	Signature of Debtor	_____
Date	_____	Signature of Joint Debtor (if any)	_____

[If completed on behalf of a partnership or corporation]

I declare under penalty of perjury that I have read the answers contained in the foregoing statement of financial affairs and any attachments thereto and that they are true and correct to the best of my knowledge, information and belief.

Date	<u>08/29/2008</u>	Signature	
		Print Name and Title	<u>Kirby Clements, Jr., Secretary</u>

[An individual signing on behalf of a partnership or corporation must indicate position or relationship to debtor.]

4 continuation sheets attached

Penalty for making a false statement: Fine of up to \$500,000 or imprisonment for up to 5 years, or both. 18 U.S.C. §§ 152 and 3571

DECLARATION AND SIGNATURE OF NON-ATTORNEY BANKRUPTCY PETITION PREPARER (See 11 U.S.C. § 110)

I declare under penalty of perjury that: (1) I am a bankruptcy petition preparer as defined in 11 U.S.C. § 110; (2) I prepared this document for compensation and have provided the debtor with a copy of this document and the notices and information required under 11 U.S.C. §§ 110(b), 110(h), and 342(b); and, (3) if rules or guidelines have been promulgated pursuant to 11 U.S.C. § 110(h) setting a maximum fee for services chargeable by bankruptcy petition preparers, I have given the debtor notice of the maximum amount before preparing any document for filing for a debtor or accepting any fee from the debtor, as required by that section.

Printed or Typed Name and Title, if any, of Bankruptcy Petition Preparer

Social-Security No. (Required by 11 U.S.C. § 110.)

If the bankruptcy petition preparer is not an individual, state the name, title (if any), address, and social-security number of the officer, principal, responsible person, or partner who signs this document.

Address

Signature of Bankruptcy Petition Preparer

Date

Names and Social-Security numbers of all other individuals who prepared or assisted in preparing this document unless the bankruptcy petition preparer is not an individual:

If more than one person prepared this document, attach additional signed sheets conforming to the appropriate Official Form for each person

A bankruptcy petition preparer's failure to comply with the provisions of title 11 and the Federal Rules of Bankruptcy Procedure may result in fines or imprisonment or both. 18 U.S.C. § 156.

**IN THE UNITED STATES BANKRUPTCY COURT
NORTHERN DISTRICT OF GEORGIA**

In re: The KSG Group, Inc.

CASE: _____

STATEMENT OF FINANCIAL AFFAIRS

Question 1 Income from employment or operation of business

Amount	Source
\$166,607.00 (2005)	Lease payment received by various tenants
\$182,434.00 (2006)	Lease payment received by various tenants
\$ unknown (2007)	Lease payment received by various tenants
\$ unknown (2008)	Lease payments received by various tenants

Question 3 Payments to creditors

b. Debtor whose debts are not primarily consumer debts

Name and Address of creditor	Dates of payments/transfer	Amount paid or value of transfers	Amount still owing
Wachovia Bank Commercial Loan Services P.O. Box 740502 Atlanta, GA 30374	07/07/2007 thru 08/28/2008	\$89,168.00	\$1,822,046.27
Law Offices of Diana McDonald, LLC. 2800 Peachtree Industrial Blvd. Suite C Duluth, GA 30097	01/01/2008 thru 08/28/2008	\$3,675.27	\$0.00
Faith Janitorial Services, Inc. P.O. Box 371592 Decatur, GA 30037	06/11/2008	\$1095.00	\$17,340.00
Atlanta Carpet Services P.O Box 360812 Atlanta, GA 30036	08/20/2008	\$125.88	\$0.00
Continued below			

Name and Address of creditor	Dates of payments/transfer	Amount paid or value of transfers	Amount still owing
Rollins Acceptance P.O. Box 1415 Atlanta, GA 30301	08/20/2008	\$125.88	\$0.00
N.B.E. 3653-F Flakes Mill Rd Decatur, GA 30034	07/09/2008	\$76.00	\$0.00
Charlesworth Realty Group 2 Ravinia Drive Suite 500 Atlanta, GA 30346	06/05/2008 and 05/26/2008	\$818.00	\$812.00
Lee Wanger Address unknown	06/04/2008	\$20.00	\$0.00
Stanley Clements 1002 Neal Street Atlanta, GA 30031	08/26/2008	\$80.00	\$0.00
Montgomery Insurance Company 62 Maple Ave Keene, NH 03431	07/07/2008	\$366.72	\$2,173.72
Dekalb County Tax Commissioner P.O. Box 10004 Decatur, GA 30031	07/15/2008	\$1,014.00	\$0.00
Yolanda Loden Addr Unknown	06/03/2008 and 06/05/2008	\$590.00	\$0.00
Georgia Power 241 Ralph McGill Blvd. Atlanta, GA 30308	05/2008 07/2008	\$461.65	\$272.99
Kirby and Sandra Clements 2000 Cathedral Place Decatur, GA 30034			

Question 4: suits and administrative proceedings, etc.

Caption of suit and case number	Nature of proceeding	Court or agency location	Status / dispo
KSG, Group v. Henry Oliphant 08A87689	Contract	Dekalb County State Court	Stay pending bankruptcy
In Re: Henry Oliphant	Bankruptcy	Bankruptcy Court Northern District of	Pending

08-73757-MHM		Georgia	
--------------	--	---------	--

Question 8 Losses

Description and value of property	Description of circumstances and other particulars of theft	Date of loss
Wall damage to suites 301, 302, 306, 308, upper hallway	Burglary of property by cutting thru walls. Was covered by insurance \$5,054.44	12/10/2007

Question 19 c- Persons in possession of books at commencement of this action

Name	Address
Phil Prolizo c/o Accurate Accounting	2336 Wisteria Lane Snellville, GA 30078
Gina Clements- The Clements Law Group, LLC	4525 Flat Shoals Pkwy Suite 404 Decatur, GA 30034

Question 21-b- Officers of corporation

Name and address	Title	Nature and percentage of stock ownership
Kirby Clements, Sr. 2000 Cathedral Place Decatur, GA 30034	CEO	50%
Sandra Clements 2000 Cathedral Place Decatur, GA 30034	CFO	40%
Kirby Clements, Jr. 3273 Steeple Drive Decatur, GA 30034	Secretary	5%
Gina Clements 3310 Harvester Woods Rd.. Decatur, GA 30034	Share holder	5%

Question 23. Withdrawals from a partnership or distribution by a corporation

Name/address of recipient and relationship to debtor	Date and purpose of withdrawal	Amount of money or description and value
Gina Clements 3310 Harvester Woods Rd Decatur, GA 30034 Shareholder	02/08/2008 Loan	\$650.00
Kirby Clements, Jr. 3273 Steeple Drive Decatur, GA 30034 Secretary	05/06/2008 Loan	\$900.00
Kirby Clements, Sr. 2000 Cathedral Place Decatur, GA 30034 CEO	08/11/2008 Loan for trip (repaid \$3092.46)	\$3,235.40
The Clements Law Group 4525 Flat Shoals Pkwy Suite 404 Decatur, GA 30034 Business of Secretary and shareholder	06/05/2008 Loan	\$650.00

UNITED STATES BANKRUPTCY COURT
Northern District of Georgia

In re The KSG Group, Inc.

Case No. _____

Chapter 11**LIST OF ALL CREDITORS**

Name of Creditor and complete mailing address, including zip code	Amount of claim
Wachovia Bank Commercial Loan Services P.O. Box 740502 Atlanta, GA 30374	\$1,822,046.27
Kirby and Sandra Clements 2000 Cathedral Place, Decatur, GA 30034	\$47,760.70
Faith Janitorial Service P.O. Box 371592 Decatur, GA 30037	\$17,340.00
Tim Starks 5300 Salem Road Lithonia, GA 30038	\$3000.00
Hillman Mechanical Service 3794 Birch Briar Court Decatur, GA 30034	\$2205.00
Atlanta Carpet Services P.O. Box 360812 Decatur, GA 30036	\$1301.74
Charlesworth Realty Group 2 Ravinia Drive, Suite 500 Atlanta, GA 30346	\$812.00
Accurate Accounting 2636 Wisteria Lane Suite 130 Snellville, GA 30078	\$300.00
Montgomery Insurance Co 62 Maple Ave Keene, NH 03431	\$2,173.72
Dekalb Co Sanitation P.O. Box 1027 Decatur, GA 30031	\$2,423.29
Dekalb Co Water & Sewer P.O. Box 1027 Decatur, GA 30031	\$2,715.47
GA Power 241 Ralph McGill Atlanta, GA 30308	\$272.99

UNITED STATES BANKRUPTCY COURT
Northern District of Georgia

In re The KSG Group, Inc.

Case No. _____

Chapter 11

LIST OF ALL CREDITORS

Dekalb County Tax Commissioner Collections Division P.O. Box 100004 Decatur, GA 30031	1,077.95
Great American Leasing 8742 Innovative Way Chicago, IL 60682	\$5,392.00

Date: 8-29-08


Debtor

08/29/08

08-76952

CASE NUMBER: _____ JUDGE: _____ CHAPTER: 11

Non-Business or Business Intake Clerk: Janet Aviles Date: AUG 29 2008

Complete _____ or Incomplete Paid _____ *IFP Filed _____

Orders on Fee Application

- ___ 02g - Chapter 11/13 Order Granting 2 Installments of \$ _____ each.
- ___ 03g - Chapter 11 Order Granting -10 day (3 Installments of \$339.00, \$350.00 & \$350.00.)
- ___ 03g - Chapter 13 Order Granting -10 day (3 Installments of \$75.00, \$99.50 & \$99.50.)
- ___ 02d - Chapter 11/13 Order Denying \$ _____ due.
- ___ 02g - Chapter 7 Order Granting _____ Order Issued

Missing Documents:

- Pro se Affidavit
- Form B21
- Matrix - Requires separate Order
- Voluntary Petition not on Official Form One
- Exhibit D
- Statement of Financial Affairs
- Schedules: A B C D E F G H I J
- Summary of Schedules
- Statistical Summary
- Declaration Page for Summary & Schedules
- Statement of Intent (Ch. 7)
- Attorney Disclosure Statement
- Petition Preparer Disclosure Statement
- Declaration & Signature of Non-Attorney Bankruptcy Petition Preparer
- Notice to Individual Consumer Debtor (Form 342b)
- Statement of Current Monthly Income/Mean Test
- Chapter 13 Plan, complete with signature(s)
- Certificate of Credit Counseling.
- Motion for Determination (Exigent Circumstances)
- Pay Advices
- Corporate Resolution (Business Ch. 7 & 11)
- 20 Largest Unsecured Creditors (Business Ch. 11)
- List of Equity Security Holders (Business Ch. 11)
- Small Business - Balance Sheet
- Small Business - Statement of Operations
- Small Business - Cash Flow Statement
- Small Business - Federal Tax Returns

Petition Deficiencies:

- Name
- Last 4 digits of ssn
- Address
- County
- Type of Debtor
- Chapter
- Nature of Debts
- Statistical Estimates
- Venue
- Signatures
- Fee Application not filed

NOTES:

U. S. BANKRUPTCY COURT
NORTHERN DISTRICT OF GEORGIA
ATLANTA DIVISION

01117628 - JA
August 29, 2008

Code	Case No	Qty	Amount	By
11	08-76952	1	\$1,039.00	CK
	Judge - Not Assigned			
	Debtor - THE KSG GROUP, INC.			

TOTAL: \$1,039.00

FROM: Gina A Clements
x
x