

PARTNERSHIP ACCOUNTING STANDARDS AND REPORTING CONTRACT

This Partnership Accounting Standards and Reporting Contract (the "Agreement") is entered into and made effective as of _____, by and between the undersigned partners:

hereinafter collectively referred to as the "Partners," who are members of the partnership operating under the name _____ (the "Partnership").

SECTION 1: ACCOUNTING METHOD AND PRINCIPLES

1. The Partnership books and records shall be maintained on the _____ basis of accounting.
2. All financial statements and reports shall be prepared in conformity with _____ standards, consistently applied.
3. Any change in the designated accounting method or standards must receive the prior written approval of _____% of the partnership interests.

SECTION 2: FISCAL YEAR

The fiscal year of the Partnership shall begin on _____ and end on _____ of each calendar year.

SECTION 3: MAINTENANCE OF BOOKS AND RECORDS

1. The partnership books of account, vouchers, and other financial records shall be kept at the principal place of business located at _____.
2. All Partners, or their authorized representatives, shall have access to and the right to inspect, audit, and copy any of the books and financial records of the Partnership during normal business hours.
3. The records shall be maintained and overseen by the designated Managing Partner or external accounting professional: _____.

SECTION 4: CAPITAL ACCOUNTS AND ALLOCATIONS

1. An individual Capital Account shall be maintained for each Partner. Each Partner's Capital Account shall be credited with their capital contributions and their share of Partnership profits, and debited with their share of Partnership losses and distributions.
2. Profits and losses of the Partnership shall be determined annually and allocated to the Partners in accordance with their respective partnership percentages as defined in the primary Partnership Agreement, or as follows:

SECTION 5: FINANCIAL REPORTING SCHEDULE

The Partnership shall prepare and distribute to all Partners the following financial statements within the specified timeframes:

1. **Quarterly Reports:** Unaudited balance sheets and income statements within _____ days following the close of each fiscal quarter.
2. **Annual Reports:** A complete financial package, including a balance sheet, income statement, and statement of cash flows, within

_____ days after the close of the fiscal year.

3. **Tax Documentation:** Schedule K-1 and any other tax reporting documents within _____ days of the end of the tax year.

SECTION 6: AUDITING AND REVIEW

The annual financial statements of the Partnership _____ (shall / shall not) be audited or reviewed by an independent Certified Public Accountant. If an audit is required, the accountant shall be selected by a majority vote of the Partners, and the cost of such audit shall be borne by the Partnership as an operating expense.

SECTION 7: BANK ACCOUNTS

All funds of the Partnership shall be deposited in its name in such bank or financial institution accounts as designated by the Partners. Withdrawals from such accounts shall be made only upon the signature(s) of: _____.

SECTION 8: MISCELLANEOUS

This Agreement constitutes an amendment or supplement to the primary Partnership Agreement regarding financial matters. In the event of a conflict between this Contract and the primary Partnership Agreement, the terms of this Contract shall govern regarding accounting and financial reporting practices.

IN WITNESS WHEREOF, the Partners have executed this Partnership Accounting Standards and Reporting Contract as of the date first written above.

PARTNER SIGNATURE

PARTNER SIGNATURE

PRINT NAME

PRINT NAME

PARTNER SIGNATURE

PARTNER SIGNATURE

PRINT NAME

PRINT NAME