

# Big Belly Brewing, LLC

## Financial Statements

For years ended December 31, 2017 and 2016

with

Independent Accountants Review Report

## Independent Accountants Review Report

Managment  
Big Belly Brewing, LLC  
Lewisburg, OH 45338

We have reviewed the accompanying financial statements of Big Belly Brewing, LLC which comprise the balance sheet as of December 31, 2017 and 2016, and the related statements of income, cash flows, and member equity 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, we 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.

### **Accountants' Responsibility**

Our responsibility is to conduct the review engagements in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those Standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

### **Accountants' Conclusion**

Based on our reviews, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.



Kruse and Crawford  
Cincinnati, Ohio  
September 26, 2018

Big Belly Brewing, LLC  
BALANCE SHEETS  
As of December 31, 2017 and 2016

<u>ASSETS</u>	<u>December 31,</u> <u>2017</u>	<u>December 31,</u> <u>2016</u>
<b>CURRENT ASSETS:</b>		
Cash	\$ -	\$ -
Total current assets	<u>-</u>	<u>-</u>
<b>TOTAL ASSETS</b>	<b><u><u>\$ -</u></u></b>	<b><u><u>\$ -</u></u></b>
<b><u>LIABILITIES AND MEMBER EQUITY</u></b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ -	\$ -
Total current liabilities	<u>-</u>	<u>-</u>
Total liabilities	-	-
<b>MEMBER EQUITY</b>	<u>-</u>	<u>-</u>
<b>TOTAL LIABILITIES AND MEMBER EQUITY</b>	<b><u><u>\$ -</u></u></b>	<b><u><u>\$ -</u></u></b>

See independent accountant's review report.  
The accompanying notes are an integral part of these financial statements.

Big Belly Brewing, LLC  
STATEMENTS OF INCOME  
For the years ended December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
NET SALES	\$ -	\$ -
COST OF GOODS SOLD	<u>-</u>	<u>-</u>
Gross profit	-	-
OPERATING EXPENSES	-	-
SELLING, GENERAL AND ADMINISTRATIVE EXPENSES	<u>-</u>	<u>-</u>
Operating income	-	-
OTHER INCOME/EXPENSE:		
Total other income/expense	<u>-</u>	<u>-</u>
NET INCOME	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

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Big Belly Brewing, LLC  
**STATEMENTS OF CASH FLOWS**  
For the years ended December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Net income	\$ -	\$ -
Adjustments to reconcile net income to net cash provided/(used) by operating activities:	-	-
Net cash used in operating activities	-	-
 <b>CASH FLOWS FROM INVESTING ACTIVITY:</b>	-	-
Net cash used in investing activity	-	-
 <b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>	-	-
Net cash used in financing activities	-	-
Net increase in cash and cash equivalents	-	-
 Cash and cash equivalents at the beginning of the year	-	-
Cash and cash equivalents at the end of the year	\$ -	\$ -

See independent accountant's review report.  
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Big Belly Brewing, LLC  
**STATEMENTS OF MEMBER EQUITY**  
For the years ended December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
<b>MEMBER EQUITY</b>		
Balance at beginning of year	\$ -	\$ -
Balance at end of year	-	-
 <b>ACCUMULATED EARNINGS</b>		
Balance at beginning of year	-	-
Net Income	-	-
Balance at end of year	-	-
<b>TOTAL MEMBER EQUITY</b>	\$ -	\$ -

See independent accountant's review report.  
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# Big Belly Brewing, LLC

## Notes to the Financial Statements

As of December 31, 2017 and 2016

### **NOTE 1 – NATURE OF PLANNED OPERATIONS**

Big Belly Brewing, LLC (“the Company”) is a sole member LLC was formed on February 9, 2015 under the laws of the state of Ohio and will be engaging the in the brewing and selling of craft beer. There were no activities in the Company from February 9, 2015 through December 31, 2017. The company is governed under an Operating Agreement which is undated.

The company also plans to sell equity pursuant to a Regulation CF offering. Regulation CF contains rules providing exemptions from the registration requirements, disclosed in the Securities Act of 1933, allowing some companies to use equity crowdfunding to offer and sell their securities without having to register the securities with the SEC.

The Company's activities are subject to significant risks and uncertainties, including being unable to secure additional funding that is needed to complete construction of their tap room and brewery.

### **NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES**

The company has elected to report financial results on the accrual method of accounting, but has yet to pick a report period; method of reporting gift cards; determination of cash and cash equivalents; recording of vendor allowances, inventory, property and equipment, trademarks, other assets, rent expense and deferred rent expense, advertising costs, pre-opening costs, and contingencies.

### **NOTE 3 – LEASES**

The Company has plans to lease a building, where it will house the brewery and taproom, from a related party. The building is undergoing construction and a completion date is not known. The building will be located in Lewisburg, OH. There is currently no signed lease, amount of monthly rent, or lease term determined.

### **NOTE 4 – INCOME TAXES**

The company is treated as a sole proprietorship for federal income tax purposes. Consequently, federal income taxes are not payable by, or provided for, the company. The company is subject to various state and local income taxes based on net income and gross receipts.

### **NOTE 5 – MEMBER EQUITY**

There is only one class of membership units. The sole class of membership units has voting rights and will received distributions proportional to their economic ownership interests.

### **NOTE 6—SUBSEQUENT EVENT**

On June 8, 2018 the sole member contributed equity of \$100.

On June 22, 2018 the sole member contributed equity of \$400.

Management has evaluated subsequent events through September 26, 2018, the date which the balance sheet was available to be issued.

See independent accountant’s review report.