

UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF FLORIDA  
[www.flsb.uscourts.gov](http://www.flsb.uscourts.gov)

|   |   |
|---|---|
| IN  | CASE NUMBER                                     |
| Gulfstream International Group, Inc<br>LEAD DEBTOR. | Lead Case Number 10-44131-JKO                   |
| Gulfstream Training Academy, Inc.<br>DEBTOR         | Case Number 10-44134                            |
|   | JUDGE The Honorable John K. Olson<br>CHAPTER 11 |

DEBTOR'S STANDARD MONTHLY FINANCIAL REPORTS (BUSINESS)  
FOR THE PERIOD  
FROM FEBRUARY 1, 2011 TO FEBRUARY 28, 2011

Comes now the above-named debtor and files its Monthly Operating Reports in accordance with the Guidelines established by the United States Trustee and FRBP 2015.

/s/ Douglas A. Bates

Attorney for Debtor's Signature

Debtor's Address  
and Phone Number:

Gulfstream Training Academy, Inc.  
3201 Griffin Road, 4th Floor  
Fort Lauderdale, FL 33312  
(954)-985-1500

Attorney's Address  
and Phone Number:

Berger Singerman, P.A.  
350 East Las Olas Boulevard, Suite 1000  
Fort Lauderdale, FL 33301  
(954)-525-9900

**SCHEDULE OF RECEIPTS AND DISBURSEMENTS**

FOR THE PERIOD BEGINNING FEBRUARY 1, 2011 AND ENDING FEBRUARY 28, 2011

Name of Debtor: Gulfsteam Training Academy, Inc.  
Date of Petition: November 4, 2010

Case No.: 10-44134

|   | <u>CURRENT<br/>MONTH</u> | <u>CUMULATIVE<br/>PETITION TO DATE</u> |
|---|--------------------------|--|
| <b>1 FUNDS AT BEGINNING OF PERIOD</b>   | <b>\$ 1,028.51 (a)</b>   | <b>\$ 3,152.58 (b)</b>                 |
| <b>2 RECEIPTS:</b>  |                          |  |
| A. Cash Sales   | 1,500.00                 | 20,000.00                              |
| Minus: Cash Refunds   | -                        | -                                      |
| Net Cash Sales  | <u>1,500.00</u>          | <u>20,000.00</u>                       |
| B. Accounts Receivable  | -                        | 20,199.00                              |
| C. Other Receipts (see MOR-3)<br>(if you receive rental income,<br>you must attach a rent roll) (d) | <u>42,383.00</u>         | <u>144,384.07</u>                      |
| <b>3 TOTAL RECEIPTS (2A+2B+2C)</b>  | <b>\$ 43,883.00</b>      | <b>\$ 184,583.07</b>                   |
| <b>4 TOTAL FUNDS AVAILABLE FOR<br/>OPERATIONS (Line 1 + Line 3)</b>                                 | <b>\$ 44,911.51</b>      | <b>\$ 187,735.65</b>                   |
| <b>5 DISBURSEMENTS</b>  |                          |  |
| A. Advertising  | -                        | -                                      |
| B. Bank Charges   | -                        | -                                      |
| C. Contract Labor   | -                        | 486.00                                 |
| D. Fixed Asset Payments (not included in "N")   | -                        | -                                      |
| E. Insurance  | -                        | 22,125.33                              |
| F. Inventory Payments (See Attachment 2)  | -                        | -                                      |
| G. Leases   | 5,425.14                 | 21,647.78                              |
| H. Manufacturing Supplies   | -                        | -                                      |
| I. Office Supplies  | 375.47                   | 813.99                                 |
| J. Payroll - Net (See Attachment 4B)  | 16,061.53                | 70,022.66                              |
| K. Professional Fees (Accounting and Legal)   | -                        | 1,433.33                               |
| L. Rent   | 9,164.27                 | 27,492.81                              |
| M. Repairs & Maintenance  | -                        | 727.36                                 |
| N. Secure Creditor Payments (See Attachment 2)  | -                        | -                                      |
| O. Taxes Paid - Payroll (See Attachment 4C)   | 5,658.01                 | 24,599.58                              |
| P. Taxes Paid - Sales & Use (See Attachment 4C)   | -                        | -                                      |
| Q. Taxes Paid - Other (See Attachment 4C)   | -                        | -                                      |
| R. Telephone  | 2,007.75                 | 3,699.14                               |
| S. Travel and Entertainment   | -                        | 785.00                                 |
| T. U.S. Trustee Quarterly Fees  | 325.00                   | 975.00                                 |
| U. Utilities  | 259.56                   | 856.87                                 |
| V. Vehicle Expenses   | -                        | 11.04                                  |
| T. Other Operating Expenses (See MOR-3)   | <u>2,179.75</u>          | <u>8,604.73</u>                        |
| <b>6 TOTAL DISBURSEMENTS (Sum of 5A thru 5W)</b>  | <b>\$ 41,456.48</b>      | <b>\$ 184,280.62</b>                   |
| <b>7 ENDING BALANCE (Line 4 Minus Line 6)</b>   | <b>\$ 3,455.03 (c)</b>   | <b>\$ 3,455.03 (c)</b>                 |

proof

proof

I declare under penalty of perjury that this statement and the accompanying documents and reports are true and correct to the best of my knowledge and belief.

This 16 day of March, 2011.


(Signature)

(a) This number is carried forward from last month's report. For the first report only, this number will be the balance as of the petition

(b) This figure will not change from month to month. It is always the amount of funds on hand as of the date of the petition.

(c) These two amounts will always be the same if the form is completed correctly.

(d) See MOR 2 EXHIBIT 1 for a Rent Roll as of February 28, 2011.

## MOR 2 EXHIBIT 1

**GULFSTREAM TRAINING ACADEMY, INC  
RENT ROLL**

Name of Debtor: Gulfstream Training Academy, Inc.

Case No.: 10-44134

Date of Petition: November 4, 2010

| <b>Tenant Name</b> | <b>Address</b>      | <b>City</b>  | <b>State</b> | <b>Zip</b> | <b>Amount of<br/>Monthly Rent</b> | <b>Due Date</b>  | <b>Payment Status</b>          |
|--------------------|---------------------|--------------|--------------|------------|-----------------------------------|------------------|--------------------------------|
| Sung Ree           | 33217 30th Ave SW   | Federal Way  | WA           | 98023      | N/A (a)                           | N/A              | N/A                            |
| Derek Smith        | 151 Canterbury Rd.  | Danville     | VA           | 24541      | \$399.00                          | 1st of the month | current                        |
| Thomas Parr        | 2710 Paddock PL     | The Villages | FL           | 32162      | \$270.00                          | 1st of the month | past due - partial pmt on 2/22 |
| Chris Likins       | 5421 E. 103rd Place | Tulsa        | OK           | 74137      | \$200.00                          | 1st of the month | current, moved out on 2/16.    |
| Patrick Sheehy     | P.O. Box 4          | Kitty Hawk   | NC           | 27949      | \$114.00                          | 1st of the month | current, moved out on 2/9.     |

(a) Apartment Manager Comped Rent

NOTE: The Debtor leases five apartments for the use of it's students.

**MONTHLY SCHEDULE OF RECEIPTS AND DISBURSEMENTS (cont'd)****Detail of Other Receipts and Other Disbursements****OTHER RECEIPTS:**

Describe Each Item of Other Receipts and List Amount of Receipt. Write totals on Page MOR-2, Line 2C.

| Description                    | Current Month       | Cumulative<br>Petition to Date |
|--------------------------------|---------------------|--------------------------------|
| Dorm Rent Income               | \$ 1,383.00         | \$ 4,061.00                    |
| Intercompany Advances from GIA | 41,000.00           | 140,323.07                     |
|                                |                     | -                              |
|                                |                     | -                              |
|                                |                     | -                              |
| <b>TOTAL OTHER RECEIPTS</b>    | <b>\$ 42,383.00</b> | <b>\$ 144,384.07</b>           |

**"Other Receipts" includes Loans from Insiders and other sources (i.e. Officer/Owner, related parties, directors, related corporations, etc.). Please describe below:**

| Loan Amount | Source of<br>Funds | Purpose              | Repayment<br>Schedule |
|-------------|--------------------|----------------------|-----------------------|
| 41,000.00   | GIA                | Intercompany Advance | N/A                   |

**OTHER DISBURSEMENTS:**

Describe Each Item of Other Disbursements and List Amount of Disbursement. Write totals on Page MOR-2, Line 5W.

| Description                      | Current Month      | Cumulative<br>Petition to Date |
|----------------------------------|--------------------|--------------------------------|
| Payroll Service Fee              | \$ 380.80          | 1,308.60                       |
| State of FL Child Support        | 306.00             | 2,448.00                       |
| Cable for Apartments             | 443.24             | 1,740.06                       |
| Self Defense Class               | 225.00             | 375.00                         |
| Employees Expenses Reimbursement | 48.19              | 518.19                         |
| Internet Web Host                | -                  | 100.00                         |
| Petty Cash Disbursements         | 184.85             | 457.25                         |
| Copier Usage Overage             | -                  | 111.61                         |
| Credit Card Fees                 | 66.86              | 697.02                         |
| Tour Expenses Reimbursement      | -                  | 300.00                         |
| Postage & Delivery               | 96.81              | 121.00                         |
| Fire Extinguisher Training       | 178.00             | 178.00                         |
| Apartment Deposit Refund         | 250.00             | 250.00                         |
| <b>TOTAL OTHER DISBURSEMENTS</b> | <b>\$ 2,179.75</b> | <b>\$ 8,604.73</b>             |

**NOTE: Attach a current Balance Sheet and Income (Profit & Loss) Statement**

Please see attached MOR-3 Exhibit 1 for Income Statement &amp; MOR-3 Exhibit 2 for Balance Sheet

MOR-3

## MOR 3 - EXHIBIT 1

INCOME STATEMENTFOR THE PERIOD BEGINNING FEBRUARY 1, 2011 AND ENDING FEBRUARY 28, 2011

Name of Debtor: Gulfsteam Training Academy, Inc.  
 Date of Petition: 11/4/2010

Case No.: 10-44134

|                                | <u>Current Month</u> | <u>Year to Date</u>  |
|--------------------------------|----------------------|----------------------|
| <b>Revenues</b>                |                      |                      |
| Enrollment Fees - F/O          | \$ -                 | \$ 21,799.67         |
| Add'l 150 Flight Time Program  | -                    | 5,000.00             |
| CMT/CPT Training               | 40.00                | 40.00                |
| CPT Instructor Pay             | 118.75               | 118.75               |
| Professional Fees Revenue-GIA  | 1,174.00             | 2,348.00             |
| Ground School(GIA)             | 500.00               | 1,000.00             |
| Ground School Instructor Pay   | 6,446.25             | 14,044.23            |
| FFS Rental(GIA)                | 28,444.50            | 52,920.00            |
| GC Manuals                     | 175.00               | 420.00               |
| Perdiem and Others             | 2,980.00             | 4,980.00             |
| Dorm rent income               | 1,383.00             | 2,065.00             |
| <b>Total Revenues</b>          | <b>\$ 41,261.50</b>  | <b>\$ 104,735.65</b> |
| <b>Cost of Sales</b>           |                      |                      |
| Instructors Pay -Training      | \$ 8,574.85          | \$ 17,675.33         |
| A/C Rental Cost                | -                    | 1,920.00             |
| FO in A/C 15% Checkride Payrol | -                    | 900.90               |
| FOs Entering IOE               | -                    | 2,000.00             |
| Simulator Rental - GTA 1900    | -                    | 10,710.00            |
| Simulator Rental - GIA 1900    | 27,090.00            | 50,400.00            |
| Self Defense Training          | 225.00               | 225.00               |
| Fire Ext./Dept.Inservice Trng  | -                    | 178.00               |
| Manuals                        | 104.91               | 252.11               |
| P/R Tax - Training             | 1,039.17             | 1,831.67             |
| Printing and Reproduction      | 21.19                | 21.19                |
| <b>Total Cost of Sales</b>     | <b>\$ 37,055.12</b>  | <b>\$ 86,114.20</b>  |
| <b>Gross Profit</b>            | <b>\$ 4,206.38</b>   | <b>\$ 18,621.45</b>  |

## MOR 3 - EXHIBIT 1

INCOME STATEMENTFOR THE PERIOD BEGINNING FEBRUARY 1, 2011 AND ENDING FEBRUARY 28, 2011

Name of Debtor: Gulfsteam Training Academy, Inc.

Case No.: 10-44134

Date of Petition: 11/4/2010

**Expenses**

|  |                       |                       |
|--|-----------------------|-----------------------|
| Automobile Expense                         | \$ 12.93              | \$ 12.93              |
| Automobile Insurance                       | 394.59                | 789.18                |
| Commission                                 | 75.00                 | 275.00                |
| Chapter 11 Fees                            | -                     | 975.00                |
| Credit Card Fees                           | 66.86                 | 280.51                |
| Copier usage                               | 162.20                | 162.20                |
| Copier Lease                               | 550.14                | 1,100.28              |
| Depreciation Expense - Automobile          | 278.00                | 556.00                |
| Depreciation Expense - Classroom Furniture | 77.00                 | 154.00                |
| Depreciation Expense - Dorm Furniture      | 11.00                 | 22.00                 |
| Depreciation Expense - Office Furniture    | 82.00                 | 164.00                |
| Depreciation Expense - Computer Equipment  | 307.00                | 614.00                |
| Depreciation Expense - Furniture & Fixture | 5.00                  | 10.00                 |
| Depreciation Expense - Office Machine & Eq | 73.00                 | 146.00                |
| Electricity for Apartments                 | 256.58                | 527.14                |
| Cable for Apartments                       | 443.24                | 878.24                |
| Insurance-Liability                        | 1,430.83              | 5,723.32              |
| Insurance - Health & Dental                | 2,710.49              | 4,990.07              |
| Insurance - Inland Marine                  | 768.65                | 1,537.30              |
| Insurance - Property Liability             | 72.09                 | 144.18                |
| Office Supplies                            | 143.29                | 482.49                |
| Salaries - Admin.                          | 4,967.39              | 10,195.80             |
| P/R Tax - Admin                            | 538.31                | 1,048.27              |
| Salaries - Sales                           | 6,896.73              | 13,409.74             |
| Payroll Service Fee                        | 380.80                | 1,028.60              |
| Postage and Delivery                       | 39.24                 | 142.59                |
| Postage machine rental                     | -                     | 667.80                |
| P/R Tax - Sales                            | 687.93                | 1,256.09              |
| 401K Employer contribution                 | 11.52                 | 26.50                 |
| Professional Fees - Computer               | 27.00                 | 100.31                |
| Professional fees-Accounting               | 1,203.00              | 2,406.00              |
| Rent - Office GTA                          | 9,164.27              | 18,328.54             |
| Rent for apartment                         | 4,875.00              | 9,750.00              |
| Repair & Maint. - Building                 | 126.21                | 135.01                |
| Repair & Maint - Janitorial                | 36.57                 | 36.57                 |
| Taxes-Property                             | 593.00                | 1,186.00              |
| Telephone                                  | 1,064.66              | 3,297.41              |
| Telephone - Cell                           | 50.00                 | 100.00                |
| Travel-Entertainment                       | 225.00                | 525.00                |
| Travel-Meals                               | -                     | 20.00                 |
| Website                                    | -                     | 75.00                 |
| <b>Total Expenses</b>                      | <b>\$ 38,806.52</b>   | <b>\$ 83,279.07</b>   |
| <b>Net Income</b>                          | <b>\$ (34,600.14)</b> | <b>\$ (64,657.62)</b> |

## MOR 3 - EXHIBIT 2

**BALANCE SHEET**  
**AS OF FEBRUARY 28, 2011**Name of Debtor: Gulfsteam Training Academy, Inc.  
Date of Petition: 11/4/2010

Case No.: 10-44134

**ASSETS****Current Assets**

|                             |                            |
|-----------------------------|----------------------------|
| Cash in bank                | \$ 3,155.03                |
| Petty Cash                  | 300.00                     |
| Accounts Receivable         | 34,979.60                  |
| Allowance for Bad Debt      | (20,000.00)                |
| <b>Total Current Assets</b> | <b><u>\$ 18,434.63</u></b> |

**Property and Equipment**

|  |                            |
|--|----------------------------|
| Automobiles                                    | \$ 16,680.00               |
| Classroom Furniture                            | 7,440.85                   |
| Dorm Furniture                                 | 12,498.30                  |
| Office Furniture                               | 5,364.61                   |
| Computer Equipment                             | 27,873.75                  |
| Computer Software                              | 3,055.67                   |
| Furniture & Fixtures                           | 3,883.99                   |
| Office Machines & Equipment                    | 8,752.71                   |
| Accumulated Depreciation                       | (50,406.57)                |
| Depreciation Expense - Automobile              | (556.00)                   |
| Depreciation Expense - Classroom Furniture     | (154.00)                   |
| Depreciation Expense - Dorm Furniture          | (22.00)                    |
| Depreciation Expense - Office Furniture        | (164.00)                   |
| Depreciation Expense - Computer Equipment      | (614.00)                   |
| Depreciation Expense - Furniture & Fixture     | (10.00)                    |
| Depreciation Expense - Office Machine & Equip. | (146.00)                   |
| <b>Total Property and Equipment</b>            | <b><u>\$ 33,477.31</u></b> |

**Other Assets**

|                            |                              |
|----------------------------|------------------------------|
| Prepaid Insurance          | \$ 14,499.28                 |
| Prepaid Other              | 7,039.00                     |
| Investment in GIA Holdings | 1,000,000.00                 |
| Investment in GIA          | 850,000.00                   |
| Due from GIA - new         | 1,231,671.75                 |
| Due form GC                | 6,962.50                     |
| Apartment Security Deposit | 6,325.00                     |
| <b>Total Other Assets</b>  | <b><u>\$3,116,497.53</u></b> |

|                     |                              |
|---------------------|------------------------------|
| <b>Total Assets</b> | <b><u>\$3,168,409.47</u></b> |
|---------------------|------------------------------|

## MOR 3 - EXHIBIT 2

**BALANCE SHEET**  
**AS OF FEBRUARY 28, 2011**

Name of Debtor: Gulfsteam Training Academy, Inc.  
Date of Petition: 11/4/2010

Case No.: 10-44134

**LIABILITIES AND CAPITAL**

**Current Liabilities**

|                                  |                              |
|----------------------------------|------------------------------|
| Accounts Payable                 | \$ 528,878.83                |
| Accounts Payable - Post 11/4     | 23,017.38                    |
| Due to GIA New                   | 1,400,623.15                 |
| Due to GIG                       | 105,000.00                   |
| P/R Payable - Payroll            | 4,706.58                     |
| Tax Payable - Payroll Taxes      | 1,525.93                     |
| Accrued Bonus                    | 126,510.25                   |
| Accrued Commissions              | 813.00                       |
| Accrued - Comm. Property Tax     | 7,534.00                     |
| Accrued Other                    | 288.36                       |
| 401K EE Contribution             | 449.28                       |
| Dorm deposit                     | 2,250.00                     |
| Deferred Revenue                 | 302,150.00                   |
| <b>Total Current Liabilities</b> | <b><u>\$2,503,746.76</u></b> |

|                       |          |
|-----------------------|----------|
| Long-Term Liabilities | <u>-</u> |
|-----------------------|----------|

|                          |                              |
|--------------------------|------------------------------|
| <b>Total Liabilities</b> | <b><u>\$2,503,746.76</u></b> |
|--------------------------|------------------------------|

**Capital**

|                      |                             |
|----------------------|-----------------------------|
| Capital Stock        | 500.00                      |
| Push-down Capital    | 6,781,766.00                |
| Retained Earnings    | (6,052,945.67)              |
| Net Income           | (64,657.62)                 |
| <b>Total Capital</b> | <b><u>\$ 664,662.71</u></b> |

|  |                              |
|--|------------------------------|
| <b>Total Liabilities &amp; Capital</b> | <b><u>\$3,168,409.47</u></b> |
|--|------------------------------|



**ATTACHMENT 1**

**MONTHLY ACCOUNTS RECEIVABLE RECONCILIATION AND AGING**

Name of Debtor: Gulfsteam Training Academy, Inc.

Case No.: 10-44134

Reporting Period beginning February 1, 2011 and ending February 28, 2011

ACCOUNTS RECEIVABLE AT PETITION DATE: \$ 34,979.60

**ACCOUNTS RECEIVABLE RECONCILIATION**

(Include all accounts receivable, pre-petition and post-petition, including charge card sales which have not been received):

|                                       |                            |     |
|---------------------------------------|----------------------------|-----|
| Beginning of Month Balance            | <u>\$ 34,979.60</u>        | (a) |
| PLUS: Current Month New Billings      | <u>-</u>                   |     |
| MINUS: Collections During the Month   | <u>-</u>                   | (b) |
| PLUS/MINUS: Adjustments or Write-offs | <u>-</u>                   | *   |
| End of Month Balance                  | <u><u>\$ 34,979.60</u></u> | (c) |

\*For any adjustments or Write-offs provide explanation and supporting documentation, if applicable:

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**POST PETITION ACCOUNTS RECEIVABLE AGING**

(Show the total for each aging category for all accounts receivable)

| <u>0-30 Days</u> | <u>31-60 Days</u>           | <u>61-90 Days</u>           | <u>Over 90 Days</u> | <u>Total</u>            |
|------------------|-----------------------------|-----------------------------|---------------------|-------------------------|
| <u>\$ -</u>      | <u>                    </u> | <u>                    </u> | <u>\$ 34,979.60</u> | <u>\$ 34,979.60</u> (c) |

For any receivables in the "Over 90 Days" category, please provide the following:

| <u>Customer</u>             | <u>Receivable Date</u>      | <u>Status (collection efforts taken, estimate of collectability, write-off, disputed account, etc.)</u> |
|-----------------------------|-----------------------------|---|
| <u>Erik German</u>          | <u>6/5/06</u>               | <u>\$20,000 Allowance for bad debt, will send to collection</u>   |
| <u>Victor Trevino</u>       | <u>6/1/09</u>               | <u>\$14,979.60 Student is taking leave of absence</u>   |
| <u>                    </u> | <u>                    </u> | <u>                    </u>   |
| <u>                    </u> | <u>                    </u> | <u>                    </u>   |

(a) This number is carried forward from last month's report. For the first month only, this number will be the balance as of the petition date.

(b) This must equal the number reported in the "Current Month" column of Schedule of Receipts and Disbursements (Page MOR-2, Line 2B).

(c) These amounts must equal.

**ATTACHMENT 2**  
**MONTHLY ACCOUNTS PAYABLE AND SECURED PAYMENTS REPORT**

Name of Debtor: Gulfsteam Training Academy, Inc.

Case No.: 10-44134

Reporting Period beginning February 1, 2011 and ending February 28, 2011

In the space below list all invoices or bills incurred and not paid since the filing of the petition. Do not include amounts owed prior to filing the petition. In the alternative, a computer generated list of payables may be attached provided all information requested below is included:

**POST-PETITION ACCOUNTS PAYABLE**

| <u>Date</u><br>Incurred | <u>Days</u><br>Outstanding | <u>Vendor</u> | <u>Description</u> | <u>Amount</u> |
|-------------------------|----------------------------|---------------|--------------------|---------------|
|-------------------------|----------------------------|---------------|--------------------|---------------|

Please see attached MOR-5 EXHIBIT 1.

TOTAL AMOUNT ##### (b)

Check here if pre-petition debts have been paid. Attach an explanation and copies of supporting documentation.

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**ACCOUNTS PAYABLE RECONCILIATION (Post-Petition Unsecured Debt Only):**

|   |    |             |     |
|---|----|-------------|-----|
| Opening Balance   | \$ | 20,563.72   | (a) |
| PLUS: New Indebtedness Incurred This Month                          |    | 48,608.71   |     |
| MINUS: Amount Paid on Post Petition,<br>Accounts Payable This Month |    | (46,155.05) | (e) |
| PLUS/MINUS: Adjustments   |    |             | *   |
| Ending Month Balance  | \$ | 23,017.38   | (c) |

\* For any adjustments provide explanation and supporting documentation, if applicable.

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**SECURED PAYMENTS REPORT**

List the status of Payments to Secured Creditors and Lessors (Post-Petition Only). If you have entered into a modification agreement with a secured creditor/lessor, consult with your attorney and the United States Trustee Program prior to completing this section).

| <u>Secured</u><br>Creditor/<br>Lessor | <u>Date</u><br>Payment<br>Due This<br>Month | <u>Amount</u><br>Paid This<br>Month | <u>Number</u><br>of Post<br>Petition<br>Payments<br>Delinquent | <u>Total</u><br>Amount of<br>Post Petition<br>Payments<br>Delinquent |
|---------------------------------------|---|-------------------------------------|--|--|
| N/A                                   |   | N/A                                 | N/A  | N/A  |

TOTAL \$ - (d)

(a) This number is carried forward from last month's report. For the first report only this number will be zero.

(b,c) The total of line (b) must equal line (c).

(d) This number is reported in the "Current Month" column of Schedule of Receipts and Disbursements (Page MOR-2, Line

(e) The amounts paid on Post-petition debts includes payments made by co-debtor GIA on behalf of GTA. As a result, the sum of disbursements on pre and post petition debts plus non-A/P related disbursements such as payroll exceeds the total disbursements included on MOR-2.

MOR - 5 EXHIBIT 1

**GULFSTREAM TRAINING ACADEMY, INC.**  
**POST PETITION ACCOUNTS PAYABLE AS OF FEBRUARY 28, 2011**

Name of Debtor: Gulfstream Training Academy, Inc.

Case No.: 10-44134

Reporting Period beginning February 1, 2011 and ending February 28, 2011

| <b>Date Incurred</b> | <b>Days Outstanding</b> | <b>Vendor</b>                  | <b>Descriptions</b>           | <b>Amount</b>              |
|----------------------|-------------------------|--------------------------------|-------------------------------|----------------------------|
| 2/5/11               | 0-30                    | Harvey, Terri                  | Employee expenses reimb.      | 50.00                      |
| 2/28/11              | 0-30                    | Smith, Derek                   | Employee expenses reimb.      | 12.93                      |
| 2/28/11              | 0-30                    | Spargo, John                   | Building Maintenance          | 126.21                     |
| 1/28/11              | 31-60                   | ADP, Inc.                      | Payroll Premium Only Plan Fee | 400.00                     |
| 2/16/11              | 0-30                    | AT&T                           | Telephone                     | 1,064.66                   |
| 11/29/10             | over 90                 | Canon Business Solutions, Inc. | Copier overage                | 43.67                      |
| 2/1/11               | 0-30                    | Canon Business Solutions, Inc. | Copier overage                | 88.16                      |
| 2/28/11              | 0-30                    | Canon Business Solutions, Inc. | Copier overage                | 74.04                      |
| 2/19/11              | 0-30                    | Canon Financial Services, Inc. | Copier leasing fee            | 550.14                     |
| 2/11/11              | 0-30                    | CGLIC-CHATTANOOGA EASC         | Health & Dental insurance     | 3,597.47                   |
| 11/5/10              | over 90                 | EYW Holding, Inc.              | Nov post petition office rent | 14,255.00                  |
| 1/5/11               | 31-60                   | Flight Safety Int'l            | Simulator rental              | 826.00                     |
| 1/19/11              | 31-60                   | Flight Safety Int'l            | Simulator rental              | 550.00                     |
| 1/19/11              | 31-60                   | Flight Safety Int'l            | Simulator rental              | 320.23                     |
| 2/28/11              | 0-30                    | FPL                            | Electricity for apartments    | 46.14                      |
| 2/28/11              | 0-30                    | FPL                            | Electricity for apartments    | 20.38                      |
| 2/28/11              | 0-30                    | FPL                            | Electricity for apartments    | 47.78                      |
| 2/28/11              | 0-30                    | FPL                            | Electricity for apartments    | 93.42                      |
| 2/28/11              | 0-30                    | FPL                            | Electricity for apartments    | 59.86                      |
| 2/17/11              | 0-30                    | Henry J R Trading, LLC.        | Accounting fee                | 500.00                     |
| 1/31/11              | 0-30                    | Quill                          | Office supplies               | 55.32                      |
| 2/1/11               | 0-30                    | Quill                          | Office supplies               | 53.19                      |
| 2/18/11              | 0-30                    | Quill                          | Office supplies               | 66.90                      |
| 2/22/11              | 0-30                    | Quill                          | Office supplies               | 10.97                      |
| 2/25/11              | 0-30                    | Quill                          | Office supplies               | 104.91                     |
|                      |                         |                                |                               | <b><u>\$ 23,017.38</u></b> |

**ATTACHMENT 3**  
**INVENTORY AND FIXED ASSETS REPORT**

Name of Debtor: Gulfsteam Training Academy, Inc.

Case No.: 10-44134

Reporting Period beginning February 1, 2011 and ending February 28, 2011

**INVENTORY REPORT**

INVENTORY BALANCE AT PETITION DATE:                     N/A                    

## INVENTORY RECONCILIATION :

|   |       |     |
|---|-------|-----|
| Inventory Balance at Beginning of Month | N/A   | (a) |
| PLUS: Inventory Purchased During Month  | _____ |     |
| MINUS: Inventory Used or Sold           | _____ |     |
| PLUS/MINUS: Adjustments or Write-downs  | _____ | *   |
| Inventory On Hand at End of Month       | \$ -  |     |

METHOD OF COSTING INVENTORY:   N/A  

\* For any adjustments or write-downs provide explanation and supporting documentation, if applicable

**INVENTORY AGING**

The Company does not maintain an aging of it's inventory items.  
Management estimates the average age of the inventory to  
be \_\_\_\_\_ and considers approximately \_\_\_% of the inventory to

Description of Obsolete Inventory:                                   N/A                                  

**FIXED ASSET REPORT**

 FIXED ASSETS FAIR MARKET VALUE AT PETITION DATE \$       36,000.00       (b)  
 (Includes Property, Plant and Equipment)

BRIEF DESCRIPTION (First Report Only): \_\_\_\_\_

## FIXED ASSETS RECONCILIATION:

|  |              |        |
|--|--------------|--------|
| Fixed Asset Book Value at Beginning of Month | \$ 34,310.31 | (a)(b) |
| MINUS: Depreciation Expense                  | (833.00)     |        |
| PLUS: New Purchases                          | _____        |        |
| PLUS/MINUS: Adjustments or Write-downs       | _____        | *      |
| Ending Monthly Balance                       | \$ 33,477.31 |        |

\*For any adjustments or write-downs, provide explanation and supporting documentation, if applicable.

BRIEF DESCRIPTION OF FIXED ASSETS PURCHASED OR DISPOSED OF DURING THE REPORTING PERIOD:   N/A  

(a) This number is carried forward from last month's report. For the first report only, this number will be the balance as of the petition date.  
conditions. Book Value is the cost of the fixed assets minus accumulated depreciation and other adjustments.

INDEX TO BANK ACCOUNT SCHEDULES

Name of Debtor: Gulfsteam Training Academy, Inc.

Case No.: 10-44134

Reporting Period beginning February 1, 2011 and ending February 28, 2011

| <u>PAGE</u> | <u>TITLE</u>                             | <u>ACCOUNT DESCRIPTION</u>   |
|-------------|--|--|
| MOR-7       | ATTACHMENT 4A - SUMMARY OF BANK ACTIVITY | OPERATING and PAYROLL ACCOUNT  |
| MOR-8       | ATTACHMENT 5A - CHECK REGISTER           | OPERATING and PAYROLL ACCOUNT  |
| MOR-9       | ATTACHMENT 4B - SUMMARY OF BANK ACTIVITY | N/A - Debtor not required to maintain a separate account for payroll |
| MOR-10      | ATTACHMENT 5B - CHECK REGISTER           | N/A - Debtor not required to maintain a separate account for payroll |
| MOR-11      | ATTACHMENT 4C - SUMMARY OF BANK ACTIVITY | N/A - Debtor not required to maintain a separate account for taxes   |
| MOR-12      | ATTACHMENT 5C - CHECK REGISTER           | N/A for disbursement section, see schedule for summary of taxes paid |
| MOR-13      | ATTACHMENT 4H                            | INVESTMENT ACCOUNTS AND PETTY CASH REPORT                            |

**ATTACHMENT 4A**  
**MONTHLY SUMMARY OF BANK ACTIVITY - OPERATING ACCOUNT**

Name of Debtor: Gulfsteam Training Academy, Inc.

Case No.: 10-44134

Reporting Period beginning February 1, 2011 and ending February 28, 2011

Attach a copy of the current month bank statement and bank reconciliation to this Summary of Bank Activity. A separate sheet is required for each bank account, including all savings and investments accounts, i.e. certificates of deposits, money market accounts, stocks and bonds, etc.

NAME OF BANK: SunTrust Bank BRANCH: Las Olas

ACCOUNT NAME: Gulfsteam Training Academy, Inc. ACCOUNT #: 1000093192077

PURPOSE OF ACCOUNT: Operating and Payroll Account

|   |                           |
|---|---------------------------|
| Ending Balance per Bank Statement                         | \$ 3,619.50               |
| Plus Total Amount of Outstanding Deposits                 | -                         |
| Minus Total Amount of Outstanding Checks and other debits | <u>(464.47) *</u>         |
| Minus Service Charges                                     | -                         |
| Ending Balance per Check Register                         | <u>\$ 3,155.03 ** (a)</u> |

\* Debit cards are used by: N/A

\*\* If Closing Balance is negative, provide explanation: N/A

**The following disbursements were paid in Cash (do not include items reported as Petty Cash on Attachment 4D):**  check here if cash disbursements were authorized by United States Trustee.

| <u>Date</u> | <u>Amount</u> | <u>Payee</u> | <u>Purpose</u> | <u>Reason for Cash Disbursement</u> |
|-------------|---------------|--------------|----------------|-------------------------------------|
|             | <u>N/A</u>    |              |                |                                     |

**TRANSFERS BETWEEN DEBTOR IN POSSESSION ACCOUNTS**

"Total Amount of Outstanding Checks and other debits", listed above, includes:

|            |                                |
|------------|--------------------------------|
| <u>N/A</u> | Transferred to Payroll Account |
| <u>N/A</u> | Transferred to Tax Account     |

(a) The total of this line on Attachment 4A plus the total of 4H must equal the amount reported as "Ending Balance" on Schedule of Receipts and Disbursements (Page MOR-2, Line 7).

**ATTACHMENT 5A**  
**CHECK REGISTER - OPERATING ACCOUNT**

Name of Debtor: Gulfsteam Training Academy, Inc.

Case No.: 10-44134

Reporting Period beginning February 1, 2011 and ending February 28, 2011

NAME OF BANK: SunTrust Bank

BRANCH: Las Olas

ACCOUNT NAME: Gulfsteam Training Academy, Inc.

ACCOUNT NUMBER: 1000093192077

PURPOSE OF ACCOUNT: Operating and Payroll Account

Account for all disbursements, including voids, lost checks, stop payments, etc. In the alternative, a computer generated check register can be attached to this report, provided all the information requested below is included on the computer generated check register.

| Date | Check<br>Number | Payee | Purpose | Amount |
|------|-----------------|-------|---------|--------|
|------|-----------------|-------|---------|--------|

Please see attached MOR-8 Exhibit 1

|       |             |
|-------|-------------|
| TOTAL | \$41,456.48 |
|-------|-------------|

MOR-8

MOR - 8 EXHIBIT 1

**ATTACHMENT 5A**  
**CHECK REGISTER - OPERATING ACCOUNT**

Name of Debtor: Gulfsteam Training Academy, Inc.

Case No.: 10-44134

Reporting Period beginning February 1, 2011 and ending February 28, 2011

| <b>Date</b> | <b>Check #</b> | <b>Payee</b>                   | <b>Purpose</b>                  | <b>Amount</b>           |
|-------------|----------------|--------------------------------|---------------------------------|-------------------------|
| 2/2/11      | 10732          | AT&T                           | Telephone                       | 2,007.75                |
| 2/2/11      | 10733          | Canon Financial Services, Inc. | Copier leasing fee              | 550.14                  |
| 2/2/11      | 10734          | Comcast                        | Cable for apartments            | 443.24                  |
| 2/2/11      | 10735          | Stanley Medow                  | Apartment rents                 | 2,625.00                |
| 2/2/11      | 10736          | Johny Njaravelil               | Apartment rents                 | 1,250.00                |
| 2/2/11      | 10737          | Tom Abraham                    | Apartment rents                 | 1,000.00                |
| 2/2/11      | 10738          | Quill                          | Office supplies                 | 322.04                  |
| 2/2/11      | 10739          | EYW Holding, Inc.              | Office rent                     | 9,164.27                |
| 2/4/11      | ach            | ADP                            | Payroll service fee             | 110.15                  |
| 2/8/11      | 10740          | Choi, Kwang-Woo                | Apartment deposit refund        | 250.00                  |
| 2/10/11     | 10741          | State of FL Disbursement Unit  | WGPS child support              | 306.00                  |
| 2/11/11     | 060001         | Liao, Hsueh-Chiung             | Payroll                         | 1,445.28                |
| 2/11/11     | 060002         | Malone, Desiree                | Payroll                         | 661.41                  |
| 2/11/11     | 060003         | Sheehy, Patrick                | Payroll                         | 688.16                  |
| 2/11/11     | 060004         | Sheehy, Patrick                | Payroll                         | 188.70                  |
| 2/11/11     | 060005         | Covelli, Armando               | Payroll                         | 377.40                  |
| 2/11/11     | 060006         | Harvey, Terri                  | Payroll                         | 2,340.65                |
| 2/11/11     | wire           | ADP                            | Payroll tax                     | 2,655.39                |
| 2/11/11     | 50012          | Rivero, Marlene                | Payroll                         | 482.23                  |
| 2/11/11     | 50013          | Pinto, Roberto                 | Payroll                         | 1,120.91                |
| 2/11/11     | wire           | ADP                            | 401K                            | 34.56                   |
| 2/14/11     | 10742          | U.S. Trustee                   | U.S. Trustee Quarterly Fees     | 325.00                  |
| 2/14/11     | ach            | American Express               | Credit card fee                 | 48.75                   |
| 2/16/11     | 10743          | Federal Express                | Shipping & delivery             | 96.81                   |
| 2/16/11     | 10744          | McFatter Technical Center      | Fire Extinguisher training      | 178.00                  |
| 2/16/11     | 10745          | Malone, desiree                | Employee expenses reimbursement | 48.19                   |
| 2/18/11     | ach            | ADP                            | Payroll service fee             | 127.65                  |
| 2/18/11     | 10746          | FPL                            | Electricity for apartments      | 259.56                  |
| 2/18/11     | 10747          | Event Inc.                     | Self Defense Training           | 225.00                  |
| 2/22/11     | 10748          | Quill                          | Office supplies                 | 53.43                   |
| 2/24/11     | ach            | ADP                            | Payroll service fee             | 143.00                  |
| 2/25/11     | 080001         | Liao, Hsueh-Chiung             | Payroll                         | 1,445.27                |
| 2/25/11     | 080002         | Malone, Desiree                | Payroll                         | 843.26                  |
| 2/25/11     | 080003         | Sheehy, Patrick                | Payroll                         | 154.65                  |
| 2/25/11     | 080004         | Smith, Derek                   | Payroll                         | 676.84                  |
| 2/25/11     | 080005         | Covelli, Armando               | Payroll                         | 1,148.53                |
| 2/25/11     | 080006         | Harvey, Terri                  | Payroll                         | 2,606.78                |
| 2/25/11     | wire           | ADP                            | Payroll tax                     | 3,002.62                |
| 2/25/11     | 50014          | Rivero, Marlene                | Payroll                         | 482.25                  |
| 2/25/11     | 50015          | Pinto, Roberto                 | Payroll                         | 1,330.09                |
| 2/25/11     | wire           | ADP                            | 401K                            | 34.56                   |
| 2/28/11     | 10749          | Marlene Rivero / Petty Cash    | Pettycash reimbursement         | 184.85                  |
| 2/28/11     | ach            | CTS Holdings, LLC.             | Credit card fee                 | 18.11                   |
|             | <b>Total</b>   |                                |                                 | <b><u>41,456.48</u></b> |



**ATTACHMENT 4B**  
**MONTHLY SUMMARY OF BANK ACTIVITY - PAYROLL ACCOUNT**

Name of Debtor: Gulfsteam Training Academy, Inc.

Case No.: 10-44134

Reporting Period beginning February 1, 2011 and ending February 28, 2011

A copy of the current month bank statement and bank reconciliation to this Summary of Bank Activity is separate sheet is required for each bank account, including all savings and investments accounts, i.e. certificates of deposits, money market accounts, stocks and bonds, etc.

NAME OF BANK: N/A Debtor not required to maintain a separate payroll account BRANCH: \_\_\_\_\_  
 ACCOUNT NAME: \_\_\_\_\_ ACCOUNT #: \_\_\_\_\_  
 PURPOSE OF ACCOUNT: \_\_\_\_\_

|   |                          |
|---|--------------------------|
| Ending Balance per Bank Statement                         | _____                    |
| Plus Total Amount of Outstanding Deposits                 | _____ -                  |
| Minus Total Amount of Outstanding Checks and other debits | _____ - *                |
| Minus Service Charges                                     | _____ -                  |
| Ending Balance per Check Register                         | <u>_____ \$ - ** (a)</u> |

\* Debit cards must not be issued on this account.

\*\* If Closing Balance is negative, provide explanation: \_\_\_\_\_

The following disbursements were paid in Cash (do not include items reported as Petty Cash on Attachment 4D:  check here if cash disbursements were authorized by United States Trustee.

| <u>Date</u> | <u>Amount</u> | <u>Payee</u> | <u>Purpose</u> | <u>Reason for Cash Disbursement</u> |
|-------------|---------------|--------------|----------------|-------------------------------------|
|             |               | N/A          |                |                                     |

The following non-payroll disbursements were made from this account:

| <u>Date</u> | <u>Amount</u> | <u>Payee</u> | <u>Purpose</u> | <u>Reason for Disbursement from this</u> |
|-------------|---------------|--------------|----------------|--|
|             |               | N/A          |                |  |

(a) The total of this line on Attachment 4A, 4B, 4C plus the total of 4H must equal the amount reported as "Ending Balance" on Schedule of Receipts and Disbursements (Page MOR-2, Line 7).

**ATTACHMENT 5B**  
**CHECK REGISTER - PAYROLL ACCOUNT**

Name of Debtor: Gulfsteam Training Academy, Inc.

Case No.: 10-44134

Reporting Period beginning February 1, 2011 and ending February 28, 2011

N/A Debtor not required to maintain a separate payroll account

NAME OF BANK: \_\_\_\_\_ BRANCH: \_\_\_\_\_

ACCOUNT NAME: \_\_\_\_\_

ACCOUNT NUMBER: \_\_\_\_\_

PURPOSE OF ACCOUNT: \_\_\_\_\_

Account for all disbursements, including voids, lost checks, stop payments, etc. In the alternative, a computer generated check register can be attached to this report, provided all the information requested below is included on the computer generated check register.

| <u>Date</u> | <u>Check Number</u> | <u>Payee</u> | <u>Purpose</u> | <u>Amount</u> |
|-------------|---------------------|--------------|----------------|---------------|
|             |                     | N/A          |                |               |
| TOTAL       |                     |              |                | <u>\$ -</u>   |

**ATTACHMENT 4C**  
**MONTHLY SUMMARY OF BANK ACTIVITY - TAX ACCOUNT**

Name of Debtor: Gulfsteam Training Academy, Inc.

Case No.: 10-44134

Reporting Period beginning February 1, 2011 and ending February 28, 2011

A copy of the current month bank statement and bank reconciliation to this Summary of Bank Activity is separate sheet is required for each bank account, including all savings and investments accounts, i.e. certificates of deposits, money market accounts, stocks and bonds, etc.

NAME OF BANK: N/A Debtor not required to maintain a separate account for taxes

ACCOUNT NAME: \_\_\_\_\_ ACCOUNT #: \_\_\_\_\_

PURPOSE OF ACCOUNT: \_\_\_\_\_

|   |                   |
|---|-------------------|
| Ending Balance per Bank Statement                         | _____             |
| Plus Total Amount of Outstanding Deposits                 | _____ -           |
| Minus Total Amount of Outstanding Checks and other debits | _____ - *         |
| Minus Service Charges                                     | _____ -           |
| Ending Balance per Check Register                         | _____ \$ - ** (a) |

\* Debit cards must not be issued on this account.

\*\* If Closing Balance is negative, provide explanation: \_\_\_\_\_

The following disbursements were paid in Cash (do not include items reported as Petty Cash on Attachment 4D:  check here if cash disbursements were authorized by United States Trustee.

| <u>Date</u> | <u>Amount</u> | <u>Payee</u> | <u>Purpose</u> | <u>Reason for Cash Disbursement</u> |
|-------------|---------------|--------------|----------------|-------------------------------------|
|             |               | N/A          |                |                                     |

The following non-payroll disbursements were made from this account:

| <u>Date</u> | <u>Amount</u> | <u>Payee</u> | <u>Purpose</u> | <u>Reason for Disbursement from this</u> |
|-------------|---------------|--------------|----------------|--|
|             |               | N/A          |                |  |

(a) The total of this line on Attachment 4A, 4B, 4C plus the total of 4H must equal the amount reported as "Ending Balance" on Schedule of Receipts and Disbursements (Page MOR-2, Line 7).

**ATTACHMENT 5C**  
**CHECK REGISTER - TAX ACCOUNT**

Name of Debtor: Gulfsteam Training Academy, Inc.

Case No.: 10-44134

Reporting Period beginning February 1, 2011 and ending February 28, 2011

NAME OF BANK: N/A Debtor not required to maintain a separate  
account for taxes

ACCOUNT NAME: \_\_\_\_\_

ACCOUNT NUMBER: \_\_\_\_\_

PURPOSE OF ACCOUNT: \_\_\_\_\_

Account for all disbursements, including voids, lost checks, stop payments, etc. In the alternative, a computer generated check register can be attached to this report, provided all the information requested below is included on the computer generated check register.

| <u>Date</u> | <u>Check<br/>Number</u> | <u>Payee</u> | <u>Purpose</u> | <u>Amount</u> |
|-------------|-------------------------|--------------|----------------|---------------|
|             |                         | N/A          | N/A            |               |
| TOTAL       |                         |              |                | <u>\$ -</u>   |

SUMMARY OF TAXES PAID

|                          |                    |     |
|--------------------------|--------------------|-----|
| Payroll Taxes Paid       | <u>\$ 5,658.01</u> | (a) |
| Sales and Use Taxes Paid | <u>0</u>           | (b) |
| Other Taxes Paid         | <u>0</u>           | (c) |
| TOTAL                    | <u>\$ 5,658.01</u> |     |

(a) This number is reported in the "Current Month" column of Schedule of Receipts and Disbursements (Page MOR-2, Line 5O).

(b) This number is reported in the "Current Month" column of Schedule of Receipts and Disbursements (Page MOR-2, Line 5P).

(c) This number is reported in the "Current Month" column of Schedule of Receipts and Disbursements (Page MOR-2, Line 5Q).

**ATTACHMENT 4H**  
**INVESTMENT ACCOUNTS AND PETTY CASH REPORT**

Name of Debtor: Gulfsteam Training Academy, Inc.

Case No.: 10-44134

Reporting Period beginning February 1, 2011 and ending February 28, 2011

Each savings and investment account, i.e. certificates of deposits, money market accounts, stocks and bonds, etc., should be listed separately. Attach copies of account statements.

**INVESTMENT ACCOUNTS**

| <u>Type of Negotiable Instrument</u> | <u>Face Value</u> | <u>Purchase Price</u> | <u>Date of Purchase</u> | <u>Current Market Value</u> |
|--------------------------------------|-------------------|-----------------------|-------------------------|-----------------------------|
| N/A                                  |                   | N/A                   | N/A                     | N/A                         |
| TOTAL                                |                   |                       |                         | <u>\$ -</u>                 |

**PETTY CASH REPORT**

The following Petty Cash Drawers/Accounts are maintained:

| <u>Location of Box/Account</u> | <u>(Column 2)<br/>Maximum Amount of Cash in Drawer/Account</u> | <u>(Column 3)<br/>Amount of Petty Cash on Hand at End of Month</u> | <u>(Column 4)<br/>Difference between (Column 2) and (Column 3)</u> |
|--------------------------------|--|--|--|
| 3201 GRIFFIN RD                | \$ 300.00  | \$ 300.00  | \$ -   |

TOTAL \$ 300.00

**For any Petty Cash Disbursements over \$100 per transaction, attach copies of receipts. If there are no receipts, provide an explanation.**

N/A

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**TOTAL INVESTMENT ACCOUNTS AND PETTY CASH (a+b)** \$ 300.00 (c)

(c) The total of this line on Attachment 4A, 4B, 4C, plus the total of 4H must equal the amount reported as "Ending Balance" on Schedule of Receipts and Disbursements (Page MOR-2, Line 7).

**ATTACHMENT 6**  
**MONTHLY TAX REPORT**

Name of Debtor: Gulfsteam Training Academy, Inc.

Case No.: 10-44134

Reporting Period beginning February 1, 2011 and ending February 28, 2011

**TAXES OWED AND DUE**

Report all unpaid post-petition taxes including Federal and State withholding, FICA, State sales tax, property tax, unemployment tax, State workmen's compensation, etc.

| Name of Taxing<br>Authority | Date<br>Payment Due | Description                        | Amount    | Date Last<br>Tax Return<br>Filed | Tax Return<br>Period |
|-----------------------------|---------------------|------------------------------------|-----------|----------------------------------|----------------------|
| (a)                         | 3/11/2011           | Fed Income Tax                     | \$ 642.19 | (a)                              | (a)                  |
| (a)                         | 3/11/2011           | Social Security                    | \$ 593.31 | (a)                              | (a)                  |
| (a)                         | 3/11/2011           | Medicare                           | \$ 165.43 | (a)                              | (a)                  |
| (a)                         | 3/11/2011           | Fed Unemployment Tax               | \$ 16.13  | (a)                              | (a)                  |
| (a)                         | 3/11/2011           | State Unemployment/Disability Ins. | \$ 108.88 | (a)                              | (a)                  |

TOTAL

\$ 1,525.94

(a) All Payroll Taxes are paid to ADP who provides tax administration services to the Debtor including filings and remittances. Debtor receives quarterly reports of filings from ADP and the reports for the periods listed above are not yet available.

**ATTACHMENT 7**  
**SUMMARY OF OFFICER OR OWNER COMPENSATION**  
**SUMMARY OF PERSONNEL AND INSURANCE COVERAGE**

Name of Debtor: Gulfsteam Training Academy, Inc.

Case No.: 10-44134

Reporting Period beginning February 1, 2011 and ending February 28, 2011

Report all forms of compensation received by or paid on behalf of Officers or Owners during the month. Include car allowances, payments to retirement plans, loan repayments, payments of Officer/Owner's personal expenses, insurance premium payments, etc. Do not include reimbursement for business expenses Officer or Owner incurred and for which detailed receipts are maintained in the accounting records.

|                                 |              |                            |                    |
|---------------------------------|--------------|----------------------------|--------------------|
| <u>Name of Officer or Owner</u> | <u>Title</u> | <u>Payment Description</u> | <u>Amount Paid</u> |
|---------------------------------|--------------|----------------------------|--------------------|

N/A Officers of this debtor are paid compensation through Gulfstream International Airlines, Inc.

\$ -

**PERSONNEL REPORT**

|   | <u>Full Time</u> | <u>Part Time</u> |
|---|------------------|------------------|
| Number of employees at beginning of period      | <u>5</u>         | <u>8</u>         |
| Number hired during the period                  | <u>-</u>         | <u>1</u>         |
| Number terminated or resigned during period     | <u>-</u>         | <u>(2)</u>       |
| Number of employees on payroll at end of period | <u>5</u>         | <u>7</u>         |

**CONFIRMATION OF INSURANCE**

List all policies of insurance in effect, including but not limited to workers' compensation, liability, fire, theft, comprehensive, vehicle, health and life. For the first report, attach a copy of the declaration sheet for each type of insurance. For subsequent reports, attach a certificate of insurance for any policy in which a change occurs during the month (new carrier, increased policy limits, renewal, etc.)

|                             |                     |                      |                      |                        |                         |
|-----------------------------|---------------------|----------------------|----------------------|------------------------|-------------------------|
| <u>Agent and/or Carrier</u> | <u>Phone Number</u> | <u>Policy Number</u> | <u>Coverage Type</u> | <u>Expiration Date</u> | <u>Date Premium Due</u> |
|-----------------------------|---------------------|----------------------|----------------------|------------------------|-------------------------|

Debtor does not maintain separate insurance policies. Debtor is covered on policies maintained by GIA and reported in GIA's Monthly Operating Report.

**The following lapse in insurance coverage occurred this month**

|                    |                    |                        |                         |
|--------------------|--------------------|------------------------|-------------------------|
| <u>Policy Type</u> | <u>Date Lapsed</u> | <u>Date Reinstated</u> | <u>Reason for Lapse</u> |
|--------------------|--------------------|------------------------|-------------------------|

NOTE: There were no changes to insurance coverages or changes in providers during the month of February 2011.

**ATTACHMENT 8**

**SIGNIFICANT DEVELOPMENTS DURING REPORTING PERIOD**

Name of Debtor: Gulfsteam Training Academy, Inc.

Case No.: 10-44134

Reporting Period beginning February 1, 2011 and ending February 28, 2011

Information to be provided on this page, includes, but is not limited to: (1) financial transactions that are not reported on this report, such as the sale of real estate (attach closing statement); (2) non-financial transactions such as the substitution of assets or collateral; (3) modifications to loan agreements; (4)

| <b><u>Item #</u></b> | <b><u>Description</u></b> |
|----------------------|---------------------------|
|----------------------|---------------------------|

---

NONE

We anticipate filing a Plan of Reorganization and Disclosure Statement on or before \_\_\_\_\_

MOR-16