

Fill in this information to identify the case:

United States Bankruptcy Court for the:

_____ District of _____
(State)

Case number (if known): _____ Chapter _____

Check if this is an amended filing

Official Form 201

Voluntary Petition for Non-Individuals Filing for Bankruptcy

04/16

If more space is needed, attach a separate sheet to this form. On the top of any additional pages, write the debtor's name and the case number (if known). For more information, a separate document, *Instructions for Bankruptcy Forms for Non-Individuals*, is available.

1. Debtor's name Dart Music Inc

2. All other names debtor used in the last 8 years MusiqueDART LLC, d/b/a Dart Data
Include any assumed names, trade names, and *doing business* as names

3. Debtor's federal Employer Identification Number (EIN) 4 6 - 4 3 9 9 0 1 2

4. Debtor's address
Principal place of business: 613 Ewing Avenue
Number Street
Nashville TN 37203
City State ZIP Code
County: Davidson
Mailing address, if different from principal place of business:
Number Street
P.O. Box
City State ZIP Code
Location of principal assets, if different from principal place of business:
Number Street
City State ZIP Code

5. Debtor's website (URL) dartdata.io

6. Type of debtor
 Corporation (including Limited Liability Company (LLC) and Limited Liability Partnership (LLP))
 Partnership (excluding LLP)
 Other. Specify: _____

7. Describe debtor's business

A. Check one:

- Health Care Business (as defined in 11 U.S.C. § 101(27A))
- Single Asset Real Estate (as defined in 11 U.S.C. § 101(51B))
- Railroad (as defined in 11 U.S.C. § 101(44))
- Stockbroker (as defined in 11 U.S.C. § 101(53A))
- Commodity Broker (as defined in 11 U.S.C. § 101(6))
- Clearing Bank (as defined in 11 U.S.C. § 781(3))
- None of the above

B. Check all that apply:

- Tax-exempt entity (as described in 26 U.S.C. § 501)
- Investment company, including hedge fund or pooled investment vehicle (as defined in 15 U.S.C. § 80a-3)
- Investment advisor (as defined in 15 U.S.C. § 80b-2(a)(11))

C. NAICS (North American Industry Classification System) 4-digit code that best describes debtor. See <http://www.uscourts.gov/four-digit-national-association-naics-codes> .

____ _

8. Under which chapter of the Bankruptcy Code is the debtor filing?

Check one:

- Chapter 7
- Chapter 9
- Chapter 11. Check all that apply:
 - Debtor's aggregate noncontingent liquidated debts (excluding debts owed to insiders or affiliates) are less than \$2,566,050 (amount subject to adjustment on 4/01/19 and every 3 years after that).
 - The debtor is a small business debtor as defined in 11 U.S.C. § 101(51D). If the debtor is a small business debtor, attach the most recent balance sheet, statement of operations, cash-flow statement, and federal income tax return or if all of these documents do not exist, follow the procedure in 11 U.S.C. § 1116(1)(B).
 - A plan is being filed with this petition.
 - Acceptances of the plan were solicited prepetition from one or more classes of creditors, in accordance with 11 U.S.C. § 1126(b).
 - The debtor is required to file periodic reports (for example, 10K and 10Q) with the Securities and Exchange Commission according to § 13 or 15(d) of the Securities Exchange Act of 1934. File the *Attachment to Voluntary Petition for Non-Individuals Filing for Bankruptcy under Chapter 11* (Official Form 201A) with this form.
 - The debtor is a shell company as defined in the Securities Exchange Act of 1934 Rule 12b-2.
- Chapter 12

9. Were prior bankruptcy cases filed by or against the debtor within the last 8 years?

- No
- Yes. District _____ When _____ Case number _____
MM / DD / YYYY
- District _____ When _____ Case number _____
MM / DD / YYYY

If more than 2 cases, attach a separate list.

10. Are any bankruptcy cases pending or being filed by a business partner or an affiliate of the debtor?

- No
- Yes. Debtor _____ Relationship _____
District _____ When _____
MM / DD / YYYY
- Case number, if known _____

List all cases. If more than 1, attach a separate list.

11. Why is the case filed in this district?

Check all that apply:

- Debtor has had its domicile, 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.
- A bankruptcy case concerning debtor's affiliate, general partner, or partnership is pending in this district.

12. Does the debtor own or have possession of any real property or personal property that needs immediate attention?

- No
- Yes. Answer below for each property that needs immediate attention. Attach additional sheets if needed.

Why does the property need immediate attention? (Check all that apply.)

- It poses or is alleged to pose a threat of imminent and identifiable hazard to public health or safety.
What is the hazard? _____
- It needs to be physically secured or protected from the weather.
- It includes perishable goods or assets that could quickly deteriorate or lose value without attention (for example, livestock, seasonal goods, meat, dairy, produce, or securities-related assets or other options).
- Other _____

Where is the property?

Number _____ Street _____

City _____ State _____ ZIP Code _____

Is the property insured?

- No
 - Yes. Insurance agency _____
- Contact name _____
- Phone _____

Statistical and administrative information

13. Debtor's estimation of available funds

Check one:

- Funds will be available for distribution to unsecured creditors.
- After any administrative expenses are paid, no funds will be available for distribution to unsecured creditors.

14. Estimated number of creditors

- 1-49
- 50-99
- 100-199
- 200-999
- 1,000-5,000
- 5,001-10,000
- 10,001-25,000
- 25,001-50,000
- 50,001-100,000
- More than 100,000

15. Estimated assets

- \$0-\$50,000
- \$50,001-\$100,000
- \$100,001-\$500,000
- \$500,001-\$1 million
- \$1,000,001-\$10 million
- \$10,000,001-\$50 million
- \$50,000,001-\$100 million
- \$100,000,001-\$500 million
- \$500,000,001-\$1 billion
- \$1,000,000,001-\$10 billion
- \$10,000,000,001-\$50 billion
- More than \$50 billion

Debtor Dart Music Inc
Name

Case number (if known) _____

16. Estimated liabilities

- | | | |
|--|--|--|
| <input type="checkbox"/> \$0-\$50,000 | <input checked="" type="checkbox"/> \$1,000,001-\$10 million | <input type="checkbox"/> \$500,000,001-\$1 billion |
| <input type="checkbox"/> \$50,001-\$100,000 | <input type="checkbox"/> \$10,000,001-\$50 million | <input type="checkbox"/> \$1,000,000,001-\$10 billion |
| <input type="checkbox"/> \$100,001-\$500,000 | <input type="checkbox"/> \$50,000,001-\$100 million | <input type="checkbox"/> \$10,000,000,001-\$50 billion |
| <input type="checkbox"/> \$500,001-\$1 million | <input type="checkbox"/> \$100,000,001-\$500 million | <input type="checkbox"/> More than \$50 billion |

Request for Relief, Declaration, and Signatures

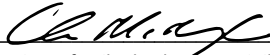
WARNING -- Bankruptcy fraud is a serious crime. Making a false statement in connection with a bankruptcy case can result in fines up to \$500,000 or imprisonment for up to 20 years, or both. 18 U.S.C. §§ 152, 1341, 1519, and 3571.

17. Declaration and signature of authorized representative of debtor

- The debtor requests relief in accordance with the chapter of title 11, United States Code, specified in this petition.
- I have been authorized to file this petition on behalf of the debtor.
- I have examined the information in this petition and have a reasonable belief that the information is true and correct.

I declare under penalty of perjury that the foregoing is true and correct.

Executed on _____
MM / DD / YYYY

X 

Signature of authorized representative of debtor

Printed name _____

Title _____

18. Signature of attorney

X 

Signature of attorney for debtor

Date

MM / DD / YYYY

Printed name _____

Firm name _____

Number _____ Street _____

City _____

State _____

ZIP Code _____

Contact phone _____

Email address _____

Bar number _____

State _____

Fill in this information to identify the case:

Debtor name Dart Music Inc
 United States Bankruptcy Court for the: _____ District of _____
 (State)
 Case number (If known): _____

Check if this is an amended filing

Official Form 204

Chapter 11 or Chapter 9 Cases: List of Creditors Who Have the 20 Largest Unsecured Claims and Are Not Insiders

12/15

A list of creditors holding the 20 largest unsecured claims must be filed in a Chapter 11 or Chapter 9 case. Include claims which the debtor disputes. Do not include claims by any person or entity who is an *insider*, as defined in 11 U.S.C. § 101(31). Also, do not include claims by secured creditors, unless the unsecured claim resulting from inadequate collateral value places the creditor among the holders of the 20 largest unsecured claims.

	Name of creditor and complete mailing address, including zip code	Name, telephone number, and email address of creditor contact	Nature of the claim (for example, trade debts, bank loans, professional services, and government contracts)	Indicate if claim is contingent, unliquidated, or disputed	Amount of unsecured claim		
					Total claim, if partially secured	Deduction for value of collateral or setoff	Unsecured claim
1							
2							
3							
4							
5							
6							
7							
8							

Debtor _____
Name

Case number *(if known)* _____

	Name of creditor and complete mailing address, including zip code	Name, telephone number, and email address of creditor contact	Nature of the claim (for example, trade debts, bank loans, professional services, and government contracts)	Indicate if claim is contingent, unliquidated, or disputed	Amount of unsecured claim <small>If the claim is fully unsecured, fill in only unsecured claim amount. If claim is partially secured, fill in total claim amount and deduction for value of collateral or setoff to calculate unsecured claim.</small>		
					Total claim, if partially secured	Deduction for value of collateral or setoff	Unsecured claim
9							
10							
11							
12							
13							
14							
15							
16							
17							
18							
19							
20							

Creditor Matrix

Chris McMurtry
613 Ewing Ave.
Nashville, TN 37203

Rob Harig
613 Bayhill Court
Hermitage, TN 37076

Stacy Stinson
117 Oak Hill Circle
Lebanon, TN 37087

David Furse
616 Harpeth Knoll Rd.
Nashville, TN 37221

Joe Galante
2431 Bear Rd
Nashville, TN 37215

Mark Montgomery
4141 Scenic View Drive
Pegram TN 37143

Yvonne Sullivan
1229 Chickering Rd.
Nashville, TN 37215

George Hofman
226 Chatfield Way
Franklin, TN 37067

Stuart McWhorter
911 Overton Lea Road
Nashville, TN 37220

Stryker Warren
1400 Rosa L Parks Blvd #303
Nashville, TN 37208

Julia Polk
2805 Hemingway Dr,
Nashville, TN 37215

David De Busk
3454 Crestridge Drive
Nashville, TN 37204

Steven Elliott
1799 Warren Hollow Rd
Nolensville, TN 37135

CNB Visa
54 Music Square East
Ste 100
Nashville, TN 37203

Avison Young
700 12th Ave. South, Suite 302
Nashville, TN 37203

Premium Assignment Corp.
801 Warrensville Rd. Ste. 195
Lisle, IL 60532

Pen & Ledger
613 Ewing Avenue
Nashville, TN 37203

UHC
5901 Lincoln Dr
Minneapolis, Minnesota 55436

Mark Montgomery
4141 Scenic View Drive
Pegram TN 37143

Dodson Parker Behm & Capparella, PC
1310 Sixth Ave. N.
Nashville, TN 37208

MG Real Estate Holdings, LLC
2409 21st Ave. S., Ste. 202
Nashville, TN 37212

Merchan Law
3912 Burrus St.
Nashville, TN 37216

Stephen Brady
300 11th Ave. N. Apt. 106
Nashville, TN 37203

FUGA
Luttik Ouadorp 11-13
1811 MT Alkmaar, The Netherlands

Tom Griffey
10121 Tabor St. Apt. 1
Los Angeles, CA 90034

Gun.io, Incorporated
1313 4th Ave. N.
Nashville, TN 37208

**United States Bankruptcy Court
Middle District of Tennessee**

In re **Dart Music, Inc.**
Debtor(s)

Case No. _____
Chapter **11**

List of Equity Security Holders

Following is the list of the Debtor's equity security holders which is prepared in accordance with rule 1007(a)(3) for filing in this Chapter 11 Case

Name and last known address or place of business of holder	Security Class	Number of Securities	Kind of Interest
Chris McMurtry 700 Craighead St. Suite 203 Nashville, TN 37204	Class A Common Stock	52,750	43.96% ownership
Chris McMurtry 700 Craighead St. Suite 203 Nashville, TN 37204	Class A Common Stock	9,750	8.13% ownership
Project Music Investors 2014 LLC 41 Peabody St. #318 Nashville, TN 37210	Class A Common Stock	7,000	5.83% ownership
Heather McBee 41 Peabody St. Nashville, TN 37210	Class A Common Stock	1,000	0.83% ownership
Julia Polk 2805 Hemingway Dr, Nashville, TN 37215	Class A Common Stock	1,000	0.83% ownership
Mark Montgomery 4141 Scenic View Drive Pegram TN 37143	Class A Common Stock	1,000	0.83% ownership
Julia Polk 2805 Hemingway Dr, Nashville, TN 37215	Class A Common Stock	3,000	2.50% ownership
David Furse 616 Harpeth Knoll Rd. Nashville, TN 37221	Class A Common Stock	3,000	2.50% ownership
David Stevenson 6528 Burnt Knob Rd Murfreesboro, TN 37129	Class A Common Stock	333	0.28% ownership
New Options – Employees* Lee Kebler 200 Lutie St. Nashville, TN 37210	Class A Common Stock	3,500 (1,667)	2.92% ownership
New Options – Advisors†	Class A Common Stock	1,950	1.63% ownership
New Options – Board‡	Class A Common Stock	7,200	6.00% ownership

* 3,500 new options have been made available to employees. Lee Kebler has exercised 1,667 of those options.

† 1,950 options have been granted to several investors, none of whom have exercised such options as of the petition date

‡ Rob Harig, Joe Galante and David Furse were each granted 2,400 options. Of these 7,200 options, as of the petition date, Rob Harig has exercised 800. David Furse may exercise 800 of his options, but no more, as he was removed from the Board before his options fully vested.

DECLARATION UNDER PENALTY OF PERJURY ON BEHALF OF CORPORATION OR PARTNERSHIP

I, the **Chief Executive Officer** of the corporation named as the debtor in this case, declare under penalty of perjury that I have read the foregoing List of Equity Security Holders and that it is true and correct to the best of my information and belief.

Date February 26, 2017

Signature 
Chris McMurtry

**UNANIMOUS ADOPTION AND RESOLUTIONS OF THE
BOARD OF DIRECTORS
OF
DART MUSIC, INC.,
a Tennessee corporation**

As of February 27, 2016

WHEREAS, the undersigned constitute all of the members of the Board of Directors (the “**Board**”) of Dart Music, Inc., a Tennessee corporation (the “**Company**”);

WHEREAS, the Board had a special meeting on February 27, 2017 to fully discuss and consider the matters herein;

WHEREAS, the Board has reviewed and considered the materials presented by the management and the financial and legal advisors of the Company regarding the liabilities and liquidity of the Company, the strategic alternatives available to it, and the impact of the foregoing on the Company’s business;

WHEREAS, after due deliberation, the Board has determined that it is desirable and in the best interests of the Company, its creditors, its shareholders and other interested parties to file a voluntary petition under Chapter 11 of Title 11 of the United States Code (“**Bankruptcy Code**”) pursuant to 11 U.S.C. § 101, *et seq.*(the “**Filing**”);

WHEREAS, on January 30, 2017, the Board approved the engagement of Nelson Mullins Riley & Scarborough, LLP as a law firm with experience and expertise in the areas of workouts, non-bankruptcy reorganization and bankruptcy reorganization in similar situations to the company; and

WHEREAS, the Board has reviewed, considered, and received the recommendations of the senior management of the Company and the Company's professionals and advisors as to the relative risks and benefits of the Filing.

NOW, THEREFORE, BE IT RESOLVED, that, based on factors and information deemed relevant by the Board, in the judgment of the Board, it is in the best interest of the Company, its creditors, its shareholders and other interested parties, under the circumstances set forth herein, that all actions be taken by the Company to initiate the Filing on behalf of the Company to preserve the value available to the creditors and shareholders of the Company; and it is

RESOLVED FURTHER, that notice of this meeting be and it hereby is waived by all Board members; and it is

RESOLVED FURTHER, that the Chief Executive Officer of the Company (“**CEO**”) is hereby authorized and empowered to execute and verify a petition in the name of the Company under the provisions of Chapter 11 of the Bankruptcy Code and to cause the same to be filed in

the United States Bankruptcy Court for the Middle District of Tennessee (the “**Bankruptcy Court**”) to commence any ancillary or related proceedings as may be necessary or appropriate to effectuate the purposes of the Filing, and to execute, verify, and cause to be filed all documents in furtherance thereof; and it is

RESOLVED FURTHER, that the CEO is hereby authorized and empowered to negotiate, enter into, execute, deliver, certify, file, record, and perform, any and all petitions, schedules, lists, motions, certifications, agreements, instruments, affidavits, applications, including, without limitation, applications for approvals or rulings of governmental or regulatory authorities, or other documents and to take such other actions, as in the judgment of the CEO shall be or become necessary, proper, or desirable in connection with the Filing; and it is

RESOLVED FURTHER, that the CEO be, and they hereby is, authorized and empowered on behalf of, and in the name of, the Company to make arrangements for post-petition financing or use of cash collateral for the Company and the Filing and to execute any and all documents that, at the discretion of the CEO, are necessary, convenient, or advisable for consummating such financing; and it is

RESOLVED FURTHER, that the Board hereby approves the form and content of the Debtor-in-Possession Promissory Note attached hereto as **Exhibit A**; and it is

RESOLVED FURTHER, that the CEO is hereby authorized and directed to continue the employment of the law firm of Nelson Mullins Riley & Scarborough LLP as general bankruptcy counsel to the Company to represent and assist the Company in filings under chapter 11 of the Bankruptcy Code, and to take any and all actions to advance the rights and interests of the Company and, in connection therewith, the CEO is hereby authorized and directed to pay appropriate retainers prior to and immediately upon the filing of the chapter 11 cases, and to cause to be filed appropriate Bankruptcy Court applications for authority to retain the services of Nelson Mullins Riley & Scarborough LLP; and it is

RESOLVED FURTHER, that the CEO is hereby authorized and empowered to employ and retain all assistance by legal counsel, accountants, restructuring advisors, and other professionals, subject to Bankruptcy Court approval, and to perform any and all further acts and deeds the CEO deems necessary, proper, or desirable in furtherance thereof with a view to the successful prosecution of the Filing; and it is


RESOLVED FURTHER, that the CEO is authorized and empowered, to negotiate, execute, deliver, certify, file and/or record, and perform, any and all of the agreements, documents, and instruments referenced herein, and such other agreements, documents, and instruments and assignments thereof as may be required or as the CEO deems appropriate or advisable, or to cause the negotiation, execution, and delivery thereof, in the name and on behalf of the Company, as the case may be, in such form and substance as the CEO may approve, together with such changes and amendments to any of the terms and conditions thereof as the CEO may approve, with the execution and delivery thereof on behalf of the Company by or at the direction of the CEO to constitute evidence of such approval;

(i) to negotiate, execute, deliver, certify, file and/or record, and perform, in the name and on behalf of the Company, any and all agreements, documents, certificates, consents, filings, and applications relating to the resolutions adopted and matters ratified or approved herein and the transactions contemplated thereby, and amendments and supplements to any of the foregoing, and to take such other action as may be required or as the CEO deems appropriate or advisable in connection therewith;

(ii) to do such other things as may be required, or as may in the CEO's judgment be necessary, proper or desirable, to carry out the intent and effectuate the purposes of the resolutions adopted and matters ratified or approved herein and the consummation of the transactions contemplated hereby; and


RESOLVED FURTHER, that all actions taken by the Board or the CEO prior to the date of these resolutions and within the authority conferred, are proved in all respects as the act and deed of the Company.

The undersigned hereby certify that the foregoing resolutions were unanimously adopted by all of the directors at a special meeting of the Board on February 27, 2017.

DocuSigned by:

Mark Montgomery, Director

DocuSigned by:

Joe Galante, Director

DocuSigned by:

Chris McMurry, Director

**DEBTOR-IN-POSSESSION
SECURED PROMISSORY NOTE**

\$100,000.00

**Nashville, Tennessee
February 13, 2017**

FOR THE VALUE RECEIVED the undersigned, Dart Music, Inc. ("Dart"), promises to pay to the order of Joseph Galante, individually ("Payee"; Payee, and any subsequent holder[s] hereof, being hereinafter referred to collectively as "Holder"), the principal sum of ONE HUNDRED THOUSAND AND NO/ 100THS DOLLARS (\$100,000.00), together with interest thereon at the rate set forth below (the "Note").

WHEREAS, the Board of Directors of Dart (the "Board") has determined that it is desirable and in the best interests of the Company, its creditors, its shareholders and other interested parties to file a voluntary petition under Chapter 11 of Title 11 of the United States Code pursuant to 11 U.S.C. § 101, et seq. (the "Bankruptcy"); and

WHEREAS, the Board has authorized the entry into this Note for Payee to provide debtor-in-possession financing with respect to the Bankruptcy; and

WHEREAS, the Payee agrees that the use of the proceeds of this Note may be for any pre-petition and post-petition fees in connection with, relating to or concerning the Bankruptcy.

NOW THEREFORE, the terms and conditions of this Note are as follows:

- 1 Term.** The outstanding principal balance of this Note and accrued interest hereunder shall be due and payable thirty (30) days after the discharge of Dart from the Bankruptcy.
- 2 Interest.** This Note shall bear simple interest on the outstanding principal balance from the date hereof at an annual rate of 6.00%. Interest shall be calculated daily on the basis of the actual number of days elapsed over a 365-day year.
- 3 Prepayment of Note.** The indebtedness evidenced hereby may be prepaid in whole or in part, at any time and from time to time, without premium or penalty.
- 4 Security.** Dart hereby grants to Payee, until this Note is paid in full, a continuing security interest in all properties, assets and rights of Dart, wherever located, whether now owned or hereafter acquired or arising, and all proceeds and products thereof.
- 6 Events of Default.** It is hereby expressly agreed that in the event that any default be made in the payment of principal or interest when due as stipulated above; or in the event that any default or event of default shall occur under this or any other instrument, document or agreement now or hereafter further evidencing, securing or otherwise relating to the indebtedness evidenced hereby; then, and in such event, the entire outstanding principal balance of the indebtedness evidenced hereby, together with any other sums advanced hereunder or under any other instrument or document now or hereafter evidencing, securing or in any way relating to the indebtedness evidenced hereby, together with all unpaid interest accrued thereon, shall, at the option of Holder and without notice to Dart, at once become due and payable and may be collected forthwith, regardless of the stipulated date of maturity. Upon the occurrence of any default as set forth herein and the acceleration of the maturity of the indebtedness evidenced hereby, at the option of Holder and without notice to Dart, all accrued and unpaid interest, if

any, shall be added to the outstanding principal balance hereof, and the entire outstanding principal balance, as so adjusted, shall bear interest thereafter until paid in full.

8. Miscellaneous.

This Note has been negotiated, executed and delivered in the State of Tennessee, and is intended as a contract under and shall be construed and enforceable in accordance with the laws of said state, including without limitation T.C.A. §47-14-103.

DART MUSIC, INC.

DocuSigned by:
By Chris McMurtry
Name: Chris McMurtry
Title: Chief Executive Officer

Form **8879-C**

IRS e-file Signature Authorization for Form 1120

OMB No. 1545-0123

Department of the Treasury
Internal Revenue Service

For calendar year 2015, or tax year beginning _____, 2015; ending _____, 20____

▶ Do not send to the IRS. Keep for your records.

2015

▶ Information about Form 8879-C and its instructions is at www.irs.gov/form8879c.

Name of corporation **DART MUSIC, INC.**
FKA MUSIQUEDART, LLC Employer identification number
46-4399012

Part I Tax Return Information (Whole dollars only)

1 Total income (Form 1120, line 11)	1	1,665.
2 Taxable income (Form 1120, line 30)	2	-746,390.
3 Total tax (Form 1120, line 31)	3	
4 Amount owed (Form 1120, line 34)	4	
5 Overpayment (Form 1120, line 35)	5	

Part II Declaration and Signature Authorization of Officer (Be sure to get a copy of the corporation's return)

Under penalties of perjury, I declare that I am an officer of the above corporation and that I have examined a copy of the corporation's 2015 electronic income tax return and accompanying schedules and statements and to the best of my knowledge and belief, it is true, correct, and complete. I further declare that the amounts in Part I above are the amounts shown on the copy of the corporation's electronic income tax return. I consent to allow my electronic return originator (ERO), transmitter, or intermediate service provider to send the corporation's return to the IRS and to receive from the IRS (a) an acknowledgement of receipt or reason for rejection of the transmission, (b) the reason for any delay in processing the return or refund, and (c) the date of any refund. If applicable, I authorize the U.S. Treasury and its designated Financial Agent to initiate an electronic funds withdrawal (direct debit) entry to the financial institution account indicated in the tax preparation software for payment of the corporation's federal taxes owed on this return, and the financial institution to debit the entry to this account. To revoke a payment, I must contact the U.S. Treasury Financial Agent at 1-888-353-4537 no later than 2 business days prior to the payment (settlement) date. I also authorize the financial institutions involved in the processing of the electronic payment of taxes to receive confidential information necessary to answer inquiries and resolve issues related to the payment. I have selected a personal identification number (PIN) as my signature for the corporation's electronic income tax return and, if applicable, the corporation's consent to electronic funds withdrawal.

Officer's PIN: check one box only

I authorize **FRAZIER & DEETER, LLC** to enter my PIN **99012**
ERO firm name do not enter all zeros
as my signature on the corporation's 2015 electronically filed income tax return.

As an officer of the corporation, I will enter my PIN as my signature on the corporation's 2015 electronically filed income tax return.

Officer's signature ▶ *J. M. Frazier* Date ▶ 8/3/16 Title ▶ CFO

Part III Certification and Authentication

ERO's EFIN/PIN. Enter your six-digit EFIN followed by your five-digit self-selected PIN. **58010899012**
do not enter all zeros

I certify that the above numeric entry is my PIN, which is my signature on the 2015 electronically filed income tax return for the corporation indicated above. I confirm that I am submitting this return in accordance with the requirements of Pub. 3112, IRS e-file Application and Participation, and Pub. 4163, Modernized e-File (MeF) Information for Authorized IRS e-file Providers for Business Returns.

ERO's signature ▶ _____ Date ▶ _____

**ERO Must Retain This Form - See Instructions
Do Not Submit This Form to the IRS Unless Requested To Do So**

For Paperwork Reduction Act Notice, see instructions.

Form **8879-C** (2015)

LHA

510211
11-10-15

Dart Music
Statement of Cash Flows
For the Twelve Months Ending December 31, 2016
(Unaudited - For Management Purposes Only)

	March 2016	April 2016	May 2016	June 2016	July 2016	August 2016	September 2016	October 2016	November 2016	December 2016	Year To Date
Cash Flows from Operating Activities:											
Net (Loss) Income	\$ (60,666)	\$ (61,729)	\$ (60,055)	\$ (51,717)	\$ (49,149)	\$ (54,324)	\$ (40,699)	\$ (14,339)	\$ (33,169)	\$ (13,066)	\$ (584,174)
Adjustments to reconcile change in net assets to net cash from operating activities:											
Depreciation	771	771	771	827	827	827	827	827	827	827	9,647
Change in assets and liabilities:											
Accounts Receivable	-	-	(395)	395	-	-	-	-	-	-	(234)
Prepaid Expenses	3,157	1,345	5,335	(1,042)	5,552	459	2,680	(4,175)	895	(234)	(234)
Software Development	(22,436)	(22,436)	(22,436)	(22,436)	(22,436)	(7,522)	(6,281)	(6,261)	(9,285)	(19,245)	(202,380)
Accounts Payable	(3,696)	7,213	(3,741)	(3,939)	3,870	5,011	(3,308)	(518)	(6,139)	(602)	(8,047)
Accrued Payroll and Related Benefits	-	-	-	-	-	888	888	(1,776)	-	-	(285)
Other Accrued Expenses	-	-	4,583	(3,487)	(824)	125	(168)	120	6,967	33,367	40,682
Accrued Interest Expense	7,644	7,397	7,644	7,397	7,644	7,644	7,397	7,644	7,397	7,644	90,247
Other Current Liabilities	(1,757)	5,602	4,964	16,855	7,682	19,636	(16,989)	3,247	5,270	6,767	53,556
Net cash (used in) provided by operating activities	(76,983)	(61,836)	(63,330)	(57,146)	(46,834)	(27,255)	(55,653)	(15,231)	(24,216)	14,634	(593,085)
Cash Flows from Investing Activities:											
Purchase of property and equipment	-	-	(2,010)	-	-	(1,500)	-	-	-	-	(3,510)
Net cash (used in) provided by investing activities	-	-	(2,010)	-	-	(1,500)	-	-	-	-	(3,510)
Cash Flows from Financing Activities:											
Common Stock 1	-	-	17	-	-	3	-	-	-	-	20
Net cash (used in) provided by financing activities	-	-	17	-	-	3	-	-	-	-	20
Net change in cash	(76,983)	(61,836)	(65,323)	(57,146)	(46,834)	(28,752)	(55,653)	(15,231)	(24,216)	14,634	(596,578)
Cash at beginning of period	505,179	428,196	366,360	301,037	243,891	197,056	168,304	112,652	97,421	73,205	684,417
Cash at end of period	\$ 428,196	\$ 366,360	\$ 301,037	\$ 243,891	\$ 197,056	\$ 168,304	\$ 112,652	\$ 97,421	\$ 73,205	\$ 87,839	\$ 87,839

Dart Music, Inc.
Balance Sheet
As of February 28, 2017

	Feb 28, 17
ASSETS	
Current Assets	
Checking/Savings	
CNB Ops 5321	5,674.91
CNB Merchant 5356	38.54
CNB MM 5364	0.20
CNB Royalty MM 5372	26,681.38
CNB Royalty 5380	8.39
PayPal Royalty	9,546.53
Total Checking/Savings	41,949.95
Accounts Receivable	
Accounts Receivable (A/R)	1,788.11
Total Accounts Receivable	1,788.11
Other Current Assets	
Prepaid Expenses	2,784.99
Prepaid Insurance	996.56
Prepaid Maintenance Contract	1,541.69
Total Other Current Assets	5,323.24
Total Current Assets	49,061.30
Fixed Assets	
Acc. Deprec - Computer Hardware	-4,140.68
Computer Hardware	9,778.96
Total Fixed Assets	5,638.28
Other Assets	
Accumulate Ammortization	-13,888.75
Deposits	1,744.50
Intangible Assets	100,000.00
Software Development	202,379.53
Website	1,370.75
Total Other Assets	291,606.03
TOTAL ASSETS	346,305.61
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable	64,190.62
Total Accounts Payable	64,190.62
Credit Cards	
CNB VISA 4678 (CM)	26,985.92
CNB VISA 4694 (AM)	1,871.79
Total Credit Cards	28,857.71
Other Current Liabilities	
Due To Flo Fund II	6,851.00
Due To Mark Montgomery	14,039.28
HSA Contribution Liabilities	10.00
Royalties Due to Artist	33,223.45
Total Other Current Liabilities	54,123.73
Total Current Liabilities	147,172.06

Dart Music, Inc.
Balance Sheet
As of February 28, 2017

	<u>Feb 28, 17</u>
Long Term Liabilities	
Accrued Interest Expense	151,023.21
Convertible Notes	<u>1,600,000.00</u>
Total Long Term Liabilities	<u>1,751,023.21</u>
Total Liabilities	1,898,195.27
Equity	
Common Stock	7.20
Additional Paid-In Capital	145,012.80
Opening Balance Equity	80.00
Retained Earnings	-1,392,492.36
Treasury Stock	-156,297.19
Net Income	<u>-148,200.11</u>
Total Equity	<u>-1,551,889.66</u>
TOTAL LIABILITIES & EQUITY	<u><u>346,305.61</u></u>

**Dart Music
Income Statement
For the Twelve Months Ending December 31, 2016
(Unaudited - For Management Purposes Only)**

	January	February	March	April	May	June	July	August	September	October	November	December	YTD	Change from Prior Month
Artist Distribution Fees	\$150.05	\$180.05	\$230.04	\$230.01	\$268.37	\$303.33	\$416.37	\$463.71	\$500.00	\$500.00	\$500.00	\$500.00	\$4,178.22	\$1,778.22
Batch Process Revenue										10,000.00	9,000.00	9,000.00	10,000.00	10,000.00
Subscription Revenue										10,000.00	9,000.00	9,000.00	10,000.00	10,000.00
Implementation Revenue										10,000.00	9,000.00	9,000.00	10,000.00	10,000.00
Total Revenue	150.05	180.05	230.04	230.01	268.37	303.33	416.37	463.71	500.00	29,000.00	9,000.00	50,000.00	89,778.22	41,000.00
Cost of Goods Sold	10.00	10.00	20.00	23.59	614.76	774.25	111.18	111.18	402.60	199.00	199.00	199.00	20.00	(199.00)
FUGA	199.00	18.12	23.66	23.12	15.50	19.60	19.60	19.60	9.50	9.50	805.42	78.24	3,132.38	(199.00)
Payroll Fees	10.11	10.17	9.50	19.97	19.97	10.44	10.44	19.00	412.10	208.50	1,004.42	78.24	981.85	(727.19)
Web Hosting	220.87	237.29	233.16	256.71	650.23	804.29	111.18	19.00	9.50	9.50	805.42	78.24	4,235.99	(926.19)
Total Cost of Goods Sold	(70.82)	(57.24)	(3.12)	(26.70)	(381.86)	(500.96)	305.19	(19.00)	(412.10)	28,791.50	7,995.58	49,921.76	85,542.23	41,926.18
Gross Profit	33,657.11	31,979.53	23,830.00	23,140.00	22,980.01	16,753.46	15,340.00	8,663.71	5,975.00	3,500.00	5,150.00	5,150.00	196,098.92	867.12
Salaries - Regular	33,657.11	31,112.51	23,830.00	23,140.00	22,980.01	16,753.46	15,340.00	8,663.71	5,975.00	3,500.00	5,150.00	5,150.00	195,231.80	867.12
Salaries - PTO		867.12												
Payroll Taxes - Medicare	486.60	445.23	327.01	317.01	314.39	228.97	213.06	119.96	80.87	44.70	68.03	68.03	2,693.96	68.03
Payroll Taxes - Social Security	1,995.19	1,503.55	1,398.28	1,217.14	1,344.32	979.10	911.00	512.93	346.24	191.18	290.96	290.86	11,380.65	290.86
Payroll Taxes - SUI	908.72	298.79	31.19	12.55	14.58	14.58	4.46						1,277.98	
Payroll Taxes - FUI	190.09	31.30	6.93	2.80	1.71	3.25	0.99						237.07	
Total Payroll Taxes	3,560.60	2,678.56	1,763.41	1,549.50	1,668.12	1,225.50	1,129.51	632.89	427.21	235.88	358.89	358.89	15,589.66	237.07
Ea Benefits - Health/Dental	1,559.62	2,477.11	2,929.40	1,126.68	1,745.54	1,260.52	1,482.06	872.32	575.99	315.93	(2,549.50)	1,044.53	12,209.52	3,594.13
Ea Benefits - Vision	71.18	93.17	61.70	71.18	71.18	71.18	53.93	26.73	21.99	26.02	27.20	36.70	559.98	8.50
Ea Benefits - Life Insurance	70.33	70.33	70.33	70.33	70.33	70.33	70.33	70.33	70.33	70.33	70.33	70.33	833.50	(10.54)
Workers Compensation	99.17	99.17	90.69	83.09	82.68	78.81	79.71	47.16	35.44	33.18	30.80	29.88	782.61	(0.92)
Employer HSA Contribution	210.00	285.00	180.00	180.00	180.00	165.00	190.00	90.00	60.00	60.00	60.00	60.00	1,720.00	
Total Benefits	4,931.95	3,024.78	2,732.12	1,531.28	2,149.73	1,645.84	1,846.05	1,106.54	763.15	505.46	(2,361.23)	1,229.94	16,105.61	3,591.17
Contract Labor	15,200.00	10,200.00	10,700.00	10,250.00	9,700.00	9,795.00	5,200.00	23,253.85	15,158.97	22,157.56	22,232.56	25,067.22	178,915.36	2,894.56
Payroll Processing Fees	65.00	65.00	69.00	65.00	65.00	61.00	65.00	61.00	45.00	45.00	69.00	69.00	744.00	
Total Contract Labor	15,265.00	10,265.00	10,769.00	10,315.00	9,765.00	9,856.00	5,265.00	23,314.85	15,203.97	22,202.66	22,301.66	25,136.22	179,659.36	2,834.56
Advertising	238.82	54.96	300.82		2,324.30	5,625.00	389.00	5,625.00				41.16	969.80	41.16
Marketing/Public Relations	293.95	100.00	538.83	60.00	(426.05)								13,923.11	
Sponsorships and Trade Shows	1,327.74	4,084.42		1,211.91	1,004.23	(1,874.16)	518.97						1,600.52	
T&E - Airfare				3,836.90	249.54	219.63							6,300.56	
T&E - Lodging	17.60	28.00	13.00	249.54	27.50	33.00						25.09	25.09	1.74
T&E - Auto													609.21	
T&E - Mileage	201.31	575.79	533.40	742.87	701.25	300.48	36.00	244.73	315.75	348.49	163.69	108.39	27.50	27.50
T&E - Meals				217.50	94.55	254.61							4,272.15	(65.30)
T&E - Entertainment													472.11	
T&E - Rental Car/Fuel													110.98	
T&E - Other	16.43												18.00	(18.00)
Total Sales and Marketing	2,095.85	4,843.07	1,630.63	6,318.72	2,071.25	6,213.09	6,568.87	244.73	315.75	348.49	205.04	174.64	31,030.13	(30.40)
Consulting Fees		1,500.00	3,837.56	2,500.00	2,500.00	2,500.00	2,500.00	75.00	2,500.00	2,500.00	133.33	8,086.25	10,043.58	7,951.92
Accounting Fees - Outsourced	3,312.50	3,281.25	766.00	766.00	4,396.00	3,535.00	130.00	3,812.00	3,124.00	2,500.00	543.50	5,022.50	35,454.11	2,522.50
Accounting Fees - Audit/Tax	338.00	2,506.50	2,386.00	4,396.00	3,535.00	130.00	3,812.00	3,124.00	2,500.00	2,500.00	543.50	5,022.50	35,454.11	2,522.50
Legal Fees													20,771.00	(543.50)
Advisor/Board Fees													5,000.00	(5,000.00)
Total Professional Services	3,650.50	7,287.75	6,989.86	6,896.00	6,035.00	2,630.00	6,312.00	6,538.00	2,500.00	2,750.00	3,178.83	18,107.75	52,000.00	14,930.92
Website/Domain Services	13.17	548.55	514.33	68.99	829.93	135.83	335.95	99.00	99.00	641.57	737.35	900.49	792.94	153.14
Software Services/Recurring	352.23	548.55	514.33	68.99	829.93	135.83	335.95	99.00	99.00	641.57	737.35	900.49	792.94	153.14
Total Technology Services	365.40	548.55	514.33	433.30	829.93	753.43	873.95	1,416.00	851.65	641.57	737.35	900.49	8,865.95	163.14
Office Supplies	95.57	141.89	206.49	162.74	195.31	142.13	171.74	179.79	345.02	244.59	98.01	20.79	1,992.07	(75.22)

Computer Supplies	49.00	96.79	49.00	49.00	49.00	49.00	196.00
Copies & Printing	126.43	109.95	16.48	16.47	16.47	16.47	96.79
Communications - Data/Internet	1,744.50	1,744.50	1,744.50	1,744.50	1,744.50	1,744.50	160.71
Postage	(5.03)						109.95
Facility Rental							109.95
Utilities							109.95
Total Facility/Office	1,961.47	1,996.34	2,077.42	2,031.67	2,380.19	2,062.05	2,091.66
Insurance - General Liability	51.66	51.66	51.66	51.66	51.66	51.66	51.74
Insurance - Prof. Liability	1,123.13	1,123.13	1,123.13	1,123.13	1,123.13	1,123.13	1,123.13
Total Insurance	1,174.79	1,174.79	1,174.79	1,174.79	1,174.79	1,174.79	1,174.87
Bank Fees	119.08	137.53	15.00	15.00	23.00	2.00	4.00
Credit Card Fees	51.25	1.50	(2.75)	1.25	1.75	2.27	8.00
Repairs and Maint. - Building							20.79
Business Licenses		390.17	20.47	15.00		50.00	1.50
Property Tax							
Other Taxes							58.55
Employee Celebrations	16.00	43.69	500.00		1,028.31	50.00	29.67
Dues & Memberships							139.78
Books & Subscriptions	352.33	259.50	125.00	125.00	956.32	225.00	333.37
Education & Conference	24.99		60.00		224.00	0.01	333.37
Miscellaneous		29.47					218.67
Total Other Expenses	563.55	801.86	783.75	156.25	2,235.38	685.55	387.79
Total Operating Expenses	64,226.32	64,600.63	52,266.31	53,546.51	51,269.40	43,000.11	40,989.70
EBITDA	(64,297.14)	(64,657.87)	(52,266.43)	(53,573.21)	(51,651.26)	(43,501.07)	(40,684.51)
Depreciation - Computer Hardware	215.80	215.80	215.80	215.80	215.80	271.63	271.63
Amort Exp - Intangibles	555.55	555.55	555.55	555.55	555.55	555.55	555.55
Total Depreciation and Amortiza	771.35	771.35	771.35	771.35	771.35	827.18	827.18
Interest Income	(14.74)	(15.06)	(17.39)	(13.22)	(11.93)	(8.78)	(7.00)
Total Interest Income	(14.74)	(15.06)	(17.39)	(13.22)	(11.93)	(8.78)	(7.00)
Interest Expense	7,643.83	7,150.69	7,643.83	7,397.26	7,643.83	7,643.83	7,643.83
Total Other Income/Expense	7,643.83	7,150.69	7,643.83	7,397.26	7,643.83	7,643.83	7,643.83
Earnings Before Income Taxes	(72,697.58)	(72,564.85)	(60,666.23)	(61,728.60)	(60,054.51)	(51,716.73)	(49,148.52)
Net Income (Loss)	(72,697.58)	(72,564.85)	(60,666.23)	(61,728.60)	(60,054.51)	(51,716.73)	(49,148.52)