

**U.S. Income Tax Return for an S Corporation**

Do not file this form unless the corporation has filed or is attaching Form 2553 to elect to be an S corporation.

Information about Form 1120S and its separate instructions is at [www.irs.gov/form1120s](http://www.irs.gov/form1120s).

**2015**

For calendar year 2015 or tax year beginning \_\_\_\_\_, ending \_\_\_\_\_

|  |  |   |  |
|--|--|---|--|
| <b>A</b> S election effective date<br><b>05/16/08</b>                      | <b>TYPE</b><br><br><b>OR</b><br><br><b>PRINT</b> | Name<br><b>FIRESTORM CAFE, LLC</b>  | <b>D</b> Employer identification number<br><b>26-2625465</b>     |
| <b>B</b> Business activity code number (see instructions)<br><b>722513</b> |  | Number, street, and room or suite no. If a P.O. box, see instructions.<br><b>68 HAYWOOD RD.</b>       | <b>E</b> Date incorporated<br><b>05/16/2008</b>                  |
| <b>C</b> Check if Sch. M-3 attached <input type="checkbox"/>               |  | City or town, state or province, country, and ZIP or foreign postal code<br><b>ASHEVILLE NC 28806</b> | <b>F</b> Total assets (see instructions)<br><br>\$ <b>60,622</b> |

**G** Is the corporation electing to be an S corporation beginning with this tax year?  Yes  No If "Yes," attach Form 2553 if not already filed

**H** Check if: (1)  Final return (2)  Name change (3)  Address change (4)  Amended return (5)  S election termination or revocation

**I** Enter the number of shareholders who were shareholders during any part of the tax year **4**

**Caution.** Include **only** trade or business income and expenses on lines 1a through 21. See the instructions for more information.

|  |  |                   |                   |               |
|--|--|-------------------|-------------------|---------------|
| <b>Income</b>  | 1a Gross receipts or sales   | 1a                | <b>135,635</b>    |               |
|  | b Returns and allowances   | 1b                |                   |               |
|  | c Balance. Subtract line 1b from line 1a   | 1c                | <b>135,635</b>    |               |
|  | 2 Cost of goods sold (attach Form 1125-A)  | 2                 | <b>66,177</b>     |               |
|  | 3 Gross profit. Subtract line 2 from line 1c   | 3                 | <b>69,458</b>     |               |
|  | 4 Net gain (loss) from Form 4797, line 17 (attach Form 4797)                         | 4                 |                   |               |
| 5 Other income (loss) (see instructions—attach statement)              |  | <b>SEE STMT 1</b> | <b>21,644</b>     |               |
| 6 <b>Total income (loss).</b> Add lines 3 through 5                    | 6  |                   | <b>91,102</b>     |               |
| <b>Deductions</b><br><small>(see instructions for limitations)</small> | 7 Compensation of officers (see instructions—attach Form 1125-E)                     | 7                 | <b>7,363</b>      |               |
|  | 8 Salaries and wages (less employment credits)                                       | 8                 | <b>29,357</b>     |               |
|  | 9 Repairs and maintenance  | 9                 | <b>1,241</b>      |               |
|  | 10 Bad debts   | 10                |                   |               |
|  | 11 Rents   | 11                | <b>21,709</b>     |               |
|  | 12 Taxes and licenses  | 12                | <b>3,801</b>      |               |
|  | 13 Interest  | 13                | <b>1,450</b>      |               |
|  | 14 Depreciation not claimed on Form 1125-A or elsewhere on return (attach Form 4562) | 14                | <b>606</b>        |               |
|  | 15 Depletion (Do not deduct oil and gas depletion.)                                  | 15                |                   |               |
|  | 16 Advertising   | 16                | <b>5,669</b>      |               |
|  | 17 Pension, profit-sharing, etc., plans  | 17                |                   |               |
|  | 18 Employee benefit programs   | 18                |                   |               |
|  | 19 Other deductions (attach statement)   |                   | <b>SEE STMT 2</b> | <b>17,378</b> |
|  | 20 <b>Total deductions.</b> Add lines 7 through 19                                   | 20                |                   | <b>88,574</b> |
|  | 21 <b>Ordinary business income (loss).</b> Subtract line 20 from line 6              | 21                |                   | <b>2,528</b>  |

|  |  |     |                 |
|--|--|-----|-----------------|
| <b>Tax and Payments</b>  | 22a Excess net passive income or LIFO recapture tax (see instructions)                                 | 22a |                 |
|  | b Tax from Schedule D (Form 1120S)   | 22b |                 |
|  | c Add lines 22a and 22b (see instructions for additional taxes)  | 22c |                 |
|  | 23a 2015 estimated tax payments and 2014 overpayment credited to 2015                                  | 23a |                 |
|  | b Tax deposited with Form 7004   | 23b |                 |
|  | c Credit for federal tax paid on fuels (attach Form 4136)  | 23c |                 |
|  | d Add lines 23a through 23c  | 23d |                 |
|  | 24 Estimated tax penalty (see instructions). Check if Form 2220 is attached                            | 24  |                 |
|  | 25 <b>Amount owed.</b> If line 23d is smaller than the total of lines 22c and 24, enter amount owed    | 25  |                 |
|  | 26 <b>Overpayment.</b> If line 23d is larger than the total of lines 22c and 24, enter amount overpaid | 26  |                 |
| 27 Enter amount from line 26 <b>Credited to 2016 estimated tax</b> | 27   |     | <b>Refunded</b> |

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

May the IRS discuss this return with the preparer shown below (see instructions)?  Yes  No

**Sign Here** Signature of officer **LIBERTIE VALANCE** Date \_\_\_\_\_ Title **DIRECTOR**

|                               |  |                               |                         |  |
|-------------------------------|--|-------------------------------|-------------------------|--|
| <b>Paid Preparer Use Only</b> | Print/Type preparer's name<br><b>CHAD T. STORCK, CPA</b>   | Preparer's signature<br>_____ | Date<br><b>02/10/16</b> | Check <input type="checkbox"/> if self-employed PTIN<br><b>P00955658</b> |
|                               | Firm's name <b>STORCK CPA, P.C.</b>                        | Firm's EIN <b>26-4129801</b>  |                         |  |
|                               | Firm's address <b>PO BOX 1373 ASHEVILLE, NC 28802-1373</b> | Phone no. <b>828-505-3791</b> |                         |  |



| <b>Shareholders' Pro Rata Share Items</b>   |  | <b>Total amount</b> |              |              |
|---|--|---------------------|--------------|--------------|
| <b>Income (Loss)</b>  | 1 Ordinary business income (loss) (page 1, line 21)  | 1                   | <b>2,528</b> |              |
|   | 2 Net rental real estate income (loss) (attach Form 8825)                                      | 2                   |              |              |
|   | 3a Other gross rental income (loss)  | 3a                  |              |              |
|   | b Expenses from other rental activities (attach statement)                                     | 3b                  |              |              |
|   | c Other net rental income (loss). Subtract line 3b from line 3a                                | 3c                  |              |              |
|   | 4 Interest income  | 4                   | <b>1</b>     |              |
|   | 5 Dividends: a Ordinary dividends  | 5a                  |              |              |
|   | b Qualified dividends  | 5b                  |              |              |
|   | 6 Royalties  | 6                   |              |              |
|   | 7 Net short-term capital gain (loss) (attach Schedule D (Form 1120S))                          | 7                   |              |              |
| <b>Deductions</b>   | 8a Net long-term capital gain (loss) (attach Schedule D (Form 1120S))                          | 8a                  |              |              |
|   | b Collectibles (28%) gain (loss)   | 8b                  |              |              |
|   | c Unrecaptured section 1250 gain (attach statement)  | 8c                  |              |              |
|   | 9 Net section 1231 gain (loss) (attach Form 4797)  | 9                   |              |              |
|   | 10 Other income (loss) (see instructions) Type ▶   | 10                  |              |              |
|   | 11 Section 179 deduction (attach Form 4562)  | SEE STMT 3          | 11           | <b>2,528</b> |
| <b>Credits</b>  | 12a Charitable contributions   | SEE STMT 4          | 12a          | <b>2,004</b> |
|   | b Investment interest expense  |                     | 12b          |              |
|   | c Section 59(e)(2) expenditures(1) Type ▶ (2) Amount ▶   |                     | 12c(2)       |              |
|   | d Other deductions (see instructions) Type ▶   |                     | 12d          |              |
| <b>Foreign Transactions</b>   | 13a Low-income housing credit (section 42(j)(5))   |                     | 13a          |              |
|   | b Low-income housing credit (other)  |                     | 13b          |              |
|   | c Qualified rehabilitation expenditures (rental real estate) (attach Form 3468, if applicable) |                     | 13c          |              |
|   | d Other rental real estate credits (see instructions) Type ▶                                   |                     | 13d          |              |
|   | e Other rental credits (see instructions) Type ▶   |                     | 13e          |              |
|   | f Biofuel producer credit (attach Form 6478)   |                     | 13f          |              |
|   | g Other credits (see instructions) Type ▶  |                     | 13g          |              |
| <b>Alternative Minimum Tax (AMT) Items</b>  | 14a Name of country or U.S. possession ▶   |                     | 14a          |              |
|   | b Gross income from all sources  |                     | 14b          |              |
|   | c Gross income sourced at shareholder level  |                     | 14c          |              |
|   | Foreign gross income sourced at corporate level  |                     |              |              |
|   | d Passive category   |                     | 14d          |              |
|   | e General category   |                     | 14e          |              |
|   | f Other (attach statement)   |                     | 14f          |              |
|   | Deductions allocated and apportioned at shareholder level                                      |                     |              |              |
|   | g Interest expense   |                     | 14g          |              |
|   | h Other  |                     | 14h          |              |
|   | Deductions allocated and apportioned at corporate level to foreign source income               |                     |              |              |
|   | i Passive category   |                     | 14i          |              |
|   | j General category   |                     | 14j          |              |
|   | k Other (attach statement)   |                     | 14k          |              |
| Other information   |  |                     |              |              |
| l Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued |  | 14l                 |              |              |
| m Reduction in taxes available for credit (attach statement)                                      |  | 14m                 |              |              |
| n Other foreign tax information (attach statement)  |  |                     |              |              |
| <b>Items Affecting Shareholder Basis</b>  | 15a Post-1986 depreciation adjustment  | 15a                 | <b>31</b>    |              |
|   | b Adjusted gain or loss  | 15b                 |              |              |
|   | c Depletion (other than oil and gas)   | 15c                 |              |              |
|   | d Oil, gas, and geothermal properties – gross income   | 15d                 |              |              |
|   | e Oil, gas, and geothermal properties – deductions   | 15e                 |              |              |
|   | f Other AMT items (attach statement)   | 15f                 |              |              |
| <b>Items Affecting Shareholder Basis</b>  | 16a Tax-exempt interest income   | 16a                 |              |              |
|   | b Other tax-exempt income  | 16b                 |              |              |
|   | c Nondeductible expenses   | 16c                 |              |              |
|   | d Distributions (attach statement if required) (see instructions)                              | 16d                 |              |              |
|   | e Repayment of loans from shareholders   | 16e                 |              |              |

| Shareholders' Pro Rata Share Items (continued) |   | Total amount |   |
|--|---|--------------|---|
| Other Information                              | 17a Investment income .....   | 17a          | 1 |
|  | b Investment expenses .....   | 17b          |   |
|  | c Dividend distributions paid from accumulated earnings and profits ..... | 17c          |   |
|  | d Other items and amounts (attach statement) <b>SEE STATEMENT 5</b> ..... |              |   |

|                  |   |    |        |
|------------------|---|----|--------|
| Recon- ciliation | <b>18 Income/loss reconciliation.</b> Combine the amounts on lines 1 through 10 in the far right column. From the result, subtract the sum of the amounts on lines 11 through 12d and 14l ..... | 18 | -2,003 |
|------------------|---|----|--------|

| Balance Sheets per Books                    |  | Beginning of tax year |        | End of tax year |        |
|---|--|-----------------------|--------|-----------------|--------|
|   |  | (a)                   | (b)    | (c)             | (d)    |
| <b>Assets</b>                               |  |                       |        |                 |        |
| 1   | Cash .....   |                       | 1,424  |                 | 4,429  |
| 2a  | Trade notes and accounts receivable .....                        |                       |        | 1,828           |        |
| b   | Less allowance for bad debts .....                               | (                     |        | (               | 1,828  |
| 3   | Inventories .....  |                       | 12,200 |                 | 35,950 |
| 4   | U.S. government obligations .....                                |                       |        |                 |        |
| 5   | Tax-exempt securities (see instructions) .....                   |                       |        |                 |        |
| 6   | Other current assets (attach statement) .....                    |                       |        |                 |        |
| 7   | Loans to shareholders .....                                      |                       |        |                 |        |
| 8   | Mortgage and real estate loans .....                             |                       |        |                 |        |
| 9   | Other investments (attach statement) .....                       |                       |        |                 |        |
| 10a   | Buildings and other depreciable assets .....                     | 16,502                |        | 32,556          |        |
| b   | Less accumulated depreciation .....                              | (                     | 269    | (               | 18,754 |
| 11a   | Depletable assets .....  |                       |        |                 |        |
| b   | Less accumulated depletion .....                                 | (                     |        | (               |        |
| 12  | Land (net of any amortization) .....                             |                       |        |                 |        |
| 13a   | Intangible assets (amortizable only) .....                       |                       |        | 1,214           |        |
| b   | Less accumulated amortization .....                              | (                     |        | (               | 152    |
| 14  | Other assets (attach statement) <b>STMT 6</b> .....              |                       | 3,090  |                 | 3,551  |
| 15  | Total assets .....   |                       | 16,983 |                 | 60,622 |
| <b>Liabilities and Shareholders' Equity</b> |  |                       |        |                 |        |
| 16  | Accounts payable .....   |                       | 178    |                 | 4,123  |
| 17  | Mortgages, notes, bonds payable in less than 1 year .....        |                       |        |                 |        |
| 18  | Other current liabilities (attach statement) <b>STMT 7</b> ..... |                       | 3,362  |                 | 5,278  |
| 19  | Loans from shareholders .....                                    |                       | 19,028 |                 | 9,755  |
| 20  | Mortgages, notes, bonds payable in 1 year or more .....          |                       |        |                 |        |
| 21  | Other liabilities (attach statement) <b>STMT 8</b> .....         |                       |        |                 | 40,681 |
| 22  | Capital stock .....  |                       | 217    |                 | 217    |
| 23  | Additional paid-in capital .....                                 |                       |        |                 | 8,373  |
| 24  | Retained earnings .....  |                       | -5,802 |                 | -7,805 |
| 25  | Adjustments to shareholders' equity (attach statement) .....     |                       |        |                 |        |
| 26  | Less cost of treasury stock .....                                | (                     |        | (               |        |
| 27  | Total liabilities and shareholders' equity .....                 |                       | 16,983 |                 | 60,622 |

**Reconciliation of Income (Loss) per Books With Income (Loss) per Return**

**Note:** The corporation may be required to file Schedule M-3 (see instructions)

|   |               |  |               |
|---|---------------|--|---------------|
| <b>1</b> Net income (loss) per books .....  | <b>-2,003</b> | <b>5</b> Income recorded on books this year not included on Schedule K, lines 1 through 10 (itemize):                        |               |
| <b>2</b> Income included on Schedule K, lines 1, 2, 3c, 4, 5a, 6, 7, 8a, 9, and 10, not recorded on books this year (itemize) ..... |               | <b>a</b> Tax-exempt interest \$ .....  |               |
| <b>3</b> Expenses recorded on books this year not included on Schedule K, lines 1 through 12 and 14l (itemize):                     |               | <b>6</b> Deductions included on Schedule K, lines 1 through 12 and 14l, not charged against book income this year (itemize): |               |
| <b>a</b> Depreciation \$ .....  |               | <b>a</b> Depreciation \$ .....   |               |
| <b>b</b> Travel and entertainment \$ .....  |               | <b>7</b> Add lines 5 and 6 .....   |               |
| <b>4</b> Add lines 1 through 3 .....  | <b>-2,003</b> | <b>8</b> Income (loss) (Schedule K, line 18). Line 4 less line 7 .....   | <b>-2,003</b> |

**Analysis of Accumulated Adjustments Account, Other Adjustments Account, and Shareholders' Undistributed Taxable Income Previously Taxed (see instructions)**

|  | (a) Accumulated adjustments account | (b) Other adjustments account | (c) Shareholders' undistributed taxable income previously taxed |
|--|-------------------------------------|-------------------------------|---|
| <b>1</b> Balance at beginning of tax year .....                        | <b>-5,802</b>                       |                               |   |
| <b>2</b> Ordinary income from page 1, line 21 .....                    | <b>2,528</b>                        |                               |   |
| <b>3</b> Other additions <b>STMT 9</b> .....                           | <b>1</b>                            |                               |   |
| <b>4</b> Loss from page 1, line 21 .....                               | (                                   |                               |   |
| <b>5</b> Other reductions <b>STMT 10</b> .....                         | <b>4,532</b>                        | (                             |   |
| <b>6</b> Combine lines 1 through 5 .....                               | <b>-7,805</b>                       |                               |   |
| <b>7</b> Distributions other than dividend distributions .....         |                                     |                               |   |
| <b>8</b> Balance at end of tax year. Subtract line 7 from line 6 ..... | <b>-7,805</b>                       |                               |   |

**Cost of Goods Sold**

▶ **Attach to Form 1120, 1120-C, 1120-F, 1120S, 1065, or 1065-B.**  
▶ **Information about Form 1125-A and its instructions is at [www.irs.gov/form1125a](http://www.irs.gov/form1125a).**

Name

**FIRESTORM CAFE, LLC**

Employer identification number

**26-2625465**

|          |   |          |                |
|----------|---|----------|----------------|
| <b>1</b> | Inventory at beginning of year .....  | <b>1</b> | <b>12,200</b>  |
| <b>2</b> | Purchases .....   | <b>2</b> | <b>89,927</b>  |
| <b>3</b> | Cost of labor .....   | <b>3</b> |                |
| <b>4</b> | Additional section 263A costs (attach schedule) .....   | <b>4</b> |                |
| <b>5</b> | Other costs (attach schedule) .....   | <b>5</b> |                |
| <b>6</b> | <b>Total.</b> Add lines 1 through 5 .....   | <b>6</b> | <b>102,127</b> |
| <b>7</b> | Inventory at end of year .....  | <b>7</b> | <b>35,950</b>  |
| <b>8</b> | <b>Cost of goods sold.</b> Subtract line 7 from line 6. Enter here and on Form 1120, page 1, line 2 or the appropriate line of your tax return (see instructions) ..... | <b>8</b> | <b>66,177</b>  |

**9a** Check all methods used for valuing closing inventory:

- (i)  Cost
- (ii)  Lower of cost or market
- (iii)  Other (Specify method used and attach explanation.) ▶

**b** Check if there was a writedown of subnormal goods ..... ▶

**c** Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970) ..... ▶

**d** If the LIFO inventory method was used for this tax year, enter the amount of closing inventory computed under LIFO ..... **9d**

**e** If property is produced or acquired for resale, do the rules of section 263A apply to the entity (see instructions)?  Yes  No

**f** Was there any change in determining quantities, cost, or valuations between opening and closing inventory? If "Yes," attach explanation  Yes  No

**Depreciation and Amortization**  
(Including Information on Listed Property)

Department of the Treasury  
Internal Revenue Service (99)

▶ **Attach to your tax return.**  
▶ **Information about Form 4562 and its separate instructions is at [www.irs.gov/form4562](http://www.irs.gov/form4562).**

Name(s) shown on return

**FIRESTORM CAFE, LLC**

Identifying number

**26-2625465**

Business or activity to which this form relates

**REGULAR DEPRECIATION**

**Election To Expense Certain Property Under Section 179**

**Note:** If you have any listed property, complete Part V before you complete Part I.

|    |   |                              |                  |
|----|---|------------------------------|------------------|
| 1  | Maximum amount (see instructions)   | 1                            | 500,000          |
| 2  | Total cost of section 179 property placed in service (see instructions)   | 2                            | 16,667           |
| 3  | Threshold cost of section 179 property before reduction in limitation (see instructions)  | 3                            | 2,000,000        |
| 4  | Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-  | 4                            | 0                |
| 5  | Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions | 5                            | 500,000          |
| 6  | (a) Description of property   | (b) Cost (business use only) | (c) Elected cost |
|    | <b>SEE STATEMENT 11</b>   | <b>3,143</b>                 | <b>2,528</b>     |
| 7  | Listed property. Enter the amount from line 29  | 7                            |                  |
| 8  | Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7  | 8                            | 2,528            |
| 9  | Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8   | 9                            | 2,528            |
| 10 | Carryover of disallowed deduction from line 13 of your 2014 Form 4562   | 10                           |                  |
| 11 | Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instructions)                      | 11                           | 9,891            |
| 12 | Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11   | 12                           | 2,528            |
| 13 | Carryover of disallowed deduction to 2016. Add lines 9 and 10, less line 12   | ▶ 13                         |                  |

**Note:** Do not use Part II or Part III below for listed property. Instead, use Part V.

**Special Depreciation Allowance and Other Depreciation (Do not include listed property.) (See instructions.)**

|    |   |    |    |
|----|---|----|----|
| 14 | Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see instructions) | 14 |    |
| 15 | Property subject to section 168(f)(1) election  | 15 |    |
| 16 | Other depreciation (including ACRS)   | 16 | 32 |

**MACRS Depreciation (Do not include listed property.) (See instructions.)**

**Section A**

|    |   |                            |   |
|----|---|----------------------------|---|
| 17 | MACRS deductions for assets placed in service in tax years beginning before 2015  | 17                         | 0 |
| 18 | If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here | ▶ <input type="checkbox"/> |   |

**Section B—Assets Placed in Service During 2015 Tax Year Using the General Depreciation System**

| (a) Classification of property | (b) Month and year placed in service | (c) Basis for depreciation (business/investment use only—see instructions) | (d) Recovery period | (e) Convention | (f) Method | (g) Depreciation deduction |
|--------------------------------|--------------------------------------|--|---------------------|----------------|------------|----------------------------|
| 19a 3-year property            |                                      |  |                     |                |            |                            |
| b 5-year property              |                                      | 615  | 5.0                 | HY             | 200DB      | 123                        |
| c 7-year property              |                                      |  |                     |                |            |                            |
| d 10-year property             |                                      |  |                     |                |            |                            |
| e 15-year property             |                                      | 13,524   | 15.0                | HY             | S/L        | 451                        |
| f 20-year property             |                                      |  |                     |                |            |                            |
| g 25-year property             |                                      |  | 25 yrs.             |                | S/L        |                            |
| h Residential rental property  |                                      |  | 27.5 yrs.           | MM             | S/L        |                            |
|                                |                                      |  | 27.5 yrs.           | MM             | S/L        |                            |
| i Nonresidential real property |                                      |  | 39 yrs.             | MM             | S/L        |                            |

**Section C—Assets Placed in Service During 2015 Tax Year Using the Alternative Depreciation System**

|                |  |  |         |    |     |  |
|----------------|--|--|---------|----|-----|--|
| 20a Class life |  |  |         |    | S/L |  |
| b 12-year      |  |  | 12 yrs. |    | S/L |  |
| c 40-year      |  |  | 40 yrs. | MM | S/L |  |

**Summary (See instructions.)**

|    |   |    |     |
|----|---|----|-----|
| 21 | Listed property. Enter amount from line 28  | 21 |     |
| 22 | <b>Total.</b> Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations—see instructions | 22 | 606 |
| 23 | For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs   | 23 |     |

**For Paperwork Reduction Act Notice, see separate instructions.**

Listed Property (Include automobiles, certain other vehicles, certain aircraft, certain computers, and property used for entertainment, recreation, or amusement.)

Note: For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete only 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.

Section A—Depreciation and Other Information (Caution: See the instructions for limits for passenger automobiles.)

24a Do you have evidence to support the business/investment use claimed? Yes No 24b If "Yes," is the evidence written? Yes No
(a) Type of property (list vehicles first) (b) Date placed in service (c) Business/investment use percentage (d) Cost or other basis (e) Basis for depreciation (business/investment use only) (f) Recovery period (g) Method/Convention (h) Depreciation deduction (i) Elected section 179 cost
25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use (see instructions) 25
26 Property used more than 50% in a qualified business use:
27 Property used 50% or less in a qualified business use:
28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1 28
29 Add amounts in column (i), line 26. Enter here and on line 7, page 1 29

Section B—Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person. If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

30 Total business/investment miles driven during the year (do not include commuting miles)
31 Total commuting miles driven during the year
32 Total other personal (noncommuting) miles driven
33 Total miles driven during the year. Add lines 30 through 32
34 Was the vehicle available for personal use during off-duty hours?
35 Was the vehicle used primarily by a more than 5% owner or related person?
36 Is another vehicle available for personal use?
(a) Vehicle 1 (b) Vehicle 2 (c) Vehicle 3 (d) Vehicle 4 (e) Vehicle 5 (f) Vehicle 6
Yes No Yes No Yes No Yes No Yes No Yes No

Section C—Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who are not more than 5% owners or related persons (see instructions).

37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners
39 Do you treat all use of vehicles by employees as personal use?
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?
41 Do you meet the requirements concerning qualified automobile demonstration use? (See instructions.)
Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," do not complete Section B for the covered vehicles.

Amortization

(a) Description of costs (b) Date amortization begins (c) Amortizable amount (d) Code section (e) Amortization period or percentage (f) Amortization for this year
42 Amortization of costs that begins during your 2015 tax year (see instructions):
SEE STATEMENT 12 1,214 152
43 Amortization of costs that began before your 2015 tax year 43
44 Total. Add amounts in column (f). See the instructions for where to report 44 152





**Statement 1 - Form 1120S, Page 1, Line 5 - Other Income (Loss)**

| <u>Description</u>        | <u>Amount</u>    |
|---------------------------|------------------|
| CROWD FUNDING & DONATIONS | \$ 21,644        |
| TOTAL                     | \$ <u>21,644</u> |

**Statement 2 - Form 1120S, Page 1, Line 19 - Other Deductions**

| <u>Description</u>           | <u>Amount</u>    |
|------------------------------|------------------|
| BANK SERVICE CHARGES         | \$ 602           |
| CAFE & BOOKSTORE SUPPLIES    | 574              |
| COMPUTER & INTERNET EXPENSES | 257              |
| CONTINUING EDUCATION         | 200              |
| CREDIT CARD MERCHANT FEES    | 2,159            |
| DE MINIMIS ASSETS < \$500    | 5,716            |
| DUES & SUBSCRIPTIONS         | 419              |
| INSURANCE - LIABILITY        | 362              |
| INSURANCE - WORKERS' COMP.   | 325              |
| JANITORIAL EXPENSE           | 451              |
| OFFICE SUPPLIES              | 577              |
| PAYROLL SERVICE FEES         | 56               |
| POSTAGE                      | 292              |
| PRINTING & REPRODUCTION      | 652              |
| PROFESSIONAL FEES            | 825              |
| TELEPHONE                    | 959              |
| TRAVEL                       | 113              |
| UTILITIES                    | 2,687            |
| AMORTIZATION                 | 152              |
| TOTAL                        | \$ <u>17,378</u> |

**Statement 3 - Form 1120S, Page 3, Schedule K, Line 11 - Section 179 Deduction**

| <u>Description</u>          | <u>Amount</u>   |
|-----------------------------|-----------------|
| SECTION 179 - PERSONAL PROP | \$ 2,528        |
| TOTAL                       | \$ <u>2,528</u> |

**Statement 4 - Form 1120S, Page 3, Schedule K, Line 12a - Cash Contributions**

| <u>Description</u>          | <u>Cash<br/>Contrib 50%</u> | <u>Cash<br/>Contrib 30%</u> | <u>Total</u>    |
|-----------------------------|-----------------------------|-----------------------------|-----------------|
| MISCELLANEOUS CONTRIBUTIONS | \$ 2,004                    | \$                          | \$ 2,004        |
| TOTAL                       | \$ <u>2,004</u>             | \$ <u>0</u>                 | \$ <u>2,004</u> |

**Statement 5 - Form 1120S, Page 4, Schedule K, Line 17d - Other Items and Amounts**

| <u>Description</u>                                  | <u>Amount</u> |
|---|---------------|
| DISPOSAL OF SECTION 179 PROPERTY - SEE ATTACHED WRK |               |

**Statement 6 - Form 1120S, Page 4, Schedule L, Line 14 - Other Assets**

| Description             | Beginning<br>of Year | End<br>of Year  |
|-------------------------|----------------------|-----------------|
| RENT & UTILITY DEPOSITS | \$ 2,940             | \$ 3,401        |
| INVESTMENT IN SCC       | 150                  | 150             |
| TOTAL                   | <u>\$ 3,090</u>      | <u>\$ 3,551</u> |

**Statement 7 - Form 1120S, Page 4, Schedule L, Line 18 - Other Current Liabilities**

| Description         | Beginning<br>of Year | End<br>of Year  |
|---------------------|----------------------|-----------------|
| ACCRUED PAYROLL TAX | \$ 47                | \$ 1,860        |
| GIFT CERTIFICATES   | 3,315                | 1,505           |
| SALES TAX PAYABLE   |                      | 1,913           |
| TOTAL               | <u>\$ 3,362</u>      | <u>\$ 5,278</u> |

**Statement 8 - Form 1120S, Page 4, Schedule L, Line 21 - Other Liabilities**

| Description             | Beginning<br>of Year | End<br>of Year   |
|-------------------------|----------------------|------------------|
| N/P - MOUNTAIN BIZWORKS | \$                   | \$ 4,623         |
| N/P - SCC               |                      | 35,158           |
| N/P - TRAVIS [REDACTED] |                      | 900              |
| TOTAL                   | <u>\$ 0</u>          | <u>\$ 40,681</u> |

**Statement 9 - Form 1120S, Page 5, Schedule M-2, Line 3(a) - Other Additions**

| Description     | Amount      |
|-----------------|-------------|
| INTEREST INCOME | \$ 1        |
| TOTAL           | <u>\$ 1</u> |

**Statement 10 - Form 1120S, Page 5, Schedule M-2, Line 5(a) - Other Reductions**

| Description              | Amount          |
|--------------------------|-----------------|
| CHARITABLE CONTRIBUTIONS | \$ 2,004        |
| SECTION 179 EXPENSE      | 2,528           |
| TOTAL                    | <u>\$ 4,532</u> |

## Regular Depreciation

Statement 11 - Form 4562, Part I, Line 6 - Section 179 Expense

| <u>Description of Property</u>     | <u>Cost</u>     | <u>Expense</u>  |
|------------------------------------|-----------------|-----------------|
| BENQ HT1075 1080P PROJECTOR        | \$ 756          | \$ 756          |
| TOSHIBA E-STUDIO 280 PHOTOCOPIER   | 800             | 185             |
| ICE-O-MATIC HISU070 ICE CUBE MAKER | 1,587           | 1,587           |
| TOTAL                              | <u>\$ 3,143</u> | <u>\$ 2,528</u> |

## Regular Depreciation

Statement 12 - Form 4562, Part VI, Line 42 - Amortization

| <u>Description</u>                           | <u>Date Amortization Begins</u> | <u>Amortizable Amount</u> | <u>Code Section</u> | <u>Period/Percent</u> | <u>Current Year Amortization</u> |
|--|---------------------------------|---------------------------|---------------------|-----------------------|----------------------------------|
| LOAN ORIGINATION FEES - SHARED CAPITAL COOP. | 4/03/15                         | \$ 1,014                  | 461                 | 5.8                   | \$ 132                           |
| LOAN ORIGINATION FEES - MTN. BIZWORKS        | 7/29/15                         | 200                       | 461                 | 5.0                   | 20                               |
| TOTAL  |                                 | <u>\$ 1,214</u>           |                     |                       | <u>\$ 152</u>                    |

**S Corporation Tax Return 2015**  
North Carolina Department of Revenue

For calendar year 2015, or other tax year beginning 15 and ending

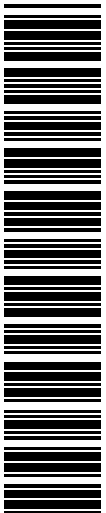
|  |  |   |   |
|--|--|---|---|
| FIRESTORM CAFE, LLC<br>68 HAYWOOD RD.<br>ASHEVILLE NC 28806  |  |   | DOR Use Only  |
| <input type="checkbox"/> Initial Return<br><input type="checkbox"/> Final Return<br><input type="checkbox"/> Short Year Return | <input type="checkbox"/> Amended Return<br>NC-478<br><input type="checkbox"/> CD-479 | <input type="checkbox"/> Fed Schedule M-3 is attached<br><input type="checkbox"/> Has Nonresident Shareholders<br><input type="checkbox"/> Has Escheatable Property | Federal Employer ID Number<br>262625465<br>N.C. Secretary of State ID Number<br>1042479<br>NAICS Code<br>722513 |
| Qualified Subchapter S Subsidiary <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No                          |  |   |   |

FIRE 68 H 28806 262625465 1042479 722513 IR N FR N  
 SR N AR N 478 N 479 N M3 N NRS N EP N QSSS N

FIRESTORM CAFE LLC

68 HAYWOOD RD ASHEVILLE NC 28806

|      |        |    |           |     |      |     |   |
|------|--------|----|-----------|-----|------|-----|---|
| GR   | 135635 | 07 | 55        | 16  | 2529 | 24C | 0 |
| TA   | 60622  | 08 | 0         | 17  | 0    | 24D | 0 |
| 01   | 785    | 09 | 0         | 19  | 0    | 24E | 0 |
| HCE  | N      | 10 | 2529      | 20  | 0    | 26  | 0 |
| 02   | 36679  | 11 | 0         | 21  | 0    | 27  | 0 |
| 03   | 5923   | 13 | 0         | 22  | 0    | 31A | 0 |
| 05   | 55     | 14 | 2529      | 24A | 0    | 31B | 0 |
| 06   | 0      | 15 | 1000000   | 24B | 0    | 33  | 0 |
| PFSP | P      | PP | P00955658 | TN  |      |     |   |



6200142017

| Sch. A Computation of Franchise Tax   | Sch. B Computation of Corporate Income Tax                                       |
|---|--|
| 1. Capital Stock, Surplus, & Undivided Profits <span style="float:right">785</span> | 10. Shareholder's Shares of <span style="float:right">2529</span>                |
| Holding Company Exception <span style="float:right">N</span>                        | Corporation Income (Loss)  |
| 2. Investment in N.C. Tangible Property <span style="float:right">36679</span>      | 11. Adjustments to Corporation Income (Loss) <span style="float:right">0</span>  |
| 3. Appraised Value of N.C. Tangible Property <span style="float:right">5923</span>  | 12. N.C. Taxable Income <span style="float:right">2529</span>                    |
| 4. Taxable Amount <span style="float:right">36679</span>                            | 13. Nonapportionable Income <span style="float:right">0</span>                   |
| 5. Total Franchise Tax Due <span style="float:right">55</span>                      | 14. Apportionable Income <span style="float:right">2529</span>                   |
| 6. Application for Franchise Tax Ext. <span style="float:right">0</span>            | 15. Apportionment Factor <span style="float:right">100.0000%</span>              |
| 7. Tax Credits <span style="float:right">55</span>                                  | 16. Income Apportioned to N.C. <span style="float:right">2529</span>             |
| 8. Franchise Tax Due <span style="float:right">0</span>                             | 17. Nonapportionable Income Allocated to N.C. <span style="float:right">0</span> |
| 9. Franchise Tax Overpaid <span style="float:right">0</span>                        | 18. Total Net Taxable Income <span style="float:right">2529</span>               |

**Sign Return Below**  **Refund Due** 0  **Payment Due** 0

|   |                             |                               |
|---|-----------------------------|-------------------------------|
| DIRECTOR  | [Redacted]                  | Date                          |
| Signature and Title of Officer  | Corporate Telephone Number  | Preparer's FEIN, SSN, or PTIN |
|   | 8285053791                  | P00955658                     |
| Signature of Paid Preparer  | Preparer's Telephone Number | Preparer's FEIN, SSN, or PTIN |
| I certify that, to the best of my knowledge, this return is accurate and complete.                  |                             |                               |
| <input type="checkbox"/> FEIN <input type="checkbox"/> SSN <input checked="" type="checkbox"/> PTIN |                             |                               |

**Mail to: NCDOR, P.O. Box 25000, Raleigh, N.C. 27640-0530. Returns are due by the 15th day of the 4th month after the end of the income year.**

**CD-401S Line-by-Line Information**

| <b>Sch. B Computation of Corporate Income Tax</b>  |           |
|--|-----------|
| 19. Amount of Line 18 Attributable to Nonresidents Filing Composite                              | 0         |
| 20. Separately Stated Items of Income Attributable to Nonresidents Filing Composite              | 0         |
| 21. N.C. Income Tax  | 0         |
| 22. Annual Report Fee (\$25 00)  | 0         |
| 23. Add Lines 21 and 22  | 0         |
| 24. Payments and Credits   | 0         |
| a. Income Tax Extension  | 0         |
| b. Other Prepayments of Tax  | 0         |
| c. Partnership (Include Form D-403, NC K-1)  | 0         |
| d. Nonresident W/holding (Include 1099/W-2)  | 0         |
| e. Tax Credits   | 0         |
| 25. Add Lines 24a through 24e  | 0         |
| 26. Income Tax Due   | 0         |
| 27. Income Tax Overpaid  | 0         |
| <b>Tax Due or Refund</b>   |           |
| 28. Franchise Tax Due or Overpayment   | 0         |
| 29. Income Tax Due or Overpayment  | 0         |
| 30. Balance of Tax Due or Overpayment  | 0         |
| 31. a. Interest  | 0         |
| b. Penalties   | 0         |
| c. Add Lines 31a and 31b   | 0         |
| 32. Total Due  | 0         |
| 33. Amount to be Refunded  | 0         |
| <b>Sch. C Capital Stock, Surplus, and Undivided Profits</b>                                      |           |
| 1. Total capital stock outstanding less cost of treasury stock                                   | 217       |
| 2. Paid-in or capital surplus  | 8373      |
| 3. Retained earnings   | -7805     |
| 4. Other surplus   | 0         |
| 5. Deferred or unearned income   | 0         |
| 6. Allowance for bad debts   | 0         |
| 7. LIFO reserves   | 0         |
| 8. Other reserves that do not represent definite and accrued legal liabilities (Attach schedule) | 0         |
| 9. Add Lines 1 through 8   | 785       |
| 10. Affiliated indebtedness (Attach schedule)  | 0         |
| 11. Line 9 plus (or minus) Line 10   | 785       |
| 12. Apportionment factor   | 100.0000% |
| 13. Capital Stock, Surplus, and Undivided Profits  | 785       |
| <b>Sch. D Investment in N.C. Tangible Property</b>   |           |
| Inventory valuation method   | COST      |
| 1. Total inventories located in N.C.   | 35950     |
| 2. Total furniture, fixtures, and M & E located in N.C.  | 19029     |
| 3. Total land and buildings located in N.C.  | 0         |
| 4. Total leasehold improvements and other N.C. tangible property                                 | 13524     |
| 5. Add Lines 1 through 4   | 68503     |

|  |       |
|--|-------|
| 6. Acc. depreciation, depletion, and amortization with respect to N.C. tangible property | 18751 |
| 7. Debts existing for N.C. real estate   | 13073 |
| 8. Investment in N.C. Tangible Property  | 36679 |

| <b>Sch. E Appraised Value of N.C. Tangible Property</b> |       |
|---|-------|
| 1. County tax value of N.C. tangible property           | 10769 |
| 2. Appraised value of N.C. tangible property            | 5923  |

| <b>Sch. F Other Information - All Taxpayers Must Complete Schedule</b>   |                |
|--|----------------|
| 1. a. State of incorporation   | NC             |
| b. Date incorporated   | 05 16 08       |
| 2. Date of N.C. Certificate of Authority   | 05 16 08       |
| 3. Trade or business:  |                |
| a. In N.C.   | CAFE & BOOK SA |
| b. Everywhere  | CAFE & BOOK SA |
| 4. Principal place of business   | ASHEVILLE NC   |
| 5. a. What was the last year the IRS redetermined the corporation's federal taxable income?  |                |
| b. Were adjustments reported to N.C.?  |                |
| c. If so, when?  |                |
| 6. Is corporation subject to franchise tax but not N.C. income tax because its income tax activities are protected? (If yes, attach explanation) | N              |

| <b>Sch. G Ordinary Income (Loss) from Trade or Business Activities</b> |        |
|--|--------|
| 1. a. Gross receipts or sales  | 135635 |
| b. Returns and allowances  | 0      |
| c. Balance - Line 1a minus Line 1b                                     | 135635 |
| 2. Cost of goods sold (Attach schedule) STMT 1                         | 66177  |
| 3. Gross Profit (Line 1c minus Line 2)                                 | 69458  |
| 4. Net gain (loss) (Attach schedule)                                   | 0      |
| 5. Other income (loss) (Attach schedule) STMT 2                        | 21644  |
| 6. <b>Total Income (Loss)</b>  | 91102  |
| 7. Compensation of officers (Attach schedule) STMT 3                   | 7363   |
| 8. Salaries and wages (less employment credits)                        | 29357  |
| 9. Repairs and maintenance   | 1241   |
| 10. Bad debts  | 0      |
| 11. Rents  | 21709  |
| 12. Taxes and licenses STMT 4  | 3801   |
| 13. Interest   | 1450   |
| 14. a. Depreciation  | 606    |
| b. Depreciation included in cost of goods sold                         | 0      |
| c. Balance - Line 14a minus 14b  | 606    |
| 15. Depletion  | 0      |
| 16. Advertising  | 5669   |
| 17. Pension, profit-sharing, and similar plans                         | 0      |
| 18. Employee benefit programs  | 0      |
| 19. Other deductions (Attach schedule) STMT 5                          | 17378  |
| 20. Total Deductions   | 88574  |
| 21. Ordinary Business Income (Loss)                                    | 2528   |

| <b>Sch. H Computation of Income (Loss)</b> |      |
|--|------|
| 1. Ordinary business income (loss)         | 2528 |
| 2. Net rental real estate income (loss)    | 0    |

**Sch. H Computation of Income (Loss)**

|   |      |
|---|------|
| 3. Other net rental income (loss)         | 0    |
| 4. Interest income                        | 1    |
| 5. Ordinary dividends                     | 0    |
| 6. Royalties                              | 0    |
| 7. Net short-term capital gain (loss)     | 0    |
| 8. Net long-term capital gain (loss)      | 0    |
| 9. Net section 1231 gain (loss)           | 0    |
| 10. Other income (loss) (Attach Schedule) | 0    |
| 11. Total Income (Loss)                   | 2529 |

**Sch. I Adjustments to Income (Loss)**

|   |   |
|---|---|
| 1. Additions to Federal Adjusted Gross Income (Loss)    | 0 |
| 3. Deductions from Federal Adjusted Gross Income (Loss) | 0 |
| 5. Adjustments to Income (Loss)                         | 0 |

**Sch. J Explanation of Changes for Amended Return**

**Sch. K Shareholders' Pro Rata Share Items**

|   | Shareholder 1   | Shareholder 2   | Shareholders' Total |
|---|---|---|---------------------|
| 1. Identifying Number   | [REDACTED]  |   |                     |
| 2. Name   | LIBERTIE [REDACTED]   | JULIE [REDACTED]  |                     |
| 3. a. Address   | [REDACTED]  |   |                     |
|   | ASHEVILLE NC  | ASHEVILLE NC  |                     |
| b. Is shareholder a nonresident   | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No |                     |
| 4. Ownership %  | 51.6895%  | 17.9909%  | 100.0000%           |
| 5. Share of income (loss)   | 1307  | 455   | 2529                |
| 6. Additions to income (loss)   | 0   | 0   | 0                   |
| 7. Deductions from income (loss)  | 0   | 0   | 0                   |
| 8. Income subject to N.C. tax   | 1307  | 455   | 2529                |
| 9. Share of tax credits   | 0   | 0   | 0                   |
| 10. Tax withheld from nonwage compensation  | 0   | 0   | 0                   |
| 11. Amount of Line 8 apportioned or allocated to N.C. (nonresidents only)   | 0   | 0   | 0                   |
| 12. Separately stated items of income (nonresidents only)   | 0   | 0   | 0                   |
| 13. Net tax paid for shareholder by corporation (nonresidents only)   | 0   | 0   | 0                   |
| 14. Is the corporation filing a Nonresident Shareholder Agreement, Form NC-NA, for this shareholder with this return?       | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No |                     |
| 15. Has the corporation filed a Nonresident Shareholder Agreement, Form NC-NA, for this shareholder in a previous tax year? | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No |                     |

If yes, what tax year?



Legal Name (First 10 Characters) FIRESTORM

Federal Employer ID Number 262625465

**Sch. L Balance Sheet per Books**

| Assets  | Beginning of Tax Year |       | End of Tax Year |       |
|---|-----------------------|-------|-----------------|-------|
|   | (a)                   | (b)   | (c)             | (d)   |
| 1. Cash   |                       | 1424  |                 | 4429  |
| 2. a. Trade notes and accounts receivable                   | 0                     |       | 1828            |       |
| b. Less allowance for bad debts                             | ( 0 )                 | 0     | ( 0 )           | 1828  |
| 3. Inventories  |                       | 12200 |                 | 35950 |
| 4. a. U.S. government obligations                           |                       | 0     |                 | 0     |
| b. State and other obligations                              |                       | 0     |                 | 0     |
| 5. Tax-exempt securities                                    |                       | 0     |                 | 0     |
| 6. Other current assets (Attach schedule)                   |                       | 0     |                 | 0     |
| 7. Loans to shareholders                                    |                       | 0     |                 | 0     |
| 8. Mortgage and real estate loans                           |                       | 0     |                 | 0     |
| 9. Other investments (Attach schedule)                      |                       | 0     |                 | 0     |
| 10. a. Buildings and other depreciable assets               | 16502                 |       | 32556           |       |
| b. Less accumulated depreciation                            | ( 16233 )             | 269   | ( 18754 )       | 13802 |
| 11. a. Depletable assets                                    | 0                     |       | 0               |       |
| b. Less accumulated depletion                               | ( 0 )                 | 0     | ( 0 )           | 0     |
| 12. Land (net of any amortization)                          |                       | 0     |                 | 0     |
| 13. a. Intangible assets (amortizable only)                 | 0                     |       | 1214            |       |
| b. Less accumulated amortization                            | ( 0 )                 | 0     | ( 152 )         | 1062  |
| 14. Other assets (Attach schedule)                          | STMT 6                | 3090  |                 | 3551  |
| 15. <b>Total Assets</b>                                     |                       | 16983 |                 | 60622 |
| <b>Liabilities and Shareholders' Equity</b>                 |                       |       |                 |       |
| 16. Accounts payable  |                       | 178   |                 | 4123  |
| 17. Mortgages, notes, and bonds payable in less than 1 year |                       | 0     |                 | 0     |
| 18. Other current liabilities (Attach schedule)             | STMT 7                | 3362  |                 | 5278  |
| 19. Loans from shareholders                                 |                       | 19028 |                 | 9755  |
| 20. Mortgages, notes, and bonds payable in 1 year or more   |                       | 0     |                 | 0     |
| 21. Other liabilities (Attach schedule)                     | STMT 8                | 0     |                 | 40681 |
| 22. Capital stocks  |                       | 217   |                 | 217   |
| 23. Additional paid-in capital                              |                       | 0     |                 | 8373  |
| 24. Retained earnings                                       |                       | -5802 |                 | -7805 |
| 25. Adjustments to shareholders' equity (Attach schedule)   |                       | 0     |                 | 0     |
| 26. Less cost of treasury stock                             |                       | ( 0 ) | ( 0 )           | ( 0 ) |
| 27. <b>Total Liabilities and Shareholders' Equity</b>       |                       | 16983 |                 | 60622 |

**Sch. M-1 Federal Schedule**

|  |       |  |       |
|--|-------|--|-------|
| 1. Net income (loss) per books   | -2003 | 5. Income recorded on books this year not included on Federal Sch. K, Lines 1 through 10 (itemize):                    |       |
| 2. Income included on Federal Sch. K, Lines 1, 2, 3c, 4, 5a, 6, 7, 8a, 9 and 10 not recorded on books this year (itemize): | 0     | Tax-exempt interest  | 0     |
| 3. Expenses recorded on books this year not included on Federal Sch. K, Lines 1 through 12, and 14I (itemize):             |       |  | 0     |
| a. Depreciation  | 0     | 6. Deductions included on Federal Sch. K, Lines 1 through 12, 14I not charged against book income this year (itemize): |       |
| b. Travel and entertainment  | 0     | Depreciation   | 0     |
|  | 0     |  | 0     |
| 4. Add Lines 1 through 3   | -2003 | 7. Add Lines 5 and 6   | 0     |
|  |       | 8. Income or Loss (Fed. Sch. K, Line 18)   | -2003 |

This page must be filed with the first page of Form CD-401S.

Legal Name (First 10 Characters) FIRESTORM

Federal Employer ID Number 262625465

**Sch. M-2 Analysis of N.C. AAA**

|  | N.C. Accumulated Adjustments | N.C. Other Adjustments | Undistributed Taxable Income Previously Taxed |
|--|------------------------------|------------------------|---|
| 1. Balance at beginning of year                    | -5802                        | 0                      | 0   |
| 2. Ordinary income from Sch. G, Line 21            | 2528                         |                        |   |
| 3. Other additions SEE STATEMENT 9                 | 1                            | 0                      |   |
| 4. Loss from Sch. G, Line 21                       | ( 0 )                        |                        |   |
| 5. Other reductions SEE STATEMENT 10               | ( 4532 )                     | ( 0 )                  | 0   |
| 6. Compute Lines 1 through 5                       | -7805                        | 0                      | 0   |
| 7. Distributions other than dividend distributions | 0                            | 0                      | 0   |
| 8. Balance at end of tax year                      | -7805                        | 0                      | 0   |

**Sch. N Nonapportionable Income**

| Nonapportionable Income                      | Gross Amounts | Related Expenses | Net Amounts | Net Amounts Allocated Directly to N.C. |
|--|---------------|------------------|-------------|--|
|  | 0             | 0                | 0           | 0                                      |
|  | 0             | 0                | 0           | 0                                      |
|  | 0             | 0                | 0           | 0                                      |
|  | 0             | 0                | 0           | 0                                      |
|  | 0             | 0                | 0           | 0                                      |
|  | 0             | 0                | 0           | 0                                      |
|  | 0             | 0                | 0           | 0                                      |
| 1. Nonapportionable Income                   |               |                  | 0           |  |
| 2. Nonapportionable Income Allocated to N.C. |               |                  |             | 0                                      |

Explanation of why income listed is nonapportionable income rather than apportionable income:

**Sch. O Computation of Apportionment Factor**

**Part 1. Domestic Corporations and Other Corporations Not Apportioning Franchise or Income Outside N.C.** 100.0000%

**Part 2. Corporations Apportioning Franchise or Income to N.C. and to Other States**

|  | 1. Within North Carolina |                   | 2. Total Everywhere  |                   | Factor  |
|--|--------------------------|-------------------|----------------------|-------------------|---------|
|  | (a) Beginning Period     | (b) Ending Period | (a) Beginning Period | (b) Ending Period |         |
| 1. Land  | 0                        | 0                 | 0                    | 0                 |         |
| 2. Buildings                                   | 0                        | 0                 | 0                    | 0                 |         |
| 3. Inventories                                 | 0                        | 0                 | 0                    | 0                 |         |
| 4. Other property                              | 0                        | 0                 | 0                    | 0                 |         |
| 5. Total                                       | 0                        | 0                 | 0                    | 0                 |         |
| 6. Average value of property                   |                          | 0                 |                      | 0                 |         |
| 7. Rented property                             |                          | 0                 |                      | 0                 |         |
| 8. Property Factor                             |                          | 0                 |                      | 0                 | 0.0000% |
| 9. Gross payroll                               |                          | 0                 |                      | 0                 |         |
| 10. Compensation of general executive officers |                          | 0                 |                      | 0                 |         |
| 11. Payroll Factor                             |                          | 0                 |                      | 0                 | 0.0000% |
| 12. Sales Factor                               |                          | 0                 |                      | 0                 | 0.0000% |
| 13. Sales Factor                               |                          |                   |                      |                   | 0.0000% |
| 14. Total of Factors                           |                          |                   |                      |                   | 0.0000% |
| 15. N.C. Apportionment Factor                  |                          |                   |                      |                   | 0.0000% |

**Part 3. Corporations Apportioning Franchise or Income to N.C. and to Other States Using Single Sales Factor** 0.0000%

**Part 4. Special Apportionment** 0.0000%

Sch. K Shareholders' Shares of Income, Adjustments, and Tax Credits (Continued)

|   | Shareholder 3   | Shareholder 4   | Shareholder  | Shareholder  |
|---|---|---|--|--|
| 1. Identifying Number   |   |   |  |  |
| 2. Name   | MATTHEW   | LAUREN  |  |  |
| 3. a. Address   | ASHEVILLE NC 288ASHEVILLE NC 288                                    |   |  |  |
| b. Is shareholder a nonresident   | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | <input type="checkbox"/> Yes <input type="checkbox"/> No | <input type="checkbox"/> Yes <input type="checkbox"/> No |
| 4. Ownership %  | 12.3288%  | 17.9909%  | %  | %  |
| 5. Share of income (loss)   | 312   | 455   | 0  | 0  |
| 6. Additions to income (loss)   | 0   | 0   | 0  | 0  |
| 7. Deductions from income (loss)  | 0   | 0   | 0  | 0  |
| 8. Income subject to N.C. tax   | 312   | 455   | 0  | 0  |
| 9. Share of tax credits   | 0   | 0   | 0  | 0  |
| 10. Tax withheld from nonwage comp  | 0   | 0   | 0  | 0  |
| 11. Amount of Line 8 apportioned or allocated to N.C. (nonresidents only)   | 0   | 0   | 0  | 0  |
| 12. Separately stated items of income (nonresidents only)   | 0   | 0   | 0  | 0  |
| 13. Net tax paid for shareholder by corporation (nonresidents only)   | 0   | 0   | 0  | 0  |
| 14. Is the corporation filing a Nonresident Shareholder Agreement, Form NC-NA, for this shareholder with this return?       | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | <input type="checkbox"/> Yes <input type="checkbox"/> No | <input type="checkbox"/> Yes <input type="checkbox"/> No |
| 15. Has the corporation filed a Nonresident Shareholder Agreement, Form NC-NA, for this shareholder in a previous tax year? | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | <input type="checkbox"/> Yes <input type="checkbox"/> No | <input type="checkbox"/> Yes <input type="checkbox"/> No |

If yes, what tax year?

|   | Shareholder  | Shareholder  | Shareholder  | Shareholder  |
|---|--|--|--|--|
| 1. Identifying Number   |  |  |  |  |
| 2. Name   |  |  |  |  |
| 3. a. Address   |  |  |  |  |
| b. Is shareholder a nonresident   | <input type="checkbox"/> Yes <input type="checkbox"/> No | <input type="checkbox"/> Yes <input type="checkbox"/> No | <input type="checkbox"/> Yes <input type="checkbox"/> No | <input type="checkbox"/> Yes <input type="checkbox"/> No |
| 4. Ownership %  | %  | %  | %  | %  |
| 5. Share of income (loss)   | 0  | 0  | 0  | 0  |
| 6. Additions to income (loss)   | 0  | 0  | 0  | 0  |
| 7. Deductions from income (loss)  | 0  | 0  | 0  | 0  |
| 8. Income subject to N.C. tax   | 0  | 0  | 0  | 0  |
| 9. Share of tax credits   | 0  | 0  | 0  | 0  |
| 10. Tax withheld from nonwage comp  | 0  | 0  | 0  | 0  |
| 11. Amount of Line 8 apportioned or allocated to N.C. (nonresidents only)   | 0  | 0  | 0  | 0  |
| 12. Separately stated items of income (nonresidents only)   | 0  | 0  | 0  | 0  |
| 13. Net tax paid for shareholder by corporation (nonresidents only)   | 0  | 0  | 0  | 0  |
| 14. Is the corporation filing a Nonresident Shareholder Agreement, Form NC-NA, for this shareholder with this return?       | <input type="checkbox"/> Yes <input type="checkbox"/> No | <input type="checkbox"/> Yes <input type="checkbox"/> No | <input type="checkbox"/> Yes <input type="checkbox"/> No | <input type="checkbox"/> Yes <input type="checkbox"/> No |
| 15. Has the corporation filed a Nonresident Shareholder Agreement, Form NC-NA, for this shareholder in a previous tax year? | <input type="checkbox"/> Yes <input type="checkbox"/> No | <input type="checkbox"/> Yes <input type="checkbox"/> No | <input type="checkbox"/> Yes <input type="checkbox"/> No | <input type="checkbox"/> Yes <input type="checkbox"/> No |

If yes, what tax year?

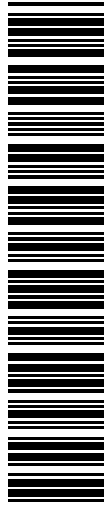
**2015 Corporate Tax Credit Summary**  
North Carolina Department of Revenue

Legal Name (First 10 Characters) FIRESTORM

Federal Employer ID Number 262625465

**For Computer Use Only**

|    |    |     |     |   |     |       |      |   |
|----|----|-----|-----|---|-----|-------|------|---|
| 01 |    | 0   | 12A |   | 0   | 15B   |      | 0 |
| 02 |    | 0   | 12B |   | 0   | 16 RF | N CP | N |
| 03 |    | 0   | 13A |   | 0   | QB    | N ER | N |
| 04 | RF | N   | AA  | Y | 13B | 16    |      | 0 |
|    | ER | N   |     |   | 14A | 17    |      | 0 |
| 04 |    | 175 | 14B |   | 0   | 22    |      | 0 |
| 09 |    | 0   | 15A |   | 0   |       |      |   |

| Part 1. Franchise Tax Credits Not Subject to 50% of Tax Limit  | Part 3. Income Tax Credits Not Subject to 50% of Tax Limit<br>(S Corporations enter only the amount of tax credits attributable to nonresidents filing composite on Lines 12 through 17.) |  |
|--|---|--|
| 1. Short period credit for change in income year<br>$365 - 0 = \frac{0}{365} \times 0 = 1. \quad 0$  | 12. Rehabilitating an income-producing historic structure<br>A. Enter qualified rehabilitation expenditures 12a. 0<br>B. Enter credit amount 12b. 0                                       |  |
| 2. Revitalizing an income-producing historic mill facility 2. 0<br>3. Revitalizing a nonincome-producing historic mill facility 3. 0   | <br>6300242017   |  |
| 4. Other franchise and tax credits not subject to 50% of tax limit 4. 175<br><input type="checkbox"/> Investing in Recycling Facilities<br><input type="checkbox"/> Expenses Related to Dividends<br><input checked="" type="checkbox"/> Additional Annual Report Fee Paid                                     |   | 13. Rehabilitating a nonincome-producing historic structure<br>A. Enter rehabilitation expenses 13a. 0<br>B. Enter installment amount of credit 13b. 0   |
| 5. Total franchise tax credits not subject to 50% of tax limit 5. 175  |   | 14. Revitalizing an income-producing historic mill facility<br>A. Enter qualified rehabilitation expenditures 14a. 0<br>B. Enter credit amount 14b. 0    |
| <b>Part 2. Computation of Franchise Tax Credits Taken in 2015</b>  |   | 15. Revitalizing a nonincome-producing historic mill facility<br>A. Enter rehabilitation expenses 15a. 0<br>B. Enter installment amount of credit 15b. 0 |
| 6. Total franchise tax due 6. 55<br>7. Nonrefundable franchise tax credits 7. 175<br>8. Enter the lesser of Line 6 or 7 8. 55<br>9. Total franchise tax credits subject to 50% of tax limit taken in 2015 9. 0<br>10. Refundable franchise tax credits 10. 0<br>11. Franchise Tax Credits Taken in 2015 11. 55 |   |  |

Submit this form directly after Form CD-405 or CD-401S. Attach separate schedule to substantiate any credit claimed.

Legal Name (First 10 Characters) FIRESTORM

Federal Employer ID Number 262625465

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|   |  |   |
|---|--|---|
| 16. Other income tax credits not subject to 50% of tax limit                            | 16.  | 0 |
| <input type="checkbox"/> Investing in Recycling Facilities                              | <input type="checkbox"/> Cogeneration Plant            |   |
| <input type="checkbox"/> Qualified Business Investments                                 | <input type="checkbox"/> Expenses Related to Dividends |   |
| 17. Income tax credits not subject to 50% of tax limit carried over from previous years | 17.  | 0 |
| 18. Total income tax credits not subject to 50% of tax limit                            | 18.  | 0 |

**Part 4. Computation of Income Tax Credits Taken in 2015**

---

|  |     |   |
|--|-----|---|
| 19. N.C. net income tax due  | 19. | 0 |
| 20. Nonrefundable income tax credits                                   | 20. | 0 |
| 21. Enter lesser of Line 19 or 20                                      | 21. | 0 |
| 22. Total income tax credits subject to 50% of tax limit taken in 2015 | 22. | 0 |
| 23. Add Lines 21 and 22  | 23. | 0 |
| 24. Income tax credit adjustment (C Corporations only)                 | 24. | 0 |
| 25. Income Tax Credits Taken in 2015                                   | 25. | 0 |

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**Form CD-425 must be attached to the last page of Form CD-405 or CD-401S if a tax credit is claimed.  
Failure to substantiate a tax credit may result in the disallowance of that credit.**

**Statement 1 - Form CD-401S, Page 2, Schedule G, Line 2 - Cost of Goods Sold**

| <u>Description</u>     | <u>Amount</u>    |
|------------------------|------------------|
| BEGINNING INVENTORY    | \$ 12,200        |
| PURCHASES              | 89,927           |
| LESS: ENDING INVENTORY | -35,950          |
| TOTAL                  | <u>\$ 66,177</u> |

**Statement 2 - Form CD-401S, Page 2, Schedule G, Line 5 - Other Income (Loss)**

| <u>Description</u>        | <u>Amount</u>    |
|---------------------------|------------------|
| CROWD FUNDING & DONATIONS | \$ 21,644        |
| TOTAL                     | <u>\$ 21,644</u> |

**Statement 3 - Form CD-401S, Page 2, Schedule G, Line 7 - Compensation of Officers**

| <u>Officer Name</u> | <u>Compensation</u> |
|---------------------|---------------------|
| LIBERTIE [REDACTED] | \$ 2,852            |
| LAUREN [REDACTED]   | 4,511               |
| JULIE [REDACTED]    |                     |
| MATTHEW [REDACTED]  |                     |
| TOTAL               | <u>\$ 7,363</u>     |

**Statement 4 - Form CD-401S, Page 2, Schedule G, Line 12 - Taxes and Licenses**

| <u>Description</u> | <u>Amount</u>   |
|--------------------|-----------------|
| LICENSES & PERMITS | \$ 202          |
| PAYROLL TAXES      | 3,467           |
| PROPERTY TAXES     | 132             |
| TOTAL              | <u>\$ 3,801</u> |

**Statement 5 - Form CD-401S, Page 2, Schedule G, Line 19 - Other Deductions**

| <u>Description</u>           | <u>Amount</u>    |
|------------------------------|------------------|
| BANK SERVICE CHARGES         | \$ 602           |
| CAFE & BOOKSTORE SUPPLIES    | 574              |
| COMPUTER & INTERNET EXPENSES | 257              |
| CONTINUING EDUCATION         | 200              |
| CREDIT CARD MERCHANT FEES    | 2,159            |
| DE MINIMIS ASSETS < \$500    | 5,716            |
| DUES & SUBSCRIPTIONS         | 419              |
| INSURANCE - LIABILITY        | 362              |
| INSURANCE - WORKERS' COMP.   | 325              |
| JANITORIAL EXPENSE           | 451              |
| OFFICE SUPPLIES              | 577              |
| PAYROLL SERVICE FEES         | 56               |
| POSTAGE                      | 292              |
| PRINTING & REPRODUCTION      | 652              |
| PROFESSIONAL FEES            | 825              |
| TELEPHONE                    | 959              |
| TRAVEL                       | 113              |
| UTILITIES                    | 2,687            |
| AMORTIZATION                 | 152              |
| TOTAL                        | <u>\$ 17,378</u> |

**Statement 6 - Form CD-401S, Page 4, Schedule L, Line 14 - Other Assets**

| <u>Description</u>      | <u>Beginning<br/>of Year</u> | <u>End<br/>of Year</u> |
|-------------------------|------------------------------|------------------------|
| RENT & UTILITY DEPOSITS | \$ 2,940                     | \$ 3,401               |
| INVESTMENT IN SCC       | 150                          | 150                    |
| TOTAL                   | <u>\$ 3,090</u>              | <u>\$ 3,551</u>        |

**Statement 7 - Form CD-401S, Page 4, Schedule L, Line 18 - Other Current Liabilities**

| <u>Description</u>  | <u>Beginning<br/>of Year</u> | <u>End<br/>of Year</u> |
|---------------------|------------------------------|------------------------|
| ACCRUED PAYROLL TAX | \$ 47                        | \$ 1,860               |
| GIFT CERTIFICATES   | 3,315                        | 1,505                  |
| SALES TAX PAYABLE   |                              | 1,913                  |
| TOTAL               | <u>\$ 3,362</u>              | <u>\$ 5,278</u>        |

**Statement 8 - Form CD-401S, Page 4, Schedule L, Line 21 - Other Liabilities**

| <u>Description</u>      | <u>Beginning<br/>of Year</u> | <u>End<br/>of Year</u> |
|-------------------------|------------------------------|------------------------|
| N/P - MOUNTAIN BIZWORKS | \$ 0                         | \$ 4,623               |
| N/P - SCC               | 0                            | 35,158                 |
| N/P - TRAVIS [REDACTED] | 0                            | 900                    |
| TOTAL                   | <u>\$ 0</u>                  | <u>\$ 40,681</u>       |

**Statement 9 - Form CD-401S, Page 5, Schedule M-2, Line 3 - NC AAA Other Additions**

| <u>Description</u> | <u>Amount</u>      |
|--------------------|--------------------|
| INTEREST INCOME    | \$ <u>1</u>        |
| TOTAL              | \$ <u><u>1</u></u> |

**Statement 10 - Form CD-401S, Page 5, Schedule M-2, Line 5 - NC AAA Other Reductions**

| <u>Description</u>       | <u>Amount</u>          |
|--------------------------|------------------------|
| CHARITABLE CONTRIBUTIONS | \$ 2,004               |
| SECTION 179 EXPENSE      | <u>2,528</u>           |
| TOTAL                    | \$ <u><u>4,532</u></u> |



**Depreciation and Amortization**  
(Including Information on Listed Property)

Department of the Treasury  
Internal Revenue Service (99)

▶ **Attach to your tax return.**  
▶ **Information about Form 4562 and its separate instructions is at [www.irs.gov/form4562](http://www.irs.gov/form4562).**

Name(s) shown on return

**FIRESTORM CAFE, LLC**

Identifying number

**26-2625465**

Business or activity to which this form relates

**REGULAR DEPRECIATION**

**Election To Expense Certain Property Under Section 179**

**Note:** If you have any listed property, complete Part V before you complete Part I.

|           |   |                              |                  |
|-----------|---|------------------------------|------------------|
| <b>1</b>  | Maximum amount (see instructions)   | <b>1</b>                     | <b>500,000</b>   |
| <b>2</b>  | Total cost of section 179 property placed in service (see instructions)   | <b>2</b>                     | <b>16,667</b>    |
| <b>3</b>  | Threshold cost of section 179 property before reduction in limitation (see instructions)  | <b>3</b>                     | <b>2,000,000</b> |
| <b>4</b>  | Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-  | <b>4</b>                     | <b>0</b>         |
| <b>5</b>  | Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions | <b>5</b>                     | <b>500,000</b>   |
| <b>6</b>  | (a) Description of property   | (b) Cost (business use only) | (c) Elected cost |
|           | <b>SEE STATEMENT 11</b>   | <b>3,143</b>                 | <b>2,528</b>     |
| <b>7</b>  | Listed property. Enter the amount from line 29  | <b>7</b>                     |                  |
| <b>8</b>  | Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7  | <b>8</b>                     | <b>2,528</b>     |
| <b>9</b>  | Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8   | <b>9</b>                     | <b>2,528</b>     |
| <b>10</b> | Carryover of disallowed deduction from line 13 of your 2014 Form 4562   | <b>10</b>                    |                  |
| <b>11</b> | Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instructions)                      | <b>11</b>                    | <b>9,891</b>     |
| <b>12</b> | Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11   | <b>12</b>                    | <b>2,528</b>     |
| <b>13</b> | Carryover of disallowed deduction to 2016. Add lines 9 and 10, less line 12   | <b>13</b>                    |                  |

**Note:** Do not use Part II or Part III below for listed property. Instead, use Part V.

**Special Depreciation Allowance and Other Depreciation (Do not include listed property.) (See instructions.)**

|           |   |           |           |
|-----------|---|-----------|-----------|
| <b>14</b> | Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see instructions) | <b>14</b> |           |
| <b>15</b> | Property subject to section 168(f)(1) election  | <b>15</b> |           |
| <b>16</b> | Other depreciation (including ACRS)   | <b>16</b> | <b>32</b> |

**MACRS Depreciation (Do not include listed property.) (See instructions.)**

**Section A**

|           |   |                          |          |
|-----------|---|--------------------------|----------|
| <b>17</b> | MACRS deductions for assets placed in service in tax years beginning before 2015  | <b>17</b>                | <b>0</b> |
| <b>18</b> | If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here | <input type="checkbox"/> |          |

**Section B—Assets Placed in Service During 2015 Tax Year Using the General Depreciation System**

| (a) Classification of property        | (b) Month and year placed in service | (c) Basis for depreciation (business/investment use only—see instructions) | (d) Recovery period | (e) Convention | (f) Method   | (g) Depreciation deduction |
|---------------------------------------|--------------------------------------|--|---------------------|----------------|--------------|----------------------------|
| <b>19a</b> 3-year property            |                                      |  |                     |                |              |                            |
| <b>b</b> 5-year property              |                                      | <b>615</b>   | <b>5.0</b>          | <b>HY</b>      | <b>200DB</b> | <b>123</b>                 |
| <b>c</b> 7-year property              |                                      |  |                     |                |              |                            |
| <b>d</b> 10-year property             |                                      |  |                     |                |              |                            |
| <b>e</b> 15-year property             |                                      | <b>13,524</b>  | <b>15.0</b>         | <b>HY</b>      | <b>S/L</b>   | <b>451</b>                 |
| <b>f</b> 20-year property             |                                      |  |                     |                |              |                            |
| <b>g</b> 25-year property             |                                      |  | 25 yrs.             |                | S/L          |                            |
| <b>h</b> Residential rental property  |                                      |  | 27.5 yrs.           | MM             | S/L          |                            |
|                                       |                                      |  | 27.5 yrs.           | MM             | S/L          |                            |
| <b>i</b> Nonresidential real property |                                      |  | 39 yrs.             | MM             | S/L          |                            |

**Section C—Assets Placed in Service During 2015 Tax Year Using the Alternative Depreciation System**

|                       |  |  |         |    |     |  |
|-----------------------|--|--|---------|----|-----|--|
| <b>20a</b> Class life |  |  |         |    | S/L |  |
| <b>b</b> 12-year      |  |  | 12 yrs. |    | S/L |  |
| <b>c</b> 40-year      |  |  | 40 yrs. | MM | S/L |  |

**Summary (See instructions.)**

|           |   |           |            |
|-----------|---|-----------|------------|
| <b>21</b> | Listed property. Enter amount from line 28  | <b>21</b> |            |
| <b>22</b> | <b>Total.</b> Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations—see instructions | <b>22</b> | <b>606</b> |
| <b>23</b> | For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs   | <b>23</b> |            |

**For Paperwork Reduction Act Notice, see separate instructions.**

Form  
**CD-401S**

**NC Retained Earnings Reconciliation Worksheet**

**2015**

For calendar year 2015, or other tax year beginning \_\_\_\_\_, ending \_\_\_\_\_

|                                    |   |  |
|------------------------------------|---|--|
| Name<br><b>FIRESTORM CAFE, LLC</b> | NC Secretary of State ID Number<br><b>1042479</b> | Federal Employer ID Number<br><b>262625465</b> |
|------------------------------------|---|--|

**Schedule L - Retained Earnings**

|   |                      |
|---|----------------------|
| Retained Earnings - Unappropriated      | <u>0</u>             |
| Accumulated Adjustments Account         | <u>-7,805</u>        |
| Other Adjustments Account               | <u>0</u>             |
| Undistributed Txbl Inc Previously Taxed | <u>0</u>             |
| Schedule L, Line 24 - Retained Earnings | <u><u>-7,805</u></u> |

**Schedule M-2 - Retained Earnings**

|                     | Accumulated<br>Adjustments<br>Account | Other<br>Adjustments<br>Account | Undistributed<br>Taxable Income<br>Previously Taxed | Retained Earnings<br>Unappropriated/<br>Timing Differences | Total<br>Retained<br>Earnings |
|---------------------|---------------------------------------|---------------------------------|---|--|-------------------------------|
| Beg Yr Bal          | -5,802                                | 0                               | 0   | 0  | -5,802                        |
| Ordinary Inc (Loss) | 2,528                                 |                                 |   |  | 2,528                         |
| Other Additions     | 1                                     |                                 |   |  | 1                             |
| Other Reductions    | 4,532                                 |                                 |   |  | 4,532                         |
| Distributions       |                                       |                                 |   |  |                               |
| End Yr Bal          | <u><u>-7,805</u></u>                  | <u><u>0</u></u>                 | <u><u>0</u></u>                                     | <u><u>0</u></u>  | <u><u>-7,805</u></u>          |