

Acorn Growth Capital, LLC
Balance Sheet and Income Statement
As of December 31, 2006

<i>Balance Sheet</i>	<u>Dec 31, 06</u>	<i>Income Statement</i>	<u>Jan - Dec 06</u>
ASSETS		Ordinary Income/Expense	
Current Assets		Income	
Other Current Assets		Income (loss) from Investments	
Due from AGECE-transfer in	\$ 185,172	Income (loss) from VTS	\$ (5,529)
Due from Manager escrow accts	<u>\$ 2,000</u>	Total Income (loss) from Investments	<u>\$ (5,529)</u>
Total Other Current Assets	<u>\$ 187,172</u>	Other Income/Expense	
Total Current Assets	\$ 187,172	Other Income	
Other Assets		Interest Income	\$ 2,595
Investment in Veracity	\$ (5,529)	Total Other Income	<u>\$ 2,595</u>
Offering costs	<u>\$ 15,423</u>	Net Other Income	<u>\$ 2,595</u>
Total Other Assets	<u>\$ 9,894</u>	Net Income (loss)	<u>\$ (2,934)</u>
TOTAL ASSETS	<u><u>\$ 197,066</u></u>		
LIABILITIES & EQUITY			
Equity			
Series A members' interests	\$ 170,000		
Series B Members' interests	\$ 30,000		
Net Income (loss)	<u>\$ (2,934)</u>		
Total Equity	<u>\$ 197,066</u>		
TOTAL LIABILITIES & EQUITY	<u><u>\$ 197,066</u></u>		

Acorn Growth Capital LLC (Growth Fund) was closed on April 30, 2006 with total net investable subscriptions of \$ 457,000. As of December 31, 2006, the Growth Fund has made one investment in Veracity Technology Solutions, LLC (VTS). The total investment approved by the Investment Committee in 2006 and made in early 2007 was \$150,000 and represents a 51% equity ownership by the Growth Fund. The loss recognized for book and tax purposes in 2006 represents the flow-through of certain start-up costs from the operations of VTS less net interest income of the Growth Fund.

At the end of 2006, the Equity Fund had \$307,000 of remaining subscriptions available to invest. Of this amount, \$174,000 is callable from Series B investors during calendar year 2007 after the January 2007 capital call.