Rapid Home Solutions, Inc.

Building Hope & Faith Through Homeownership

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Steve Diaz
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Rapid Home Solutions, Inc.
Building Hope & Faith Through Homeownership

Dear Investor,

On behalf of the Directors, I am pleased to offer you this opportunity to invest in Rapid Home Solution (RHS). RHS has consistently achieved substantial developmental growth in the technology of new 'modern home construction' through drastic and significant modifications, materials and patent pending innovations to the design, manufacturing, portability and site assembly methods of the RHS system. In totality these developments are projected to equate to a 95% reduction in construction time over conventional stick build construction, a 60% reduction in construction cost per square foot and a 40% increase in structural integrity.

RHS' strategy is to lead the domestic residential pre-constructed housing market and establish the world's first preemptive "stand-by, on-call" Strategic Housing Initiative Program (SHIP) for disaster relief via use of the RHS construction and deployment system boasting a mere 24 hours from delivery to occupation of a permanent hurricane category 5 resistant house. Global expansion into key housing-consumer markets as well as the vacant emergency/urgent shelter markets underpins RHS' strategic plan and is built on what it believes are its key strengths - its Super superior method of construction, its premium products dedicated to the global affordable housing and relief shelter markets as well as it's unique marketing concepts and programs designed to keep the sales pace up with the mega production capacity of the Rapid Home Solutions manufacturing process.

RHS is projected to result in substantial revenue and earnings and unlimited scalable growth potential. RHS is ready to move forward with its POC and certification phase of development and right into manufacturing.
The assured and ever-increasing demand for housing solutions nationwide, especially in the affordable housing market, assures us an endless pool of marketing options. Providing a practical *Rapid Home Solution* for the unanswered demand for affordable housing and shelters for survivors of the seemingly ever-growing occurrence of natural disasters both domestically and internationally, certainly illustrate the potential ROI in filling both these established and niche markets.

This offer, to raise $17.3 plus, million, in two phases, the first being $1 Million and the second being $16,335,415.84 Million is the second stage of a funding program that commenced in 2015. This offer will provide investors with the opportunity to share in the substantial projected growth of the Company. This is the first time the public has had the opportunity to acquire shares in Rapid Home Solutions inc, a privately owned business retaining 100% ownership and patent rights with zero debt. We are fully committed to bringing this business into the future.

On behalf of the board, I highly recommend this unique proprietary manufacturing process as an investment opportunity to service the affordable housing & disaster relief shelter markets. We present these investment opportunities to you and welcome your participation in the growth and development of Rapid Home Solutions Inc. After reviewing this perspicuous I encourage you to take a much more indebt look into the technology of the entire patent pending manufacturing process with your technical advisory team to fully understand just how the RHS system will surely become Americas greatest and most influential premier home building resource and "go-to guy" when it comes to providing affordable homes and immediately available emergency shelter relief.

Yours sincerely

Steven Diaz
President/CEO
Rapid Home Solutions Inc.

Ground floor opportunity for new innovation in the home manufacturing sector

This offer document is a preliminary prospectus in respect of an offer of shares in Rapid Home Solutions, Inc. This is the first time Rapid Home Solutions inc has made an offer of its stock to the general public. The following section outlines the main terms of the offer.

Offer valuation

The offer is a fixed price offer based on an informal and in-depth market analysis, as well as RHS' historical unexecuted pre-construction sales/orders in excess $8,000,000.00 over a 9-month market period. In conclusion of that study, in major part due to the unexecuted status of the pre-sale contingent orders, a negative multiple components was used, setting the RHS valuation at an under value of $40,000,000.00

The full offer for subscription

Rapid Home Solutions, Inc. is offering 719,425 new shares for subscription under the offer at an issue price of $1.39 per share. The shares offered represent 2.5% of the total number of shares which will be on issue after completion of the offer (assuming that the offer is fully subscribed). RHS shall have the option of buying back the equity shares subscribed to at fair market value assessed independently and agreed upon by the parties within sixty (60) days advanced notice, should the subscription be subscribed to fully or partially.

Use of proceeds from the offer

The money raised in the fully subscribed offer will enable RHS to do the following:

1. Acquire (via lease mechanism) the R&D facility.
2. Staff and tool the R&D department.
3. Construct one manual production line.
4. Produce sample panels for outside independent UL certification.
5. Produce two standing, 1600 SF 3BR/2BA models (1 off the manual line & 1 off the automated line).
6. Fully automate the manual production line.
7. Update the patent(s) language.
8. Launch pre-production sales campaign.

Phase 4 funding, to support RHS' working capital requirements for continued development from POC to tooling of the manufacturing facility will take plane after a re-valuation of the company, upon completion of the manual line. The funds required for Phase 4 are 16.3M. Breakdown listed below

General Budget, Phase and time frame

Phase #	Stage #	Description	Lead Time	Rolling Time	12 Mo Budget
Phase 1	Stage 1	Lease R&D facility	30 days	Days 0-30	**$112,500.00**
	Stage 2	Staff, 3 Engineers & 10 Fabricators	30 days	Days 0-14	**$1,040,000.00**
	Stage 3	Tooling	30 days	Days 30-60	**$150,000.00**
	Stage 4	Manual Line Construction	60-90 days	Days 45-105	**$187,050.00**
	Stage 5	Product beta test unit	90 days	Days 45-135	**$156,000.00**
	Stage 6	Construct 1600 SF model (manual)	21-45 days	Days 90-180	**$80,000.00**
Phase 2	Stage 1	Automation & Integration	45-90 days	Days 75-120	**$1,677,550.00**
	Stage 2	Construct 1600 SF model (automated)	1-7 days	Days 180-187	**$60,000.00**
	Stage 3	Revise patent language	7-10 days	Days 187-197	**$100,000.00**
	Stage 4	Panel certification	9 months	Days 45-60	**$25,000.00**
n/a	n/a	Miscellaneous equipment, materials & legal	n/a	n/a	**$120,000.00**
n/a	n/a	Contract/ Presale fulfillment capital	n/a	n/a	**$522,000.00**
Phase 2	Stage 5	Tooling, Fitting of a 1 line Manufacturing facility	90 days	197-287	**$4,095.000.00**
	Stage 6	Retrofit of Proprietary shipping containers	30 days	197-227	**$1,500,000.00**
	Stage 7	Reproduction of assembly line (x2 plus initial line)	12 Months	197-377	**$10,605,315.84**
TOTAL		**COMPLETE 4 LINE MANUFACTURING FACILITY**	**12 Months**	**13 days**	**$16,335,415.84**

The proceeds of the offer will be used as set out above, they may be applied to any other undertaking required to achieve the above listed objectives in which RHS may lawfully engage.

Rapid Home Solutions, Inc.
Building Hope & Faith Through Homeownership

The unobtainable holy grail of construction - affordable housing

In the early 1980s, the term 'Affordable Housing' became the popular catch phrase that has become the symbol we use to describe a continuum from emergency shelters, to transitional housing, to non-market rental (also known as social or subsidized housing), to formal and informal rental, indigenous housing and ending with affordable home ownership. The Affordable Housing Market was swiftly identified as having the lion share of the residential housing market. The U.S. Census Bureau of the Department of Commerce announced that residential construction spending during April 2013 was estimated at a seasonally adjusted annual rate of $503 billion - roughly 1 million new homes - less than half the market demand. Household growth, along with replacements and second home demand will require production of 1.85 to 2.17 million new homes per year.

Demographia International Housing Affordability Survey Housing Affordability Rating Categories	
Rating	**Median Multiple**
Severely Unaffordable	5.1 & Over
Seriously Unaffordable	4.1 to 5.0
Moderately Unaffordable	3.1 to 4.0
Affordable	3.0 & Under

Despite that, less than 3% of the single family homes produced fell within the national affordability standards. This accounts for almost exactly half of the market demand deficit of 1 million new homes per year. Identifying the problem points directly to the high cost of construction and time-to-build as well as land cost which have historically proven to be obstacles that could not be overcome, UNTIL NOW!

The unavailable relief shelter

Anyone with access to any form of media at any given moment, whether it be Print, Radio, Television or Internet, is faced with a number of news reports of natural disasters, foreclosures, short sales, lack of affordable housing and homelessness (which also includes full family working class homelessness). Government relief & assistance appears to be little to none and always highly ineffective, even when the amounts of financial relief are staggering. This was the case with Hurricane Katrina in 2005 and Hurricane Sandy in 2012. The saga never seems to end and never goes long before the next one begins. The most fundamental requirement for survival, recovery and restoration of dignity, is affordable housing or emergency shelter.

WITHOUT EXCEPTION, outside of death, disease or starvation, the lack of 'affordable housing' or 'emergency shelter' is always the number one cause of lasting and prolonged suffering & hardship for those affected. Stripped of any sense of dignity and decency down to a human level, recovery becomes a major problem for everyone, not just those personally affected. Amazingly, despite literally hundreds of billions of dollars spent on short term and temporary remedies, a viable solution for this highly prevalent problem has not been made available by either government or private sectors. UNTIL NOW!

THE RHS SOLUTION

RHS is proud to announce the development of its patent pending manufacturing process. The capacity to produce fully completed sub components at a ***speed consistent with constructing one 3BR / 2BA 1600 SF single family home per hour*** *(60 minutes), or three 600 SF disaster relief shelters per hour (60 minutes). Our highly proprietary patent pending lock mechanisms enable* ***full assembly of each unit to be completed within one day*** *(24 hours) from site arrival to Certificate of Occupancy (CO). The full details and trade secrets of this highly proprietary process are*

Rapid Home Solutions, Inc.
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A few frank words

"RHS is to conventional builders what the chain saw was to Paul Bunyan."

Steve Diaz

Based on sound research

Over the last seven years, RHS has initiated several research and development projects creating 'The RHS manufacturing process'. Efforts to collaborate with major industry suppliers, technology integrators and material developers, along with architects, structural & mechanical engineers, civil planners, and economic development councils, have successfully yielded the development of a revolutionary affordable housing solution. The market is here, the innovation is here, the future is ours. The market share is literally hundreds of billions of dollars domestically and trillions globally. The supply to demand is less than 50% domestically and 25% globally. It doesn't take a CPA or financial genius to see the scalability and potential. **Our projected profit margins are between $40 to $60 dollars per square foot** (50% to 60% of gross sales), with a production capacity of one unit per hour (from a single line) at an average unit size of 1600 to 1800 SF.

The benefits

Simply put, the RHS manufacturing process will produce a modern, more efficient, faster and stronger house at a fraction of the price than any other home builder IN THE WORLD! The production capacity reduces our price point which will increase our marketability and profit. The scalability of the business model is limited only by our desire to expand into any market worldwide. The spin-off support businesses present the potential for domination in each of their perspective industries as a result of their captive markets with RHS. At full production, material stream consumption would present the highest leverage able position for construction commodities traded on the stock markets. This 'extreme' buying power would reduce our price points for construction material that industry competitors simply could not compete with, all things being equal. That's the simple point - all things could never be equal again. Even the largest national builders have very limited buying power because each separate building project has a separate GC that only purchases material from different venders for that specific sub-division, which limits their price point negotiation leverage. RHS will purchase material directly from a sole source (ie; lumber mill) for each and every unit built domestically and worldwide. This will allow for the strongest buying position.

The genetic code

This is NOT cracking the genome. It's not rocket science. There's no fusion of protons and neutrons to smash together at the speed of light to calculate, no experimenting with synthesizing organic fungi in search of the next super drug. The beauty of the RHS automated manufacturing process is that it's 100% mechanical, good hard core American steel, nuts and bolts! Any mechanical engineer can sit down for a full review of the RHS process and confirm with 100% absolute certainty, the viability and plausibility of everything stated herein. I encourage you to set up a meeting for us with your mechanical teams/advisors, and allow us to explain all the details of the entire process. This is the *'Next Big Thing.'* RHS is to construction what Apple was to computers, what Microsoft was to operating software and what Facebook was to social media. **RHS IS A GAME CHANGER!**

*At **RHS**, we have taken all the antiquated aspects out of building, increased structural integrity & streamlined the building process. This translates to significant cost reductions in construction by more than **60%** over stick built methods.*

That's not just pocket change!

Rapid-Home-Solutions.com
BUILDING HOPE THROUGH HOUSING

Construction time is reduced by more than 95% over stick built methods

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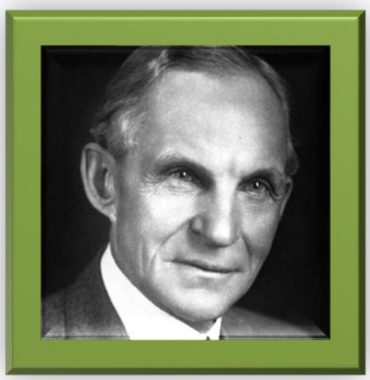
Building Hope & Faith Through Homeownership

The RHS Manufacturing Process

The goals outlined below are for construction and testing of a proprietary, ultra-high speed residential home manufacturing facility. The term 'ultra-high speed' with regards to single family home construction is relative to the speed over conventional stick built construction. For the purpose of this prospectus, the standard home size and attributes are typical of the primary market being targeted. The type of 'affordable house' will be defined as follows:

1. Low cost affordable housing
2. Single story
3. 800-1,800 SF living space
4. Slab or proprietary foundation anchor system
5. 3 bedroom, 2 bath
6. Ranch, European, Florida style
7. 8' ceilings
8. Hip roof, 6/12 pitch
9. 2"x6" Wood frame exterior &interior walls
10. 180 mph wind resistant
11. Water proof up to the wall

It should be understood that this 'standard home' outline should by no means be construed as limitations of the capability of the proposed production line. The design flexibility is limitless and fully customizable to accommodate any design style, or size home, walls up to 12' high and 10" thick, and single or mufti family housing up to 4 floors.



Henry Ford

The underlying technology is best described as 'Henry Ford meets Bob Vila' and incorporates the precision of robotic technology. Essentially, RHS has taken the craftsmanship of Bob Vila, incorporated it in a Ford assembly line, borrowed robotic automation from the automotive industry and implemented several innovations. The RHS system utilizes advances in material use and mechanical systems to develop new types of structural components. These signature advances increased production by 95% and increased structural integrity by 40% over stick built construction. Building a traditional single family home is a very laborious and time consuming process. Typical construction time to complete a home is approximately 15,000 man hours, at a rate of upwards of $150 - $250 per square foot (depending on the region and season). It is easy to see how a low cost, affordable home can take up to 6 months to build, which is not affordable at all. Some of the factors that drive up the cost of building are the professional services, specifically the mechanical systems (Electrical, Plumbing and HVAC). Other construction trades that drive up the costs are cabinet makers/installers, trim carpentry, drywall hangers, tapers, finishers, texture applicators and painters. These services represent not only the bulk of the time necessary to complete a house, but proportionately the bulk of the cost as well. The requirements for state specialty certification are also driving factors that trigger high shop hourly rates for those trades. These areas amount to approximately 65% of the overall cost to complete a build out of a traditional single family house. Home construction in general requires a high skill set for almost every step of the process, as every trade involved in home construction is in fact a specialized trade; Foundation, Framing, Roofing, Drywall, Flooring and Painting, right down to the Trim.

Having said that, despite all the 'skilled' trades and the regulatory agencies overseeing them, the quality of construction typically is reported to be full of defect and even dangerous in some cases. We have all seen how these houses hold up to inclement weather. Anyone who has had a home built or knows anyone who has, surely knows about these shortcomings.

The Rapid Home Solutions manufacturing process dramatically **reduces the time to build by 95% while increasing the structural integrity by 40% at a 60% overall cost savings**. The primary way RHS will yield these gains is simply by removing all the costly trades associated with building on site. Performing these trades in a controlled factory environment does not only streamline the process, but gives much greater control over quality through the use of fixtures and gigs, which provides unmatched precision and repeatability. The shop rate for the installation of the mechanical systems typically range anywhere from $40 to $90 per man hour in the field, can now be reduced up to 75% through use of the RHS process. The ability to install these services and perform these trades in a controlled environment is but one of the many ways that contribute to the speed and efficiency of the RHS process. Once you learn how Rapid Home Solutions manufacturing process works, you will come to understand why and how these dramatic time and cost savings are absolutely possible.

The big ponder...

Think for a minute about what the potential impact of such a capability and capacity could have in today's affordable housing markets. To date, this market is virtually unrealized and has been all but unobtainable. Simply put, **Rapid Home Solutions can produce and deliver a low cost, affordable housing product**. This particular sub-section of the residential housing market presents three of the most conflicting and fascinating statistical facts. Fact one; the affordable housing market is the most underserved sector in the residential housing market. Fact two; the low to moderate income portion of our economy is the largest demographic in the residential home market. Finally, perhaps even more interesting, is the fact that the fastest growing sub section of residential housing market is multifamily housing (rental apartment complexes). Needless to say, rentals represent the sub sect of affordable housing for Americans in the low to moderate income base of our economy who are unable to purchase a home. Clearly the vacuum in the single family affordable housing market has given more growth to a sub section of itself than it is directly enjoying. It is likely the first time in history where a sub section has become larger than its primary. The Rapid Home Manufacturing process could place affordable home ownership within the reach of the lowest income producers in the nation. The scalability of the RHS system to service such a large under severed market is indeed potential at its finest. Now that's something to ponder...

> Simply put,
>
> **Rapid Home Solutions**
>
> can produce and deliver
>
> a low cost affordable house

To scale or not to scale

Consider the potential. The production capacity of a fully automated Rapid Home manufacturing line is projected to produce enough sub-assemblies to build one 1600 SF house per hour (theoretically in a 24 hour period not factoring any down time). This equates to a potential to build 24 - 1600 SF units per day (24 hours).The straight math is simple;

$$\left\{\begin{array}{l} \text{net} = \{(sf\ x\ mv) - (c \text{ x } sf)\} x pc \\ (1600\ X\ 80) - (25 \text{ x } 1600) x\ 24 \\ 128k - 40k = 88k \\ 88k\ X\ 24 = 2.112m \\ sf - square\ foot\ //\ mv - market\ value \\ pp - price\ point^{*}\ //\ c - cost \\ pc - production\ capacity \\ \hline whereas \quad mv = \$80\ per\ sf \\ \qquad\qquad c = \$25\ per\ sf \\ \hline \qquad\qquad pc\ = 1\ unit\ per\ hour \\ ^{*} central\ fl\ Q2\ not\ including\ land \end{array}\right\}$$

ie; the production capacity from one manufacturing line could potentially net;

- 24 units per day
  - $2.1m
- 168 units per week
  - $14.8m
- 730 units per month
  - $64.2m
- 8,760 units per year
  - $.771B

Of course, these are raw and gross numbers factoring nothing but pure maximum production capacity and sales stream to match production. The point being made; there is an 'un-matched capacity' to service the largest demographic with the biggest appetite in the housing market. This presents the potential for staggering profit. Considering the size of the vacated affordable housing market, scalability is not so much a question of practicality or feasibility, it's more a question of 'What is the desired scale extent, do we stop at regional, national or global? As usual, when calculating whether to scale or not to scale, tooling cost is always one of the many factors to be considered. Cutting to the chase, the cost of one fully automated manufacturing line capable of the production capacity described above, is well under two million dollars per line. The time required to fabricate would be less than 30 days to bring online from scratch, once the prototype design is finalized and full workable shop drawings/blue prints are generated.

The manufacturing line is fully transportable. The entire line is a 'bolt-and-play' series of mechanisms. Mobilizing the line is estimated at one day for teardown and 3 days for set-up (plus shipping time). The ability to mobilize with such speed will become a factor when considering overseas markets. Some obvious past examples of natural events where this application could have been an invaluable asset are the disasters that struck Haiti, Colombia, Brazil and Japan.

A study of the rebuilding progress in these devastated areas will point to the sad fact that less than 20% of all the homes destroyed in these disasters were replaced. For example, as of March 2013, Haiti is reporting over 400,000 people still homeless and living in tent cities. There are many reasons contributing to why there is little to no progress in these areas, but at the top of the list is a major lack of a rapid housing solution. UNTIL NOW. Scalability is definitely one of the most attractive features of the RHS manufacturing process given today's vastly available housing markets. It truly is simply a question of whether or not we want to expand into these flourishing and sustainable overseas markets. 'To scale or not to scale?' Preliminary studies show where sales volume would justify on site manufacturing, indicate that quantities above 144,000 SF (the equivalent of only 90 - 1600 SF units*) would justify mobilization for any distance over 1500 nautical miles opposed to remote manufacturing and shipping, or just 160,000 SF (the equivalent of only 100 - 1600 SF units*) if mobilization of construction materials would be necessary.

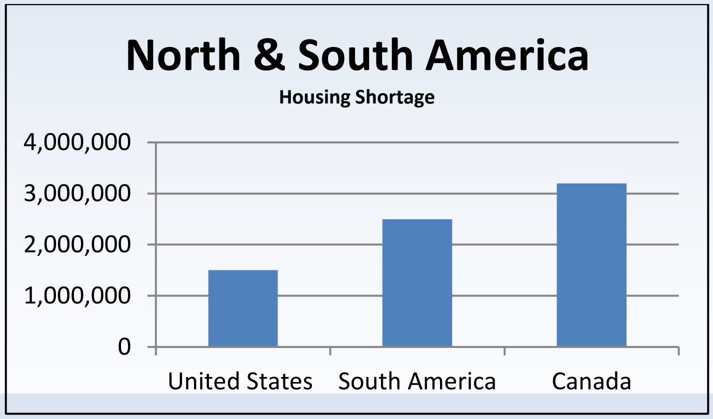
* using American home price averages.

Disaster Induced Housing Markets

Bahamas 13,000 homes damaged or destroyed
Puerto Rico 60,000 homes damaged or destroyed
Haiti 2010-200,000 homes destroyed
Colombian 2010-1.5 million homeless
Brazil 2010-15,000 homeless
Japan 2011-1.08M homes destroyed

The Market

Broad Scope Potential Markets



Domestic Private Sector

A. Residential

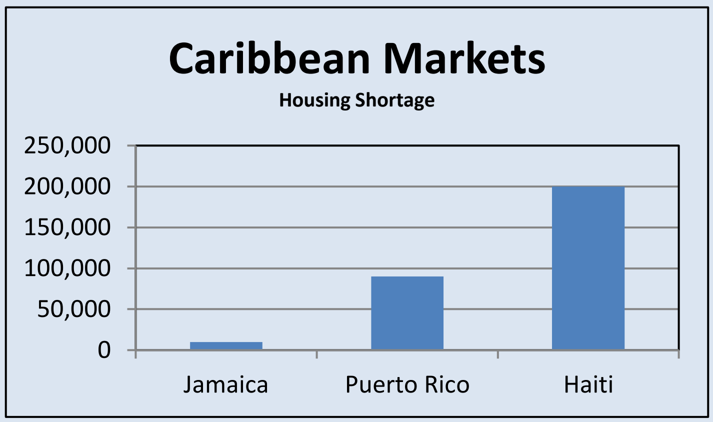
- Private Primary Residence
- Mother in-l
- aw Additions
- On Site Rental Property
- Spec Investors
- Track Home Developers
- Custom Builders
- Home Brokers

B. Commercial

- Real Estate Brokers
- Real Estate Investors
- Land Developers
- Community Planners
- Commercial Property Strips
- Insurance Company Replacement Units
- Red Cross, Disaster Relief Shelter

C. Industrial

- Storage Buildings
- Sub-Stations
- Warehousing & distribution



Government & private sector

A. Military

- Base Housing
- Field Staging Shelters
- Storage Units
- Ammo Dumps

B. Agencies and humanitarian

- FEMA& Homeland Security disaster
- Relief dormitory shelters
- Emergency Short Term and long term
- Non-permanent housing along with permanent
- Housing replacement
- Red Cross
- United Nations
- Staging Shelters

C. Caribbean Markets

- Haiti - 200,000 units
- Jamaica - 9,073 units
- Puerto Rico - 90,000 units

D. North America

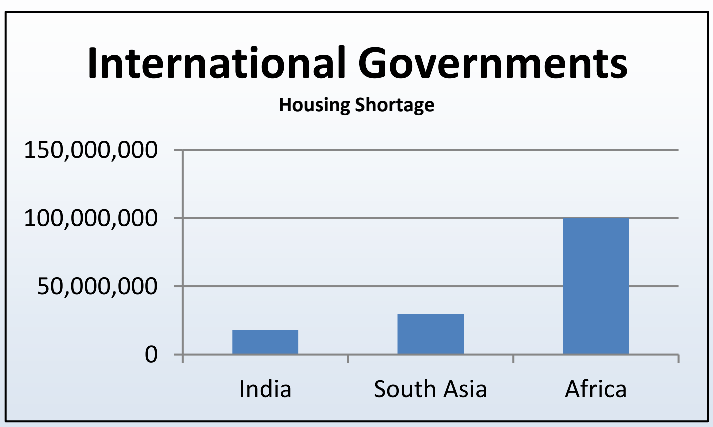
- United States -1,500,000 units
- Canada - 3,200,000 units

D. South America

- Housing shortages over 2.5 million

E. Overseas Governments

- Asia - South Asia - 30 million
- India - 70 million
- Africa - 268.5 million homeless



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The Malleable Market

Suffice to say, there is no end to the housing market potential. All sectors of the housing market are, and will continue to be effected by dismal product supply (producing a mere 1 to 2 ratio between supply and demand). Less than half of the market demand is being satisfied. An argument can be made that most of the housing shortages fall within the affordable housing demographic, triggering a bull home rental market. Having said that, it's painfully clear that all sectors of the residential housing market are booming and all projections are pointing to a continued trend and bullish markets. The market is healthy, demand is high and the trajectory will remain the same for quite some time. It's time to strike the iron while it is hot. Read below to learn which markets RHS is watching closely with particular interest;

Affordable Housing

America's low to moderate income sector of our economy represents the lion share of the housing market, once you factor in rentals, subsidized housing and homelessness. Some of the issues prohibiting affordability are cost of construction, land cost, cost to improve land, lead time for Planned Unit Development (PUD) and/or master plan approval, local government and building department fees, just to list a few. The RHS system presents possibilities that could dramatically impact these issues. One area RHS is focusing on to minimize these costs is working with the local economic development councils (EDC). These powerful agencies enjoy a public/private partnership with state and federal government economic divisions. Their partnerships involve 'Match Funding' for any participation. Currently these departments are highly funded with federal stimulus money designed entice businesses and capital investment into local areas such as development projects and infrastructure. Typically, one of the incentives offered to construction consortiums is a county issued construction permit liaison. They hand deliver all construction permits to local building departments for expedited priority processing (trumping even county pending projects) and committing to a 30 day turnaround time. Fees for permits and utility hookups are also typically waived. Easement money, shared infrastructure costs, free trade zone (tax and duty free) are other incentive programs offered. In many investigated scenarios, RHS has found that even land free of charge was used to incentify development of medium and large community projects (over 100 homes) in low income areas. Orange City, Florida offers relaxed zoning for any PUD over 10 lots.

These incentives and programs get exponentially better and larger when committing industrialization. When any of the targeted industries consider headquartering in these communities, the added incentive of financial reimbursement for payroll, training and tooling also become available. Construction, manufacturing, transportation and R&D are some of the 'high impact' industries that present the greatest economic impact to these communities. Likewise, the incentive packages are also the highest impact to the prospecting entity. RHS has engaged in such discussions with Hillsborough, Manatee and Orange Counties FL. Also, with Orlando, Sanford and Orange Cities. Inevitably, all of the counties and cities were very eager to get things going in their community to say the least. One interesting situation that is very easy to find currently, is the large amount of projects that were started and abandoned when the market crashed. These projects are in various stages of completion ranging from PUD approved plans, to fully developed and installed infrastructures. In at least one project, the property was turned over to the city to satisfy the tax lien. This project is PUD approved and cleared, curb and gutter installed and the retention pond dug out. The city is looking for a builder to take over the project and virtually walk in at very little to no cost, for nothing more than a commitment to commence immediately with the build out of the PUD and to work without interruption until completion.

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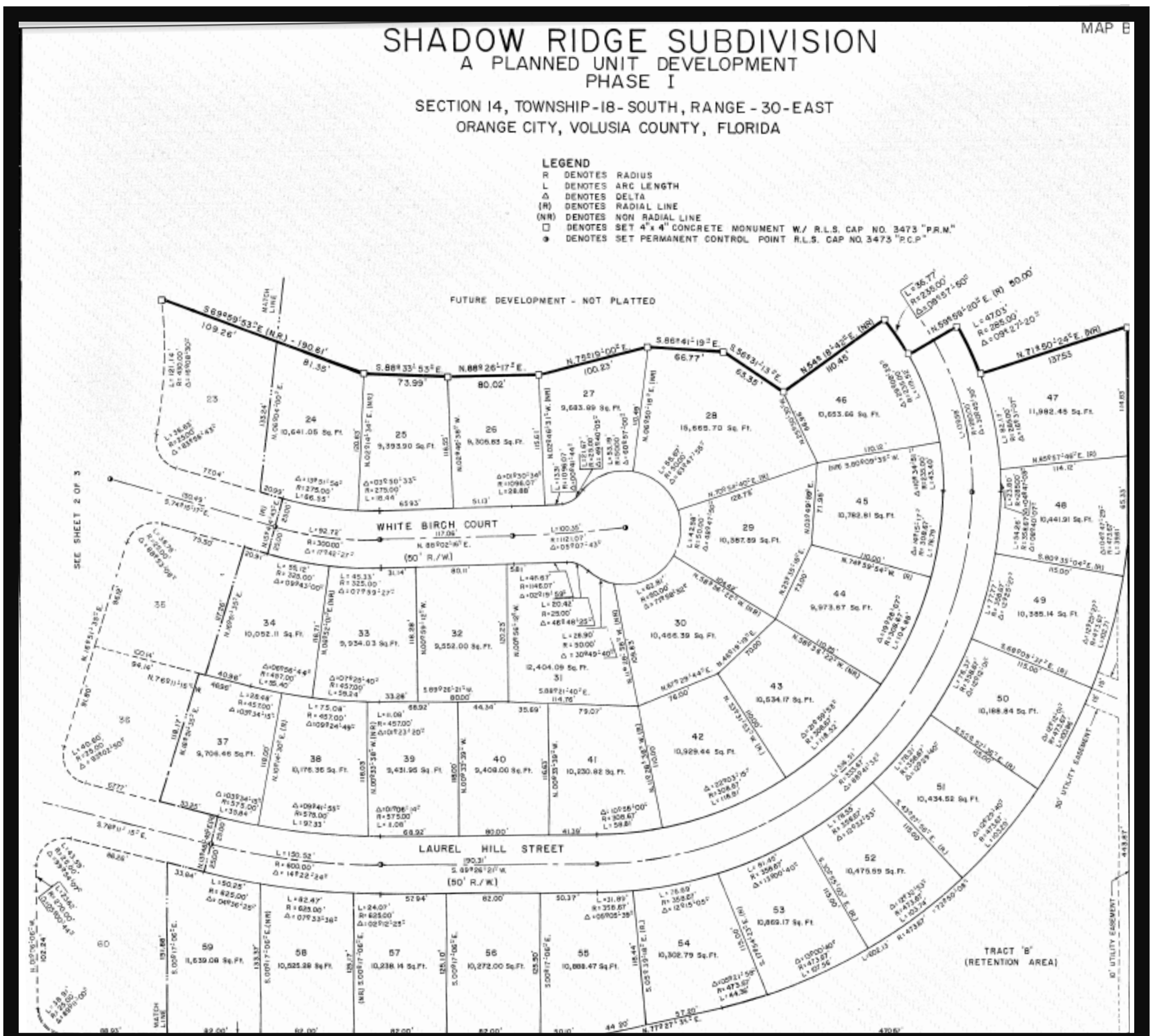
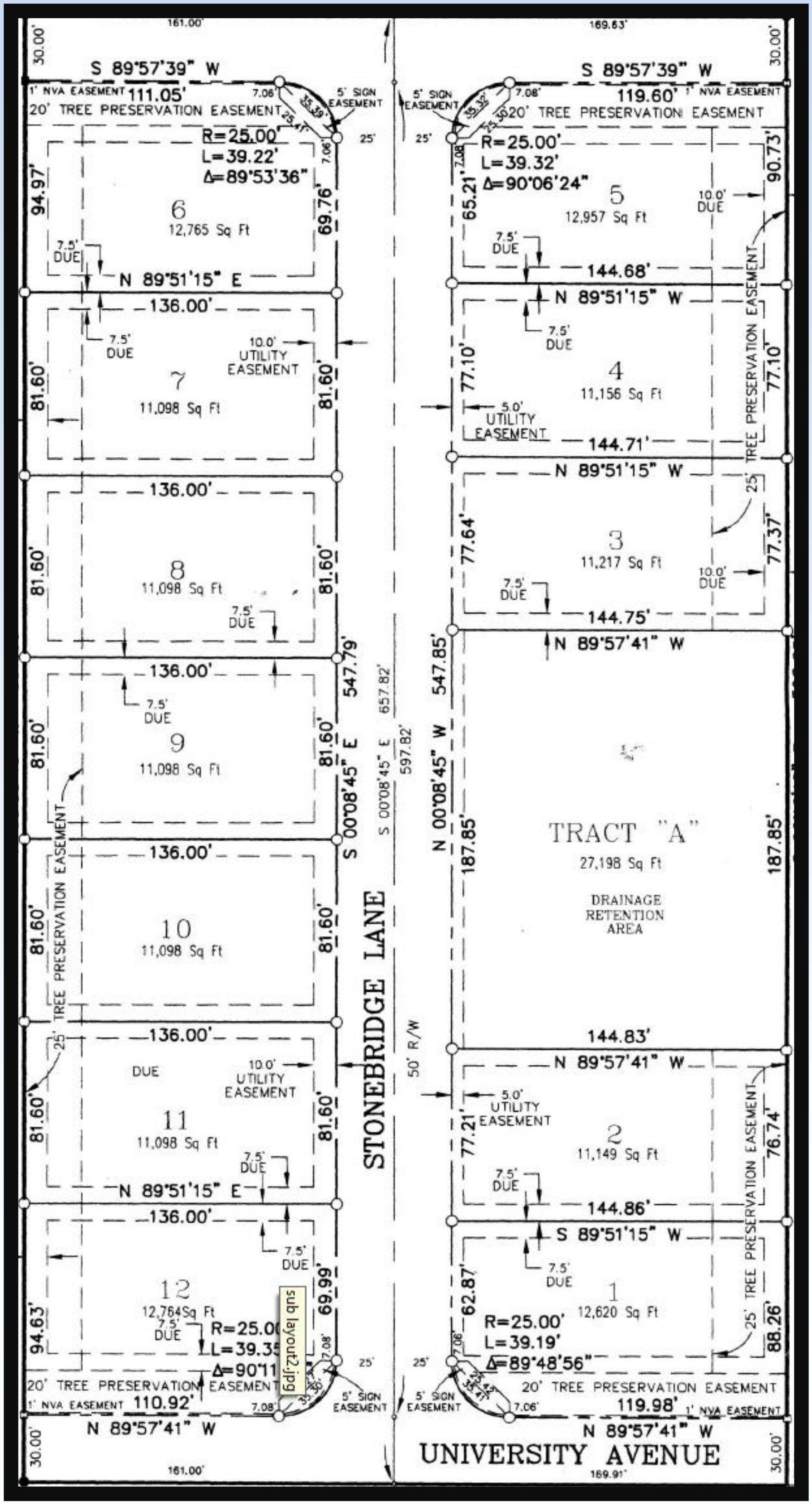
RHS has located dozens of these types of scenarios scattered throughout Central Florida, ranging in size from 12 lot PUD's in Orange City to a large 1140 lot master planned community in Manatee County. Most of which are complete with fully developed infrastructures up to the building pad stage. Below are several examples of some these deals currently available.

These situations may not be available forever and given the current bull-run on the market, what is available will likely not last long. However, these situations are available now and present a strong opportunity with an easy 2000 lot/unit potential in Central Florida alone. An average home cost of $150-$160k equates to a short program gross in the neighborhood of $300-$320 million - that's a pretty nice neighborhood. With Rapid Home Solutions manufacturing process, you can expect 50% to 60% of that to be profited, ($160-$192 million) in less than one year (not including land cost). *"No way, dream on, too good to be true..."simply say "Prove it!"* It costs nothing to invite us to show you and your mechanical/structural engineering advisory team all the patent pending protected trade secrets on how we can produce at the speeds we are projecting (1600 SF per hour), with structural integrities capable of **withstanding hurricane category 5 winds of 185 MPH**, for a cost under 25 bucks per SF! Simply ask us to prove it!



Stonebridge Sub Division

Orange City, Florida



Tampa, Florida - Manatee County. Available for sale, 1040 acres of fully developed lots, fully approved master plan community with road sub base, curb & gutter. Water, Sewage, electric and Cable ran to each lot.

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The RHS Affordable Marketing Plan

RHS

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MARKETING PLAN INTRODUCTION

In 2008, the U.S. stock market crash caused a ripple effect which was felt around the world. The housing market nearly completely grinded to a halt. All associated industries collapsed, causing a global domino effect. The country was in its steepest economic downward spiral since the Great Depression. Recovery of the housing market presents a challenge equally as grand as the market crash itself. At a fundamental level for a successful recovery, the key issue seems to be credit worthiness.

Perhaps, the worst and most difficult casualties to overcome are the credit profiles that were damaged and destroyed across the board. Personal, business, state and even national credit ratings were all adversely affected and de-rated as a result of the crash. A sluggish recovery and exacerbated the problem, making it even harder for anyone seeking homeownership. The options left on the table to buyers were either paying exorbitantly high interest rates and deposits or accepting the current status quo of becoming a home renter instead of a homeowner. Needless to say, the rental markets are at an all-time high. The number one requirement at the heart of any effort to gain the American Dream of homeownership, is good standing, personal credit worthiness.

Proportionately, the lack thereof, is the number one reason a would-be home buyer is denied. To make matters worse, the new federal lending practices have substantially increased the qualifying criteria. These are challenging times for anyone seeking homeownership. These obstacles have proven to be impossible to overcome. This explains why rentals are the preferred option over homeownership. Of course, renters simply pay someone else's mortgage and gain zero equity in the process.

RHS believes that if someone is able rent, then they can pay a mortgage of equal or lesser value, if given the opportunity. Anyone wanting to become a homeowner should be given the chance without the debilitating requirements of high credit scores and high down payments.

RHS is committed to providing low-cost, high quality, affordable housing for low-to-moderate income families and individuals. Challenged credit and/or the inability to accumulate adequate down payments, are not dead ends on the road to homeownership with RHS. Fortunately, Rapid Home Solutions' new 'Partnership in Homeownership' programs provide a method for overcoming those obstacles

At Rapid Home Solutions, it is our belief and philosophy that a credit report does not necessarily tell the whole story, or paint an accurate picture of the person it claims to describe.

Rapid Home Solutions, Inc.
Building Hope & Faith Through Homeownership

RHS FLAGSHIP RESIDENTIAL PROGRAMS

The Partnership In Homeownership

RHS has launched two progressive programs. Our "*Partnership in Homeownership*" program allows a fast-track path from renter to homeowner for citizens that lack either sufficient credit and/or the financial resources to meet all the down payment and closing cost requirements typically associated with purchasing a home. The program will provide all the services necessary to repair credit, establish new credit lines and accumulate the funds required for down payment and closing costs to meet the *'skin in the game'* requirements through a ligament commission based referral program to assure that those financial obligations are met; essentially, at no upfront cost to the buyer, while allowing the home buyer to immediately take occupancy of their new home.

Partnership In Homeownership *PLUS*

The '*Partnership in Homeownership PLUS*' program targets current federal entitlement recipients (currently receiving welfare) who are seeking homeownership and have the same issues listed in the standard program, but also lack full time employment. The Plus program adds an employment package with RHS designed to sustain the family in affordable homeownership and provide financial stability in the middle class sector of our national economy. The affordability goals target a home value of 3.0 times the annual gross combined household income and a monthly mortgage payment not to exceed 33% of monthly net income. RHS plans to offer one thousand (1000) of the '*Partnership in Homeownership*' program packages, of which three hundred (300) will be the '*PLUS*' variation of the program. American veterans that meet within the '*PLUS*' programs qualifying guidelines will receive first consideration.

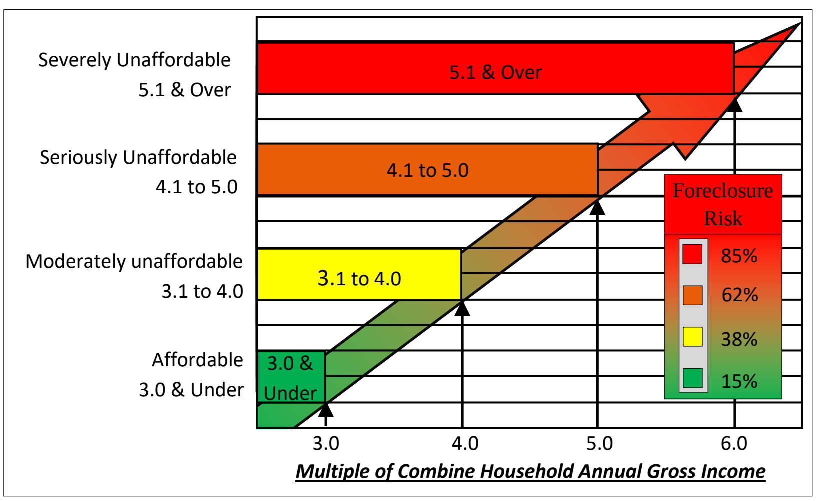
Rapid Home Solutions, Inc.
Building Hope & Faith Through Homeownership

THE SCARLET NUMBER

Credit Restoration Program

Today more than ever, lending institutions refuse to grant a mortgage to anyone just short of perfect credit. In the interest of safe guarding banks and the economy from a repeat of the housing market crash, the federal government has issued mandates to all banks to increase their qualifying criteria for issuing mortgages by requiring higher FICA scores, better debt to income rations, larger down payment thresholds and longer employment history. Effectively, black listing everyone that does not meet the new qualifying guidelines. Of course, a negative credit rating follows a person wherever and whenever they try to apply for anything. It is a real life 'Scarlet Letter' or what RHS likes to call, a 'Scarlet Number.' This is an entirely unrealistic standard, given today's economic environment. These ridiculous ideologies have safeguarded no one. In fact, they have only accomplished two things: 1) They have blackballed the majority of the home purchasing demographic and 2) essentially froze the market for home sales, domestically. It is a fact that the bulk of all homes purchased in the last 3 quarters were purchased by cash buyers. Clearly, the new status quo is not a workable solution. Granting credit to just anyone without a plan of conformity to affordability standards, did not work (nor will it ever). Raising the bar above virtually everyone's reach in the low to medium income sector of our economy, makes no sense either. Concessions simply must be made to account for the typical decay of today's specific ratings, cash reserves, and time on job of individuals, especially those in the low to medium income bracket, who were hit the hardest in the recession, and have the least amount of culpability. The RHS marketing plan is a perfect balance between prudence and empathic lending. RHS understands the nuances of today's market environment and the RHS marketing plan address's them, without careless or reckless lending practices.

The RHS 'Credit Restoration Program' offers a solution to so many Americans branded with a '*Scarlet Number*.' Now anyone with challenged credit that is preventing them from gaining homeownership, can enroll in this program. Upon enrollment, RHS will work closely with our Credit Repair partners to address any derogatory issues preventing them from obtaining a conventional mortgage with a lending institution. Once the credit report is restored, Rapid Home Solutions will bring in one of our many mortgage providers & banking partners, who will work closely with our credit restoration partners, to bid for the award to provide the home buyer with a conventional 30 year fixed rate mortgage.



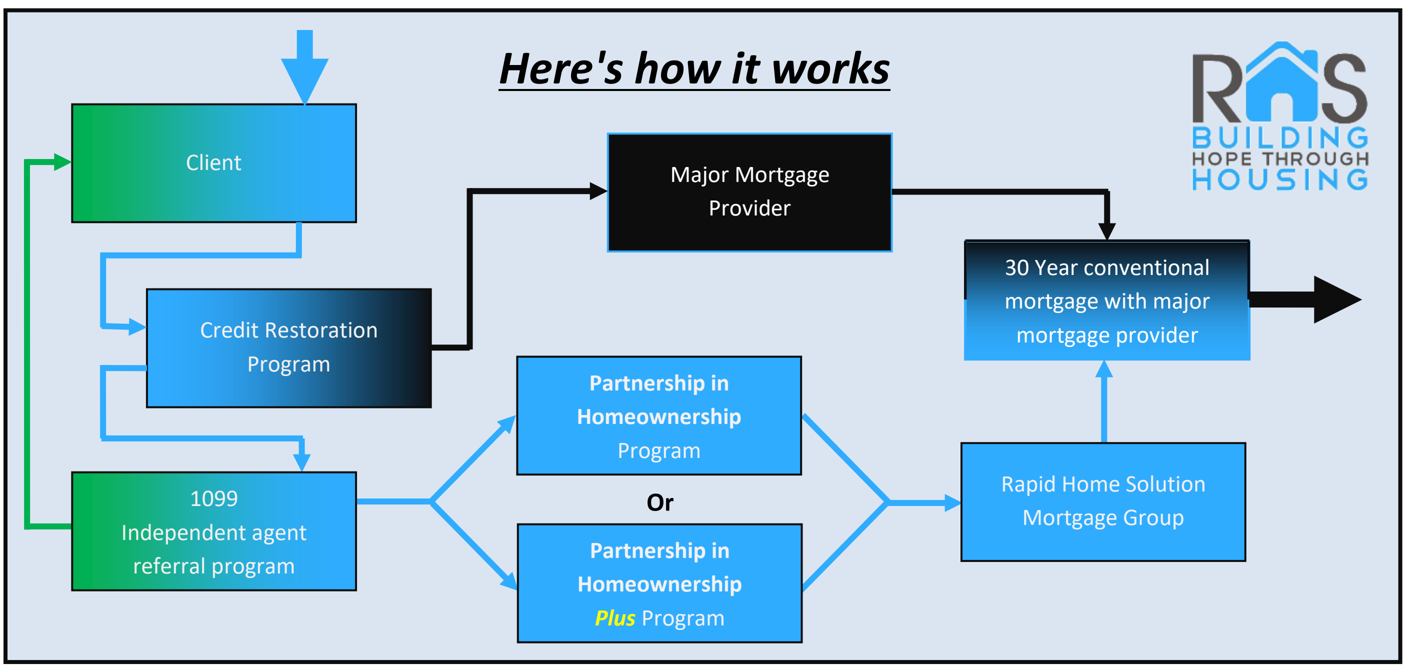
This credit restoration and mortgage assignment process can take anywhere between 6 and 12 months to complete. The time varies based on the amount of challenges on each individual credit report being restored. While this process begins, and during the entire process, RHS' in house bridge mortgage program starts. RHS' privately held, in-house mortgage program is designed to immediately place the home buyer into a brand new custom built home of their choice, from one of the many RHS models available. RHS will offer a private bridge mortgage for up to 12 months, or more if necessary to bridge the gap between application submission and underwriting of a 30 year mortgage with a mortgage provider. The partner in homeownership with RHS will take immediate occupancy of their new home. During the transitional period. Upon closing with RHS, and up until the mortgage is assigned to a 30 yrs mortgage provider, to the homeowner will make their monthly mortgage payments directly to RHS. Once the mortgage package is assumed by one of our banking partners, the payments will then go to the lender instead of RHS.

Credit restoration program continued

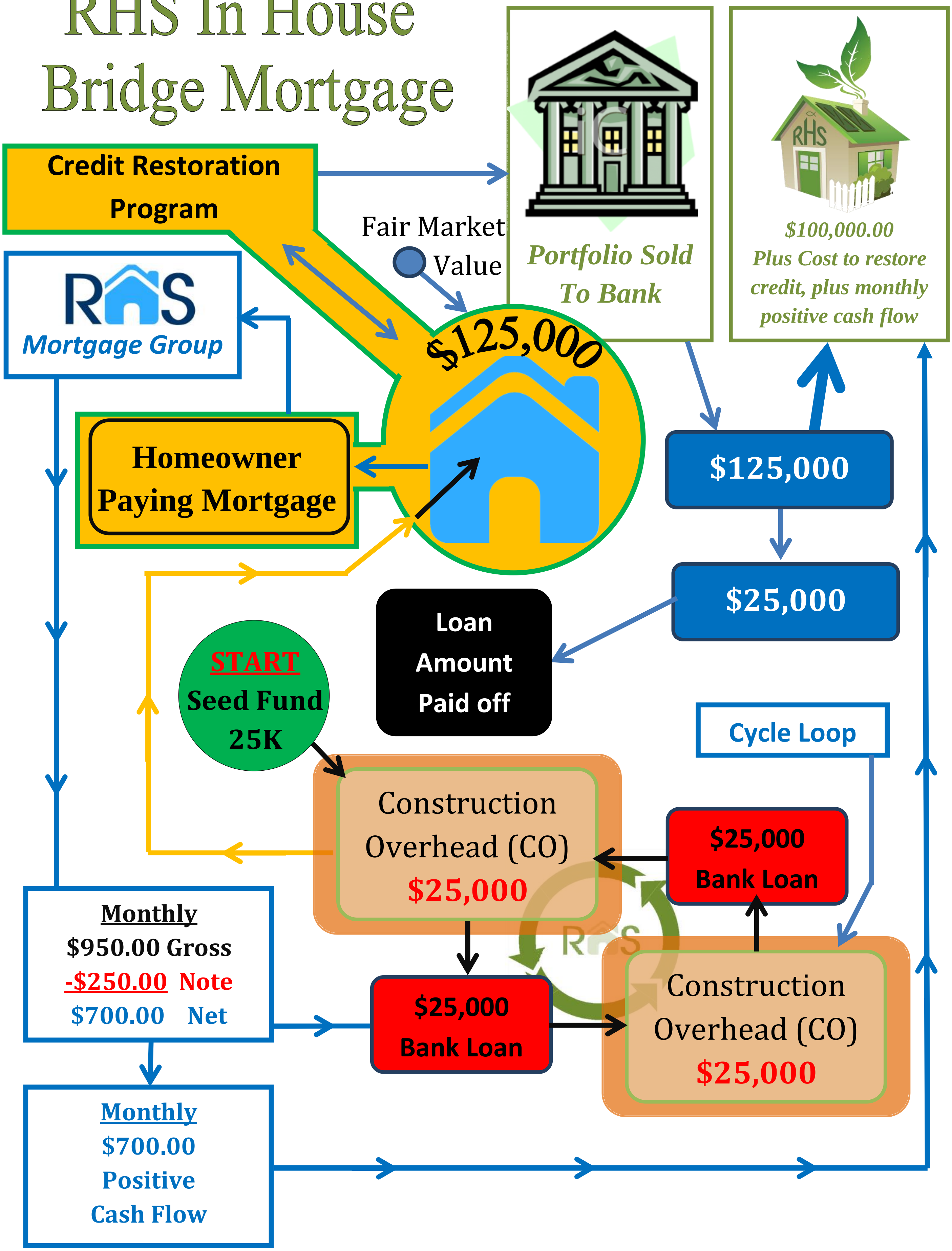
Home retention and foreclosure avoidance are top priorities for RHS and our partners in homeownership. RHS conforms to the nationally recommended affordability guidelines for home values of 3.0 times the combined household annual gross income. These guidelines have demonstrated an 84% less likelihood to suffer delinquency or foreclosure. This is the primary strategy we focus on to assure sustainability for our partners in homeownership. RHS will work tirelessly with the partnering homeowner until we design and finalize an all inclusive home and land package that does not exceed the national affordability standards. Conventional lending practices believe that only credit worthy people should gain homeownership, RHS believes that affordable homeownership leads to successful people. We stand behind that principle, and we are willing to guarantee it by putting our name behind it. Partnering with the right family or individual to make them a successful and sustainable homeowner is simply the smart thing to do. With RHS, and the right partner in homeownership, everyone wins.

At Rapid Home Solutions,
We're turning
The rejected into the accepted.
Challenged credit into prime credit.
The home renter into the homeowner.

We believe that a credit report should not be the sole document in determining
if someone should become a *homeowner*, or a *home renter*.
At Rapid Home Solutions, YOU GET A HOUSE!



RHS In House Bridge Mortgage



Rapid Home Solutions, Inc.
Building Hope & Faith Through Homeownership

RHS FLAGSHIP COMMERCIAL PROGRAM

The Commercial Developers

Selling to commercial developers/builders would be an area of the market where some of the highest profits could be enjoyed. Commercial buyers typically buy at wholesale/prime contractor rates. However, contrary to this standard industry practice, this will not be the case when it comes to purchases made through RHS. The speed of the RHS manufacturing and site assembly process allow for an entire development project to go up in a fraction of the time, compared to conventional construction. RHS' projected ability to produce standing units, certified for occupancy & 80-95% faster than traditional construction methods, translates to massive savings for the commercial client. This will result in a higher price point, potentially even higher than retail rates for RHS. In determining the adjusted price point for these commercial clients, a value would have to be appointed to the block of time saved between the RHS build out and a typical build out. This time frame is called "the zero income generation period." The RHS system brings the commercial client to an "income generating position" faster. That very amount could be added to RHS' standard price point. This is only a secondary benefit the commercial client will enjoy. The primary

benefit would be project turnaround time. The faster a project can be completed, the faster they re-establish their lines of credit for the next project. It should be understood that the money gained by getting the client to income baring position is considered found money as a result of the speed of the RHS process, which RHS will claim as part of the price point negotiation. The client will wave these funds in exchange for a faster turnaround time of the project.

Additional Client Benefits

1. Faster turnaround per project = faster flip = faster refresh of available credit lines = greater number of projects per period = higher annual gross.
2. One prime contractor for each project over a typical army of sub-contractors under an assigned GC, receiving upwards to 15% over project cost.
3. One nationwide source for turn-key housing solutions
4. Branding with a superior product which will increase their market potential
5. A perfect match for any tax credit developer or any situation that would benefit from a rapid unit manufacture and deployment.

The Problems go on and on for the commercial client using traditional general contractors, Rapid Home Solutions is the answer to all of them.

RHS FLAGSHIP GOVERNMENT PROGRAM

S.H.I.P

Strategic Housing Initiative Program (S.H.I.P.)

Perhaps our most ambitious program yet is the ***S.H.I.P.*** One of the most disappointing neglects of our global community is the lack of disaster relief shelters. In a time where natural and man-made disasters are routine, it is simply not enough anymore to say "*WE HAVE FEDERAL RELIEF FUNDS RESERVED JUST IN CASE*". It is no longer a question of 'IF' a disaster hits, it's more a question of "WHEN". Sadly, as we all can see, the answer is typically, "*Here comes one now.*" It is time for the world to grow up, put their big boy boots on and enroll in the **world's first** Strategic Housing Initiative Program **(*SHIP*).** This is a first time global program and is only now practical due to the RHS manufacturing, shipping and assembly processes. This program could prove to be a very large and long revenue stream. **This program alone, once subscribed to, will make RHS recession proof and entirely self-sufficient off the revenue stream**. A true pinnacle program.

We have taken advantage of, and exploited it to its fullest potential the Rapid manufacturing process. The RHS structure is supremely suited for mobility and storage. Due in part to the materials used in the construction of these units, they can be stored indefinitely in modified sealed shipping containers and placed in a ready position anywhere, globally. Each 45' high cube container can accommodate 3 - 600 SF grid tap units or 2.5 off-grid units. These units are reusable. The programs broad strokes are listed below.

I. Pre build 'grid-tap' or 'off-grid' permanent emergency housing units, stored in proprietary shipping containers, stacked in a shipping ready dock-side position for immediate mobilization to any worldwide subscribing government destination upon request.

II. Subscription & Enrollment are two different programs and require two different pre-requisites.

   a. **Subscription**

      i. Subscribers custom design their units to meet all their cultural & national standards
      ii. All pre construction costs will be paid in full in advance by the subscriber
      iii. A minimum of 500 units must be ordered
      iv. Custom model configuration is available in 50 unit quantities
      v. Quarterly, bi-annual and annual readiness fees will apply
      vi. Full 24/7/365 weather analysis
      vii. Daily 'action' recommendations from RHS' tactical command center headquarters;
         1. Stand down
         2. Ramp up readiness
         3. Load and secure units
         4. Mobilize
         5. Deliver, unload and assemble or return to base & unload
      viii. Any and all 'action' fees are to be paid by the subscriber

b. Enrollment

i. Enrollees share a common pool of units of standard off-grid type models
ii. Deployment of units is on a first come first serve basis
iii. A flat rate per unit to be paid per month for storage and readiness
iv. Mobilization of units trigger a 50% cost of unit draw payment
v. Use of units delivered on site incur a monthly lease fee
vi. Full 24/7/365 weather analysis
vii. Daily 'action' recommendations from RHS tactical command center headquarters.
    1. Stand Down
    2. Ramp up Readiness
    3. Load and secure units
    4. Mobilize
    5. Deliver, unload and assemble, or return to base & unload
viii. Any and all "action" fees are to be paid by the subscriber

Again, these are just the broad strokes and ideology of the program designed to entice national and international participation into a program designed out of necessity, but simply was never practical or available, UNTIL NOW!

GROWTH RATE, 2010-20


RHS

A Statement from the CFO

Financial Projections

One of the primary elements/components required in a business plan is to evaluate and assess the viability of a start-up business model, are financial projections. Estimating cost of doing business, operating expenses and sales potential, based in part on production capacity. The primary goal being, to extrapolate the ultimate determining number, 'net profit potential.' Of course, projections are just that, 'projections.' They are built on a series of assumptions, typically maximum sales of full production capacity at the highest marketable price point.

This was *not* the method selected when preparing a financial projection package for the Rapid Home Solutions business model. These projections have been inflated in cost of doing business, deflated in production capacity, and reduced expected sales volume & price point by 18.75% per SF. Another area that was adjusted in order to project insight to the worst case scenario, was increasing man power projections by 150% greater than expected. Monthly duty cycles were reduced by 15% and the amount of production lines were capped at 4 lines - a 33% reduction off the projected ambition of 6 lines per facility. Having said that, These are some of the most impressive projection I've ever seen. The revenue stream potential is fantastic and the profit margin is some of the highest in any industry.
Chip Dardaman

Income Statement

1 of 3

	Pre-Op	Month 1	Month 2	Month 3	Month 4	Month 5	Month 6	Month 7	Month 8	Month 9	Month 10	Month 11	Month 12	Total YR 1
Sales		10,998,000	20,163,000	29,328,000	45,825,000	54,990,000	54,990,000	109,980,000	109,980,000	109,980,000	109,980,000	109,980,000	109,980,000	876,174,000
CGS Materials		5,076,000	9,306,000	13,536,000	21,150,000	25,380,000	25,380,000	50,760,000	50,760,000	50,760,000	50,760,000	50,760,000	50,760,000	404,388,000
CGS Labor		154,583	178,333	202,083	192,917	216,667	216,667	393,750	393,750	393,750	393,750	393,750	393,750	3,523,750
CGS Labor Burden		38,646	49,853	60,295	62,503	76,876	81,387	125,438	154,183	153,378	153,396	153,395	153,395	1,262,747
CGS Shipping		501,600	919,600	1,337,600	2,090,000	2,508,000	2,508,000	5,016,000	5,016,000	5,016,000	5,016,000	5,016,000	5,016,000	39,960,800
CGS Assembly		693,600	1,271,600	1,849,600	2,890,000	3,468,000	3,468,000	6,936,000	6,936,000	6,936,000	6,936,000	6,936,000	6,936,000	55,256,800
CGS Bonuses		-	21,080	39,097	57,096	90,838	108,882	108,003	222,982	219,763	219,836	219,830	219,830	1,527,237
Total CGS	-	6,464,429	11,746,467	17,024,676	26,442,516	31,740,380	31,762,936	63,339,192	63,482,915	63,478,892	63,478,982	63,478,975	63,478,975	505,919,333
Gross Profit		4,533,571	8,416,533	12,303,324	19,382,484	23,249,620	23,227,064	46,640,808	46,497,085	46,501,108	46,501,018	46,501,025	46,501,025	370,254,667
Salaries	100,000	50,000	114,167	188,333	223,333	223,333	279,167	279,167	279,167	279,167	279,167	279,167	279,167	2,753,334
Bonuses		-	63,240	117,291	171,289	272,513	326,645	324,010	668,946	659,290	659,507	659,489	659,490	4,581,710
Commissions		36,000	66,000	96,000	150,000	180,000	180,000	360,000	360,000	360,000	360,000	360,000	360,000	2,868,000
Labor Burden		15,380	38,881	64,147	81,536	92,034	110,323	124,513	152,107	151,335	151,352	151,351	151,351	1,284,310
Travel	75,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	300,000
Telephone	15,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000
Rent	60,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	240,000
Utilities	15,000	7,000	9,000	11,000	15,000	17,000	17,000	17,000	17,000	17,000	17,000	17,000	17,000	178,000
Bank Fees	-	250	250	250	250	250	250	250	250	250	250	250	250	3,000
Office Supplies	1,500	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	60,000
Postage/Overnight	-	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	18,000
General Insurance	5,000	19,796	36,293	52,790	82,485	98,982	98,982	197,964	197,964	197,964	197,964	197,964	197,964	1,577,113
Auto Expense	7,200	2,400	5,700	9,600	11,400	11,400	15,000	15,000	15,000	15,000	15,000	15,000	15,000	145,500
Professional Fees	10,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	24,000
Marketing	20,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	180,000
Repairs/Maintenance		10,250	20,500	30,750	51,250	61,500	61,500	61,500	61,500	61,500	61,500	61,500	61,500	604,750
Equipment Rent	7,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	30,000
Other	58,250	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	300,000
Property Taxes		1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	12,000
Operating Expenses	374,450	243,077	456,031	672,162	888,544	1,059,013	1,190,867	1,481,404	1,853,934	1,843,505	1,843,740	1,843,721	1,843,721	15,164,718
Operating Income	(374,450)	4,290,494	7,960,502	11,631,163	18,493,940	22,190,607	22,036,197	45,159,404	44,643,151	44,657,603	44,657,279	44,657,305	44,657,304	355,089,949
Depreciation		74,500	141,083	211,917	326,417	414,250	435,500	563,000	690,500	690,500	691,333	691,333	691,333	5,621,667
Interest	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Income	(374,450)	4,215,994	7,819,419	11,419,246	18,167,524	21,776,357	21,600,697	44,596,404	43,952,651	43,967,103	43,965,945	43,965,971	43,965,971	349,468,283

Income Statement

	Month 13	Month 14	Month 15	Month 16	Month 17	Month 18	Month 19	Month 20	Month 21	Month 22	Month 23	Month 24	Total YR 2
Sales	164,970,000	164,970,000	164,970,000	164,970,000	164,970,000	192,465,000	192,465,000	192,465,000	192,465,000	192,465,000	192,465,000	192,465,000	2,172,105,000
CGS Materials	76,140,000	76,140,000	76,140,000	76,140,000	76,140,000	88,830,000	88,830,000	88,830,000	88,830,000	88,830,000	88,830,000	88,830,000	1,002,510,000
CGS Labor	589,450	589,450	589,450	589,450	589,450	662,838	662,838	662,838	662,838	662,838	662,838	662,838	7,587,113
CGS Labor Burden	202,320	228,443	227,697	227,714	227,713	246,052	260,016	259,623	259,631	259,631	259,631	259,630	2,918,101
CGS Shipping	8,276,400	8,276,400	8,276,400	8,276,400	8,276,400	9,655,800	9,655,800	9,655,800	9,655,800	9,655,800	9,655,800	9,655,800	108,972,600
CGS Assembly	11,444,400	11,444,400	11,444,400	11,444,400	11,444,400	13,351,800	13,351,800	13,351,800	13,351,800	13,351,800	13,351,800	13,351,800	150,684,600
CGS Bonuses	219,830	324,321	321,338	321,405	321,403	321,371	377,226	375,653	375,687	375,686	375,686	375,684	4,085,290
Total CGS	96,872,400	97,003,014	96,999,285	96,999,369	96,999,367	113,067,861	113,137,679	113,135,713	113,135,755	113,135,754	113,135,754	113,135,751	1,276,757,703
Gross Profit	68,097,600	67,966,986	67,970,715	67,970,631	67,970,633	79,397,139	79,327,321	79,329,287	79,329,245	79,329,246	79,329,246	79,329,249	895,347,297
Salaries	499,700	499,700	499,700	499,700	503,992	507,425	507,425	507,425	507,425	507,425	507,425	507,425	6,054,768
Bonuses	659,490	972,964	964,014	964,215	964,210	964,113	1,131,678	1,126,960	1,127,060	1,127,057	1,127,057	1,127,051	12,255,869
Commissions	540,000	540,000	540,000	540,000	540,000	630,000	630,000	630,000	630,000	630,000	630,000	630,000	7,110,000
Labor Burden	220,884	245,962	245,246	245,262	246,335	254,385	267,791	267,413	267,421	267,421	267,421	267,420	3,062,961
Travel	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	300,000
Telephone	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	60,000
Rent	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	240,000
Utilities	17,000	17,000	17,000	17,000	17,000	19,000	19,000	19,000	19,000	19,000	19,000	19,000	218,000
Bank Fees	250	250	250	250	250	250	250	250	250	250	250	250	3,000
Office Supplies	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	60,000
Postage/Overnight	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	18,000
General Insurance	296,946	296,946	296,946	296,946	296,946	346,437	346,437	346,437	346,437	346,437	346,437	346,437	3,909,789
Auto Expense	15,900	15,900	15,900	15,900	16,200	16,500	16,500	16,500	16,500	16,500	16,500	16,500	195,300
Professional Fees	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	24,000
Marketing	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	180,000
Repairs/Maintenance	61,500	61,500	61,500	61,500	61,500	71,750	71,750	71,750	71,750	71,750	71,750	71,750	809,750
Equipment Rent	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	30,000
Other	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	300,000
Property Taxes	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	12,000
Operating Expenses	2,413,670	2,752,222	2,742,556	2,742,773	2,748,433	2,911,860	3,092,831	3,087,735	3,087,843	3,087,840	3,087,840	3,087,834	34,843,437
Operating Income	65,683,930	65,214,764	65,228,159	65,227,858	65,222,200	76,485,279	76,234,490	76,241,552	76,241,402	76,241,406	76,241,406	76,241,415	860,503,861
Depreciation	819,667	947,167	947,167	947,167	948,000	1,040,083	1,103,833	1,104,250	1,104,250	1,104,250	1,104,667	1,104,667	12,275,167
Interest	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Income	64,864,264	64,267,597	64,280,992	64,280,691	64,274,200	75,445,196	75,130,657	75,137,302	75,137,152	75,137,156	75,136,739	75,136,748	848,228,694

Income Statement

	Year 3	Year 4	Year 5
Sales	2,639,520,000	2,639,520,000	2,639,520,000
CGS Materials	1,218,240,000	1,218,240,000	1,218,240,000
CGS Labor	9,107,041	9,382,252	9,665,570
CGS Labor Burden	3,337,046	3,599,378	3,620,576
CGS Shipping	145,664,640	160,231,104	176,254,214
CGS Assembly	201,421,440	221,563,584	243,719,942
CGS Bonuses	4,241,143	5,015,258	4,816,733
Total CGS	1,582,011,311	1,618,031,576	1,656,317,036
Gross Profit	1,057,508,689	1,021,488,424	983,202,964
Salaries	6,314,210	6,356,646	6,399,082
Bonuses	12,723,430	15,045,775	14,450,200
Commissions	8,640,000	8,640,000	8,640,000
Labor Burden	3,287,627	3,484,024	3,446,986
Travel	300,000	300,000	300,000
Telephone	60,000	60,000	60,000
Rent	240,000	240,000	240,000
Utilities	252,000	252,000	252,000
Bank Fees	3,000	3,000	3,000
Office Supplies	60,000	60,000	60,000
Postage/Overnight	18,000	18,000	18,000
General Insurance	4,751,136	4,751,136	4,751,136
Auto Expense	201,600	205,200	208,800
Professional Fees	24,000	24,000	24,000
Marketing	180,000	180,000	180,000
Repairs/Maintenance	984,000	984,000	984,000
Equipment Rent	30,000	30,000	30,000
Other	300,000	300,000	300,000
Property Taxes	12,000	12,000	12,000
Operating Expenses	38,381,003	40,945,781	40,359,204
Operating Income	1,019,127,686	980,542,643	942,843,760
Depreciation	16,076,000	17,196,000	17,551,000
Interest	-	-	-
Net Income	1,003,051,686	963,346,643	925,292,760

Balance Sheet

	Pre-Op	Month 1	Month 2	Month 3	Month 4	Month 5	Month 6	Month 7	Month 8	Month 9	Month 10	Month 11	Month 12
Assets:													
Current Assets:													
Cash	23,123,550	13,091,573	8,217,683	6,827,693	2,286,801	10,662,873	31,882,152	16,165,327	52,734,852	98,267,485	143,754,196	189,290,812	206,297,793
Accounts Receivable		16,497,000	30,244,500	43,992,000	68,737,500	82,485,000	82,485,000	164,970,000	164,970,000	164,970,000	164,970,000	164,970,000	164,970,000
Allowance for Bad Debt		-	-	-	-	-	-	-	-	-	-	-	-
Inventory	1,000,000	2,099,800	3,016,300	3,932,800	5,582,500	6,499,000	6,499,000	11,998,000	11,998,000	11,998,000	11,998,000	11,998,000	11,998,000
Prepaid & Other	22,000	22,000	22,000	22,000	22,000	22,000	22,000	22,000	22,000	22,000	22,000	22,000	22,000
Total Current Assets	24,145,550	31,710,373	41,500,483	54,774,493	76,628,801	99,668,873	120,888,152	193,155,327	229,724,852	275,257,485	320,744,196	366,280,812	383,287,793
Fixed Assets:													
Manufacturing Line	650,000	4,390,000	8,385,000	12,635,000	19,455,000	24,725,000	26,000,000	33,650,000	41,300,000	41,300,000	41,300,000	41,300,000	41,300,000
Office Equipment	30,000	30,000	30,000	30,000	80,000	80,000	80,000	80,000	80,000	80,000	130,000	130,000	130,000
L/H Inprovements	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Total Fixed Assets	730,000	4,470,000	8,465,000	12,715,000	19,585,000	24,855,000	26,130,000	33,780,000	41,430,000	41,430,000	41,480,000	41,480,000	41,480,000
Acc Depreciation	-	(74,500)	(215,583)	(427,500)	(753,917)	(1,168,167)	(1,603,667)	(2,166,667)	(2,857,167)	(3,547,667)	(4,239,000)	(4,930,333)	(5,621,667)
Net Prop. and Equip	730,000	4,395,500	8,249,417	12,287,500	18,831,083	23,686,833	24,526,333	31,613,333	38,572,833	37,882,333	37,241,000	36,549,667	35,858,333
Other Assets:													
Other Assets													
Total Other Assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Assets	24,875,550	36,105,873	49,749,900	67,061,993	95,459,884	123,355,706	145,414,485	224,768,660	268,297,685	313,139,818	357,985,196	402,830,479	419,146,127
Liabilities and Equity:													
Current Liabilities:													
Accounts Payable		6,464,429	11,746,467	17,024,676	26,442,516	31,740,380	31,762,936	63,339,192	63,482,915	63,478,892	63,478,982	63,478,975	63,478,975
State Sales Tax													
Security Deposits		549,900	1,008,150	1,466,400	2,291,250	2,749,500	2,749,500	5,499,000	5,499,000	5,499,000	5,499,000	5,499,000	5,499,000
Accrued Bonus	-	-	84,320	240,708	228,385	591,735	1,027,263	1,459,276	891,928	1,770,981	2,650,323	3,529,642	879,319
Total Current Liab	-	7,014,329	12,838,937	18,731,784	28,962,151	35,081,616	35,539,698	70,297,468	69,873,843	70,748,873	71,628,305	72,507,617	69,857,294
Long Term Liabilities:													
LT Debt	25,000,000	25,000,000	25,000,000	25,000,000	25,000,000	25,000,000	25,000,000	25,000,000	25,000,000	25,000,000	25,000,000	25,000,000	-
Customer Deposits													
Total Liabilities	25,000,000	32,014,329	37,838,937	43,731,784	53,962,151	60,081,616	60,539,698	95,297,468	94,873,843	95,748,873	96,628,305	97,507,617	69,857,294
Equity:													
Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-
Partners Equity	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000
Retained Earnings		(374,450)	3,841,544	11,660,963	23,080,209	41,247,733	63,024,090	84,624,787	129,221,192	173,173,842	217,140,945	261,106,891	305,072,862
Net Income	(374,450)	4,215,994	7,819,419	11,419,246	18,167,524	21,776,357	21,600,697	44,596,404	43,952,651	43,967,103	43,965,945	43,965,971	43,965,971
Total Equity	(124,450)	4,091,544	11,910,963	23,330,209	41,497,733	63,274,090	84,874,787	129,471,192	173,423,842	217,390,945	261,356,891	305,322,862	349,288,833
Total Liab & Equity	24,875,550	36,105,873	49,749,900	67,061,993	95,459,884	123,355,706	145,414,485	224,768,660	268,297,685	313,139,818	357,985,196	402,830,479	419,146,127

Balance Sheet

	Month 13	Month 14	Month 15	Month 16	Month 17	Month 18	Month 19	Month 20	Month 21	Month 22	Month 23	Month 24
Assets:												
Current Assets:												
Cash	213,319,968	272,312,632	338,822,413	400,994,699	470,508,167	516,205,174	590,193,387	659,489,308	744,152,162	821,896,310	899,615,459	964,430,096
Accounts Receivable	247,455,000	247,455,000	247,455,000	247,455,000	247,455,000	288,697,500	288,697,500	288,697,500	288,697,500	288,697,500	288,697,500	288,697,500
Allowance for Bad Debt	-	-	-	-	-	-	-	-	-	-	-	-
Inventory	17,497,000	17,497,000	17,497,000	17,497,000	17,497,000	20,246,500	20,246,500	20,246,500	20,246,500	20,246,500	20,246,500	20,246,500
Prepaid & Other	22,000	22,000	22,000	22,000	22,000	22,000	22,000	22,000	22,000	22,000	22,000	22,000
Total Current Assets	478,293,968	537,286,632	603,796,413	665,968,699	735,482,167	825,171,174	899,159,387	968,455,308	1,053,118,162	1,130,862,310	1,208,581,459	1,273,396,096
Fixed Assets:												
Manufacturing Line	48,950,000	56,600,000	56,600,000	56,600,000	56,600,000	62,125,000	65,950,000	65,950,000	65,950,000	65,950,000	65,950,000	65,950,000
Office Equipment	180,000	180,000	180,000	180,000	230,000	230,000	230,000	255,000	255,000	255,000	280,000	280,000
L/H Improvements	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Total Fixed Assets	49,180,000	56,830,000	56,830,000	56,830,000	56,880,000	62,405,000	66,230,000	66,255,000	66,255,000	66,255,000	66,280,000	66,280,000
Acc Depreciation	(6,441,333)	(7,388,500)	(8,335,667)	(9,282,833)	(10,230,833)	(11,270,917)	(12,374,750)	(13,479,000)	(14,583,250)	(15,687,500)	(16,792,167)	(17,896,833)
Net Prop. and Equip	42,738,667	49,441,500	48,494,333	47,547,167	46,649,167	51,134,083	53,855,250	52,776,000	51,671,750	50,567,500	49,487,833	48,383,167
Other Assets:												
Other Assets												
Total Other Assets	-	-	-	-	-	-	-	-	-	-	-	-
Total Assets	521,032,635	586,728,132	652,290,746	713,515,865	782,131,334	876,305,257	953,014,637	1,021,231,308	1,104,789,912	1,181,429,810	1,258,069,292	1,321,779,263
Liabilities and Equity:												
Current Liabilities:												
Accounts Payable	96,872,400	97,003,014	96,999,285	96,999,369	96,999,367	113,067,861	113,137,679	113,135,713	113,135,755	113,135,754	113,135,754	113,135,751
State Sales Tax												
Security Deposits	8,248,500	8,248,500	8,248,500	8,248,500	8,248,500	9,623,250	9,623,250	9,623,250	9,623,250	9,623,250	9,623,250	9,623,250
Accrued Bonus	1,758,639	3,055,924	4,341,276	1,285,620	5,626,890	6,912,374	8,421,278	1,502,613	9,924,024	11,426,767	12,929,510	1,502,735
Total Current Liab	106,879,539	108,307,438	109,589,061	106,533,489	110,874,757	129,603,485	131,182,207	124,261,577	132,683,029	134,185,771	135,688,514	124,261,736
Long Term Liabilities:												
LT Debt	-	-	-	-	-	-	-	-	-	-	-	-
Customer Deposits												
Total Liabilities	106,879,539	108,307,438	109,589,061	106,533,489	110,874,757	129,603,485	131,182,207	124,261,577	132,683,029	134,185,771	135,688,514	124,261,736
Equity:												
Dividends	-	-	-	-	-	-	-	-	-	-	-	-
Partners Equity	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000
Retained Earnings	349,038,833	413,903,096	478,170,693	542,451,685	606,732,377	671,006,577	746,451,773	821,582,430	896,719,731	971,856,883	1,046,994,039	1,122,130,778
Net Income	64,864,264	64,267,597	64,280,992	64,280,691	64,274,200	75,445,196	75,130,657	75,137,302	75,137,152	75,137,156	75,136,739	75,136,748
Total Equity	414,153,096	478,420,693	542,701,685	606,982,377	671,256,577	746,701,773	821,832,430	896,969,731	972,106,883	1,047,244,039	1,122,380,778	1,197,517,526
Total Liab & Equity	521,032,635	586,728,132	652,290,746	713,515,865	782,131,334	876,305,257	953,014,637	1,021,231,308	1,104,789,912	1,181,429,810	1,258,069,292	1,321,779,263

Balance Sheet

3 of 3

	Year 3	Year 4	Year 5
Assets:			
Current Assets:			
Cash	1,948,277,465	2,926,995,912	3,871,056,602
Accounts Receivable	329,940,000	329,940,000	329,940,000
Allowance for Bad Debt	-	-	-
Inventory	22,996,000	22,996,000	22,996,000
Prepaid & Other	22,000	22,000	22,000
Total Current Assets	2,301,235,465	3,279,953,912	4,224,014,602
Fixed Assets:			
Manufacturing Line	79,975,000	85,500,000	87,200,000
Office Equipment	355,000	430,000	505,000
L/H Inprovements	50,000	50,000	50,000
Total Fixed Assets	80,380,000	85,980,000	87,755,000
Acc Depreciation	(33,972,833)	(51,168,833)	(68,719,833)
Net Prop. and Equip	46,407,167	34,811,167	19,035,167
Other Assets:			
Other Assets			
Total Other Assets	-	-	-
Total Assets	2,347,642,632	3,314,765,078	4,243,049,768
Liabilities and Equity:			
Current Liabilities:			
Accounts Payable	131,834,276	134,835,965	138,026,420
State Sales Tax			
Security Deposits	10,998,000	10,998,000	10,998,000
Accrued Bonus	4,241,143	5,015,258	4,816,733
Total Current Liab	147,073,419	150,849,223	153,841,153
Long Term Liabilities:			
LT Debt	-	-	-
Customer Deposits			
Total Liabilities	147,073,419	150,849,223	153,841,153
Equity:			
Dividends	-	-	-
Partners Equity	250,000	250,000	250,000
Retained Earnings	1,197,267,526	2,200,319,212	3,163,665,855
Net Income	1,003,051,686	963,346,643	925,292,760
Total Equity	2,200,569,212	3,163,915,855	4,089,208,615
Total Liab & Equity	2,347,642,632	3,314,765,078	4,243,049,768

Cash Flow

	Pre-Op	Month 1	Month 2	Month 3	Month 4	Month 5	Month 6	Month 7	Month 8	Month 9	Month 10	Month 11	Month 12	Year 1
Cash Flow from Operations:														
Net Income	(374,450)	4,215,994	7,819,419	11,419,246	18,167,524	21,776,357	21,600,697	44,596,404	43,952,651	43,967,103	43,965,945	43,965,971	43,965,971	349,413,283
Depreciation	-	74,500	141,083	211,917	326,417	414,250	435,500	563,000	690,500	690,500	691,333	691,333	691,333	5,621,667
Amortization	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Change in A/R	-	(16,497,000)	(13,747,500)	(13,747,500)	(24,745,500)	(13,747,500)	-	(82,485,000)	-	-	-	-	-	(164,970,000)
Change in A/P	-	7,014,329	5,824,607	5,892,847	10,230,367	6,119,465	458,082	34,757,770	(423,625)	875,030	879,432	879,312	(2,650,322)	69,857,294
Increase in Other Assets/Inv	(1,022,000)	(1,099,800)	(916,500)	(916,500)	(1,649,700)	(916,500)	-	(5,499,000)	-	-	-	-	-	(10,998,000)
Increase in Tax & Def Rev														-
Increase in Deposits														-
Operating Cash Flow	(1,396,450)	(6,291,977)	(878,890)	2,860,010	2,329,108	13,646,072	22,494,279	(8,066,825)	44,219,526	45,532,633	45,536,711	45,536,616	42,006,982	248,924,243
Capital Expenditures:														
Manufacturing Line	(650,000)	(3,740,000)	(3,995,000)	(4,250,000)	(6,820,000)	(5,270,000)	(1,275,000)	(7,650,000)	(7,650,000)	-	-	-	-	(40,650,000)
Office Equipment	(30,000)	-	-	-	(50,000)	-	-	-	-	-	(50,000)	-	-	(100,000)
L/H Inprovements	(50,000)	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditures	(730,000)	(3,740,000)	(3,995,000)	(4,250,000)	(6,870,000)	(5,270,000)	(1,275,000)	(7,650,000)	(7,650,000)	-	(50,000)	-	-	(40,750,000)
Organization														-
Distributions:														
Dividends														-
Distr Tax														-
Total Distributions	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Cash Flow from Financing:														
Contributed Capital	250,000													-
Long Term Debt	25,000,000													-
Repayments of LT Debt													(25,000,000)	(25,000,000)
Other Debt														-
Repayments of Other Debt														-
Purchase Debt														-
Repayment of Purchase Debt														-
Cash Flow/Financing	25,250,000	-	-	-	-	-	-	-	-	-	-	-	(25,000,000)	(25,000,000)
Net Incr(Decr) Cash	23,123,550	(10,031,977)	(4,873,890)	(1,389,990)	(4,540,892)	8,376,072	21,219,279	(15,716,825)	36,569,526	45,532,633	45,486,711	45,536,616	17,006,982	183,174,243
Beginning Cash	-	23,123,550	13,091,573	8,217,683	6,827,693	2,286,801	10,662,873	31,882,152	16,165,327	52,734,852	98,267,485	143,754,196	189,290,812	23,123,550
Ending Cash	23,123,550	13,091,573	8,217,683	6,827,693	2,286,801	10,662,873	31,882,152	16,165,327	52,734,852	98,267,485	143,754,196	189,290,812	206,297,793	206,297,793

Cash Flow

	Month 13	Month 14	Month 15	Month 16	Month 17	Month 18	Month 19	Month 20	Month 21	Month 22	Month 23	Month 24	Year 2
Cash Flow from Operations:													
Net Income	64,864,264	64,267,597	64,280,992	64,280,691	64,274,200	75,445,196	75,130,657	75,137,302	75,137,152	75,137,156	75,136,739	75,136,748	848,228,694
Depreciation	819,667	947,167	947,167	947,167	948,000	1,040,083	1,103,833	1,104,250	1,104,250	1,104,250	1,104,667	1,104,667	12,275,167
Amortization	-	-	-	-	-	-	-	-	-	-	-	-	-
Change in A/R	(82,485,000)	-	-	-	-	(41,242,500)	-	-	-	-	-	-	(123,727,500)
Change in A/P	37,022,244	1,427,900	1,281,623	(3,055,572)	4,341,268	18,728,728	1,578,723	(6,920,631)	8,421,452	1,502,742	1,502,743	(11,426,778)	54,404,442
Increase in Other Assets/Inv	(5,499,000)	-	-	-	-	(2,749,500)	-	-	-	-	-	-	(8,248,500)
Increase in Tax & Def Rev													-
Increase in Deposits													-
Operating Cash Flow	14,722,175	66,642,663	66,509,782	62,172,286	69,563,468	51,222,007	77,813,213	69,320,921	84,662,855	77,744,148	77,744,149	64,814,637	782,932,303
Capital Expenditures:													
Manufacturing Line	(7,650,000)	(7,650,000)	-	-	-	(5,525,000)	(3,825,000)	-	-	-	-	-	(24,650,000)
Office Equipment	(50,000)	-	-	-	(50,000)	-	-	(25,000)	-	-	(25,000)	-	(150,000)
L/H Inprovements	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditures	(7,700,000)	(7,650,000)	-	-	(50,000)	(5,525,000)	(3,825,000)	(25,000)	-	-	(25,000)	-	(24,800,000)
Organization													-
Distributions:													
Dividends													-
Distr Tax													-
Total Distributions	-	-	-	-	-	-	-	-	-	-	-	-	-
Cash Flow from Financing:													
Contributed Capital													-
Long Term Debt													-
Repayments of LT Debt													-
Other Debt													-
Repayments of Other Debt													-
Purchase Debt													-
Repayment of Purchase Debt													-
Cash Flow/Financing	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Incr(Decr) Cash	7,022,175	58,992,663	66,509,782	62,172,286	69,513,468	45,697,007	73,988,213	69,295,921	84,662,855	77,744,148	77,719,149	64,814,637	758,132,303
Beginning Cash	206,297,793	213,319,968	272,312,632	338,822,413	400,994,699	470,508,167	516,205,174	590,193,387	659,489,308	744,152,162	821,896,310	899,615,459	206,297,793
Ending Cash	213,319,968	272,312,632	338,822,413	400,994,699	470,508,167	516,205,174	590,193,387	659,489,308	744,152,162	821,896,310	899,615,459	964,430,096	964,430,096

Cash Flow

	Year 3	Year 4	Year 5
Cash Flow from Operations:			
Net Income	1,003,051,686	963,346,643	925,292,760
Depreciation	16,076,000	17,196,000	17,551,000
Amortization	-	-	-
Change in A/R	(41,242,500)	-	-
Change in A/P	22,811,683	3,775,804	2,991,930
Increase in Other Assets/Inv	(2,749,500)	-	-
Increase in Tax & Def Rev			
Increase in Deposits			
Operating Cash Flow	997,947,369	984,318,447	945,835,690
Capital Expenditures:			
Manufacturing Line	(14,025,000)	(5,525,000)	(1,700,000)
Office Equipment	(75,000)	(75,000)	(75,000)
L/H Inprovements	-	-	-
Total Capital Expenditures	(14,100,000)	(5,600,000)	(1,775,000)
Organization			
Distributions:			
Dividends			
Distr Tax			
Total Distributions	-	-	-
Cash Flow from Financing:			
Contributed Capital			
Long Term Debt			
Repayments of LT Debt			
Other Debt			
Repayments of Other Debt			
Purchase Debt			
Repayment of Purchase Debt			
Cash Flow/Financing	-	-	-
Net Incr(Decr) Cash	983,847,369	978,718,447	944,060,690
Beginning Cash	964,430,096	1,948,277,465	2,926,995,912
Ending Cash	1,948,277,465	2,926,995,912	3,871,056,602

Sales

1 of 3

Model SQ Foot	Assumptions	Month 1	Month 2	Month 3	Month 4	Month 5	Month 6	Month 7	Month 8	Month 9	Month 10	Month 11	Month 12	Year 1
1000	5%	6	11	16	25	30	30	60	60	60	60	60	60	478
1100	10%	12	22	32	50	60	60	120	120	120	120	120	120	956
1200	10%	12	22	32	50	60	60	120	120	120	120	120	120	956
1300	30%	36	66	96	150	180	180	360	360	360	360	360	360	2,868
1400	10%	12	22	32	50	60	60	120	120	120	120	120	120	956
1500	10%	12	22	32	50	60	60	120	120	120	120	120	120	956
1600	10%	12	22	32	50	60	60	120	120	120	120	120	120	956
1700	5%	6	11	16	25	30	30	60	60	60	60	60	60	478
1900	5%	6	11	16	25	30	30	60	60	60	60	60	60	478
2200	5%	6	11	16	25	30	30	60	60	60	60	60	60	478
Total Sales	100%	120	220	320	500	600	600	1,200	1,200	1,200	1,200	1,200	1,200	9,560
Sales Prices	Per Ft													
1000	65.00	65,000	65,000	65,000	65,000	65,000	65,000	65,000	65,000	65,000	65,000	65,000	65,000	
1100	65.00	71,500	71,500	71,500	71,500	71,500	71,500	71,500	71,500	71,500	71,500	71,500	71,500	
1200	65.00	78,000	78,000	78,000	78,000	78,000	78,000	78,000	78,000	78,000	78,000	78,000	78,000	
1300	65.00	84,500	84,500	84,500	84,500	84,500	84,500	84,500	84,500	84,500	84,500	84,500	84,500	
1400	65.00	91,000	91,000	91,000	91,000	91,000	91,000	91,000	91,000	91,000	91,000	91,000	91,000	
1500	65.00	97,500	97,500	97,500	97,500	97,500	97,500	97,500	97,500	97,500	97,500	97,500	97,500	
1600	65.00	104,000	104,000	104,000	104,000	104,000	104,000	104,000	104,000	104,000	104,000	104,000	104,000	
1700	65.00	110,500	110,500	110,500	110,500	110,500	110,500	110,500	110,500	110,500	110,500	110,500	110,500	
1900	65.00	123,500	123,500	123,500	123,500	123,500	123,500	123,500	123,500	123,500	123,500	123,500	123,500	
2200	65.00	143,000	143,000	143,000	143,000	143,000	143,000	143,000	143,000	143,000	143,000	143,000	143,000	
Total Sales														
1000		390,000	715,000	1,040,000	1,625,000	1,950,000	1,950,000	3,900,000	3,900,000	3,900,000	3,900,000	3,900,000	3,900,000	31,070,000
1100		858,000	1,573,000	2,288,000	3,575,000	4,290,000	4,290,000	8,580,000	8,580,000	8,580,000	8,580,000	8,580,000	8,580,000	68,354,000
1200		936,000	1,716,000	2,496,000	3,900,000	4,680,000	4,680,000	9,360,000	9,360,000	9,360,000	9,360,000	9,360,000	9,360,000	74,568,000
1300		3,042,000	5,577,000	8,112,000	12,675,000	15,210,000	15,210,000	30,420,000	30,420,000	30,420,000	30,420,000	30,420,000	30,420,000	242,346,000
1400		1,092,000	2,002,000	2,912,000	4,550,000	5,460,000	5,460,000	10,920,000	10,920,000	10,920,000	10,920,000	10,920,000	10,920,000	86,996,000
1500		1,170,000	2,145,000	3,120,000	4,875,000	5,850,000	5,850,000	11,700,000	11,700,000	11,700,000	11,700,000	11,700,000	11,700,000	93,210,000
1600		1,248,000	2,288,000	3,328,000	5,200,000	6,240,000	6,240,000	12,480,000	12,480,000	12,480,000	12,480,000	12,480,000	12,480,000	99,424,000
1700		663,000	1,215,500	1,768,000	2,762,500	3,315,000	3,315,000	6,630,000	6,630,000	6,630,000	6,630,000	6,630,000	6,630,000	52,819,000
1900		741,000	1,358,500	1,976,000	3,087,500	3,705,000	3,705,000	7,410,000	7,410,000	7,410,000	7,410,000	7,410,000	7,410,000	59,033,000
2200		858,000	1,573,000	2,288,000	3,575,000	4,290,000	4,290,000	8,580,000	8,580,000	8,580,000	8,580,000	8,580,000	8,580,000	68,354,000
Total Sales		10,998,000	20,163,000	29,328,000	45,825,000	54,990,000	54,990,000	109,980,000	109,980,000	109,980,000	109,980,000	109,980,000	109,980,000	876,174,000

Sales

Model SQ Foot	Assumptions	Month 1	Month 2	Month 3	Month 4	Month 5	Month 6	Month 7	Month 8	Month 9	Month 10	Month 11	Month 12	Year 1
1000	5%	6	11	16	25	30	30	60	60	60	60	60	60	478
1100	10%	12	22	32	50	60	60	120	120	120	120	120	120	956
1200	10%	12	22	32	50	60	60	120	120	120	120	120	120	956
1300	30%	36	66	96	150	180	180	360	360	360	360	360	360	2,868
1400	10%	12	22	32	50	60	60	120	120	120	120	120	120	956
1500	10%	12	22	32	50	60	60	120	120	120	120	120	120	956
1600	10%	12	22	32	50	60	60	120	120	120	120	120	120	956
1700	5%	6	11	16	25	30	30	60	60	60	60	60	60	478
1900	5%	6	11	16	25	30	30	60	60	60	60	60	60	478
2200	5%	6	11	16	25	30	30	60	60	60	60	60	60	478
Total Sales	100%	120	220	320	500	600	600	1,200	1,200	1,200	1,200	1,200	1,200	9,560
Sales Prices	Per Ft													
1000	65.00	65,000	65,000	65,000	65,000	65,000	65,000	65,000	65,000	65,000	65,000	65,000	65,000	
1100	65.00	71,500	71,500	71,500	71,500	71,500	71,500	71,500	71,500	71,500	71,500	71,500	71,500	
1200	65.00	78,000	78,000	78,000	78,000	78,000	78,000	78,000	78,000	78,000	78,000	78,000	78,000	
1300	65.00	84,500	84,500	84,500	84,500	84,500	84,500	84,500	84,500	84,500	84,500	84,500	84,500	
1400	65.00	91,000	91,000	91,000	91,000	91,000	91,000	91,000	91,000	91,000	91,000	91,000	91,000	
1500	65.00	97,500	97,500	97,500	97,500	97,500	97,500	97,500	97,500	97,500	97,500	97,500	97,500	
1600	65.00	104,000	104,000	104,000	104,000	104,000	104,000	104,000	104,000	104,000	104,000	104,000	104,000	
1700	65.00	110,500	110,500	110,500	110,500	110,500	110,500	110,500	110,500	110,500	110,500	110,500	110,500	
1900	65.00	123,500	123,500	123,500	123,500	123,500	123,500	123,500	123,500	123,500	123,500	123,500	123,500	
2200	65.00	143,000	143,000	143,000	143,000	143,000	143,000	143,000	143,000	143,000	143,000	143,000	143,000	
Total Sales														
1000		390,000	715,000	1,040,000	1,625,000	1,950,000	1,950,000	3,900,000	3,900,000	3,900,000	3,900,000	3,900,000	3,900,000	31,070,000
1100		858,000	1,573,000	2,288,000	3,575,000	4,290,000	4,290,000	8,580,000	8,580,000	8,580,000	8,580,000	8,580,000	8,580,000	68,354,000
1200		936,000	1,716,000	2,496,000	3,900,000	4,680,000	4,680,000	9,360,000	9,360,000	9,360,000	9,360,000	9,360,000	9,360,000	74,568,000
1300		3,042,000	5,577,000	8,112,000	12,675,000	15,210,000	15,210,000	30,420,000	30,420,000	30,420,000	30,420,000	30,420,000	30,420,000	242,346,000
1400		1,092,000	2,002,000	2,912,000	4,550,000	5,460,000	5,460,000	10,920,000	10,920,000	10,920,000	10,920,000	10,920,000	10,920,000	86,996,000
1500		1,170,000	2,145,000	3,120,000	4,875,000	5,850,000	5,850,000	11,700,000	11,700,000	11,700,000	11,700,000	11,700,000	11,700,000	93,210,000
1600		1,248,000	2,288,000	3,328,000	5,200,000	6,240,000	6,240,000	12,480,000	12,480,000	12,480,000	12,480,000	12,480,000	12,480,000	99,424,000
1700		663,000	1,215,500	1,768,000	2,762,500	3,315,000	3,315,000	6,630,000	6,630,000	6,630,000	6,630,000	6,630,000	6,630,000	52,819,000
1900		741,000	1,358,500	1,976,000	3,087,500	3,705,000	3,705,000	7,410,000	7,410,000	7,410,000	7,410,000	7,410,000	7,410,000	59,033,000
2200		858,000	1,573,000	2,288,000	3,575,000	4,290,000	4,290,000	8,580,000	8,580,000	8,580,000	8,580,000	8,580,000	8,580,000	68,354,000
Total Sales		10,998,000	20,163,000	29,328,000	45,825,000	54,990,000	54,990,000	109,980,000	109,980,000	109,980,000	109,980,000	109,980,000	109,980,000	876,174,000

Sales

3 of 3

Model SQ Foot	Year 3	Year 4	Year 5
1000	1,440	1,440	1,440
1100	2,880	2,880	2,880
1200	2,880	2,880	2,880
1300	8,640	8,640	8,640
1400	2,880	2,880	2,880
1500	2,880	2,880	2,880
1600	2,880	2,880	2,880
1700	1,440	1,440	1,440
1900	1,440	1,440	1,440
2200	1,440	1,440	1,440
Total Sales	28,800	28,800	28,800
Sales Prices			
1000	65,000	65,000	65,000
1100	71,500	71,500	71,500
1200	78,000	78,000	78,000
1300	84,500	84,500	84,500
1400	91,000	91,000	91,000
1500	97,500	97,500	97,500
1600	104,000	104,000	104,000
1700	110,500	110,500	110,500
1900	123,500	123,500	123,500
2200	143,000	143,000	143,000
Total Sales			
1000	93,600,000	93,600,000	93,600,000
1100	205,920,000	205,920,000	205,920,000
1200	224,640,000	224,640,000	224,640,000
1300	730,080,000	730,080,000	730,080,000
1400	262,080,000	262,080,000	262,080,000
1500	280,800,000	280,800,000	280,800,000
1600	299,520,000	299,520,000	299,520,000
1700	159,120,000	159,120,000	159,120,000
1900	177,840,000	177,840,000	177,840,000
2200	205,920,000	205,920,000	205,920,000
Total Sales	2,639,520,000	2,639,520,000	2,639,520,000

RHS

Rapid Home Solutions, Inc.
Building Hope & Faith Through Homeownership

A look at some of the features that separate a home by Rapid Home Solutions from the rest of the builders

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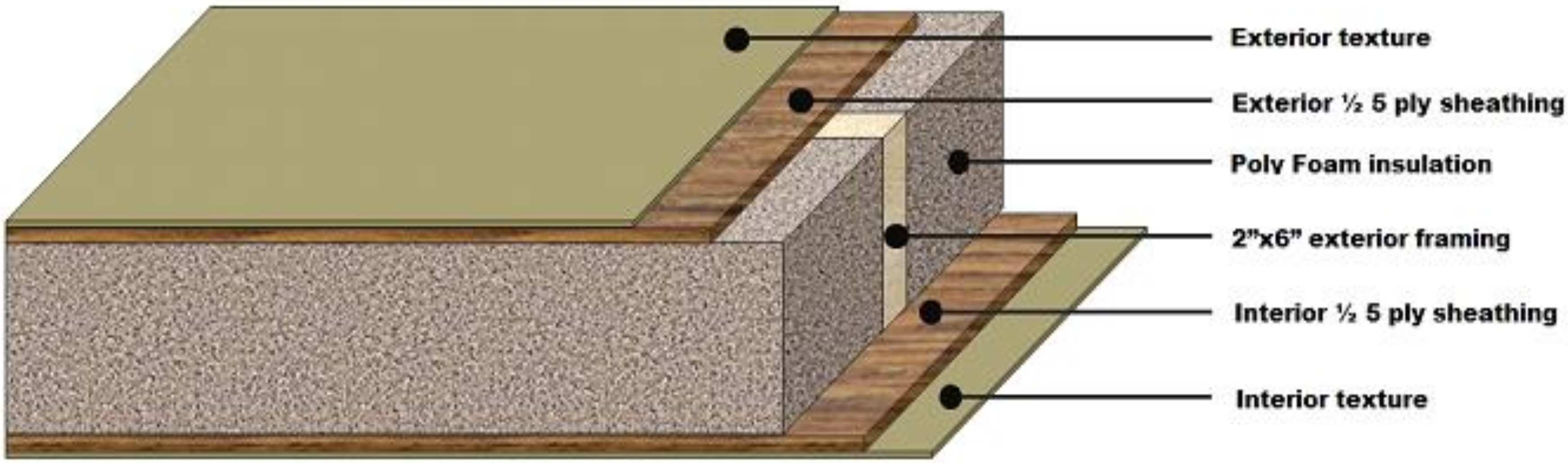
BUILDING HOPE THROUGH HOUSING

THE PANEL



BUILDING SUSTAINABILITY THROUGH COMPONENT REDUCTION, WHILE INCREASING STRUCTURAL STABILITY, WATER PROOFING & ULTRA HIGH IMPACT RESISTANCE TEXTURED COATINGS

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BUILDING HOPE THROUGH HOUSING

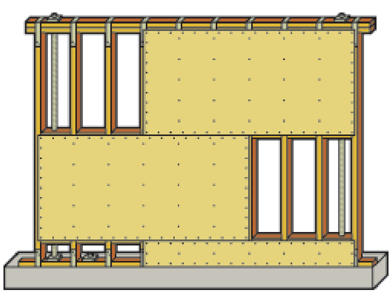
SHEATHING

THE PROBLEMS

Homes in hurricane, high wind and tornado-prone areas must be designed to withstand wind forces known as "uplift" and "shear" as required by building codes. Uplift is the force pushing upwards on a home. Shear describes the wind force pushing sideways. Today's codes in the strictest areas require home construction to withstand winds of up to 120 MPH to 140 MPH in some areas. These wind codes have been very difficult to build to and we all have seen devastating results of homes constructed with less than these capabilities. The reasons vary, from craftsmanship to material failure, but for the most part the reason remains to be poor construction practices and procedures. Instead of redesigning the way home construction should take place in today's environmental and ever changing severe weather climates, the practice has been what could be described as applying band aids to the status quo in construction.

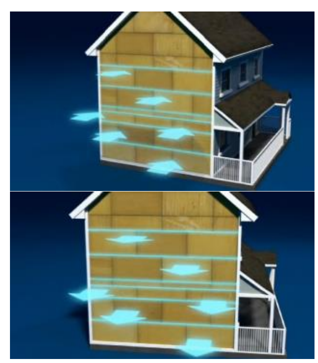
THE OLD METHOD

A 7-step process requiring builders to cut and install 4×8 sheathing and use metal hardware such as stud-to-plate connectors, strapping, threaded rods, as well as install blocking at horizontal joints, leaving enough air leakage to equal an average of one, 2 foot by 2 foot square hole in the wall per 1500 SF home under air.



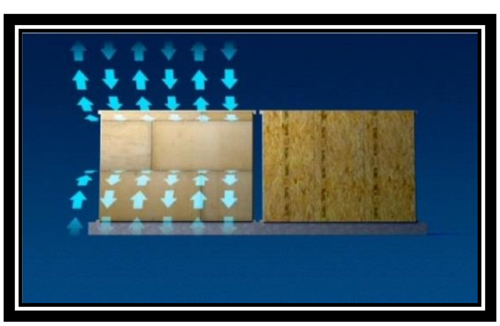
The old method using 4x8 sheathing

Upside: Meets hurricane code.
Downside: Very costly due to time and labor. It is material-intensive with more craftsmen errors and code infractions.



BOTTOM LINE

Decreased Wall Strength, High Air Leakage
Higher Energy Cost, 18% Lumber Waste, Higher Cost to Construct



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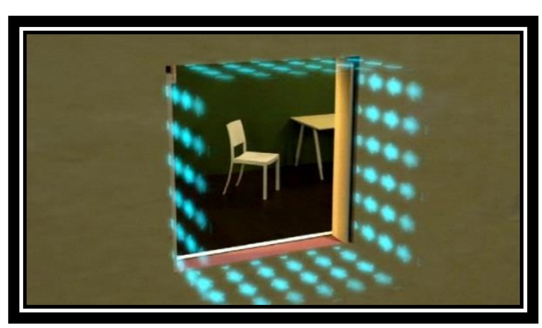

On average, those horizontal seams leak as much as a 2' X 2' hole in the wall.

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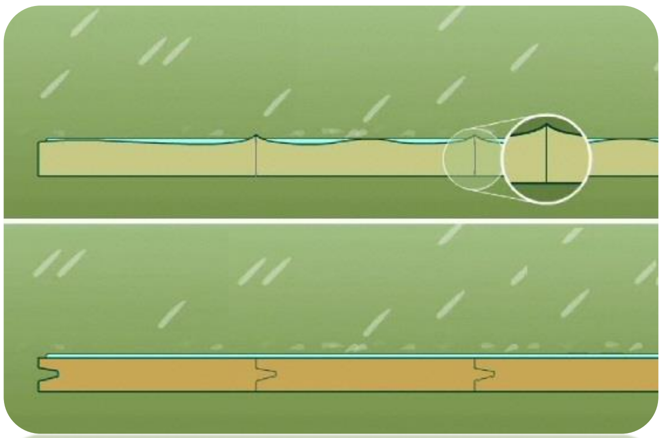
BUILDING HOPE THROUGH HOUSING

SHEATHING

THE SOLUTION

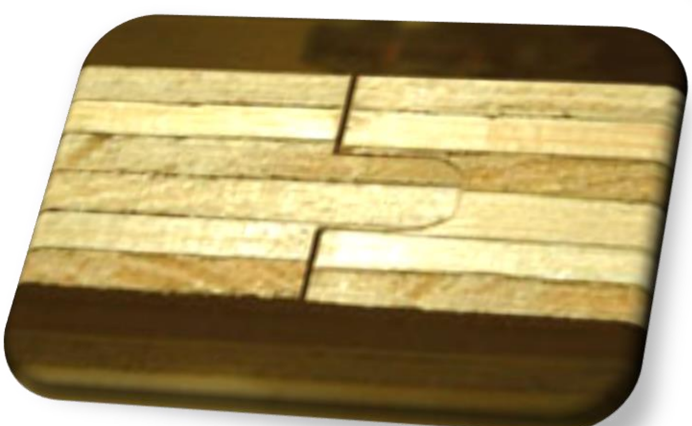
THE OLD SHEATHING VS THE RAPID HOME SOLUTIONS SHEATHING SYSTEM



Flat cut dry butt to butt joints allow water to penetrate the ends and cause welling and separation which cause air leakage

Rapid Home Solutions **Tongue and Groove** joints sealed with adhesive prevent water penetration and stop leakage

Deep tongue &groove joints **provide a more structurally sound component** by providing a positive locking of the joining sheets, which essentially makes the entire wall one continuous sheet of sheathing



In addition to greatly enhanced structural integrity, the tongue and groove joint is sealed with an industrial strength adhesive providing an **air tight seal** and preventing any air leakage thus creating a highly efficient energy saving home

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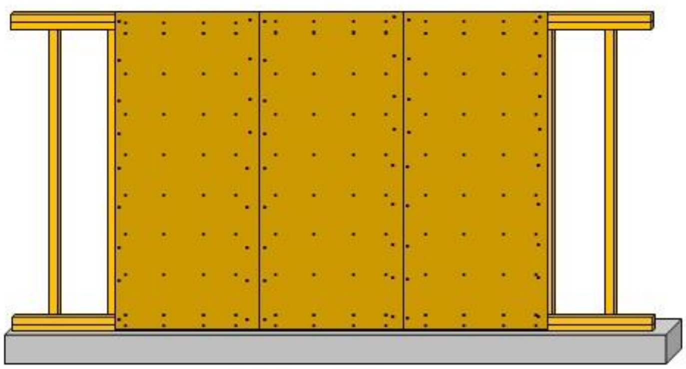
SHEATHING

THE SOLUTION

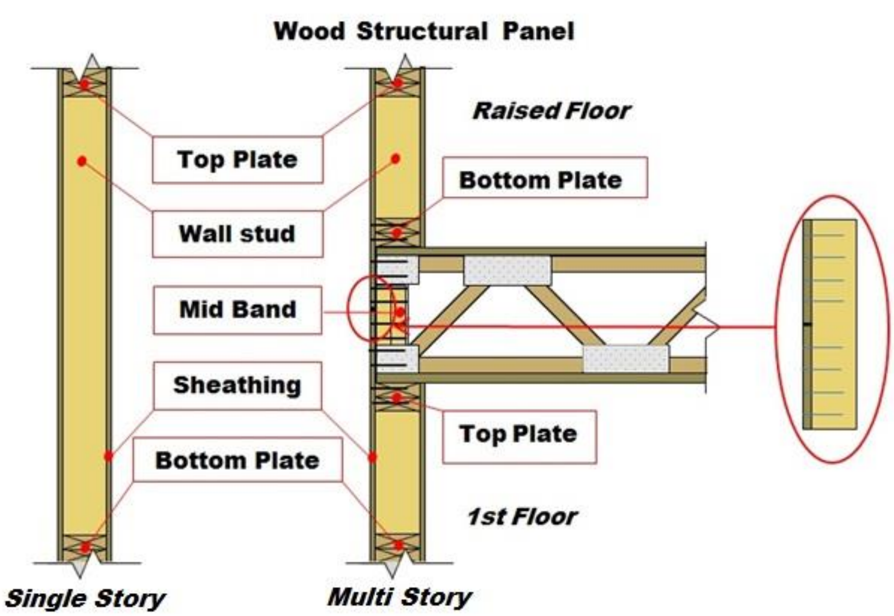
A simple **2-step process** in which Rapid Home Solutions engineered wall sheathing is simply screwed into place according to an engineer's specified screwing schedule. The sheathing is attached from the top of the top plate to the bottom of the bottom plate.



The Rapid way

Upside: Exceeds hurricane codes, no expense or hassle of installing unnecessary hardware, cutting and installing blocking. Rapid Home Solutions uses sizes to match standard wall heights and connect top plate to bottom plate, or top plate to mid-band in for raised floor applications. The Rapid Home Solutions panel and the screws provide the continuous load path.

Downside: None



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SHEATHING

The simpler solution, is the rapid home solution

Rapid Home Solutions "Full Span" wall Tongue & Groove Sheathing System (T&G SS) uses a simpler, faster, stronger and smarter way to achieve the required continuous load path than traditional methods. With the T&G SS, loads are transferred via the screws from the top plate, to the T&G SS down to screws to the bottom of the panel and back into the framing. The difference is simple, but the results are monumental.

The Traditional Way	The Rapid Home Solutions Way
Standard 3/8 OSB	½ 5 ply, plywood
3/8 sheathing on exterior, drywall on the interior	½ plywood on exterior & interior side
staggered & broken load path sheathing placement	full height continuous load path sheathing from the top of the top plate to the bottom of the bottom plate
standard flat cut end OSB	tongue & groove end sheathing system
dry butt to butt joints	adhesives on all T&G joints
nail fasteners	screw fasteners
	Greater impact resistance
	Stronger screw and nail grip
	Better water resistance
	Less swelling
	Greater shear strength
	Lighter per sq foot

BENEFITS OF THE RAPID SOLUTION:

- 78% Increase in Wall Strength over Conventional Sheathing Methods
- Wood Structural Panel Tensile Capacity
- Stud Tensile Capacity
- Wood-Structural-Panel-to-Rim-Joist Connection Capacity
- Plywood Rim Board Tensile Capacity
- Lower Energy Cost
- Reduced Air Leakage
- No Material Waste
- Lower Construction Cost

RHS

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BUILDING HOPE THROUGH HOUSING

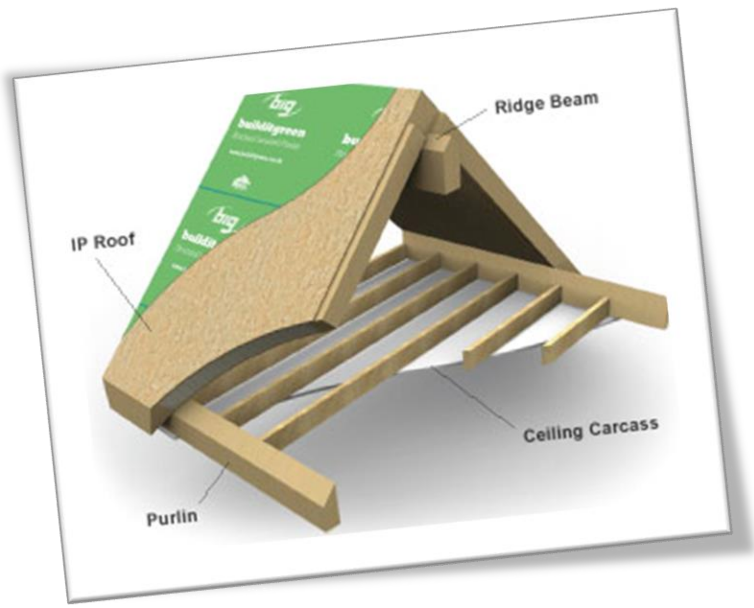
THE STRUCTURALLY INSULATED PANEL (SIP)

Structural insulated panels provide shelter from the storm

Energy Savings - Saves 40% to 60% on air-conditioning and heating costs each month forever. Extensive tests were performed by Oak-Ridge Laboratory to test and verify the performance of SIP.

Safer - Rapid Home Solutions custom SIP Panels provide 2 1/2 times the added strength compared to regular stick frame building. Rapid Home Solutions Structural Insulated Panels are ICC-ICBO certified, seismic tested, California and Dade County Florida certified.

More Efficient Framing - Installation of custom SIP panel’s roof systems takes hours instead of days resulting in substantial labor savings. Less skilled labor is needed for construction. Panels are numbered and a detailed construction manual is provided, bringing the overall cost per square foot of construction down.



Healthier Indoor Air - Homes in the past were designed with fiberglass insulation to breathe (leak). There is less air infiltration using Expanded Polystyrene Foam (EPS) insulation; this means a healthier home due to better indoor air quality with the use of an air exchanger. (Furnace filters frequently use fiberglass but could never use EPS)

Bonus Storage - Rapid Home Solutions provides bonus areas for storage, recreation and pantries. Areas between the roof, ceilings and above garages are converted to insulated storage areas instead of being filled with rafters & trusses.

Quieter - Rapid Home Solutions SIP’s substantially reduce exterior noise with solid foam, insulating envelope surrounding your building.

Reduced HVAC Costs - Better insulation means a reduction of furnace and air-conditioner size and the ability to use smaller ductwork, saving you money.

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BUILDING HOPE THROUGH HOUSING

THE STRUCTURALLY INSULATED PANEL (SIP)

Reduced On-Site Material Waste - Substantially less waste is produced on the job site because most of the framing is already completed in the factory. One 55 gallon container is usually sufficient to handle the waste which RHS recycles back into the production of other materials used in the RHS home construction process.

Quicker Construction Cycle - Framing, insulating and sheathing are completed in one step. Rough openings are pre-installed and bucked out. Once walls and roofs are in place, shingles and skylight windows can be installed to secure the structure sooner.

Green Builder Friendly –Less dimensional lumber used. New growth trees are used to manufacture OSB - trees that can be quickly replenished. Superior insulation in building reduces the need for heating fuels and creates less pollution in the air.

The combination of rigid foam insulation bonded to OSB sheathing forms a virtual I-beam of strength.

Rapid Home Solutions panels have been tested by a certified third party agency and maintain ICC code approval. When tested by RADCO for racking shear strength, the Rapid Home Solutions 6" wall panel out-performed a standard stud wall at 220 pounds per linear foot racking resistance.

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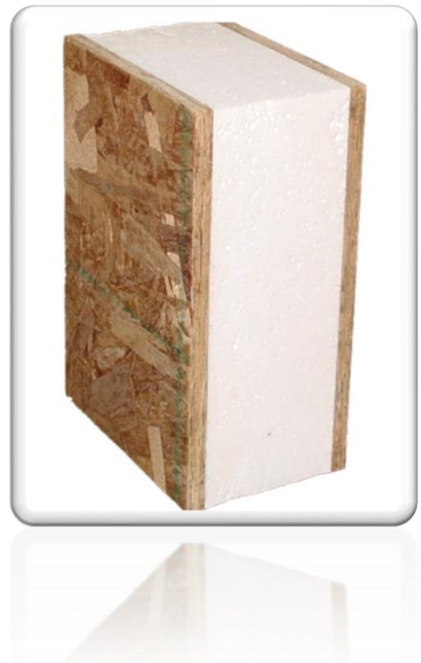
THE STRUCTURALLY INSULATED PANEL (SIP)

Finished pine

This is an example of pre-applied wood decking, so if you like the look of a tongue and groove ceiling, this is an option for you.

OSB



This is a sample of a SIP wall panel with 6-9/16 inches of insulation. Different thicknesses are available. The standard panel comes with OSB (oriented strand board) substrates.

Rapid Home Solutions only considered using SIP panels as a solution that would provide a structurally sound, severe weather tolerant Rapid construction panel. For RHS, the choice was simple and the solution was Rapid

RHS

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BUILDING HOPE THROUGH HOUSING

THE PROTECTIVE COATING

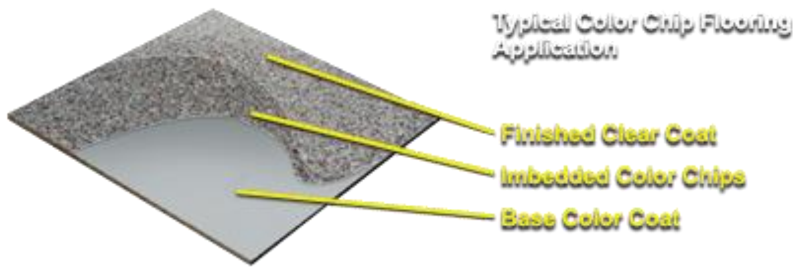
Your house is an investment that can create money-saving benefits indoors and outdoors. Whether you are looking to insulate, reduce noise, waterproof or save time and money from water sealing and painting each year, RAPID HOME SOLUTIONS has the home improvement solutions that will save you money and enhance your home.

PERMANENT BOND

The RAPID HOME SOLUTIONS PROTECTIVE COATING (RHS–PC) permanently bonds to the structure at the molecular level, creating a unique composite unlike any other. That makes RHS–PC perfect for protecting everything on the exterior and interior of the house wall panels.

SUPERIOR CORROSION PROTECTION

RHS–PC's are designed to create an impenetrable barrier between the house and nature's harshest elements, such as extreme severe weather conditions, high humidity, saltwater and extreme temperature changes.



EXCEPTIONAL GLOSS RETENTION

Like a sunscreen, RHS–PC helps minimize UV damage. It provides a long-lasting, rich gloss that will give that "just sprayed" look for a long time.

UNMATCHED ABRASION AND IMPACT PROTECTION

Laboratory tests demonstrate excellent levels of abrasion and impact resistance under just about any severe condition.

BLAST FORCE MITIGATION

The military and the defense industry in the U.S. and other countries have recognized this type of protective coatings blast mitigation properties for its ultra-high levels protection requirements. In fact, the same coating that RHS utilizes, was statistically shown to outperform 27 other competitors in a battery of simulated tests conducted by federal agencies and the U.S. Department of Defense.

Cinderblock wall during blast test without RHS Protective Coating

Cinderblock wall during blast test with RHS Protective Coating

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THE PROTECTIVE COATING

RAPID HOME SOLUTIONS COMMERCIAL PROTECTIVE COATINGS

RHS–Protective Coating division is a strategic business unit of RHS, specializing in multi-purpose polyuria and polyurethane protective coatings, engineered and tested to ensure superior protection to virtually any properly prepared surface. RHS' industrial coatings are environmentally-friendly, contain no volatile organic compounds and provide solutions for protective coating for the Rapid Home Solution Home building product with the industry-specific regulatory compliances and severe service environments. RHS coatings are used in all wall panel protective coating applications, both exterior and interior surfaces.

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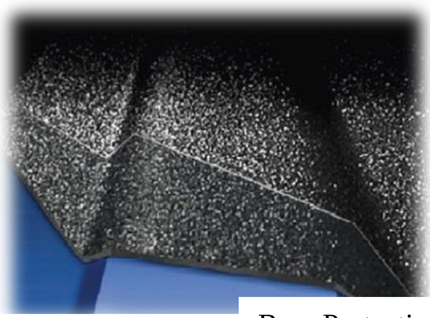

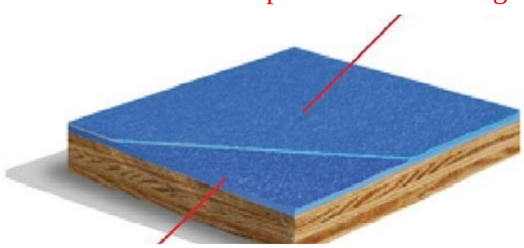

Base Protective Coating over Panel Locks

Comprehensive Environmental Protection
RHS–Protective Coatings are ideal for our primary containment of interior environmental conditioning, providing an additional layer of environmental protection keeping the undesirable elements out and desirable elements in.

Benefits of Rapid Home Solutions Protective Coating are:

- Chemical Resistant Durable,
- Corrosion Resistant
- Permanent color impregnation
- Water resistant Coating
- U/V Stable, High-Gloss and Color Retention
- Clear, High-Gloss Sealer for any Surface
- Scuff-Resistant
- Extreme impact resistance

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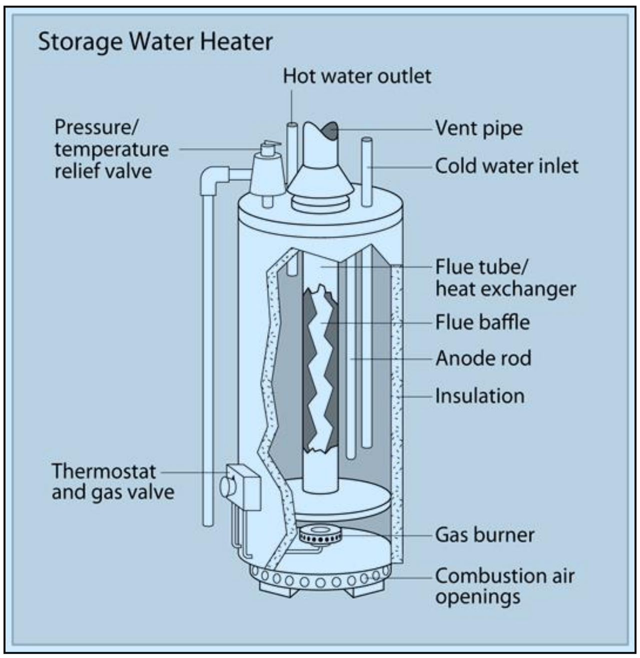
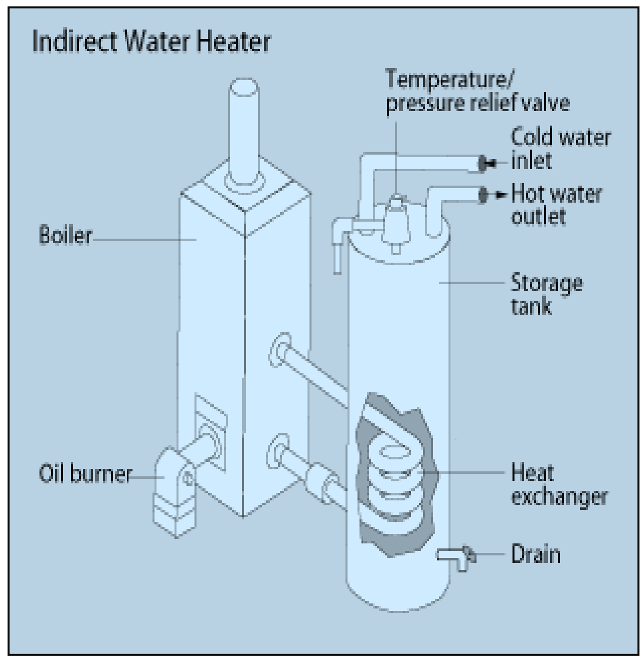
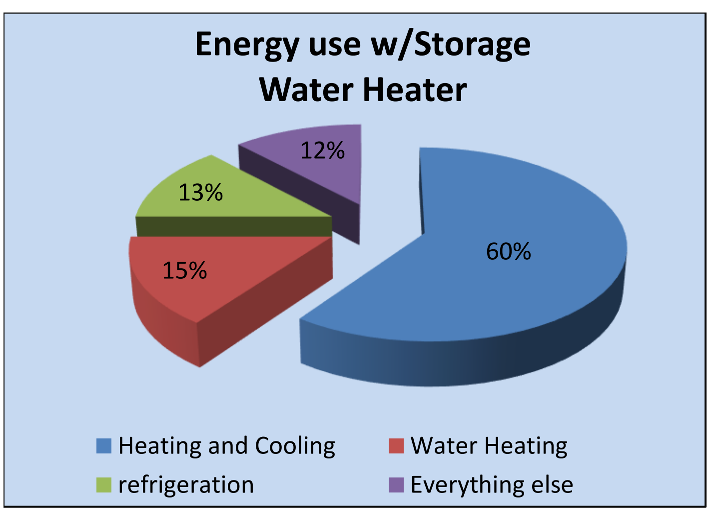
WATER HEATER

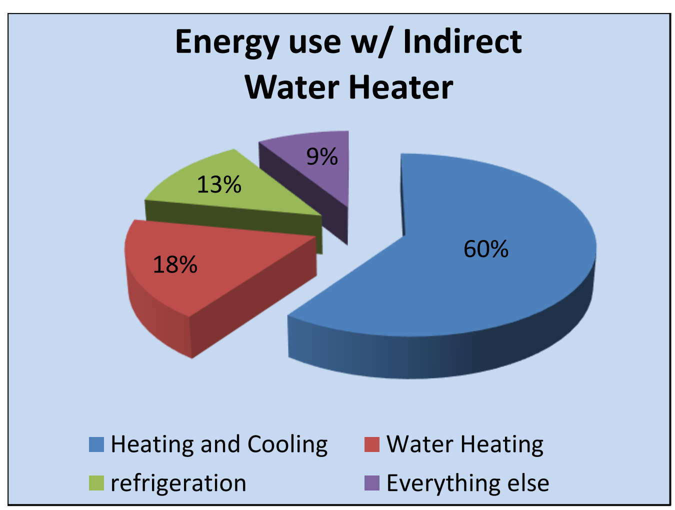
THE PROBLEM

Indirect water heaters have been the method for heating water in homes since the mid 1800's. It has had its day indeed, although it is still the standard method of delivering hot water throughout the home today. Other than heating and cooling your home, water heating happens to be the most energy consuming source in the average home today. It solely accounts for upwards of 15% to 25% of the average energy bill. It absolutely is the most inefficient piece of equipment in today's home. It literally has to maintain water temperature 24 hours a day, 365 days a year. It takes up valuable space and costs a fortune to run pipes to and from it, to all water sources throughout the entire home. They constantly require costly maintenance and repair. It is simply time to change the way we heat out water in today's home!









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WATER HEATER

THE SOLUTION

RHS utilizes Electric/tankless on demand hot water heaters, which offer a number of advantages. One big advantage is that they are excellent "point of use water heaters." They can be installed right where the water is needed. This is a very efficient way to get hot water, as only the water that is needed is heated. This provides instantaneous hot water with nothing lost in long runs of pipe. Rapid Home Solutions uses hot water on demand at each desired hot water point which is the most efficient way to deliver hot water to the source. When it comes to installing electric tankless water heaters, procedures are much easier than gas devices. There are no special combustion venting or gas line requirements. Electric tankless on demand hot water heaters are becoming more powerful, and more efficient than ever. When it came to selecting a hot water heating method for Rapid Home Solutions, the choice was simple, the solution was Rapid.

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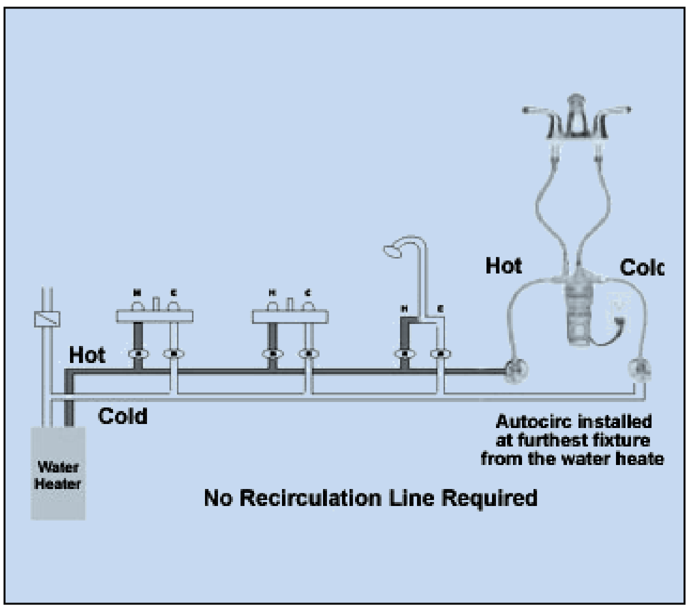

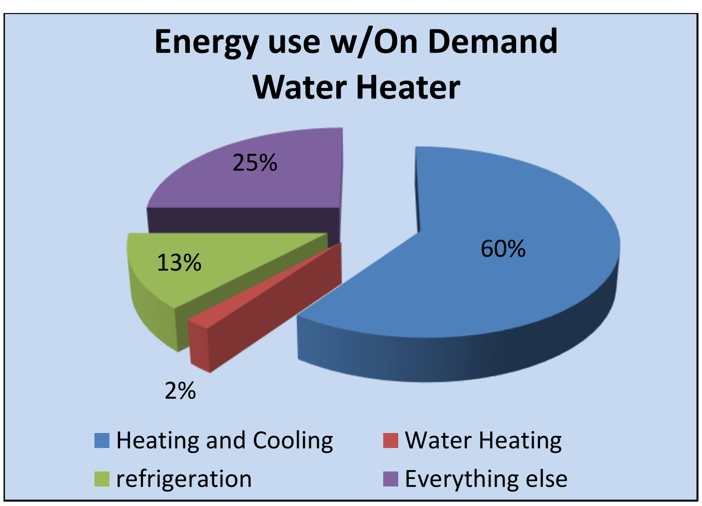

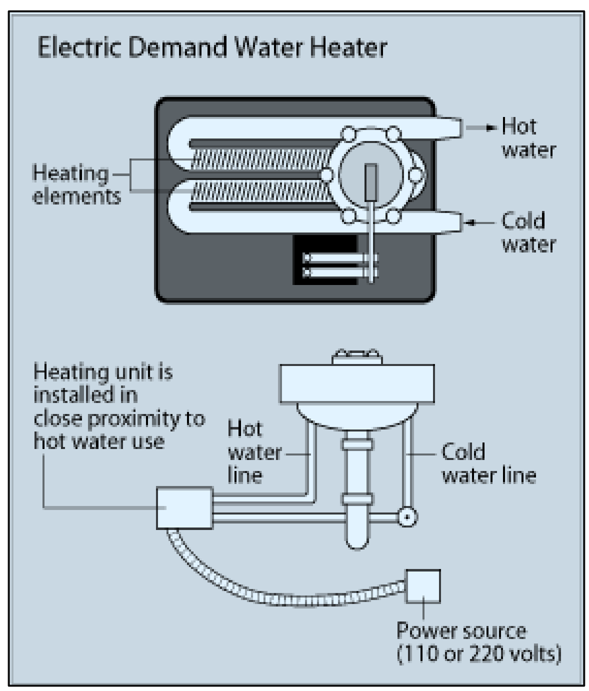

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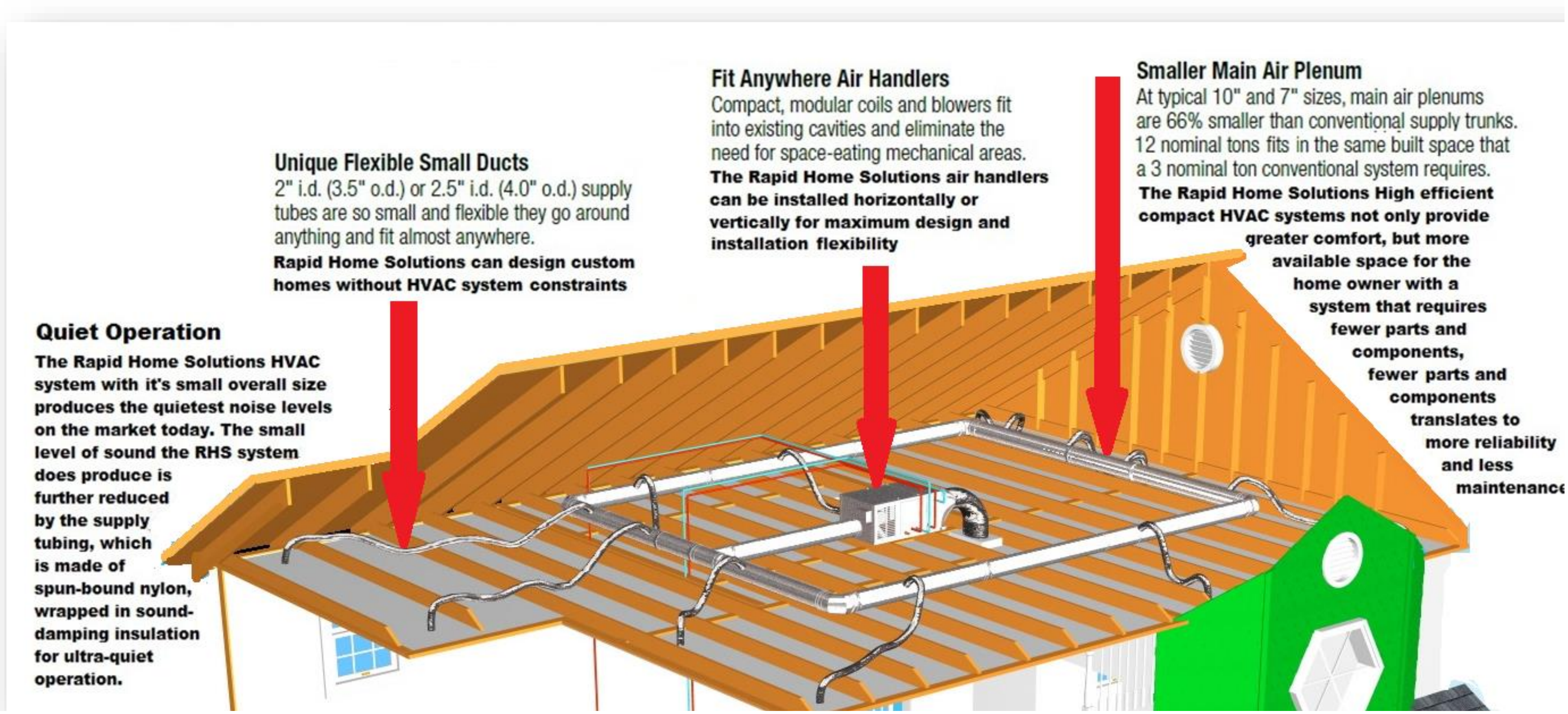
HVAC

Super High Energy Efficient High Pressure HVAC



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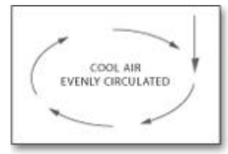
BUILDING HOPE THROUGH HOUSING

HVAC

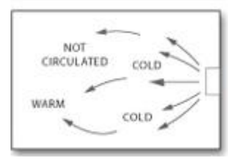
Cool & Evenly Distributed Air

The basic difference between Rapid Home Solutions HVAC system and other air conditioning systems is the way Rapid Home Solutions HVAC system actively circulates air within the room and throughout the structures entire living/working space. Circulating the air more effectively is what makes a home with RHS' central air system so uniformly comfortable; <u>no cold or warm spots, no drafts and up to 30% more humidity removed.</u>



Rapid Home Solutions
Central Air

Conventional
System

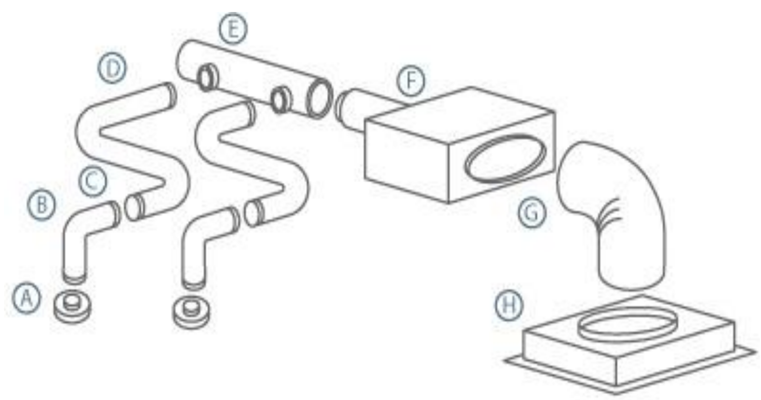


Window Unit
Mini Split
System

Conventional central air systems merely drop cold air in at the ceiling; the distribution of cool air is haphazard, leading to over-cooling in some spots or drafts in others.

Window air conditioner units or mini-splits require noisy fans within the living space to blow the air around, and there is no overall circulation of the homes air.

Rapid Home Solutions Smart Seal custom seals are proven to be **<u>100% leak resistant</u>**, thus reducing energy costs by reducing duct-loss. The average ducted system can lose between 25-40% of the energy generated by the air handler resulting in increased energy consumption. Not only does Rapid Home Solutions Smart Seal reduce energy consumption, it ensures clean indoor air quality as well.



A. Outlets
B. Sound Attenuators
C. Quick Connects
D. Flexible Ducts
E. Plenum
F. Fan Coil Unit
G. Return Air Duct
H. Return Air Box/Air Cleaner

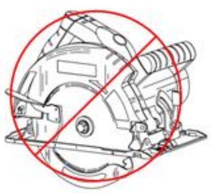
RHS

HVAC

Small, Flexible Tubing Instead of Sheet Metal Ductwork

A central heating or cooling system designed to actively circulate air can use smaller ducts than conventional systems; 2 inch mini duct insulated supply tubing keeps the air moving consistently—like pouring water from a pitcher. This smaller duct allows Rapid Home Solutions HVAC system to use flexible tubing to distribute the air instead of bulky sheet metal ductwork. This tubing is seamless, so it does not waste energy through leaks like sheet metal. And it is flexible, so passages have no corners to accumulate dust, pollen, or mold. The tubing's narrow diameter allows it to be placed in the spaces behind walls, floors, and ceilings: it can be installed with virtually no disruption to livable space, or to interior architectural features. With RHS' HVAC system all velocity generated by the air handler is aerodynamically smooth and even flowing with no pockets to stop or even slow down air flow and velocity. When the air is dispensed into the living space of the home it is released with the same turbulent free laminar air flow as when it was released from the air handler. RHS' smooth interior duct tubing is free from even structural obstacles that are always in the air flow path of conventional HVAC systems of the past. The Rapid Home Solutions duct tubing is one piece and seamless from the air handler to the register providing a continuous uninterrupted air flow path. This steady continuous flow of air is a key to requiring a smaller unit to push the air throughout the entire house which results to lower energy consumption and lower energy bills. On average with the Rapid Home Solutions HVAC system, you can see savings of over 62% from conventional HVAC system to condition the same area under air. **100% Leak Resistant** (to 10" W.C.).

No additional contractors to fabricate & install sheet metal ductwork

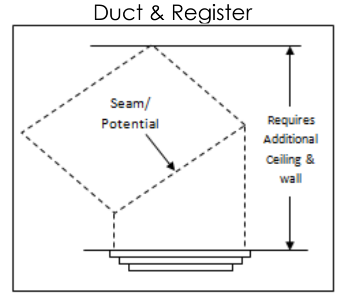


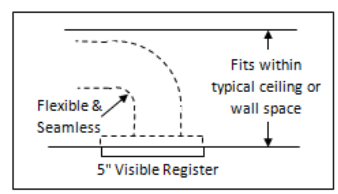
lo extensive unsightly millwork to interior surfaces

o loss of usable interior pace to make room for ir handling equipment & ductwork

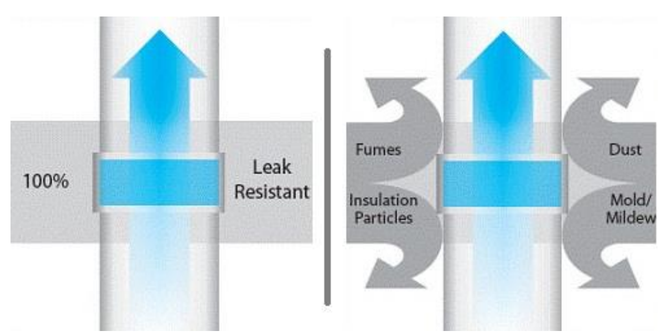
No sacrifice of design sthetics to accommodate traditional ducts and registers

Conventional
Duct & Register





- Rapid Home Solutions Smart Seal slip-fit joint connections gasket system.
- Recyclable Material
- Made from up to 58% Recycled Materials
- LEED points eligible



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HVAC

Central Air Built Around the Space You Have... or Want

Rapid Home Solutions HVAC systems are installed in everyone of our floor plans. RHS' HVAC "sized-to-fit" tubular duct system requires just a fraction of the installation time and cost associated with having sheet metal ductwork fabricated and installed. No other central air system offers a more efficient HVAC system that reduces installation cost, reduces energy costs to run and provide as much flexibility in zone control then the Rapid Home Solutions HVAC system.

The Basics of a Rapid Home Solutions HVAC Central Air System

While every installation is configured specifically to the individual floor plan's unique requirements, fundamentally the Rapid Home Solutions HVAC system consists of the following components briefly described below;

A. **Outlets:** How the conditioned air enters the living space. These 5" diameter outlets (the size of a music CD; much smaller than conventional register grilles) can be placed in the ceiling, wall, or floor.
B. **Sound Attenuators:** Short lengths of flexible, baffled tubing. These tubes greatly reduce the audible sounds produced in the air movement process.
C. **Quick Connects:** A no-tools-required system that quickly and easily joins the flexible ducts to sound attenuators and the plenum. quick connects virtually eliminate leakage, improving efficiency, and greatly reduce installation costs.
D. **Flexible Supply Tubing:** These flexible, narrow, tubular ducts enable Rapid Home Solutions HVAC system to bring central air throughout the house within the normal space between walls, ceilings, or floors: no extensive renovation work. The number of ducts would be based on the size of the fan coil unit.
E. **Plenum:** Carries air to the different ducts which distribute it throughout the house. The plenum fits within the attic, basement, or crawl space where the fan coil unit is installed.
F. **Fan Coil Unit:** The fan distributes air through the plenum; the coils cool (or heat and cool) the air, depending on individual needs and system configuration. Connects to external condenser for cooling; Rapid Home Solutions HVAC system is compatible with most condenser brands.
G. **Return Duct:** The central heating or cooling system contains a blower that gets its air supply through this duct. The air from a room will move towards the lower pressure of the return duct. The duct also contains the properties of sound attenuation and is insulated.
H. **Return Air Box:** This is the sheet metal box that mounts directly to the return air grill. This allows the mating of the return duct to the grill.
I. **Air Cleaner.** A design that replaces the standard return air box. While 4–6" pleated filters are not effective at removing contaminants smaller than three microns (such as bacteria, auto exhaust, cooking smoke, dust, or paint pigments), the RHS air cleaner captures contaminants as small as 0.3 microns with 97% effectiveness.

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Summary Statement

When writing this prospectus, my sole goal was to simply provoke the question, '*What if?*' It was a challenge not to release trade secrets in this prospectus while trying to convey the capacity described herein. But if the question "*what if"* could be raised, we might have a chance at a face to face for an unrestricted detailed rollout. *What if* this is really possible? *What if* this machine really does have that capacity? *What if* this guy really has something? Simply, *'What if'*…I hope I've successfully done that.

It brought me great pleasure and pride to write this 'magazine style' prospectus for you the reader. My intention was to provide an easy read - chalked full of background information and to generally set the stage for RHS' potential role in the home construction macrocosm. Perhaps, presumptuously so, I didn't feel the need to give a long detailed descriptions of markets, price points, trends or any of the other things that I'm sure a serious investor like yourself would probably know better than I do. Rather, I focused on areas about our programs, general ideology, philosophy and vision of how to best apply and utilize our "widget" to maximize profits and make the most profound impact possible. We are very excited about our potential and the implication RHS could have if even a fraction of our ambitions are realized.

These are exciting times indeed. After 8 years and over 1.2 million dollars invested to bring these concepts to fruition, the study, design & development are complete, structural and mechanical engineering signed off, product integrity confirmed, manufacturing equipment designed and digitally modeled, marketing programs developed, automation integration is in position; all on hold at the doors of fabrication. The timing is perfect with the market doing the best it has since the housing crash of 08'. The nation and world are in a state of housing crisis as we speak. It is time to get busy and cash in. That is my opinion, and I am sticking to it!

RHS, myself, and its current staff, are serious and down to earth to a fault. You will not find stiff, un-pliable personalities at RHS. What you will find are passionate, highly driven, innovative, forward thinking, compassionate, over-achieving people that are committed to driving RHS and its trailblazing concepts to a global theater. Our goal is to make a noticeable difference in the housing industry, while restoring hope through housing to so many that have lost hope in the American dream of home ownership. Make no mistake about it, it is my personal belief that RHS will set the Gold Standard and start the progress of change in building and financing homes as well as acquiring land through community economic development programs and packages. So much can be done on such a large scale by such a small company. I can't help but to remember the words of Winston Churchill,

"*Never was so much owed by so many to so few*, without thinking, 'Never could so many, be so impacted, in so many ways, by so few.' I truly believe that is RHS' legacy to claim.

We more than welcome you to join our team, efforts and fruits of our joint labor. We learned to share in grade school and so we offer you an equity share. I personally promise you a very open mind to any application you think could yield positive results for RHS, whether they may be financial or by addressing moral and ethical turpitude in our industry. Simply put, there is plenty of room to do right, a golden opportunity to right many wrongs, and nothing wrong with prospering along the way.

I hope you enjoyed the read and I look forward to hearing your questions soon.
I thank you for your time and consideration and invite you to call me directly anytime on my personal cell phone.

Steve Diaz, President/CEO - 717-377-0007

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Steve Diaz is a 60 year old father to 10 children; 6 sons and 4 daughters ranging in age from 8 to 38 years of age. His personal interests are: Mechanical design & engineering, Aviation, Aerodynamics, Aircraft design, Martial Arts, a lifelong avid Competition Chess player and particular passion for Green construction material development clean energy development, captive, alternative and community economics.

In 1978, at the age of 14, Steve Diaz founded and ran a landscape maintenance company that employed 20 of his peers to service over 100 local residential accounts. The venture quickly gained public notoriety that caught the attention of the local code enforcement agency which prompted them to issue the first ever occupational license to a minor in Brookhaven Township in Long Island, NY, via proxy (his mother). Mr. Diaz, having been a business prodigy since his early teens, gained a unique insight into business development, diversification and sustainability.

By age 20, Mr. Diaz owned and operated one of the largest residential & commercial landscape design, installation and maintenance companies in North Central Suffolk County, NY. It was there that he gained exposure to infrastructure and horizontal construction. The recession of 86' prompted 'The Grumman Corporation' of Long Island, NY - the primary clientele for Mr. Diaz's company at the time - to relocate to the south. This, in turn, significantly contributed to the sky-rocketing unemployment rate and closure of all sub-contractors to Grumman.

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Recovery efforts and new opportunities in emerging markets lead Mr. Diaz's team to the Space coast of Central Florida, which was a boom town at the time (1996). Palm Bay and Viera City, as well as Disney's 'Celebrity' community and the Port Canaveral expansion, NASA Shuttle program were collectively stimulating the local housing market to develop some 30,000 homes simultaneously. Mr. Diaz's company, Brookhaven Maintenance South Contract Corporation (BMSCC), diversified, adding home maintenance, remodeling and ultimately home construction to the list of services offered.

During the summer of 2004, BMSCC became a prime contractor for insurance companies State Farm and Allstate as the onslaught of hurricanes Charley, Frances, Ivan & Jeanne encroached on the state of Florida - three of which struck within just 3 weeks of each other. BMSCC grew to over 110 employees that season alone and was contracting exclusively for Allstate.

Approximately one year later, Hurricane Katrina devastated the Gulf Coast. BMSCC was immediately dispatched to Gulfport and Jackson MS, as well as Plaquemines Parish, LA where home remodeling, tax credit communities and levee reconstruction were the course of business for some 36 months. The need for a housing solution was absolutely monumental and insatiable.

Mr. Diaz watched in horror, disbelief and utter disgust at how local and federal government agencies, as well as insurance companies, squander about trying to figure out a plan without a single preemptive plan in place. Literally, tens of thousands of people went without shelter. Billions of dollars were being thrown at the problem with no results.

Mr. Diaz knew there had to be a better play in the empty play book for affordable housing and disaster relief shelters, and set out with a neurotic like obsession for a solution. With the various hurricane relief projects that BMSCC was a part of, time for development of a solution was limited. By 2008, the housing bottom fell out, all but completely destroying the construction industry. Capitalizing on the industry's downtime, Mr. Diaz developed a rapid home solution. Potentially, the greatest construction concept of all time, he named the spinoff company 'Rapid Home Solutions, Inc.'

Mr. Diaz is the sole inventor of the Rapid Home Solutions manufacturing system and all of its various components and on tract for 9 individual patents associated with his building system, manufacturing process and tool-less site assembly locking mechanisms. He has been in business as an owner/operator for 41 years, with 29 years of experience in construction. He is currently President/CEO of Rapid Home Solutions, Inc. Licensed in both Virginia and Florida and currently residing in Virginia.

Accreditation

Mr. Diaz's company held "Class A Unlimited" state certified credentials in the following categories:

- (BLD) Building A class commercial license for building
- (GFC) Gas Fitting Contractor
- (LPG) Liquefied Petroleum Gas
- (NGF) Natural Gas Fitting
- (PLB) Plumbing
- (WWP) Water well/Water well Pump
- (RLD) Responsible Land Disturber license

Major Project Experience

- Track home subdivision construction
- Infrastructure development
- Community planning
- Mass land drainage mitigation
- City water levy construction, repair and maintenance
- Tributary construction
- Mold Remediation Reconstruction
- Commercial remodeling

Experience in Infrastructure Development

- Site Prep
- Land clearance
- Storm Drain Pipe exploration and construction
- Sewer Pipe design and construction
- Water pipe design and construction
- Curb and Gutter retrofitting
- Road Construction and Paving

Experience in Construction Development

- Preferred contractor status with Allstate insurance agency and State Farm insurance company in addition,
- Residential single family house design and construction
- Residential Multifamily house design and construction
- Commercial Construction

RHS