



**UCC FINANCING STATEMENT**  
FOLLOW INSTRUCTIONS

A. NAME & PHONE OF CONTACT AT SUBMITTER (optional) <b>Dille Law, PLLC, 360-350-0270</b>
B. E-MAIL CONTACT AT SUBMITTER (optional) <b>bryce@dillelaw.com</b>
C. SEND ACKNOWLEDGMENT TO: (Name and Address)  <b>1800 Cooper Point Rd SW Bldg. 11 Olympia, WA 98502</b>
<b>SEE BELOW FOR SECURED PARTY CONTACT INFORMATION</b>

THE ABOVE SPACE IS FOR FILING OFFICE USE ONLY

1. DEBTOR'S NAME: Provide only one Debtor name (1a or 1b) (use exact, full name; do not omit, modify, or abbreviate any part of the Debtor's name). If any part of the Individual Debtor's name will not fit in line 1b, leave all of item 1 blank, check here  and provide the Individual Debtor Information in Item 10 of the Financing Statement Addendum (Form UCC1Ad)

1a. ORGANIZATION'S NAME <b>KMGDAM, LLC a Nevada limited liability company</b>				
OR	1b. INDIVIDUAL'S SURNAME	FIRST PERSONAL NAME	ADDITIONAL NAME(S)/INITIAL(S)	SUFFIX
1c. MAILING ADDRESS	CITY	STATE	POSTAL CODE	COUNTRY
<b>6130 W. Flamingo Rd #936</b>	<b>Las Vegas</b>	<b>NV</b>	<b>89103</b>	<b>US</b>

2. DEBTOR'S NAME: Provide only one Debtor name (2a or 2b) (use exact, full name; do not omit, modify, or abbreviate any part of the Debtor's name). If any part of the Individual Debtor's name will not fit in line 2b, leave all of item 2 blank, check here  and provide the Individual Debtor Information in Item 10 of the Financing Statement Addendum (Form UCC1Ad)

2a. ORGANIZATION'S NAME				
OR	2b. INDIVIDUAL'S SURNAME	FIRST PERSONAL NAME	ADDITIONAL NAME(S)/INITIAL(S)	SUFFIX
2c. MAILING ADDRESS	CITY	STATE	POSTAL CODE	COUNTRY

3. SECURED PARTY'S NAME (or NAME of ASSIGNEE of ASSIGNOR SECURED PARTY): Provide only one Secured Party name (3a or 3b)

3a. ORGANIZATION'S NAME <b>Champ Systems Inc. Profit Sharing Plan</b>				
OR	3b. INDIVIDUAL'S SURNAME	FIRST PERSONAL NAME	ADDITIONAL NAME(S)/INITIAL(S)	SUFFIX
3c. MAILING ADDRESS	CITY	STATE	POSTAL CODE	COUNTRY
<b>6060 Freeport Blvd</b>	<b>Sacramento</b>	<b>CA</b>	<b>98522</b>	

4. COLLATERAL: This financing statement covers the following collateral:

See Attached

**TPN 37346**

**Abbreviated Legal Lot 22, SW BSP Sunset Industrial Park No. SW -01-93**

5. Check only if applicable and check only one box: Collateral is  held in a Trust (see UCC1Ad, item 17 and Instructions)  being administered by a Decedent's Personal Representative

6a. Check only if applicable and check only one box:  
 Public-Finance Transaction  Manufactured-Home Transaction  A Debtor Is a Transmitting Utility

6b. Check only if applicable and check only one box:  
 Agricultural Lien  Non-UCC Filing

7. ALTERNATIVE DESIGNATION (if applicable):  Lessee/Lessor  Consignee/Consignor  Seller/Buyer  Bailee/Debtor  Licensee/Licensor

8. OPTIONAL FILER REFERENCE DATA:

**Equipment list**

Tooling, Encapsulator (Change sets).

Size #0

Size #1

Size #2

Size 00

Dose Discs:

Size:

# 2-16 mm

# 2-15 mm

# 2 ~15.5 mm

#0024 mm

#0-18.5 mm

# 0-19.5 mm

#0-22.5 mm

#1-12.5 mm

#1-17 mm

#1-19.1 mm

Misc. encapsulator spare parts.

Key- capsule polisher.

Dust collector (encapsulation room).

Rotary vein compressor & air dryer.

Stokes #B2 tablet press with 600 mg. size dose disc.

Large cone blender (blending room).

1 Toledo 700 lb. digital scale- (Blending room).

Cream filling machine- single head. 50 units per minute.

Vac-u-Max powder conveying system. 7.5 hp. New in box.

King 5C-6 slat counting machine. (Tablets, hard capsules and gel caps).

King 5C-6 misc. tooling & size change bars.

(1).48" Bottle feed table. New.

(1).36" Bottle feed table

Lasko- cottoner

Pac West- capper

Avery 500 -labeling machine.

Linx- inkjet coder (lof # and exp).

Enercon- induction bottle sealer.

Marburg- bottle neck banding machine

Marburg- shrink tunnel

10 ft. conveyor

10 ft. conveyor

12 ft. conveyor

3-M case taper

Monobloc scale

Gaulin- homogenizer

Ball mil mixer -48°

Office equipment, furniture & fixtures. (For two offices, lab, conference, lunch room, packaging and shipping areas).

2,000 lb. HYSTER-Forklift.

8 stainless steel transport- storage bins for packaging room.

Batchmaster 83.5 cubic ft. and drive unit.

Centrifuge basket lift unit.

Misc. maintenance tools and supplies.

Misc. shipping and handling tools, shelving, packaging assembly tables and supplies.

Stencil cutting machine.

Drying racks-20..

4- Food grade plastic DOT product transport tanks.

2 1,000 gallon stainless steel paddle cook tanks with heat tubes.

2 stainless steel 250 gallon storage- processing tanks.

500 gal. Vertical stainless steel heat jackefed processing tank with blender.

60 gallon stainless steel kettle, with heat jacket.

Cleaver-Brooks- low pressure boiler.

1 Buffalo grinder.

1 Complete backup grinder.

1 Hammer mil

1 Hammer mill- Backup (new in box).

2 Meadows- burr mills. 24" stones.

1 Flower mill on stand. (Cosmetic grade powder processing).

1 Grinder- (powder room).

1 Toledo 700 lb. digital scale- (Powder room).

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#### LAB EQUIPMENT

Complete countertop (36 ft. long) upper & lower storage cabinets. Peg board for beaker storage, stainless steel sink.

1- Large cabinet centrifuge.

1- Countertop centrifuge.

1- Lab scale.

Lightening mixer with stand.

Hi power-microscope.

Dynamax- H.P.L.C. (Lab analysis unit).

LX-SIO Color label printer, New.

Misc. Lab hardware, Pyrex containers, utensils and supplies.

**UCC FINANCING STATEMENT ADDENDUM**  
FOLLOW INSTRUCTIONS

9. NAME OF FIRST DEBTOR: Same as line 1a or 1b on Financing Statement; if line 1b was left blank because Individual Debtor name did not fit, check here

9a. ORGANIZATION'S NAME KMGDAM, LLC a Nevada limited liability company	
OR 9b. INDIVIDUAL'S SURNAME	
FIRST PERSONAL NAME	
ADDITIONAL NAME(S)/INITIAL(S)	SUFFIX

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10. DEBTOR'S NAME: Provide (10a or 10b) only one additional Debtor name or Debtor name that did not fit in line 1b or 2b of the Financing Statement (Form UCC1) (use exact, full name; do not omit, modify, or abbreviate any part of the Debtor's name) and enter the mailing address in line 10c

10a. ORGANIZATION'S NAME				
OR 10b. INDIVIDUAL'S SURNAME				
INDIVIDUAL'S FIRST PERSONAL NAME				
INDIVIDUAL'S ADDITIONAL NAME(S)/INITIAL(S)				SUFFIX
10c. MAILING ADDRESS	CITY	STATE	POSTAL CODE	COUNTRY

11.  ADDITIONAL SECURED PARTY'S NAME or  ASSIGNOR SECURED PARTY'S NAME: Provide only one name (11a or 11b)

11a. ORGANIZATION'S NAME				
OR 11b. INDIVIDUAL'S SURNAME				
FIRST PERSONAL NAME		ADDITIONAL NAME(S)/INITIAL(S)		
SUFFIX		SUFFIX		
11c. MAILING ADDRESS	CITY	STATE	POSTAL CODE	COUNTRY

12. ADDITIONAL SPACE FOR ITEM 4 (Collateral):

13. <input checked="" type="checkbox"/> This FINANCING STATEMENT is to be filed (for record) (or recorded) in the REAL ESTATE RECORDS (if applicable)	14. This FINANCING STATEMENT: <input type="checkbox"/> covers timber to be cut <input type="checkbox"/> covers se-extracted collateral <input checked="" type="checkbox"/> is filed as a fixture filing
15. Name and address of a RECORD OWNER of real estate described in item 16 (if Debtor does not have a record interest): KMGDAM, LLC a Nevada limited liability company	16. Description of real estate: See Attached for legal description TPN 37349

17. MISCELLANEOUS:

**EXHIBIT A**  
**Legal Description**

Parcel A:

Lot 22, Binding Site Plan, No. SW-01-93, (Sunset Industrial Park) recorded in Volume 11 of Short Plats, pages 83 and 84, under Auditor's File No. 9406100051, records of Skagit County, Washington, being a portion of the Southwest  $\frac{1}{4}$  of the Southeast  $\frac{1}{4}$  of Section 23, Township 35 North, Range 4 East, W.M., and Tracts 14 and 15 "SEDRO ACERAG", as per plat recorded in Volume 3 of Plats, page 35, records of Skagit County, Washington.

Situate in the City of Sedro-Woolley, County of Skagit, State of Washington.

Parcel B:

A non-exclusive easement for ingress, egress and utilities over, under and across Sunset Park Drive, as shown on the face of Binding Site Plan No. SW-01-93, (Sunset Industrial Park) recorded in Volume 11 of Short Plats, pages 83 and 84, under Auditor's File No. 9406100051, records of Skagit County, Washington.

Situate in the City of Sedro-Woolley, County of Skagit, State of Washington.