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*Independent Auditor's Report*

To The Members Of  
The Italian Café, LLC

We have audited the accompanying balance sheets of The Italian Café, LLC as of December 31, 2016 and the related statement of income, retained earnings, and cash flow for the year then ended. These financial statements are the responsibility of the entity'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 audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Italian Café, LLC as of December 31, 2016 and the results of its operations and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.



Mark V. Wilnewic, CPA  
License #065-021225  
Expires September 30, 2018

March 12, 2017

**EXHIBIT** F

**The Italian Cafe, LLC**  
**Balance Sheet**  
**December 31, 2016**

<b>ASSETS</b>	
Cash on hand and in bank	\$964
Accounts Receivable (net) - Notes 3 and 6	97,116
Due from affiliated companies - Note 6	122,800
Other Current Assets	0
<b>Total Current Assets</b>	<b>220,880</b>
Investments	63,160
<b>Total Assets</b>	<b>\$284,040</b>

**LIABILITIES AND MEMBERS' EQUITY**

Accounts Payable and accrued expenses	0
Accrued Salary and payroll taxes	0
Accrued Interest Payable	0
Due to affiliated companies - Note 6	90,808
<b>Total Current Liabilities</b>	<b>90,808</b>

**MEMBERS' EQUITY**

Member's Equity - Common	176,000
Capital Contribution	0
Distributions	0
Retained Earnings	0
Balance, January 1	8,083
Net Income for the Year	9,149
Balance, December 31	17,232
<b>Total Members' Equity</b>	<b>193,232</b>
<b>Total Liabilities and Members' Equity</b>	<b>\$284,040</b>

The accompanying footnotes are an integral part of these financial statements

**The Italian Cafe, LLC**  
**Statement of Earnings**  
**December 31, 2016**

Revenue:	
Interest Income	<u>\$19,526</u>
Total Revenues	\$19,526
Expenses:	
Advertising	3,396
Bank Service Charges	199
Miscellaneous	<u>82</u>
Total Expenses	<u>3,677</u>
Net Ordinary Income (Loss)	15,849
Interest Expense	<u>(6,700)</u>
Net Income (Loss)	<u><u>\$9,149</u></u>

The accompanying notes are an integral part of the financial statements

**The Italian Cafe, LLC**  
**Statement of Cash Flows**  
**December 31, 2016**

**OPERATING ACTIVITIES:**

Net Income (Loss)	<u>\$9,149</u>
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**INVESTING ACTIVITIES:**

Decrease (Increase) in amount due from affiliated companies - Note 5	(9,752)
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Increase In Accounts Receivable	<u>(9,529)</u>
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Net Cash from Investing Activities	<u>(\$19,281)</u>
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**FINANCING ACTIVITIES:**

Capital Contributions	0
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Increase (decrease) in Investments	<u>11,096</u>
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Net Cash from Financing Activities	<u>\$11,096</u>
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Net Cash Increase (Decrease)	\$964
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Beginning Cash Balance	<u>0</u>
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Ending Cash Balance	<u><u>\$964</u></u>
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The accompanying footnotes are an integral part of these financial statements

**The Italian café, LLC**  
**Lake Zurich, IL**  
**Notes To Balance Sheet**  
**December 31, 2016**

**Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES,  
ORGANIZATION, AND OTHER MATTERS**

Organization — The Italian Café, LLC is a privately held limited liability company organized under the laws of Illinois to provide financing for restaurant / video gaming establishments.

**Note 2 - INCOME TAXES**

The company has been organized as a limited liability company and has elected to be treated as a partnership under the provisions of the Internal Revenue Code. As such, the partners are taxed on their proportionate share of the LLC's taxable income. Accordingly, no provision or liability for federal income taxes have been included in the financial statements.

**Note 3 - ACCOUNTS RECEIVABLE**

Due From Luigi's	\$97,116
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**Note 4 - DUE FROM AFFILIATES**

Due From The Italian Café, LLC Series A & C \$122,800

The Italian Café, LLC Series C has the same ownership as The Italian Café, LLC.

**Note 5 - DUE TO AFFILIATES**

Due to Senior Homes, LLC	\$85,791
Due to The Italian Café, LLC Series B	581
Due to M2K	<u>4 436</u>
Total	\$90,808

- A. Senior Homes, LLC owns a 50% interest in The Italian Café, LLC
- B. M2K of Chicago, LLC owns a 50% interest in The Italian café, LLC
- C. The Italian Café, LLC Series A, B and C all share the same ownership as The Italian Café, LLC