

GAIA Therapeut C.O.S. LLC

**FINANCIAL STATEMENTS**

For the fiscal year ended December 31, 2019 and 2018

(Unaudited)

**GAIA THERAPEUT C.O.S. LLC**  
**Balance Sheet Prev Year Comparison**  
**As of December 31, 2019**

	Dec 31, 19	Dec 31, 18	\$ Change
<b>ASSETS</b>			
<b>Current Assets</b>			
Checking/Savings			
Citi Bank # 3426	1,133.70	15,337.38	-14,203.68
Total Checking/Savings	1,133.70	15,337.38	-14,203.68
Accounts Receivable			
Account Receivable	0.00	12,498.73	-12,498.73
Total Accounts Receivable	0.00	12,498.73	-12,498.73
Other Current Assets			
Food Inventory	10,853.74	13,853.74	-3,000.00
Total Other Current Assets	10,853.74	13,853.74	-3,000.00
<b>Total Current Assets</b>	<b>11,987.44</b>	<b>41,689.85</b>	<b>-29,702.41</b>
<b>Fixed Assets</b>			
W Cooler	18,000.00	18,000.00	0.00
Vehicle Ford Van T250	24,561.50	24,561.50	0.00
Septic Tank	7,400.00	7,400.00	0.00
Reverse Osmosis Filter	14,987.68	14,987.68	0.00
Nespresso Machine	2,494.38	2,494.38	0.00
Lighting Fixtures	4,000.00	4,000.00	0.00
Kitchen Equipment	96,897.23	96,897.23	0.00
Sign	8,901.94	8,901.94	0.00
Display Fridge	2,162.40	2,162.40	0.00
Furniture and Equipment	11,400.66	11,400.66	0.00
Leasehold Improvement	506,186.23	506,186.23	0.00
Accumulated Depreciation	-203,785.00	-195,681.00	-8,104.00
<b>Total Fixed Assets</b>	<b>493,207.02</b>	<b>501,311.02</b>	<b>-8,104.00</b>
<b>Other Assets</b>			
Investment in GF1 LLC			
P&L Allocation	-273,558.64	-273,558.64	0.00
Investment in GF1 LLC - Other	383,507.50	398,265.46	-14,757.96
Total Investment in GF1 LLC	109,948.86	124,706.82	-14,757.96
<b>Total Other Assets</b>	<b>109,948.86</b>	<b>124,706.82</b>	<b>-14,757.96</b>
<b>TOTAL ASSETS</b>	<b>615,143.32</b>	<b>667,707.69</b>	<b>-52,564.37</b>
<b>LIABILITIES &amp; EQUITY</b>			
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Other Current Liabilities			
Accrued Expenses	0.00	2,655.00	-2,655.00
Accrued Payroll Expenses	0.00	4,533.70	-4,533.70
Payroll Liabilities	0.00	3,511.86	-3,511.86
Total Other Current Liabilities	0.00	10,700.56	-10,700.56
<b>Total Current Liabilities</b>	<b>0.00</b>	<b>10,700.56</b>	<b>-10,700.56</b>
<b>Long Term Liabilities</b>			
Advance from A. Calamari	14,357.31	14,357.31	0.00
<b>Total Long Term Liabilities</b>	<b>14,357.31</b>	<b>14,357.31</b>	<b>0.00</b>
<b>Total Liabilities</b>	<b>14,357.31</b>	<b>25,057.87</b>	<b>-10,700.56</b>

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Accrual Basis

**GAIA THERAPEAT C.O.S. LLC**  
**Balance Sheet Prev Year Comparison**  
**As of December 31, 2019**

	Dec 31, 19	Dec 31, 18	\$ Change
<b>Equity</b>			
<b>Therapeut Holding Co LLC - 90%</b>			
Opening Balance	545,090.70	545,090.70	0.00
Contribution	23,468.00	0.00	23,468.00
Distribution	-24,531.02	0.00	-24,531.02
<b>Total Therapeut Holding Co LLC - 90%</b>	544,027.68	545,090.70	-1,063.02
<b>Christian Armao Capital - 10%</b>			
Opening Balance	97,559.12	97,559.12	0.00
Contribution	2,607.56	0.00	2,607.56
Distribution	-2,725.67	0.00	-2,725.67
<b>Total Christian Armao Capital - 10%</b>	97,441.01	97,559.12	-118.11
Retained Earnings	0.00	542,931.95	-542,931.95
Net Income	-40,682.68	-542,931.95	502,249.27
<b>Total Equity</b>	600,786.01	642,649.82	-41,863.81
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>615,143.32</b>	<b>667,707.69</b>	<b>-52,564.37</b>

**GAIA THERAPEUT C.O.S. LLC**  
**Profit & Loss Prev Year Comparison**  
 January through December 2019 & 2018

	Jan - Dec 19	Jan - Dec 18	\$ Change
<b>Ordinary Income/Expense</b>			
<b>Income</b>			
Live Bar	0.00	58.20	-58.20
Display Fridge.			
Sweet Treat	0.00	3,415.05	-3,415.05
Soup	0.00	1,093.00	-1,093.00
Salad	0.00	2,965.98	-2,965.98
Aqua Gaia	0.00	513.30	-513.30
Display Fridge. - Other	0.00	35,219.37	-35,219.37
<b>Total Display Fridge.</b>	0.00	43,206.70	-43,206.70
<b>Consumption Disposable</b>	0.00	610.89	-610.89
<b>Boutique</b>			
Boutique Beverage	0.00	3,921.47	-3,921.47
Boutique Food	0.00	586.00	-586.00
Boutique Merchandise	0.00	3,120.04	-3,120.04
Boutique - Other	0.00	5,978.21	-5,978.21
<b>Total Boutique</b>	0.00	13,605.72	-13,605.72
<b>Sales</b>	174,579.58	0.00	174,579.58
<b>Total Income</b>	174,579.58	57,481.51	117,098.07
<b>Cost of Goods Sold</b>			
Kitchen Supplies Expense	0.00	16,462.50	-16,462.50
Kitchen Purchases	0.00	57,968.33	-57,968.33
Freight Expense	0.00	2,488.73	-2,488.73
<b>Consumption Branch Expense</b>			
Consumption Invest. Expense	0.00	114.82	-114.82
Consumption Disposable Expense	0.00	15,530.87	-15,530.87
<b>Total Consumption Branch Expense</b>	0.00	15,645.69	-15,645.69
<b>Boutique Expense</b>			
Boutique Merchandise Expense	8,633.52	15,677.91	-7,044.39
Boutique Food Expense	66,131.22	9,011.35	57,119.87
Boutique Beverage Expense	0.00	12,714.65	-12,714.65
Boutique Expense - Other	0.00	967.38	-967.38
<b>Total Boutique Expense</b>	74,764.74	38,371.29	36,393.45
<b>Food Purchases</b>	35,457.96	0.00	35,457.96
<b>Restaurant Supplies</b>	0.00	19.41	-19.41
<b>Total COGS</b>	110,222.70	130,955.95	-20,733.25
<b>Gross Profit</b>	64,356.88	-73,474.44	137,831.32
<b>Expense</b>			
Subcontractor	0.00	3,912.00	-3,912.00
Storage Expense	0.00	2,298.00	-2,298.00
Security Alarm	0.00	571.30	-571.30
Recruitment expenses	0.00	413.00	-413.00
Menu Creation Expenses	0.00	2,197.55	-2,197.55
Business Licenses and Permits	0.00	8,291.02	-8,291.02
Architect Fees	0.00	500.00	-500.00
Building Material Renovation	0.00	15,792.29	-15,792.29
<b>Auto Expenses</b>			
Sunpass	0.00	53.84	-53.84
Registration	0.00	165.44	-165.44
Parking	0.00	5.00	-5.00
Insurance auto	0.00	1,046.73	-1,046.73
Gas	1,448.62	1,405.83	42.79
Auto Expenses - Other	36.35	189.87	-153.52
<b>Total Auto Expenses</b>	1,484.97	2,866.71	-1,381.74

**GAIA THERAPEUT C.O.S. LLC**  
**Profit & Loss Prev Year Comparison**  
**January through December 2019 & 2018**

	Jan - Dec 19	Jan - Dec 18	\$ Change
Advertising and Promotion	528.15	6,036.77	-5,508.62
Bank Service Charges	145.95	133.00	12.95
Computer and Internet Expenses	244.63	1,646.25	-1,401.62
Depreciation Expense	12,979.00	195,681.00	-182,702.00
Dues and Subscriptions	277.56	212.14	65.42
Insurance Expense	3,168.46	1,872.56	1,295.90
Licenses and Permits	4,608.61	0.00	4,608.61
Office Supplies	6,227.90	5,411.75	816.15
Packaging Expenses	0.00	15,182.65	-15,182.65
Payroll Expenses			
FUTA	153.49	0.00	153.49
SUTA	690.72	0.00	690.72
Workers comp	2,599.00	2,367.00	232.00
Payroll Processing Fees	508.02	739.04	-231.02
Payroll Taxes	3,474.18	3,122.72	351.46
Salary and Wages	45,414.16	40,819.80	4,594.36
<b>Total Payroll Expenses</b>	<b>52,839.57</b>	<b>47,048.56</b>	<b>5,791.01</b>
Postage and Delivery	11.15	26.70	-15.55
Professional Fees			
Accounting Fees	0.00	3,065.08	-3,065.08
Professional Fees - Other	0.00	31.45	-31.45
<b>Total Professional Fees</b>	<b>0.00</b>	<b>3,096.53</b>	<b>-3,096.53</b>
Rent Expense	448.14	0.00	448.14
Repairs and Maintenance	2,196.08	18,012.89	-15,816.81
Security and Alarm	709.00	0.00	709.00
Small Tools & Equipments	0.00	3,009.39	-3,009.39
Travel Expense	216.78	0.00	216.78
Uniforms	0.00	4,817.33	-4,817.33
Utilities	18,953.61	6,725.54	12,228.07
<b>Total Expense</b>	<b>105,039.56</b>	<b>345,754.93</b>	<b>-240,715.37</b>
<b>Net Ordinary Income</b>	<b>-40,682.68</b>	<b>-419,229.37</b>	<b>378,546.69</b>
Other Income/Expense			
Other Expense			
Loss in GF1 LLC	0.00	123,919.36	-123,919.36
Fraudulent expenses	0.00	-216.78	216.78
<b>Total Other Expense</b>	<b>0.00</b>	<b>123,702.58</b>	<b>-123,702.58</b>
<b>Net Other Income</b>	<b>0.00</b>	<b>-123,702.58</b>	<b>123,702.58</b>
<b>Net Income</b>	<b>-40,682.68</b>	<b>-542,931.95</b>	<b>502,249.27</b>

**GAIA THERAPEUT C.O.S. LLC**  
**Statement of Cash Flows**  
 January through December 2018

	Jan - Dec 18
<b>OPERATING ACTIVITIES</b>	
Net Income	-542,931.95
Adjustments to reconcile Net Income to net cash provided by operations:	
Account Receivable	-12,498.73
Food Inventory	-13,853.74
Accrued Expenses	2,655.00
Accrued Payroll Expenses	4,533.70
Payroll Liabilities	3,511.86
	-558,583.86
<b>INVESTING ACTIVITIES</b>	
W Cooler	-18,000.00
Vehicle Ford Van T250	-24,561.50
Septic Tank	-7,400.00
Reverse Osmosis Filter	-14,987.68
Nespresso Machine	-2,494.38
Lighting Fixtures	-4,000.00
Kitchen Equipment	-96,897.23
Sign	-8,901.94
Display Fridge	-2,162.40
Furniture and Equipment	-11,400.66
Leasehold Improvement	-506,186.23
Accumulated Depreciation	195,681.00
Investment in GF1 LLC	-398,265.46
Investment in GF1 LLC:P&L Allocation	273,558.64
	-626,017.84
<b>FINANCING ACTIVITIES</b>	
Advance from A. Calamari	14,357.31
Therapeut Holding Co LLC - 90%:Opening Balance	545,090.70
Christian Armao Capital - 10%:Opening Balance	97,559.12
Retained Earnings	542,931.95
	1,199,939.08
Net cash provided by Operating Activities	-558,583.86
Net cash provided by Investing Activities	-626,017.84
Net cash provided by Financing Activities	1,199,939.08
Net cash increase for period	15,337.38
Cash at end of period	15,337.38

**GAIA THERAPEAT C.O.S. LLC**  
**Statement of Cash Flows**  
 January through December 2019

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	<b>Jan - Dec 19</b>
<b>OPERATING ACTIVITIES</b>	
Net Income	-40,682.68
Adjustments to reconcile Net Income to net cash provided by operations:	
Account Receivable	12,498.73
Food Inventory	3,000.00
Accrued Expenses	-2,655.00
Accrued Payroll Expenses	-4,533.70
Payroll Liabilities	-3,511.86
	-35,884.51
<b>INVESTING ACTIVITIES</b>	
Accumulated Depreciation	8,104.00
Investment in GF1 LLC	14,757.96
	22,861.96
<b>FINANCING ACTIVITIES</b>	
Therapeat Holding Co LLC - 90%:Contribution	23,468.00
Therapeat Holding Co LLC - 90%:Distribution	-24,531.02
Christian Armao Capital - 10%:Contribution	2,607.56
Christian Armao Capital - 10%:Distribution	-2,725.67
	-1,181.13
Net cash increase for period	-14,203.68
Cash at beginning of period	15,337.38
Cash at end of period	<b>1,133.70</b>

**GAIA THERAPEUT C.O.S. LLC**  
**Statement of Member's Equity**  
 January through December 2019

	Beginning Capital Account	Retained Earnings	Ending Capital Account
Beginning Balance	\$ 642,649.00	\$ (115,322.00)	\$ 527,327.00
Add: Contributions		\$ 26,076.00	\$ 26,076.00
Less: Distributions		\$ (27,255.00)	\$ (27,255.00)
Ending Balance	\$ 642,649.00	\$ (116,501.00)	<u>\$ 526,148.00</u>

## **Gaia Therapeut C.O.S. LLC**

### **Notes to the Financial Statements**

**Years ended December 31, 2019 and 2018**

#### **1. Organization and Purpose**

Gaia Therapeut C.O.S. LLC (the “Company”), is a partnership for tax purposes organized under the laws of the state of Florida. The company operates a healthy fast food restaurant and derives its revenue from selling food and beverage.

#### **2. Summary of significant accounting policies**

A summary of the Company’s significant accounting polices applied in the preparation of the accompanying financial statements follows:

##### **a) Basis of Accounting**

The Company prepares its financial statements on an accrual basis of accounting in conformity with accounting principles generally accepted (GAAP) in the United States. Under the accrual basis of accounting, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

##### **b) Fiscal Year**

The company operates on a 52-week calendar year.

##### **c) Cash Equivalents**

Cash and cash equivalents include cash held in domestic financial institutions. For the years ended December 31, 2019 and December 31, 2018, the Company’s cash position includes its operating bank account.

##### **d) 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.

### **3. Subsequent Event**

The Company has evaluated events and transactions subsequent to the period. No events require recognition in the financial statements or disclosures of the Company per the definitions and requirements of ASC Section 855-10, Subsequent Events.