

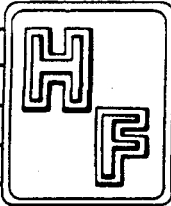
**ESTATE OF WILLIAM P. LEAR, DECEASED**

**CHARGE AND DISCHARGE STATEMENT**

**FOR THE FISCAL YEAR**

**MAY 1, 1989 to APRIL 30, 1990**

**EXHIBIT A**



HOLLANDER, FREEDMAN, HARRISON & FINE

CERTIFIED PUBLIC ACCOUNTANTS

11620 WILSHIRE BOULEVARD, SUITE 700, LOS ANGELES, CALIFORNIA 90025

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Mrs. Moya Olsen Lear, Executrix  
of the Estate of William P. Lear, Deceased  
P.O. Box 61000  
Reno, Nevada 89506-1060

Dear Mrs. Lear:

We have compiled the accompanying charge and discharge statement of the Estate of William P. Lear, Deceased, from May 1, 1989 through April 30, 1990, and the related supporting schedules for the period then ended on a cash basis, in a format for submission to the District Court, in accordance with standards established by the American Institute of Certified Public Accountants.

Our compilation was limited to presenting in the form prescribed by the District Court information that is the representation of the Executrix. We have not audited or reviewed the financial statements referred to above and, accordingly, do not express an opinion or other form of assurance on them.

These statements are presented in accordance with requirements of the District Court, which differ from generally accepted accounting principles. Accordingly, these statements are not designed for those who are not informed about such differences.

*Hollander, Freedman, Harrison & Fine*  
Hollander, Freedman, Harrison & Fine  
Certified Public Accountants

Los Angeles, California  
January 18, 1991

STATE OF WILLIAM P. LEAR, DECEASED

CHARGE AND DISCHARGE STATEMENT

FOR THE FISCAL YEAR

MAY 1, 1989 to APRIL 30, 1990

CHARGES:

Property on Hand, May 1, 1989 (Schedule A)	\$ 3,762,682.03
Interest Income (Schedule B)	109,133.82
Dividend Income (Schedule C)	14,669.13
Income from Oil Leases (Schedule D)	61,388.84
Partnership Distributions received (Schedule E)	-0-
Refund received from Sierra Pacific Power Co.	36.00
Refund of California income tax	34.00
Income from Royalties on Aircraft (Schedule F)	<u>843,600.00</u>
<u>Total Charges</u>	<u>\$ 4,791,543.82</u>

CREDITS:

Expenses of Administration (Schedule G)	\$ 51,800.00
Federal and California Income Taxes paid	111,939.00
Expenses of Operation of Oil Leases (Schedule H)	32,846.07
Reduction in Amounts due to William P. Lear Family Trust B	4,861.66
Property on Hand, April 30, 1990 (Schedule I)	<u>4,590,097.09</u>
<u>Total Credits</u>	<u>\$ 4,791,543.82</u>

Unaudited  
See Accountants' Compilation Report

SCHEDULE A

ESTATE OF WILLIAM P. LEAR, DECEASED

PROPERTY ON HAND MAY 1, 1989

Cash in Banks, etc. - per Schedule A-1	\$ 1,004,280.08
Securities - per Schedule A-2	925,067.72
Notes receivable - per Schedule A-3	12,666.68
Other Miscellaneous Property per Schedule A-4	<u>1,820,667.55</u>
<u>Total Property on Hand May 1, 1989</u>	<u>\$ 3,762,682.03</u>

Unaudited  
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SCHEDULE A-1

ESTATE OF WILLIAM P. LEAR, DECEASED

CASH IN BANKS, ETC. MAY 1, 1989

Valley Bank of Nevada - Checking Account	\$ 844,326.29
Certificate of Deposit	56,281.73
Manufacturers Hanover Trust Co. 9.75% Certificate of Deposit, due 9/29/89	100,000.00
CEF Money Market Portfolio	<u>3,672.06</u>
<u>Total Cash in Banks, etc.</u>	<u>\$ 1,004,280.00</u>

SCHEDULE A-2

SECURITIES ON HAND MAY 1, 1989

(Estate's One-Half Community Share)

	<u>Number of Shares</u>	
Investment Portfolios-Gov't Plus	12,413.044	\$ 102,871.55(*)
Aerocar, Inc., Washington	10	-0-
First Commercial Title, Inc., Nevada	25	1,950.00
Tax Specialists, Inc., New	1,500	-0-
Incline Lake Corp.	1,250	12,500.00
Laser Technology	5	-0-
Nuveen Tax-Exempt Unit Trusts		<u>807,746.17</u>
<u>Securities on Hand, May 1, 1989 (at cost)</u>		<u>\$ 925,067.72</u>

(\*) Market value approximately \$90,615

Unaudited  
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SCHEDULE A-3

ESTATE OF WILLIAM P. LEAR, DECEASED

NOTES RECEIVABLE AS OF MAY 1, 1989

Unsecured note of July 8, 1983, of North Valley Homes, Inc. with principal payments of \$7,000 being due at the sale of each lot of Unit #1	\$ 7,000.00
Less: Community interest of surviving spouse	<u>3,500.00</u>
Estate's interest in note receivable	3,500.00
Unsecured demand note of June 23, 1983, of Leareno Development Co. bearing interest of 10% p.a. until paid	5,000.00
Unsecured Note of Silver Lake Water Distribution Co., dated November 15, 1988, due December 15, 1990, in the original amount of \$5,000.00, payable at the rate of \$241.67 per month, including interest at 8% p.a. Balance as of April 30, 1989	<u>4,166.68</u>
<u>Total Notes Receivable, May 1, 1989</u>	<u>\$ 12,666.68</u>

Unaudited  
See Accountants' Compilation Report

ESTATE OF WILLIAM P. LEAR, DECEASED  
OTHER MISCELLANEOUS PROPERTY ON HAND MAY 1, 1989

Oil and Gas Royalties: East and West Brorson Fields, Richland County, Montana, operated by Miami Oil Producers, Inc. (per appraisal)	\$ 110,295.00
Ella Lee Kerlick Lease, DeWitt County, Texas .68939% working interest	-0-
Stecker "A" Lease, Kansas 1.25% working interest	<u>2,970.00</u>
Total	113,265.00
Less: Community interest of surviving spouse	<u>56,632.50</u>
Estate's interest	56,632.50
Amount due from Miami Oil Producers, Inc.	7,035.13
Amount due from Moya Olsen Lear	2,914.57
Office equipment	486.35
Advances to silver Lake Water Distribution Co.	111,251.00
Loans to William P. Lear Trust A (funds received from Canadair, Ltd., plus \$200)	1,634,698.00
Escrow deposit for Moya Boulevard improvements	<u>7,650.00</u>
<u>Total Miscellaneous Property as of May 1, 1989</u>	<u>\$ 1,820,667.55</u>

Unaudited  
See Accountants' Compilation Report

SCHEDULE B

ESTATE OF WILLIAM P. LEAR, DECEASED

INTEREST INCOME

MAY 1, 1989 TO APRIL 30, 1990

Nuveen Tax-Exempt Unit Trusts	\$	52,998.54
Valley Bank of Nevada		46,438.52
Silver Lake Water Distribution Co.		433.42
North Valley Homes, Inc. - Leareno Estates Unit #1 and Escrow Funds		2,828.75
Van Kampen Merritt Insured Municipals Income Trust		1,445.00
Kemper Insured Income Trust		6.26
Manufacturers Hanover Corp.		<u>4,983.33</u>
<u>Total Interest Income</u>	\$	<u>109,133.82</u>

SCHEDULE C

DIVIDEND INCOME

MAY 1, 1989 TO APRIL 30, 1990

Investment Portfolios - Government Plus	\$	8,776.65
PaineWebber Cash Fund		3,423.51
CEF Money Market Fund		<u>2,468.97</u>
<u>Total Dividend Income</u>	\$	<u>14,669.13</u>

Unaudited  
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SCHEDULE D

ESTATE OF WILLIAM P. LEAR, DECEASED

INCOME FROM OIL LEASES

(Estate's One-Half Community Share)

MAY 1, 1989 TO APRIL 30, 1990

Thomas Allison #1 Lease	\$ 21,832.99
Dynneson A #1 Lease	39,315.04
Ella Lee Kerlick Lease	240.81
Strecker "A" Lease	<u>-0-</u>
<u>Total Income from Oil Leases</u>	<u>\$ 61,388.84</u>

SCHEDULE E

PARTNERSHIP DISTRIBUTIONS RECEIVED

MAY 1, 1989 TO APRIL 30, 1990

Capistrano Industrial Park, Ltd.,  
San Juan Capistrano, California:

Estate's share of Partnership Distributions  
Received

\$ -0-

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SCHEDULE F

ESTATE OF WILLIAM P. LEAR, DECEASED

INCOME FROM ROYALTIES ON AIRCRAFT

(Estate's One-Half Community Share)

MAY 1, 1989 TO APRIL 30, 1990

Royalties paid by Canadair Limited arising from sales of Challenger Aircraft		\$	999,000.00
Less: Canadian Withholding Tax	\$	99,900.00	
Commissions		<u>55,500.00</u>	<u>155,400.00</u>
<u>Net Income from Royalties</u>		\$	<u>843,600.00</u>

Unaudited  
See Accountants' Compilation Report

SCHEDULE G

ESTATE OF WILLIAM P. LEAR, DECEASED

EXPENSES OF ADMINISTRATION

May 1, 1989 to April 30, 1990

<u>1989</u>		
5/05	Geraldine Della - office expense	\$ 350.00
5/17	GrantThornton - accounting fees	2,775.00
6/13	Hollander, Freedman, Harrison & Fine - accounting fees	4,525.00
6/15	Geraldine Della - office expense	350.00
6/29	Leareno Development Co. - reimbursement for accounting fees paid to GrantThornton	400.00
7/20	Leareno Development Co. - reimbursement for accounting fees paid to GrantThornton	125.00
7/20	Office expense	350.00
8/10	Hollander, Freedman, Harrison & Fine - accounting fees	3,375.00
8/10	Geraldine Della - office expense	350.00
8/31	Leareno Development Co. - reimbursement for accounting fees paid to GrantThornton	335.00
9/27	Geraldine Della - office expense	350.00
10/04	Leareno Development Co. - reimbursement for accounting fees paid to GrantThornton	1,460.00
10/04	Hollander, Freedman, Harrison & Fine - accounting fees	7,690.00
10/13	Geraldine Della - office expense	350.00
11/08	Carter & Associates, Ltd. - appraisal of land	2,000.00
11/15	Geraldine Della - office expense	350.00
11/22	Leareno Development Co. - reimbursement for accounting fees paid to GrantThornton	250.00
12/15	Geraldine Della - office expense	350.00
<u>1990</u>		
1/09	Hollander, Freedman, Harrison & Fine - accounting fees	6,175.00
1/17	Geraldine Della - office expense	350.00
2/08	Hollander, Freedman, Harrison & Fine - accounting fees	8,480.00
2/20	Geraldine Della - office expense	350.00
3/29	Geraldine Della - office expense	350.00
3/29	Leareno Development Co. - reimbursement for accounting fees paid to GrantThornton	250.00
4/12	Hollander, Freedman, Harrison & Fine - accounting fees	9,760.00
4/16	Geraldine Della - office expense	350.00
	<u>Total Expenses of Administration</u>	<u>\$ 51,800.00</u>

Unaudited  
See Accountants' Compilation Report

SCHEDULE H

ESTATE OF WILLIAM P. LEAR, DECEASED

EXPENSES OF OPERATION OF OIL LEASES

MAY 1, 1989 TO APRIL 30, 1990

(Estate's One-Half Community Share)

Thomas Allison #1 Lease	\$ 16,484.05
Dynneson A #1 Lease	16,066.40
Ella Lee Kerlick Lease	295.62
Strecker "A" Lease	<u>-0-</u>
<u>Total Expenses of Operation of Oil Leases</u>	<u>\$ 32,846.07</u>

SCHEDULE I

PROPERTY ON HAND APRIL 30, 1990

Cash in Banks, etc. - per Schedule I-1	1,465,612.83
Securities - per Schedule I-2	1,290,184.88
Notes receivable - per Schedule I-3	6,458.39
Other Miscellaneous Property per Schedule I-4	<u>1,827,840.99</u>
<u>Total Property on Hand April 30, 1990</u>	<u>\$ 4,590,097.09</u>

Unaudited  
See Accountants' Compilation Report

ESTATE OF WILLIAM P. LEAR, DECEASED

Cash in Banks, Money Market Funds and Certificates of Deposit

April 30, 1990

Valley Bank of Nevada		
Super Insured Money Market Account	\$	348,258.66
PaineWebber Cash Fund		12,845.77
CEF Money Market Portfolio		1,482.05
Certificates of Deposit:		
Valley Bank of Nevada -		
CD #0008236, 7.375% due 10/26/90		60,642.79
CD #147768, due 10/15/90		127,191.78
CD #147769, due 10/15/90		127,191.78
Sierra Bank -		
CD #2057000352, 8.25% due 1/16/91		100,000.00
Ponce Federal Bank, 7.9%, due 7/25/90		96,000.00
Franklin Savings Association -		
7.9%, due 1/23/91		92,000.00
8.35%, due 8/9/90		100,000.00
Far West Savings & Loan Association -		
8%, due 8/9/90		100,000.00
Gibraltar Savings & Loan Association -		
8.25%, due 8/9/90		100,000.00
Imperial Savings & Loan Association -		
8.25%, due 8/9/90		100,000.00
Manufacturers Hanover Trust Co. -		
7.65%, due 8/9/90		100,000.00
<u>Total Cash, etc. April 30, 1990</u>		<u>\$ 1,465,612.83</u>

Unaudited  
See Accountants' Compilation Report

SCHEDULE I-2

ESTATE OF WILLIAM P. LEAR, DECEASED

SECURITIES ON HAND APRIL 30, 1990

	<u>Number of Shares</u>	
Aerocar, Inc., Washington	10	\$ -0-
First Commercial Title, Inc., NV	25	1,950.00
Tax Specialists, Inc., New	1,500	-0-
Incline Lake Corp.	1,250	12,500.00
Laser Technology	5	-0-
Investment Portfolios-Gov't Plus	13,604.288	111,648.20(*)
Nuveen Tax-Exempt Unit Trusts		839,100.94
Van Kempen Merrit Insured Municipal Income Trust		102,616.00
Kemper Insured Income Trust Series A-64		19,792.00
U.S. Treasury Note, 6.75%, due 9/30/90		99,970.65
Accrued Interest at purchase		3,093.92
U.S. Treasury Note, 8%, due 11/15/90		99,439.40
Accrued Interest at purchase		73.77
<u>Securities on Hand, April 30, 1990 (At Cost)</u>		<u>\$ 1,290,184.88</u>

(\*) Market value approximately \$95,230

SCHEDULE I-3

NOTES RECEIVABLE AS OF APRIL 30, 1990

Unsecured demand note of June 23, 1983, of Leareno Development Co. bearing interest of 10% p.a. until paid	5,000.00
Unsecured Note of Silver Lake Water Distri- bution Co., dated November 15, 1988, due December 15, 1990, in the original amount of \$5,000.00, payable at the rate of \$241.67 per month, including interest at 8% p.a. Balance as of April 30, 1990	1,458.39
<u>Total Notes Receivable, April 30, 1990</u>	<u>\$ 6,458.39</u>

Unaudited  
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ESTATE OF WILLIAM P. LEAR, DECEASED

OTHER MISCELLANEOUS PROPERTY ON HAND APRIL 30, 1990

Oil and Gas Royalties: East and West Brorson Fields, Richland County, Montana, operated by Miami Oil Producers, Inc. (per appraisal)	\$ 110,295.00
Ella Lee Kerlick Lease, DeWitt County, Texas .68939% working interest	-0-
Stecker "A" Lease, Kansas 1.25% working interest	<u>2,970.00</u>
Total	113,265.00
Less: Community interest of surviving spouse	<u>56,632.50</u>
Estate's interest	56,632.50
Amount due from Miami Oil Producers, Inc.	21,632.71
Amount due from Moya Olsen Lear	3,140.43
Office equipment	486.35
Advances to Silver Lake Water Distribution Co.	111,251.00
Loans to William P. Lear Trust A (funds received from Canadair, Ltd., plus \$200)	<u>1,634,698.00</u>
<u>Total Miscellaneous Property as of April 30, 1990</u>	<u>\$ 1,827,840.99</u>

Unaudited  
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