

APPENDIX B:
FINANCIAL STATEMENTS
(Unaudited)

	<u>Jan - Dec 18</u>
Ordinary Income/Expense	
Expense	
Uncategorized Expenses	0.00
Total Expense	<u>0.00</u>
Net Ordinary Income	0.00
Other Income/Expense	
Other Income	
Interest Income	52.11
Total Other Income	<u>52.11</u>
Net Other Income	<u>52.11</u>
Net Income	<u><u>52.11</u></u>

	<u>Dec 31, 18</u>
ASSETS	
Current Assets	
Checking/Savings	
Checking at OnPoint Community	278,930.95
On Point - Savings	<u>5.00</u>
Total Checking/Savings	<u>278,935.95</u>
Total Current Assets	278,935.95
Fixed Assets	
Building & Land	480,000.00
Leasehold Improvements	<u>57,772.22</u>
Total Fixed Assets	537,772.22
Other Assets	
Start-up Cost	<u>13,343.94</u>
Total Other Assets	<u>13,343.94</u>
TOTAL ASSETS	<u>830,052.11</u>
LIABILITIES & EQUITY	
Liabilities	
Long Term Liabilities	
Note Payable -	50,000.00
Note Payable -	<u>279,000.00</u>
Total Long Term Liabilities	<u>329,000.00</u>
Total Liabilities	329,000.00
Equity	
Member Equity -	250,000.00
Member Equity -	100,000.00
Member Equity -	25,000.00
Member Equity -	50,000.00
Member Equity -	75,000.00
Member Equity -	450.00
Member Equity -	450.00
Member Equity -	100.00
Net Income	<u>52.11</u>
Total Equity	<u>501,052.11</u>
TOTAL LIABILITIES & EQUITY	<u>830,052.11</u>

	<u>Jan - Dec 18</u>
OPERATING ACTIVITIES	
Net Income	52.11
Net cash provided by Operating Activities	<u>52.11</u>
INVESTING ACTIVITIES	
Building & Land	-480,000.00
Leasehold Improvements	-57,772.22
Start-up Cost	-13,343.94
Net cash provided by Investing Activities	<u>-551,116.16</u>
FINANCING ACTIVITIES	
Note Payable -	50,000.00
Note Payable -	279,000.00
Member Equity -	250,000.00
Member Equity -	100,000.00
Member Equity -	25,000.00
Member Equity -	50,000.00
Member Equity -	75,000.00
Member Equity -	450.00
Member Equity -	450.00
Member Equity -	100.00
Net cash provided by Financing Activities	<u>830,000.00</u>
Net cash increase for period	<u>278,935.95</u>
Cash at end of period	<u><u>278,935.95</u></u>

	<u>Jan - Dec 19</u>
Ordinary Income/Expense	
Expense	
Research & Development	337.43
Taxes - Property	<u>3,034.40</u>
Total Expense	<u>3,371.83</u>
Net Ordinary Income	-3,371.83
Other Income/Expense	
Other Income	
Interest Income	<u>228.45</u>
Total Other Income	<u>228.45</u>
Net Other Income	<u>228.45</u>
Net Income	<u><u>-3,143.38</u></u>

	<u>Dec 31, 19</u>
ASSETS	
Current Assets	
Checking/Savings	
Checking at OnPoint Community	467,351.06
On Point - Savings	<u>5.00</u>
Total Checking/Savings	<u>467,356.06</u>
Total Current Assets	467,356.06
Fixed Assets	
Building & Land	480,000.00
Warehouse Equipment	164,383.38
Leasehold Improvements	<u>105,335.62</u>
Total Fixed Assets	749,719.00
Other Assets	
Loan Fees	13,195.00
Start-up Cost	<u>86,638.67</u>
Total Other Assets	<u>99,833.67</u>
TOTAL ASSETS	<u>1,316,908.73</u>
LIABILITIES & EQUITY	
Liabilities	
Long Term Liabilities	
Note Payable - Ravenwood	40,000.00
Note Payable - Port of Cascade	<u>279,000.00</u>
Total Long Term Liabilities	<u>319,000.00</u>
Total Liabilities	319,000.00
Equity	
Member Equity	25,000.00
Member Equity	25,000.00
Member Equity	250,000.00
Member Equity	100,000.00
Member Equity	50,000.00
Member Equity	25,000.00
Member Equity	25,000.00
Member Equity	50,000.00
Member Equity	425,000.00
Member Equity	25,450.00
Member Equity	450.00
Member Equity	100.00
Retained Earnings	52.11
Net Income	<u>-3,143.38</u>
Total Equity	<u>997,908.73</u>
TOTAL LIABILITIES & EQUITY	<u>1,316,908.73</u>

	<u>Jan - Dec 19</u>
OPERATING ACTIVITIES	
Net Income	-3,143.38
Net cash provided by Operating Activities	<u>-3,143.38</u>
INVESTING ACTIVITIES	
Warehouse Equipment	-164,383.38
Leasehold Improvements	-47,563.40
Loan Fees	-13,195.00
Start-up Cost	-73,294.73
Net cash provided by Investing Activities	<u>-298,436.51</u>
FINANCING ACTIVITIES	
Note Payable -	-10,000.00
Member Equity -	25,000.00
Member Equity -	25,000.00
Member Equity -	50,000.00
Member Equity -	-25,000.00
Member Equity -	-25,000.00
Member Equity -	425,000.00
Member Equity -	25,000.00
Net cash provided by Financing Activities	<u>490,000.00</u>
Net cash increase for period	188,420.11
Cash at beginning of period	<u>278,935.95</u>
Cash at end of period	<u><u>467,356.06</u></u>

	<u>Oct 31, 20</u>
ASSETS	
Current Assets	
Checking/Savings	
Beneficial - CD Savings	50,043.65
Beneficial Checking	494,093.54
On Point - Savings	<u>5.00</u>
Total Checking/Savings	544,142.19
Other Current Assets	
Prepaid Insurance	6,519.00
Accounts Receivable - Trade	10,029.50
Cash on Hand	1,373.00
Deposit in Transit	<u>1,025.51</u>
Total Other Current Assets	<u>18,947.01</u>
Total Current Assets	563,089.20
Fixed Assets	
Vehicle & Truck	23,828.00
Construction Costs	410,180.44
Building & Land	480,000.00
Furniture and Equipment	2,830.00
Warehouse Equipment	164,383.38
Leasehold Improvements	<u>125,798.73</u>
Total Fixed Assets	1,207,020.55
Other Assets	
Loan Fees	62,119.95
Start-up Cost	<u>86,638.67</u>
Total Other Assets	<u>148,758.62</u>
TOTAL ASSETS	<u><u>1,918,868.37</u></u>
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Credit Cards	
VISA	-1,042.64
VISA	5,376.65
VISA	971.79
VISA	<u>15,951.07</u>
Total Credit Cards	21,256.87
Other Current Liabilities	
Accrued Wages	19,814.16
PPP - Loan Payable	14,126.47
SBA - Loan Payable	<u>3,000.00</u>
Total Other Current Liabilities	<u>36,940.63</u>
Total Current Liabilities	58,197.50
Long Term Liabilities	

	<u>Oct 31, 20</u>
Note Payable - Ravenwood	40,000.00
Note Payable - Port of Cascade	<u>279,000.00</u>
Total Long Term Liabilities	<u>319,000.00</u>
Total Liabilities	377,197.50
Equity	
Member Equity -	87,500.00
Member Equity -	62,500.00
Member Equity -	62,500.00
Member Equity -	112,500.00
Member Equity -	150,000.00
Member Equity -	150,000.00
Member Equity -	25,000.00
Member Equity -	25,000.00
Member Equity -	250,000.00
Member Equity -	100,000.00
Member Equity -	50,000.00
Member Equity -	25,000.00
Member Equity -	25,000.00
Member Equity -	50,000.00
Member Equity -	425,000.00
Member Equity -	25,450.00
Member Equity -	450.00
Member Equity -	100.00
Retained Earnings	-3,091.27
Net Income	<u>-81,237.86</u>
Total Equity	<u>1,541,670.87</u>
TOTAL LIABILITIES & EQUITY	<u><u>1,918,868.37</u></u>

I, Steven Travis Preece, certify that:

1. The financial statements of Gorges Brewing LLC included in this Form are true and complete in all material respects; and
2. The tax return information of Gorges Brewing LLC included in this Form reflects accurately the information reported on the tax return for Gorges Brewing LLC for the fiscal years ended 2018 and 2019 (most recently available as of the Date of this Form C).

Signature Steven Travis Preece

Name: Steven Travis Preece

Title: CEO