

# NJ TEAMSTERS FC, LLC

FINANCIAL STATEMENT FOR THE PERIOD ENDED December 31, 2019 AND 2018

WITH INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

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# FOUR BROTHERS FINANCIAL, LLC

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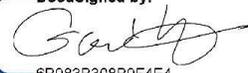
Independent Accountants' Compilation Report  
08/23/2020

Stakeholders of NJ Teamsters FC LLC  
63 West 30<sup>th</sup> St. # 102  
Bayonne, NJ 07002

We have compiled the accompanying balance sheet of NJ Teamsters FC LLC, as of December 31<sup>st</sup> 2019 and December 31<sup>st</sup> 2018, and the related profit and loss, cash flow statement and statement of retained equity. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilations in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

DocuSigned by:  
  
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Gary Mehta, CPA  
Four Brothers Financial  
3171 Route 9 North, Suite 282  
Old Bridge, NJ 08857

**NJ TEAMSTERS FC LLC**  
**Balance Sheet**

As of December 31, 2019 and December 31, 2018

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	<u>Dec 31, 19</u>	<u>Dec 31, 18</u>
<b>ASSETS</b>		
<b>Current Assets</b>		
<b>Checking/Savings</b>		
Checking Account	22,214.70	78.38
<b>Total Checking/Savings</b>	<u>22,214.70</u>	<u>78.38</u>
<b>Total Current Assets</b>	22,214.70	78.38
<b>Other Assets</b>		
Trademark	275.00	275.00
<b>Total Other Assets</b>	<u>275.00</u>	<u>275.00</u>
<b>TOTAL ASSETS</b>	<b><u>22,489.70</u></b>	<b><u>353.38</u></b>
<b>LIABILITIES &amp; EQUITY</b>		
<b>Equity</b>		
Members Draw	-8,579.00	0.00
Members Equity	47,961.00	11,054.00
Retained Earnings	78.38	78.38
Net Income	-16,970.68	-10,779.00
<b>Total Equity</b>	<u>22,489.70</u>	<u>353.38</u>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b><u>22,489.70</u></b>	<b><u>353.38</u></b>

**NJ TEAMSTERS FC LLC**  
**Profit & Loss**  
 January through December 2019 and 2018

	<u>Jan - Dec 19</u>	<u>Jan - Dec 18</u>
<b>Ordinary Income/Expense</b>		
<b>Income</b>		
<b>Sales</b>	29,492.24	19,055.00
<b>Total Income</b>	29,492.24	19,055.00
<b>Expense</b>		
<b>Advertising and Promotion</b>	0.00	395.00
<b>Automobile Expense</b>	1,103.47	1,199.00
<b>Bank Service Charges</b>	643.07	750.00
<b>Coaching</b>	0.00	1,500.00
<b>Commentator</b>	300.00	0.00
<b>Commission and Fees</b>	0.00	2,402.00
<b>Computer and Internet Expenses</b>	186.64	0.00
<b>Consultants</b>	2,800.00	0.00
<b>DJ / Entertainment</b>	0.00	1,630.00
<b>Donations</b>	200.00	0.00
<b>Dues and Subscriptions</b>	0.00	441.00
<b>Equipment Rental</b>	489.90	2,787.00
<b>Food for Opposition Team</b>	584.66	0.00
<b>Head Coach</b>	7,812.00	0.00
<b>Insurance Expense</b>	0.00	160.00
<b>Legal Fees</b>	470.38	0.00
<b>Licenses, Fees, Permits</b>	409.60	0.00
<b>Marketing Expense</b>	5,022.69	0.00
<b>Meals and Entertainment</b>	0.00	1,750.00
<b>Meetings Expense</b>	2,067.57	0.00
<b>Music - DJ</b>	1,300.00	0.00
<b>Office &amp; Postage Expense</b>	0.00	739.00
<b>Other Expense</b>	75.00	0.00
<b>Photography &amp; Video</b>	0.00	735.00
<b>Postage &amp; Shipping Expense</b>	76.43	0.00
<b>Printing Expense</b>	283.95	0.00
<b>Professional Fees</b>	1,365.00	1,942.00
<b>Publication/Dues Expense</b>	2,035.32	0.00
<b>Referee Fee</b>	1,829.00	0.00
<b>Referee Fees</b>	0.00	222.00
<b>Rent Expense</b>	1,525.00	0.00
<b>Security</b>	700.00	1,801.00
<b>Storage Expense</b>	711.76	0.00
<b>Subcontractors</b>	0.00	1,312.00
<b>Supplies</b>	3,306.78	8,807.00
<b>Telephone Expense</b>	496.13	126.00
<b>Travel Expense</b>	7,222.54	3,742.00
<b>Uniforms</b>	1,883.09	1,020.00

**NJ TEAMSTERS FC LLC**  
**Profit & Loss**  
January through December 2019 and 2018

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	<u>Jan - Dec 19</u>	<u>Jan - Dec 18</u>
Utilities	487.00	15.00
Website	1,075.94	0.00
<b>Total Expense</b>	<u>46,462.92</u>	<u>33,475.00</u>
<b>Net Ordinary Income</b>	-16,970.68	-14,420.00
<b>Other Income/Expense</b>		
<b>Other Income</b>		
Other Income	0.00	3,641.00
<b>Total Other Income</b>	<u>0.00</u>	<u>3,641.00</u>
<b>Net Other Income</b>	0.00	3,641.00
<b>Net Income</b>	<u><u>-16,970.68</u></u>	<u><u>-10,779.00</u></u>

**NJ TEAMSTERS FC LLC**  
**Statement of Retained Earnings**  
**December 2019 and December 2018**

	Units		Contributions (Distributions)	Retained Earnings (Accumulated Deficit)	Total
	Shares	Amount			
<b>Balance at January 31, 2018</b>	100	\$ 1	\$ 100.00	\$ 78.38	\$ 178.38
Unit contribution			\$ 10,679.00		\$ 10,679.00
Net income				(10,779.00)	\$ 10,779.00
<b>Balance at December 31, 2018</b>	100	\$ 11	\$ 10,779.00	\$ (10,700.62)	\$ 78.38
Unit contribution	-	-	\$ 39,382.00	-	\$ 39,382.00
Net income	-	-	-	(16,970.68)	\$ (16,970.68)
<b>Balance at December 31, 2019</b>	<u>100</u>	<u>\$ 1</u>	<u>\$ 50,161</u>	<u>\$ (27,671.30)</u>	<u>\$ 22,489.70</u>

**NJ TEAMSTERS FC LLC**  
**Statement of Cash Flows**  
**January through December 2019 and December 2018**

	<u>Jan - Dec 19</u>	<u>Jan - Dec 18</u>
<b>OPERATING ACTIVITIES</b>		
Net Income	-16,970.68	-10,779.00
<b>Net cash provided by Operating Activities</b>	<u>-16,970.68</u>	<u>-10,779.00</u>
<b>INVESTING ACTIVITIES</b>		
Trademark	0.00	-275.00
<b>Net cash provided by Investing Activities</b>	<u>0.00</u>	<u>-275.00</u>
<b>FINANCING ACTIVITIES</b>		
Members Equity	-8,579.00	11,054.00
Retained Earnings	47,686.00	78.38
<b>Net cash provided by Financing Activities</b>	<u>39,107.00</u>	<u>11,132.38</u>
<b>Net cash increase for period</b>	<u>22,136.32</u>	<u>78.38</u>
<b>Cash at beginning of period</b>	<u>78.38</u>	<u>0.00</u>
<b>Cash at end of period</b>	<u><u>22,214.70</u></u>	<u><u>78.38</u></u>

NJ TEAMSTERS FC LLC  
Notes to Financial Statements  
December 2019 and December 2018

**1. Summary of Significant Accounting Policies**

***The Company***

NJ Teamsters FC, LLC (the "Company") was incorporated in the State of New Jersey on March 30, 2017. The Company is headquartered in Bayonne, New Jersey and as is doing business as NJ Teamsters FC.

NJ Teamsters FC an American professional soccer club based in Bayonne, NJ and is set to begin play in the National Independent Soccer Association starting in 2021. The team formerly played in the United Premier Soccer League.

***Going Concern***

Since Inception, the Company has relied on funds from owner to fund its operations. As of December 31, 2019, the Company will likely incur losses prior to generating positive working capital. These matters raise substantial concern about the Company's ability to continue as a going concern. The Company's ability to continue as a going concern is dependent on the Company's ability to raise short term capital.

***Fiscal Year***

The Company operates on a December 31st year-end.

***Basis of Presentation***

The accompanying financial statements have been prepared in accordance with U.S. generally accepted accounting principles (US GAAP).

***Cash and Cash Equivalents***

The Company considers all highly liquid financial instruments purchased with maturities of three months or less to be cash equivalents. As of December 31, 2019, and 2018, the Company held no cash equivalents.

***Risks and Uncertainties***

The Company has a limited operating history. The Company's business and operations are sensitive to general business and economic conditions in the United States. A host of factors beyond the Company's control could cause fluctuations in these conditions. Adverse conditions may include, recession, downturn or otherwise, local competition or changes in consumer taste. These adverse conditions could affect the Company's financial condition and the results of its operations. As of December 31, 2019, and 2018, the Company is operating as a going concern.

NJ TEAMSTERS FC LLC  
Notes to Financial Statements  
December 2019 and December 2018

**1. Summary of Significant Accounting Policies (continued)**

***Advertising Expenses***

The Company expenses advertising costs as they are incurred.

***Intangible Assets***

In accordance with FASB ASC 720, organizational costs, including accounting fees, Trademark fees, legal fee, and costs of incorporation, are expensed as incurred.

***Use of Estimates***

The preparation of the financial statement in conformity with accounting principles generally accepted in the United States of America requires the use of management's estimates. These estimates are subjective in nature and involve judgments that affect the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at fiscal year-end. Actual results could differ from those estimates.

Fair value is defined as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants as of the measurement date. Applicable accounting guidance provides an established hierarchy for inputs used in measuring fair value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that the most observable inputs be used when available. Observable inputs are inputs that market participants would use in valuing the asset or liability and are developed based on market data obtained from sources independent of the Company. Unobservable inputs are inputs that reflect the Company's assumptions about the factors that market participants would use in valuing the asset or liability. There are three levels of inputs that may be used to measure fair value:

- Level 1                    - Observable inputs that reflect quoted prices (unadjusted) for identical assets or liabilities in active markets.
  
- Level 2                    - Include other inputs that are directly or indirectly observable in the marketplace.
  
- Level 3                    - Unobservable inputs which are supported by little or no market activity.

The fair value hierarchy also requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value.

Fair-value estimates discussed herein are based upon certain market assumptions and pertinent information available to management as of Inception. Fair values were assumed to approximate carrying values because of their short term in nature or they are payable on demand.

***Concentrations of Credit Risk***

From time to time cash balances, held at a major financial institution may exceed federally insured limits of \$250,000. Management believes that the financial institution is financially sound and the risk of loss is low.

NJ TEAMSTERS FC LLC  
Notes to Financial Statements  
December 2019 and December 2018

**1. Summary of Significant Accounting Policies (continued)**

***Income Taxes***

The Company has elected to be treated as a sole proprietorship for federal income tax purposes. Pursuant to an being a flow through entity under Subchapter S of the Internal Revenue Code, the Company's earnings are included on the stockholders' personal income tax returns and taxed depending on their personal tax situations. Accordingly, no provision has been made for Federal income taxes.

The Company applies ASC 740, Income Taxes for applying criteria for the recognition, measurement, presentation and disclosure of uncertain tax positions. A tax benefit from an uncertain position is recognized only if it is "more likely than not" that the position is sustainable upon examination by the relevant taxing authority based on its technical merit.

***Revenue Recognition***

The Company recognizes revenue when persuasive evidence of an arrangement exists, delivery has occurred or services have been rendered, the fee for the arrangement is fixed or determinable and collectability is reasonably assured. As of December 31, 2019, and 2018 the Company had recognized sales of \$29,492.24 and \$19,055, respectively.

***Advertising Expenses***

*The Company expenses advertising costs as they are incurred.*

***Organizational Costs***

In accordance with FASB ASC 720, organizational costs, including accounting fees, trademark fees, legal fee, and costs of incorporation are expensed as incurred.

***New Accounting Pronouncements***

In May 2014, the Financial Accounting Standards Board ("FASB") issued Accounting Standards Update ("ASU") No. 2014-09, "Revenue from Contracts with Customers". Under this guidance, revenue is recognized when promised goods or services are transferred to customers in an amount that reflects the consideration expected to be received for those goods or services. The updated standard will replace most existing revenue recognition guidance under U.S. GAAP when it becomes effective and permits the use of either the retrospective or cumulative effect transition method. Early adoption is not permitted. The updated standard for nonpublic entities will be effective after December 15, 2019, and interim periods within annual periods beginning after December 15, 2020. The Company is currently evaluating the effect that the updated standard will have on the financial statements and related disclosures.

**2. Commitments and Contingencies**

The Company is not currently involved with and does not know of any pending or threatening litigation against the Company or its members.

**3. Equity**

***Common Stock***

The Company has authorized 100 shares of its common stock with a par value of \$1. Of those shares, 100 have been issued at December 31, 2019 and 2018.

**4. Going Concern**

NJ TEAMSTERS FC LLC  
Notes to Financial Statements  
December 2019 and December 2018

These financial statements are prepared on a going concern basis. The Company registered on March 30, 2017 and has established and presence and operations in the United States. The Company's ability to continue is dependent upon management's plan to raise additional funds and achieve and sustain profitable operations. The financial statements do not include any adjustments that might be necessary if the Company is not able to continue as a going concern.

**5. Subsequent Events**

The Company has evaluated subsequent events through August 23, 2020, the date through which the financial statement was available to be issued. It has been determined that no events require additional disclosure.