

Form 5500 Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Annual Return/Report of Employee Benefit Plan This form is required to be filed for employee benefit plans under sections 104 and 4065 of the Employee Retirement Income Security Act of 1974 (ERISA) and sections 6047(e), and 6058(a) of the Internal Revenue Code (the Code). ► Complete all entries in accordance with the instructions to the Form 5500.	OMB Nos. 1210-0110 1210-0089
		2010
		This Form is Open to Public Inspection

Part I	Annual Report Identification Information
For calendar plan year 2010 or fiscal plan year beginning <u>01/01/2010</u> and ending <u>12/31/2010</u>	
A This return/report is for:	<input type="checkbox"/> a multiemployer plan; <input type="checkbox"/> a multiple-employer plan; or <input checked="" type="checkbox"/> a single-employer plan; <input type="checkbox"/> a DFE (specify) ____
B This return/report is:	<input type="checkbox"/> the first return/report; <input type="checkbox"/> the final return/report; <input checked="" type="checkbox"/> an amended return/report; <input type="checkbox"/> a short plan year return/report (less than 12 months).
C If the plan is a collectively-bargained plan, check here.	<input type="checkbox"/>
D Check box if filing under:	<input type="checkbox"/> Form 5558; <input type="checkbox"/> automatic extension; <input type="checkbox"/> the DFVC program; <input type="checkbox"/> special extension (enter description)

Part II	Basic Plan Information —enter all requested information
1a Name of plan <u>G & M OIL COMPANY, INC. 401 (K) PROFIT SHARING PLAN</u>	1b Three-digit plan number (PN) ► <u>002</u> 1c Effective date of plan <u>07/01/1987</u>
2a Plan sponsor's name and address (employer, if for a single-employer plan) (Address should include room or suite no.) <u>G & M OIL COMPANY, INC.</u> <u>76 OLD 25 E</u> <u>BARBOURVILLE, KY 40906</u>	2b Employer Identification Number (EIN) <u>61-0646430</u> 2c Sponsor's telephone number <u>606-546-3909</u> 2d Business code (see instructions) <u>424700</u>

Caution: A penalty for the late or incomplete filing of this return/report will be assessed unless reasonable cause is established.

Under penalties of perjury and other penalties set forth in the instructions, I declare that I have examined this return/report, including accompanying schedules, statements and attachments, as well as the electronic version of this return/report, and to the best of my knowledge and belief, it is true, correct, and complete.

SIGN HERE	<u>Filed with authorized/valid electronic signature.</u>	<u>08/15/2013</u>	<u>JERRY GARLAND II</u>
	Signature of plan administrator	Date	Enter name of individual signing as plan administrator
SIGN HERE	<u>Filed with authorized/valid electronic signature.</u>	<u>08/15/2013</u>	<u>JERRY GARLAND II</u>
	Signature of employer/plan sponsor	Date	Enter name of individual signing as employer or plan sponsor
SIGN HERE			
	Signature of DFE	Date	Enter name of individual signing as DFE

For Paperwork Reduction Act Notice and OMB Control Numbers, see the instructions for Form 5500.

Form 5500 (2010)
v.092307.1

3a Plan administrator's name and address (if same as plan sponsor, enter "Same")

G & M OIL COMPANY, INC.

76 OLD 25 E
BARBOURVILLE, KY 40906**3b** Administrator's EIN

61-0646430

3c Administrator's telephone number

606-546-3909

4 If the name and/or EIN of the plan sponsor has changed since the last return/report filed for this plan, enter the name, EIN and the plan number from the last return/report:**a** Sponsor's name**4b** EIN**4c** PN**5** Total number of participants at the beginning of the plan year**5**

204

6 Number of participants as of the end of the plan year (welfare plans complete only lines **6a**, **6b**, **6c**, and **6d**).**a** Active participants.....**6a**

165

b Retired or separated participants receiving benefits.....**6b**

0

c Other retired or separated participants entitled to future benefits.....**6c**

1

d Subtotal. Add lines **6a**, **6b**, and **6c**.....**6d**

166

e Deceased participants whose beneficiaries are receiving or are entitled to receive benefits.....**6e**

0

f Total. Add lines **6d** and **6e**.....**6f**

166

g Number of participants with account balances as of the end of the plan year (only defined contribution plans complete this item).....**6g**

1

h Number of participants that terminated employment during the plan year with accrued benefits that were less than 100% vested.....**6h**

0

7 Enter the total number of employers obligated to contribute to the plan (only multiemployer plans complete this item)**7****8a** If the plan provides pension benefits, enter the applicable pension feature codes from the List of Plan Characteristic Codes in the instructions:

2E 2J 2G 3D

b If the plan provides welfare benefits, enter the applicable welfare feature codes from the List of Plan Characteristic Codes in the instructions:**9a** Plan funding arrangement (check all that apply)

- (1) ☐ Insurance
- (2) ☐ Code section 412(e)(3) insurance contracts
- (3) ☒ Trust
- (4) ☐ General assets of the sponsor

9b Plan benefit arrangement (check all that apply)

- (1) ☐ Insurance
- (2) ☐ Code section 412(e)(3) insurance contracts
- (3) ☒ Trust
- (4) ☐ General assets of the sponsor

10 Check all applicable boxes in 10a and 10b to indicate which schedules are attached, and, where indicated, enter the number attached. (See instructions)**a Pension Schedules**

- (1) ☐ **R** (Retirement Plan Information)
- (2) ☐ **MB** (Multiemployer Defined Benefit Plan and Certain Money Purchase Plan Actuarial Information) - signed by the plan actuary
- (3) ☐ **SB** (Single-Employer Defined Benefit Plan Actuarial Information) - signed by the plan actuary

b General Schedules

- (1) ☒ **H** (Financial Information)
- (2) ☐ **I** (Financial Information – Small Plan)
- (3) ☐ **A** (Insurance Information)
- (4) ☐ **C** (Service Provider Information)
- (5) ☐ **D** (DFE/Participating Plan Information)
- (6) ☐ **G** (Financial Transaction Schedules)

SCHEDULE H (Form 5500) <small>Department of the Treasury Internal Revenue Service</small> <small>Department of Labor Employee Benefits Security Administration</small> <small>Pension Benefit Guaranty Corporation</small>	Financial Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA), and section 6058(a) of the Internal Revenue Code (the Code). ► File as an attachment to Form 5500.	<small>OMB No. 1210-0110</small> 2010 This Form is Open to Public Inspection
--	--	--

For calendar plan year 2010 or fiscal plan year beginning 01/01/2010 and ending 12/31/2010		
A Name of plan G & M OIL COMPANY, INC. 401 (K) PROFIT SHARING PLAN	B Three-digit plan number (PN) ►	002
C Plan sponsor's name as shown on line 2a of Form 5500 G & M OIL COMPANY, INC.	D Employer Identification Number (EIN) 61-0646430	

Part I	Asset and Liability Statement
---------------	--------------------------------------

1 Current value of plan assets and liabilities at the beginning and end of the plan year. Combine the value of plan assets held in more than one trust. Report the value of the plan's interest in a commingled fund containing the assets of more than one plan on a line-by-line basis unless the value is reportable on lines 1c(9) through 1c(14). Do not enter the value of that portion of an insurance contract which guarantees, during this plan year, to pay a specific dollar benefit at a future date. **Round off amounts to the nearest dollar.** MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 1b(1), 1b(2), 1c(8), 1g, 1h, and 1i. CCTs, PSAs, and 103-12 IEs also do not complete lines 1d and 1e. See instructions.

Assets		(a) Beginning of Year	(b) End of Year
a Total noninterest-bearing cash	1a		
b Receivables (less allowance for doubtful accounts):			
(1) Employer contributions	1b(1)	1719	0
(2) Participant contributions	1b(2)	1605	0
(3) Other.....	1b(3)		
c General investments:			
(1) Interest-bearing cash (include money market accounts & certificates of deposit)	1c(1)	322741	115084
(2) U.S. Government securities.....	1c(2)		
(3) Corporate debt instruments (other than employer securities):			
(A) Preferred	1c(3)(A)	312300	0
(B) All other.....	1c(3)(B)		
(4) Corporate stocks (other than employer securities):			
(A) Preferred	1c(4)(A)		
(B) Common	1c(4)(B)		
(5) Partnership/joint venture interests	1c(5)		
(6) Real estate (other than employer real property)	1c(6)		
(7) Loans (other than to participants)	1c(7)		
(8) Participant loans	1c(8)		
(9) Value of interest in common/collective trusts.....	1c(9)		
(10) Value of interest in pooled separate accounts.....	1c(10)		
(11) Value of interest in master trust investment accounts	1c(11)		
(12) Value of interest in 103-12 investment entities	1c(12)		
(13) Value of interest in registered investment companies (e.g., mutual funds).....	1c(13)		
(14) Value of funds held in insurance company general account (unallocated contracts).....	1c(14)		
(15) Other	1c(15)		

1d Employer-related investments:

		(a) Beginning of Year	(b) End of Year
(1) Employer securities	1d(1)		
(2) Employer real property	1d(2)		
e Buildings and other property used in plan operation	1e		
f Total assets (add all amounts in lines 1a through 1e)	1f	638365	115084

Liabilities

g Benefit claims payable	1g		
h Operating payables	1h		
i Acquisition indebtedness	1i		
j Other liabilities	1j		
k Total liabilities (add all amounts in lines 1g through 1j)	1k	0	0

Net Assets

l Net assets (subtract line 1k from line 1f)	1l	638365	115084
---	-----------	--------	--------

Part II Income and Expense Statement

2 Plan income, expenses, and changes in net assets for the year. Include all income and expenses of the plan, including any trust(s) or separately maintained fund(s) and any payments/receipts to/from insurance carriers. Round off amounts to the nearest dollar. MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 2a, 2b(1)(E), 2e, 2f, and 2g.

Income

		(a) Amount	(b) Total
a Contributions:			
(1) Received or receivable in cash from: (A) Employers	2a(1)(A)	0	
(B) Participants	2a(1)(B)	0	
(C) Others (including rollovers)	2a(1)(C)		
(2) Noncash contributions	2a(2)		
(3) Total contributions. Add lines 2a(1)(A) , (B) , (C) , and line 2a(2)	2a(3)		0
b Earnings on investments:			
(1) Interest:			
(A) Interest-bearing cash (including money market accounts and certificates of deposit)	2b(1)(A)	650	
(B) U.S. Government securities	2b(1)(B)		
(C) Corporate debt instruments	2b(1)(C)	397	
(D) Loans (other than to participants)	2b(1)(D)		
(E) Participant loans	2b(1)(E)		
(F) Other	2b(1)(F)		
(G) Total interest. Add lines 2b(1)(A) through (F)	2b(1)(G)		1047
(2) Dividends: (A) Preferred stock	2b(2)(A)		
(B) Common stock	2b(2)(B)	3667	
(C) Registered investment company shares (e.g. mutual funds)	2b(2)(C)		
(D) Total dividends. Add lines 2b(2)(A) , (B) , and (C)	2b(2)(D)		3667
(3) Rents	2b(3)		
(4) Net gain (loss) on sale of assets: (A) Aggregate proceeds	2b(4)(A)		
(B) Aggregate carrying amount (see instructions)	2b(4)(B)		
(C) Subtract line 2b(4)(B) from line 2b(4)(A) and enter result	2b(4)(C)		0

		(a) Amount	(b) Total
2b (5) Unrealized appreciation (depreciation) of assets: (A) Real estate.....	2b(5)(A)	0	
(B) Other	2b(5)(B)	11160	
(C) Total unrealized appreciation of assets. Add lines 2b(5)(A) and (B)	2b(5)(C)		11160
(6) Net investment gain (loss) from common/collective trusts	2b(6)		
(7) Net investment gain (loss) from pooled separate accounts	2b(7)		
(8) Net investment gain (loss) from master trust investment accounts	2b(8)		
(9) Net investment gain (loss) from 103-12 investment entities	2b(9)		
(10) Net investment gain (loss) from registered investment companies (e.g., mutual funds).....	2b(10)		
c Other income.....	2c		
d Total income. Add all income amounts in column (b) and enter total.....	2d		15874

Expenses

e Benefit payment and payments to provide benefits:			
(1) Directly to participants or beneficiaries, including direct rollovers	2e(1)	539155	
(2) To insurance carriers for the provision of benefits	2e(2)		
(3) Other	2e(3)		
(4) Total benefit payments. Add lines 2e(1) through (3)	2e(4)		539155
f Corrective distributions (see instructions)	2f		
g Certain deemed distributions of participant loans (see instructions).....	2g		
h Interest expense.....	2h		
i Administrative expenses: (1) Professional fees	2i(1)		
(2) Contract administrator fees	2i(2)		
(3) Investment advisory and management fees	2i(3)		
(4) Other	2i(4)		
(5) Total administrative expenses. Add lines 2i(1) through (4)	2i(5)		0
j Total expenses. Add all expense amounts in column (b) and enter total.....	2j		539155

Net Income and Reconciliation

k Net income (loss). Subtract line 2j from line 2d	2k		-523281
l Transfers of assets:			
(1) To this plan.....	2l(1)		
(2) From this plan	2l(2)		

Part III Accountant's Opinion

3 Complete lines 3a through 3c if the opinion of an independent qualified public accountant is attached to this Form 5500. Complete line 3d if an opinion is not attached.

a The attached opinion of an independent qualified public accountant for this plan is (see instructions):

(1) ☒ Unqualified (2) ☐ Qualified (3) ☐ Disclaimer (4) ☐ Adverse

b Did the accountant perform a limited scope audit pursuant to 29 CFR 2520.103-8 and/or 103-12(d)? ☐ Yes ☒ No

c Enter the name and EIN of the accountant (or accounting firm) below:

(1) Name: BARNETT & WILLIAMS, CPA PLLC

(2) EIN: 35-2276872

d The opinion of an independent qualified public accountant is **not attached** because:

(1) ☐ This form is filed for a CCT, PSA, or MTIA. (2) ☐ It will be attached to the next Form 5500 pursuant to 29 CFR 2520.104-50.

Part IV Compliance Questions

- 4** CCTs and PSAs do not complete Part IV. MTIAs, 103-12 IEs, and GIAs do not complete 4a, 4e, 4f, 4g, 4h, 4k, 4m, 4n, or 5. 103-12 IEs also do not complete 4j and 4l. MTIAs also do not complete 4l.

During the plan year:

	Yes	No	Amount
a Was there a failure to transmit to the plan any participant contributions within the time period described in 29 CFR 2510.3-102? Continue to answer "Yes" for any prior year failures until fully corrected. (See instructions and DOL's Voluntary Fiduciary Correction Program.).....		X	
b Were any loans by the plan or fixed income obligations due the plan in default as of the close of the plan year or classified during the year as uncollectible? Disregard participant loans secured by participant's account balance. (Attach Schedule G (Form 5500) Part I if "Yes" is checked.).....		X	
c Were any leases to which the plan was a party in default or classified during the year as uncollectible? (Attach Schedule G (Form 5500) Part II if "Yes" is checked.)		X	
d Were there any nonexempt transactions with any party-in-interest? (Do not include transactions reported on line 4a. Attach Schedule G (Form 5500) Part III if "Yes" is checked.).....		X	
e Was this plan covered by a fidelity bond?.....	X		50000
f Did the plan have a loss, whether or not reimbursed by the plan's fidelity bond, that was caused by fraud or dishonesty?		X	
g Did the plan hold any assets whose current value was neither readily determinable on an established market nor set by an independent third party appraiser?		X	
h Did the plan receive any noncash contributions whose value was neither readily determinable on an established market nor set by an independent third party appraiser?		X	
i Did the plan have assets held for investment? (Attach schedule(s) of assets if "Yes" is checked, and see instructions for format requirements.).....	X		
j Were any plan transactions or series of transactions in excess of 5% of the current value of plan assets? (Attach schedule of transactions if "Yes" is checked, and see instructions for format requirements.).....		X	
k Were all the plan assets either distributed to participants or beneficiaries, transferred to another plan, or brought under the control of the PBGC?.....		X	
l Has the plan failed to provide any benefit when due under the plan?		X	
m If this is an individual account plan, was there a blackout period? (See instructions and 29 CFR 2520.101-3.).....			
n If 4m was answered "Yes," check the "Yes" box if you either provided the required notice or one of the exceptions to providing the notice applied under 29 CFR 2520.101-3.			

- 5a** Has a resolution to terminate the plan been adopted during the plan year or any prior plan year?
If yes, enter the amount of any plan assets that reverted to the employer this year ☒ Yes ☐ No Amount: 0

- 5b** If, during this plan year, any assets or liabilities were transferred from this plan to another plan(s), identify the plan(s) to which assets or liabilities were transferred. (See instructions.)

5b(1) Name of plan(s)	5b(2) EIN(s)	5b(3) PN(s)

AUDITED FINANCIAL STATEMENTS

G & M OIL COMPANY, INC. 401(K) PROFIT SHARING PLAN AND TRUST

DECEMBER 31, 2010 AND 2009

C O N T E N T S

INDEPENDENT AUDITOR'S REPORT.....	PAGE 3
STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS.....	5
STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS WITH FUND INFORMATION.....	6
NOTES TO FINANCIAL STATEMENTS.....	10



P.O. Box 4279

Members AICPA

Harrogate, TN 37752

(423) 869-9045 • (423) 869-9046 • Email: bandwcpas@bellsouth.net

Independent Auditor's Report

G & M Oil Company, Inc. 401(k) Profit Sharing Plan and Trust
Barbourville, Kentucky

We have audited the accompanying statements of net assets available for benefits of G & M Oil Company, Inc. 401(k) Profit Sharing Plan and Trust as of December 31, 2010 and 2009, and the related statement of changes in net assets available for benefits with fund information for the years ended December 31, 2010 and 2009. These financial statements are the responsibility of the Plan's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the net assets available for benefits of G & M Oil Company, Inc. 401(k) Profit Sharing Plan and Trust as of December 31, 2010 and 2009, and the changes in its net assets available for benefits for the year ended December 31, 2010 and 2009, in conformity with accounting principles generally accepted in the United States of America.

Barnett & Williams CPAs, PLLC

Harrogate, Tennessee
July 29, 2011

Kimberly Barnett, CPA

Gary Williams, CPA

THIS PAGE LEFT BLANK INTENTIONALLY

STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS
G & M OIL COMPANY, INC. 401(k) PROFIT SHARING PLAN AND TRUST
FOR THE YEARS ENDED DECEMBER 31, 2010 AND 2009

Page 5

	2010	2009
ASSETS		
Cash and certificate of deposit	\$ 115,085	\$ 114,484
Investments:		
At fair value - (Notes 1 and 2)		
Shares of registered investment companies:		
The American Funds Group - The Growth Fund of America		99,018
The American Funds Group - New Perspective Fund		15,034
The American Funds Group - Washington Mutual Investors Fund		114,257
The American Funds Group - American Balanced Fund		60,093
The American Funds Group - Bond Fund of America		12,862
The American Funds Group - The Income Fund of America		10,188
The American Funds Group - Capital World Growth and Income Fund		848
The American Funds Group - Money Market Fund		208,257
TOTAL INVESTMENTS	115,085	520,557
Receivables:		
Employer contributions		1,719
Employee contributions		1,605
TOTAL RECEIVABLES		3,324
TOTAL ASSETS	115,085	638,365
NET ASSETS AVAILABLE FOR BENEFITS	\$ 115,085	\$ 638,365

The accompanying notes are an integral part of these financial statements.

STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS WITH FUND INFORMATION
G & M OIL COMPANY, INC. 401(k) PROFIT SHARING PLAN AND TRUST
FOR THE YEAR ENDED DECEMBER 31, 2010

	The Growth Fund of America	New Perspective Fund	Washington Mutual Investors Fund	American Balanced Fund
ASSETS				
Additions to net assets attributed to:				
Investment income				
Net appreciation (depreciation) in fair value of investments	\$ 2,987	\$ (141)	\$ 1,595	\$ 5,798
Interest and dividends	328		1,763	1,227
TOTAL ADDITIONS	3,315	(141)	3,358	7,025
DEDUCTIONS				
Deductions from net assets attributed:				
to benefits paid to participants	(103,093)	(14,983)	(118,384)	(67,855)
Net increase prior to interfund transfers	(99,778)	(15,124)	(115,026)	(60,830)
Interfund transfers	80	40	40	
Net increase (decrease)	(99,698)	(15,084)	(114,986)	(60,830)
Net assets available for benefits:				
Beginning of year	99,698	15,084	114,986	60,830
End of year	\$	\$	\$	\$

The accompanying notes are an integral part of these financial statements.

Participant Directed				Non-Participant Directed	
Bond Fund of America	The Income Fund of America	Capital World Growth and Income Fund	Money Market Fund	Prior Profit Sharing Plan	Total
\$ 482	\$ 397	\$ 42	\$	\$	\$ 11,160
397	376	23		601	4,715
879	773	65		601	15,875
(14,055)	(11,180)	(943)	(208,662)		(539,155)
(13,176)	(10,407)	(878)	(208,662) (160)	601	(523,280)
(13,176)	(10,407)	(878)	(208,822)	601	(523,280)
13,176	10,407	878	208,822	114,484	638,365
\$	\$	\$	\$	\$ 115,085	\$ 115,085

	The Growth Fund of America	New Perspective Fund	Washington Mutual Investors Fund	American Balanced Fund
ASSETS				
Additions to net assets attributed to:				
Investment income				
Net appreciation (depreciation) in fair value of investments	\$ 37,477	\$ 15,295	\$ 18,398	\$ 8,955
Interest and dividends	758	177	4,066	1,387
Contributions:				
Participants'	5,743	896	6,215	5,415
Employer's	5,957	1,420	6,893	2,793
TOTAL ADDITIONS	49,935	17,788	35,572	18,550
DEDUCTIONS				
Deductions from net assets attributed: to benefits paid to participants	(66,467)	(48,805)	(41,824)	
Net increase prior to interfund transfers	(16,532)	(31,017)	(6,252)	18,550
Interfund transfers	4,219		(6,545)	(2,107)
Net increase (decrease)	(12,313)	(31,017)	(12,797)	16,443
Net assets available for benefits:				
Beginning of year	112,011	46,101	127,783	44,387
End of year	<u>\$ 99,698</u>	<u>\$ 15,084</u>	<u>\$ 114,986</u>	<u>\$ 60,830</u>

The accompanying notes are an integral part of these financial statements.

Participant Directed					Non-Participant Directed	
Bond Fund of America	The Income Fund of America	Capital World Growth and Income Fund	The Cash Management Trust of America	Money Market Fund	Prior Profit Sharing Plan	Total
\$ 1,091	\$ 1,529	\$ 185	\$	\$	\$	\$ 82,930
492	416	20	527	38	1,456	9,337
1,505	871	95	1,409	1,269		23,418
1,192	470	95	1,292	1,186		21,298
4,280	3,286	395	3,228	2,493	1,456	136,983
			(186,032)	(53,296)		(396,424)
4,280	3,286	395	(182,804)	(50,803)	1,456	(259,441)
	(1,960)		(253,232)	259,625		
4,280	1,326	395	(436,036)	208,822	1,456	(259,441)
8,896	9,081	483	436,036		113,028	897,806
\$ 13,176	\$ 10,407	\$ 878	\$	\$ 208,822	\$ 114,484	\$ 638,365

**NOTES TO FINANCIAL STATEMENTS
G & M OIL COMPANY, INC. 401(K) PROFIT SHARING PLAN AND TRUST
YEARS ENDED DECEMBER 31, 2010 AND 2009**

NOTE 1 – DESCRIPTION OF PLAN

The following description of G & M Oil Company, Inc. (“Company”) 401(k) Profit Sharing Plan and Trust (“Plan”) provides only general information. Participants should refer to the Plan Document or Adoption Agreement for a more complete description of the Plan’s provisions.

General

The Plan is a defined contribution plan covering all eligible employees of the Company who have completed 500 hours of service within a twelve consecutive month time period and are age twenty-one or older. It is subject to the provisions of the Employee Retirement Income Security Act of 1974 (ERISA).

Effective January 1, 2010 the management of the Company elected to terminate the Plan. All participants with viable accounts completed distribution forms and, if the participant was married, the participant’s spouse also completed a spousal consent form, indicating the spouse’s knowledge and consent of the participant’s election of benefit. Each participant had the choice either to take full cash distribution or to transfer his/her entire fund balance into an IRA. With a cash distribution or a Roth IRA rollover, the trustee was required to withhold 20% of the participant’s account value for federal income taxes. No taxes were withheld if the participant’s account balance was rolled into a traditional IRA account. Furthermore, if the participant chose to keep his/her money with American Funds, the usual sales charge on the new IRA account was waived.

Effective January 1, 2010, eligible employees could elect to participate in a SIMPLE IRA retirement plan established by the Company. However, participant funds from the previous 401(K) Profit Sharing Plan and Trust could not be contributed to the new SIMPLE IRA retirement plan.

Contributions

In 2009, participants could contribute up to \$15,500 of pretax annual compensation, as defined in the Plan. Participants who had attained age fifty or older could defer an additional \$5,500 “catch up” contribution in 2009. The Company contributed 100% of the participant’s amount of deferral, up to the first 4% of base compensation. All employer contributions were invested in the same funds as participant deferral contributions.

Participant Accounts

Through February 2006, each participant’s balance was credited with (a) the participant’s contributions and earnings thereon as held in the participant’s individual account and (b) allocations of the Company’s contribution and earnings thereon as held in a pooled account. Allocations were based on participant earnings or account balances, as defined. The benefit to which a participant was entitled was the benefit that could be provided from the participant’s vested balance. In March 2006, each participant’s allocation of Company contributions and earnings thereon was transferred into the participant’s individual account. Each participant’s account is now credited directly with the participant’s contribution and the Company’s contribution and plan earnings thereon. The benefit to which a participant is entitled is his or her individual account balance as of his or her termination date.

NOTES TO FINANCIAL STATEMENTS
G & M OIL COMPANY, INC. 401(K) PROFIT SHARING PLAN AND TRUST
YEARS ENDED DECEMBER 31, 2010 AND 2009 (CONTINUED)

Vesting

Participants are immediately vested in both deferral and matching contributions. Any profit sharing contributions made are on a 2-20 vesting schedule.

Investment Options

Upon enrollment in the Plan, a participant may direct contributions in increments to any of twelve investment options, as follows:

The Growth Fund of America – Funds are invested in shares of a registered investment company which seeks to provide long-term growth of capital through a diversified portfolio of common stocks.

New Perspective Fund – Funds are invested in shares of a registered investment company which seeks to provide long-term growth of capital through investments all over the world, including the United States.

Washington Mutual Investors Fund – Funds are invested in shares of a registered investment company which seeks to provide current income and the opportunity for growth of principal consistent with sound common-stock investing.

American Balanced Fund – Funds are invested in shares of a registered investment company which seeks to provide conservation of capital, current income and long-term growth of capital and income by investing in stocks, bonds and other fixed-income securities.

Bond Fund of America – Funds are invested in shares of a registered investment company which seeks to provide as high a level of current income as is consistent with preservation of capital.

The Income Fund of America – Funds are invested in shares of a registered investment company which seeks to provide current income and, secondarily, growth of capital through a flexible mix of equity and debt instruments.

Capital World Growth and Income Fund – Funds are invested in shares of a registered investment company which seeks to provide long-term growth of capital with current income by investing in established, growing companies all over the world, including the United States.

Money Market Fund – Funds are invested in shares of a registered investment company which seeks to earn income on cash reserves while preserving capital and maintaining liquidity. The fund, which was created in May 2010 via the merger of The Cash Management Trust of America and The US Treasury Money Fund of America, is a money market fund that seeks to preserve the value of stockholder investments at \$1.00 per share.

**NOTES TO FINANCIAL STATEMENTS
G & M OIL COMPANY, INC. 401(K) PROFIT SHARING PLAN AND TRUST
YEARS ENDED DECEMBER 31, 2010 AND 2009 (CONTINUED)**

NOTE 1 – DESCRIPTION OF PLAN – CONTINUED

Participants may also individually request any of the American Funds Target Date Series, which are funds designed for investors who plan to retire in, or close to, a particular year. By investing in a mix of American Funds, the funds seek to achieve an appropriate balance among the following objectives: growth, income and conservation of capital. As the fund approaches, and passes, its target retirement date, it will increasingly emphasize income and conservation of capital.

Participants may review and change their investment options at anytime through the website www.americanfunds.com/retire.

NOTE 2 – SUMMARY OF ACCOUNTING POLICIES

Basis of Accounting

The financial statements of the Plan are prepared under the accrual method of accounting.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates.

Investment Valuation and Income Recognition

The Plan's investments are stated at fair market value. Shares of registered investment companies are valued at quoted market prices and represent the net asset value of shares held by the Plan at year-end.

Payment of Benefits

Benefits are recorded when paid.

Plan Termination

The Company has the right under the Plan to discontinue its contributions at any time and to terminate the Plan subject to the provisions of ERISA, which management has elected to do effective January 1, 2010. Further detail of the Plan's termination is described in Notes 1 and 3.

NOTES TO FINANCIAL STATEMENTS

G & M OIL COMPANY, INC. 401(K) PROFIT SHARING PLAN AND TRUST
YEARS ENDED DECEMBER 31, 2010 AND 2009 (CONTINUED)

NOTE 2 – SUMMARY OF ACCOUNTING POLICIES (CONTINUED)

Reconciliation of Financial Statements to Form 5500

The following is a reconciliation to the net assets available according to the financial statements and the Form 5500, as filed with the Internal Revenue Service:

	<u>2010</u>	<u>2009</u>
Net assets available for benefits per the financial statements	<u>\$115,085</u>	<u>\$638,365</u>
Net assets available for benefits per Form 5500	<u>\$115,085</u>	<u>\$638,365</u>

The following is a reconciliation of benefits paid to participants according to the financial statements and the Form 5500.

	<u>2010</u>	<u>2009</u>
Benefits paid to participants per the financial statements	<u>\$ 539,155</u>	<u>\$ 396,424</u>
Benefits paid to participants per Form 5500	<u>\$ 539,155</u>	<u>\$ 396,424</u>

Amounts allocated to withdrawing participants are recorded on the Form 5500 for benefit claims that have been processed and approved for payment prior to December 31, but not yet paid as of that date.

Income Tax Status

The Internal Revenue Service has determined and informed the Company by a letter dated January 11, 1996, that the Plan and related trust are designed in accordance with applicable sections of the Internal Revenue Code (IRC).

NOTE 3 – SUBSEQUENT EVENTS

Although management elected to terminate the 401(K) Profit Sharing Plan and Trust, and terminating distributions were made during 2010, one participant's funds remain suspended within the Plan due to a legal dispute regarding rightful beneficiary(s). The funds are being held by the Plan in a certificate of deposit at Commercial Bank in Barbourville, KY. The CD currently accrues interest at the rate of .3% and the balance at December 31, 2010 and 2009 is \$115,085 and \$114,484 respectively. The funds will remain assets of the Plan with the CD until a court ruling is determined, at which time the funds will be distributed to the deemed beneficiary(s) and this Plan will be officially terminated.