

**ENCLAVE GROUP, LLC.**  
**Unaudited Financial Statements for the Years**  
**Ended December 31, 2017 and 2016**

**ENCLAVE GROUP LLC**  
**FOR THE YEARS ENDED DECEMBER 31, 2017 and 2016**

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## **Independent Accountant's Review Report**

To Management  
Enclave Group LLC.

I have reviewed the accompanying balance sheet of Enclave Group LLC. as of December 31, 2017 and 2016, and the related statements of income, retained earnings, and cash flows for the years then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of company management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, I do not express such an opinion.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error.

### **Accountant's Responsibility**

My responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require me to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. I believe that the results of my procedures provide a reasonable basis for my report.

### **Accountant's Conclusion**

Based on my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.

Andrew Benvenuti, CPA  
January 19, 2018

**ENCLAVE GROUP LLC****BALANCE SHEET****DECEMBER 31,**

	<b>2017</b>	<b>2016 **</b>
<b><u>ASSETS</u></b>		
<b>CURRENT ASSETS</b>		
Cash	\$ 3,853	\$ 27,771
Inventory	50,862	70,000
Prepaid Insurance	<u>-</u>	<u>1,319</u>
Total Current Assets	54,715	99,090
<b>NON-CURRENT ASSETS</b>		
Organizational & Start Up Costs(Net)	9,780	10,300
Total Non-Current Assets	9,780	10,300
<b>Total Assets</b>	<b>\$ <u>64,495</u></b>	<b>\$ <u>109,390</u></b>
<b><u>LIABILITIES AND SHAREHOLDERS' EQUITY</u></b>		
<b>CURRENT LIABILITIES</b>		
Total Current Liabilities	\$ -	\$ -
<b>NON-CURRENT LIABILITIES</b>		
Convertible Notes Payable	110,000	110,000
Accrued Interest Convertible Notes	<u>8,800</u>	<u>2,200</u>
Total Non-Current Liabilities	<u>118,800</u>	<u>112,200</u>
<b>Total Liabilities</b>	<b>\$ 118,800</b>	<b>\$ 112,200</b>
<b>SHAREHOLDERS' EQUITY</b>		
Common Stock (No shares issued )	-	-
Additional Paid In Capital	-	-
Retained Earnings	<u>(54,305)</u>	<u>(2,810)</u>
<b>Total Shareholders' Equity</b>	<b><u>(54,305)</u></b>	<b><u>(2,810)</u></b>
<b>Total Liabilities and Shareholders' Equity</b>	<b>\$ <u>64,495</u></b>	<b>\$ <u>109,390</u></b>

\*\* Activity did not commence until the October of 2016

**ENCLAVE GROUP LLC**  
**INCOME STATEMENT**  
**FOR THE YEARS ENDED DECEMBER 31,**

	<b>2017</b>	<b>2016 **</b>
<b>Operating Income</b>		
Sales	\$ 14,084	\$ -
Cost of Sales	<u>11,408</u>	<u>-</u>
Gross Profit	2,676	-
<b>Operating Expenses</b>		
Advertising & Marketing	9,323	-
General & Administrative Expenses	1,411	-
Insurance	2,313	173
Office Rent & Utilities	3,150	-
Professional Services	500	-
Samples & Promotions	7,730	-
Travel	3,308	437
Warehousing & Services - Park Street	<u>19,316</u>	<u>-</u>
Total Expenses	47,051	610
<b>Net Income From Operations</b>	(44,375)	(610)
<b>Other Income (Expense)</b>		
Amortization Expense	(520)	-
Interest Expense	<u>(6,600)</u>	<u>(2,200)</u>
Total Other Income (Expense)	(7,120)	(2,200)
<b>Net Income Before Provision for Income Tax</b>	(51,495)	(2,810)
<b>Provision for Income Tax</b>	<u>-</u>	<u>-</u>
<b>Net Income (Loss)</b>	\$ <u><u>(51,495)</u></u>	\$ <u><u>(2,810)</u></u>

\*\* Activity did not commence until the October of 2016

**ENCLAVE GROUP LLC**  
**STATEMENT OF RETAINED EARNINGS**  
**DECEMBER 31,**

	<b>2017</b>	<b>2016 **</b>
<b>Beginning Balance - January 1,</b>	\$ (2,810)	\$ -
Net Income(Loss) for the period ended December 31, 2017	<u>(51,495)</u>	(2,810)
<b>Ending Balance - December 31,</b>	\$ <u>(54,305)</u>	\$ <u>(2,810)</u>

\*\* Activity did not commence until the October of 2016

**ENCLAVE GROUP LLC**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEARS ENDED DECEMBER 31,**

	<b>2017</b>	<b>2016 **</b>
<b>Cash Flows From Operating Activities</b>		
Net Income (Loss)	\$ (51,495)	\$ (2,810)
Amortization	520	
Change in Inventory	19,138	(70,000)
Change in Prepaid Insurance	1,319	(1,319)
Change in Accrued Interest	<u>6,600</u>	<u>2,200</u>
<b>Net Cash Flow From Operating Activities</b>	<b>(23,918)</b>	<b>(71,929)</b>
<b>Cash Flows From Investing Activities</b>		
Change in Intangible Assets	<u>-</u>	<u>(10,300)</u>
<b>Net Cash Flow From Investing Activities</b>	<b>-</b>	<b>(10,300)</b>
<b>Cash Flows From Financing Activities</b>		
Convertible Debt	<u>-</u>	<u>110,000</u>
<b>Net Cash Flow From Financing Activities</b>	<b>-</b>	<b>110,000</b>
<b>Net Increase (Decrease) in Cash</b>	<b>(23,918)</b>	<b>27,771</b>
<b>Cash - January 1,</b>	<u>27,771</u>	-
<b>Cash - December 31,</b>	\$ <u><u>3,853</u></u>	\$ <u><u>27,771</u></u>

\*\* Activity did not commence until the October of 2016

**ENCLAVE GROUP, LLC.**  
**NOTES TO FINANCIAL STATEMENTS (UNAUDITED)**  
**December 31, 2017 and 2016**

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**NOTE A- ORGANIZATION AND NATURE OF ACTIVITIES**

ENCLAVE GROUP, LLC. ("the Company") is an LLC formed under the laws of the State of Delaware. The Company derives revenue from the wholesale beverage industry.

The Company's ability to continue as a going concern or to achieve management's objectives may be dependent on the outcome of their crowd funding or management's other efforts to raise operating capital.

**NOTE B- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Basis of Presentation**

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America ("US GAAP").

**Use of Estimates**

The preparation of financial statements requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**Cash and Cash Equivalents**

Cash and cash equivalents include all cash balances, and highly liquid investments with maturities of three months or less when purchased.

**Accounts Receivables**

Accounts receivables consists of amounts billed to customer for completed work for which payment has not yet been received. There were no amount reflected as accounts receivables. as of December 31, 2017 and 2016. The Company recorded no losses on uncollectible receivables.

**ENCLAVE GROUP, LLC.**  
**NOTES TO FINANCIAL STATEMENTS (UNAUDITED)**  
**December 31, 2017 and 2016**  
**(CONTINUED)**

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**Inventory**

The Company's inventory includes raw materials, supplies, and completed items that are held for sale. Management's experience suggests that losses due to obsolescence or spoilage of inventory items are likely to be infrequent. Therefore, no amount has been recognized in the statements as a reserve for losses on inventory. Inventory is reflected utilizing the First In, First Out Method (FIFO) a method recognized under accounting principles generally accepted in the United States of America ("US GAAP").

**Property and Equipment**

The Company capitalizes long-lived assets with an original purchase price of \$1,000 or more. Depreciation is calculated on a straight-line basis over management's estimate of the asset's useful life. As of December 31, 2017 and 2016 no property and equipment exist.

**Cost of Sales**

Cost of Sales includes costs of inventory items and other supplies sold to the Company's customers.

**Advertising Costs**

The Company expenses direct advertising, marketing and promotion costs as incurred.

**ENCLAVE GROUP, LLC.**  
**NOTES TO FINANCIAL STATEMENTS (UNAUDITED)**  
**December 31, 2017 and 2016**  
**(CONTINUED)**

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**NOTE C- LEASES**

The Company uses Park Street to store its Inventory, for distribution and others services relating to the products. Also, a provision is made for use of one on the director's apartment which is currently being used as the Company office, this provision includes utilities and all other necessary office equipment. No lease agreement exists.

**NOTE D- INCOME TAXES**

The Company is subject to tax filing requirements in the federal jurisdiction of the United States. The Company recorded a net operating loss in 2016 and the twelve months ended December 31, 2017. . Due to management's uncertainty as to the valuation or timing of benefits associated with the loss, no amount has been recognized in the statements to account for it. The net operating loss carry forward associated with 2016 will expire if unused after tax year 2036. The Company's 2016 federal tax filing will be subject to review by the Internal Revenue Service until 2019 and the 2017 until 2020.

**NOTE F- NOTES PAYABLE**

The Company has convertible notes ("the Notes") payable to related parties (family and friends). The Notes accrue interest at the rate of 6% per annum and have undefined term, with the earliest commencing in 2019/2020. At Holders' election and in the event that the Company issues and sells shares of its Series A Common Stock in an equity financing which occurs on or prior to the Maturity Date of the Notes, then the outstanding principal amount of the Notes and all accrued and unpaid interest on the Notes shall automatically convert into fully paid and non-assessable shares of the Series A Common Stock issued in such financing at the price per share paid by the other participating investors in such financing.

**ENCLAVE GROUP, LLC.**  
**NOTES TO FINANCIAL STATEMENTS (UNAUDITED)**  
**December 30, 2017 and 2016**  
**(CONTINUED)**

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No provision was made for the stock since at the time of the preparation of these financial statements no date has been set to issue stock and due to this uncertainty it is not necessary for this amount to be reflected in the financial statements at this time.

**NOTE F- CROWD FUNDING**

The company is planning to commence a new round of crowd funding thru Wefunder for a maximum of \$1,070,000 to be raised in exchange for convertible debt under the SAFE program of Wefunder, Inc. The fees to Wefunder consisted of a 5% of the funds raised cash fee and a 2% of the funds raised to be paid in company stock at the time of issuance of company stock. No provision was made for this since at the time of the preparation of these financial statements no date has been set to issue stock and due to this uncertainty it is not necessary for this amount to be reflected in the financial statements at this time.

**NOTE G- CONCENTRATIONS OF RISK**

Financial instruments that potentially subject the Company to credit risk consist of cash and cash equivalents. The Company places its cash and cash equivalents with a limited number of high quality financial institutions and at times may exceed the amount of insurance provided on such deposits.

**NOTE H- SUBSEQUENT EVENTS**

Management considered events subsequent to the end of the period but before January 19, 2018 and 2017, the date that the financial statements were available to be issued.

## **Supplemental Information**

**ENCLAVE GROUP LLC**  
**COST OF SALES SCHEDULE**  
**FOR THE YEARS ENDED DECEMBER 31,**

	<b>2017</b>	<b>2016 **</b>
Inventory - January 1, 2017	\$ 70,000	\$ -
Purchases	-	70,000
Less - Samples & promotional	(7,730)	-
Less Inventory - December 31, 2017	<u>(50,862)</u>	<u>(70,000)</u>
Cost of Sales	\$ <u>11,408</u>	\$ <u>-</u>

\*\* Activity did not commence until the October of 2016