

CODA MUSIC INC
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE 12 MONTHS ENDED 31 DECEMBER 2019
UNAUDITED

CONTENTS

	PAGE
DIRECTORS REPORT	2
Financial statements:	
Statement of profit or loss	3
Balance Sheet	4
Statement of changes in equity	5
Statement of cash flows	6
Notes	7 - 10

The following page does not form an integral part of these financial statements

CODA MUSIC INC
Financial statements
For the 12 Months ended 31 December 2019

DIRECTORS REPORT

The directors submit their report and the financial statements for 12 months period ended 31 December 2019 which disclose the state of affairs of the company.
Business operations started in March 2019 and this is the first financial report since incorporation

INCORPORATION

CODA MUSIC INC, INC ("the Company") was formed 1/25/2019 as a C Corp company under the laws of the state of Delaware and shall continue in perpetual existence, unless dissolved or terminated at an earlier date. The company commenced operations on March 2019

PRINCIPAL ACTIVITY

The principal activities of the company is that of internet radio service.

BUSINESS REVIEW

The company commenced operations during the 12 months period ending 31 December 2019 and more growth is projected as the company gains more clients.

SHARE CAPITAL

The company commenced with an authorised, issued and fully paid up share capital of \$700,000 representing 303,031 ordinary shares of \$2.31 each.

DIRECTOR

The director who held office during the year and to the date of this report is shown on page 1.

In accordance with the company's Articles of Incorporation, no director is due for retirement by rotation.

FINANCIAL HIGHLIGHTS

Coda Music Radio Provide its listeners with community engagement projects and broadcasts 24 hours of POP, R&B and Rap music over the web, android and IOS

Major funding sources for Coda Music has been shareholders contributions and angel investors

BY ORDER OF THE BOARD



DIRECTOR
USA

9/9
2020

CODA MUSIC INC
Financial statements
For the 12 Months ended 31 December 2019

STATEMENT OF INCOME

	Notes	2019 USD <u>Total</u>
INCOME		
Total Income		<u>0.00</u>
GROSS PROFIT		<u>0.00</u>
EXPENSES		
Advertising	1	28,556.88
Bank Charges		335.04
Computer Services & Supplies		7,477.54
Independent Contractors		9,261.60
Legal & Professional		13,025.00
Office Expense		1,540.41
Officer Compensation		229,999.90
Supplies		130.79
Taxes & Licenses		
Payroll Taxes		17,910.80
Communication Costs		16,728.70
Total Expenses		<u>324,966.66</u>
NET OPERATING INCOME		<u>(324,966.66)</u>

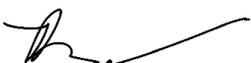
The notes on pages 7 to 10 form an integral part of these financial statements.

CODA MUSIC INC
Financial statements
For the 12 Months ended 31 December 2019

BALANCE SHEET

	Notes	As at 31 Dec 2019 USD
ASSETS		
Current Assets		
Bank Accounts		
PNC Checking (9171)	2	329,354.24
Total Bank Accounts		<u>329,354.24</u>
Total Current Assets		<u>329,354.24</u>
Fixed Assets		
Capitalised Software Costs		
Total Fixed Assets		<u>55,404.50</u>
TOTAL ASSETS		<u><u>384,758.74</u></u>
LIABILITIES AND EQUITY		
Liabilities		
Current Liabilities		
Other Current Liabilities		
Direct Deposit Payable		0.00
Payroll Liabilities		
Federal Taxes (941/944)		5,557.08
Federal Unemployment (940)		84.00
FL Unemployment Tax		0.00
MD Income Tax		4,084.64
MD Unemployment Tax		0.00
Total Payroll Liabilities		<u>9,725.72</u>
Total Other Current Liabilities		<u>9,725.72</u>
Total Current Liabilities		<u>9,725.72</u>
Total Liabilities		<u>9,725.72</u>
Equity		
Capital Stock		
Akiva Gross		10,000.00
Chae Shim		159,999.84
David Bickel		10,000.00
Guy Matthew Jillings		80,000.00
Jacob Blumenfeld		159,999.84
Mayer Teles		40,000.00
Phil Pao		160,000.00
Richard Morrison		80,000.00
Total Capital Stock	3	<u>699,999.68</u>
Retained Earnings		
Net Income		<u>(324,966.66)</u>
Total Equity		<u>375,033.02</u>
TOTAL LIABILITIES AND EQUITY		<u><u>384,758.74</u></u>

The financial statements on pages 7 to 10 were approved and authorised for issue the Board of Director on _____^{9/9}_____ 2020 and were signed on its behalf by:


 _____ DIRECTOR

The notes on pages 7 to 10 form an integral part of these financial statements.

CODA MUSIC INC
Financial statements
For the 12 Months ended 31 December 2019

STATEMENT OF CHANGES IN EQUITY

	Notes	Share capital USD	Retained earnings USD	Total USD
For the 12 Months ended 31 December 2019				
At start of year		-	-	-
Issue of ordinary shares	5	700,000	-	700,000
Profit for the year		-	(324,967)	
At end of year		<u>700,000</u>	<u>(324,967)</u>	<u>700,000</u>

The notes on pages 7 to 10 form an integral part of these financial statements.

CODA MUSIC INC
Financial statements
For the 12 Months ended 31 December 2019

STATEMENT OF CASH FLOWS

	Notes	As at 31 Dec 2019 USD
OPERATING ACTIVITIES		
Net Income		(324,966.66)
Adjustments to reconcile Net Income to Net Cash provided by operations:		
Direct Deposit Payable		0.00
Payroll Liabilities:Federal Taxes (941/944)		5,557.08
Payroll Liabilities:Federal Unemployment (940)		84.00
Payroll Liabilities:FL Unemployment Tax		0.00
Payroll Liabilities:MD Income Tax		4,084.64
Payroll Liabilities:MD Unemployment Tax		0.00
Total Adjustments to reconcile Net Income to Net Cash provided by operations:		9,725.72
Net cash provided by operating activities		(315,240.94)
INVESTING ACTIVITIES		
Capitalised Software Costs		(55,404.50)
Net cash provided by investing activities		(55,404.50)
FINANCING ACTIVITIES		
Capital Stock		699,999.68
Net cash provided by financing activities		699,999.68
Net cash increase for period		329,354.24
Cash at beginning of period		0.00
Cash at end of period	4	329,354.24

The notes on pages 7 to 10 form an integral part of these financial statements.

NOTES

1 Summary of Significant Accounting Policies

a) Basis of Accounting

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

b) 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.**

c) Risks and Uncertainties

The Company has a limited operating history. The Company's business and operations are and economic conditions in the United States. A host of factors beyond the Company's fluctuations in these conditions. Adverse conditions may include, recession, downturn or otherwise, local control could cause competition or changes in customer behavior. **These adverse conditions could affect the Company's financial condition and the results of its operations**

d) 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, the Company held no cash equivalents

NOTES (CONTINUED)

1. Summary of Significant Accounting Policies (continued)

Accounts Receivable

The Company's trade receivables are recorded when billed and represent claims against third parties that will be settled in cash. The carrying value of the Company's receivables, net of the allowance for doubtful accounts, represents their estimated net realizable value. The Company evaluates the collectability of accounts receivable on a customer-by-customer basis.

The Company records a reserve for bad debts against amounts due to reduce the net recognized receivable to an amount the Company believes will be reasonably collected. As of June 30, 2020, the Company has no receivables and has not recorded an allowance for doubtful accounts.

Income Taxes

The Company is treated as a disregarded entity for federal income tax purposes, in accordance with single member limited liability company rules. All tax effects of the Company's income or loss are passed through to the member. Therefore, no provision or liability for Federal or State Income Taxes is included in these financial statements.

Advertising Expenses

The Company expenses advertising costs as they are incurred .

Subsequent Events

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

Fixed Assets

The Company capitalizes assets with an expected useful life of one year or more, and an original purchase price of \$1,000 or more. Depreciation is calculated on a straight-line basis over management's estimate of each asset's useful life.

NOTES (CONTINUED)

	2019 USD
2 Advertising Costs	28,557
Advertising Costs relate to adverting done to acquire and grow users acquire users	
3 Cash and cash equivalents	
Cash at bank and in hand	<u>329,354</u>
For the purposes of the statement of cash flows, the year-end cash and cash equivalents comprise the above.	
4 Share capital	
Authorised, issued and fully paid:	
303,031 ordinary shares of \$ 2.31	<u>700,000</u>
The company commenced with an authorised, issued and fully paid up share capital of \$700,000 representing 303,031 ordinary shares of \$2.31 each.	
5 Cash at bank and in hand	<u>329,354</u>
For the purposes of the statement of cash flows, the year-end cash and cash equivalents comprise the above.	
6 Presentation currency	
The financial statements are presented in United States Dollar (USD)	
