

**LEANMED, LLC**

**FINANCIAL STATEMENTS**

*for the fiscal year ended December 31, 2020 and 2019*

*(Unaudited)*

**LEANMED, LLC**  
**Balance Sheets**

	<b>As of December 31,</b>	
	<b>2020</b>	<b>2019</b>
<b>ASSETS</b>		
Cash	\$ 111	981
Prepaid Expenses	14,595	14,024
Total Current Assets	14,706	15,005
<b>TOTAL ASSETS</b>	<b>14,706</b>	<b>15,005</b>
 <b>LIABILITIES &amp; EQUITY</b>		
Accounts Payable and other accrued liabilities	-	-
Current Liabilities	4,000	2,000
Long Term Liabilities	8,685	8,065
Total Liabilities	12,685	10,065
 Equity		
Member Equity	4,000	6,000
Accumulated Deficit	(1,979)	(1,060)
Total Equity	2,021	4,940
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>14,706</b>	<b>15,005</b>

*The accompanying notes are an integral part of these unaudited consolidated financial statements.*

**LEANMED, LLC**  
**Statement of Operations**

	<b>2020</b>	<b>2019</b>
<b>Operating income</b>		
Revenue	\$ 4,000	\$ -
Cost and expenses applicable to revenue	-	-
<b>Gross profit</b>	<b>4,000</b>	<b>-</b>
<b>Operating expenses</b>		
Advertising and Promotion	36	-
Bank Service Charges	35	68
Computer and Internet	238	-
Office Supplies	455	-
Professional Fees	3,535	650
<b>Total operating expenses</b>	<b>4,299</b>	<b>718</b>
<b>Loss from Operations</b>	<b>(299)</b>	<b>(718)</b>
Other income	-	-
Other expense	619	344
<b>Net Loss</b>	<b>(919)</b>	<b>(1,062)</b>

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**LEANMED, LLC**  
**Statement of Member's Equity**

	<b>CAPITAL CONTRIBUTIONS</b>	<b>CAPITAL DISTRIBUTIONS</b>	<b>ACCUMULATED DEFICIT</b>	<b>MEMBER'S EQUITY</b>
Balance - January 1, 2019	\$ 10,000	\$ -	\$ -	\$ 10,000
Distributions	-	(4,000)		(4,000)
Net Loss	-	-	(1,060)	(1,060)
<b>BALANCE - DECEMBER 31, 2019</b>	<b>\$ 10,000</b>	<b>\$ (4,000)</b>	<b>\$ (1,060)</b>	<b>\$ 4,940</b>
Balance - January 1, 2020	10,000	(4,000)	(1,060)	4,940
Distributions		(2,000)	-	(2,000)
Net Loss	-	-	(919)	(919)
<b>BALANCE - DECEMBER 31, 2020</b>	<b>\$ 10,000</b>	<b>\$ (6,000)</b>	<b>\$ (1,979)</b>	<b>\$ 2,021</b>

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**LEANMED, LLC**  
**Statement of Cash Flows**

	<u>2020</u>	<u>2019</u>
<b>OPERATING ACTIVITIES</b>		
Net loss	\$ (919)	(1,060)
Adjustments to reconcile net loss to net cash used in operations:		
Prepaid expenses	(571)	(14,024)
Accounts Payable and other accrued liabilities	-	(2)
<b>NET CASH USED IN OPERATING ACTIVITIES</b>	<u><b>(1,490)</b></u>	<u><b>(15,086)</b></u>
<b>FINANCING ACTIVITIES</b>		
Current Liabilities	2,000	2,000
Long Term Liabilities	619	8,065
Member Equity	(2,000)	(4,000)
Retained Earnings	-	6,008
<b>NET CASH PROVIDED BY FINANCING ACTIVITIES</b>	<u><b>619</b></u>	<u><b>12,073</b></u>
<b>NET CASH INCREASE FOR PERIOD</b>	<u><b>(870)</b></u>	<u><b>(3,013)</b></u>
<b>CASH AT BEGINNING OF PERIOD</b>	<u><b>981</b></u>	<u><b>3,994</b></u>
<b>CASH AT END OF PERIOD</b>	<u><u><b>111</b></u></u>	<u><u><b>981</b></u></u>

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**LEANMED, LLC**  
**NOTES TO THE FINANCIAL STATEMENTS**  
Fiscal Years Ended December 31, 2020 and 2019

**1. ORGANIZATION AND PURPOSE**

LeanMed, LLC (the “Company”), was organized as a Pennsylvania limited liability company on March 12, 2018. The Company develops and commercializes medical products for use in low resource settings and derives revenue from the sale and servicing of those products.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

A summary of the Company’s significant accounting policies 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 in the United States of America (GAAP). 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 fiscal year ending on December 31.

**c) Cash Equivalents**

Cash and cash equivalents include cash and short-term highly liquid investments with an original maturity of three months or less held in domestic financial institutions. For the fiscal years ended December 31, 2020 and December 31, 2019, the Company’s cash positions include its operating bank account.

**d) Legal Fees**

Legal fees consist of legal services provided for the creation of the Company and equity financing.

**e) 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.