

**August 7, 2023**

**FORM C**

**Up to \$5,000,000.00**

**Cara Wines, Inc.**

**Shares of Common Stock**

This Form C (including the cover page and all exhibits attached hereto, the "Form C") is being furnished by Cara Wines, Inc., a Wyoming Corporation (the "Company,") as well as references to "we," "us," or "our"), to prospective investors for the sole purpose of providing certain information about a potential investment in Shares of Common Stock of the Company (the "Securities").

Investors in Securities are sometimes referred to herein as "Purchasers". The Company intends to raise at least \$10,000.00 and up to \$5,000,000.00 from Investors in the offering of Securities described in this Form C (this "Offering"). The minimum amount of Securities that can be purchased is \$200.00 per Investor (which may be waived by the Company, in its sole and absolute discretion). The offer made hereby is subject to modification, prior to sale and withdrawal at any time.

The rights and obligations of the holders of Securities of the Company are set forth below in the section entitled "*The Offering and the Securities--The Securities*". In order to purchase Securities, a prospective investor must complete the subscription process through the Intermediary's platform, which may be accepted or rejected by the Company, in its sole and absolute discretion. The Company has the right to cancel or rescind its offer to sell the Securities at any time and for any reason.

The Offering is being made through Title3Funds.com (the "Intermediary"). The Intermediary will be entitled to receive 7% of the amount raised in the Offering and 2% of the Securities sold in the Offering.

|                                           | <b>Price to Investors</b> | <b>Service Fees and Commissions (1)</b> | <b>Net Proceeds</b> |
|-------------------------------------------|---------------------------|-----------------------------------------|---------------------|
| <b>Minimum Individual Purchase Amount</b> | \$200.00                  | \$0                                     | \$200.00            |
| <b>Aggregate Minimum Offering Amount</b>  | \$50,000.00               | \$3,500.00                              | \$46,500.00         |
| <b>Aggregate Maximum Offering Amount</b>  | \$5,000,000.00            | \$350,000.00                            | \$4,650,000.00      |

(1) The Intermediary will receive 7% of the amount raised in the Offering and 2% of the Securities sold in the Offering. This excludes fees to the Company's advisors, such as attorneys and accountants.

**A crowdfunding investment involves risk. You should not invest any funds in this Offering unless you can afford to lose your entire investment. In making an investment decision, investors must rely on their own examination of the issuer and the terms of the Offering, including the merits and risks involved. These Securities have not been recommended or approved by any federal or state securities commission or regulatory authority. Furthermore, these authorities have not passed upon the accuracy or adequacy of this document. The U.S. Securities and Exchange Commission does not pass upon the merits of any Securities offered or the terms of the Offering, nor does it pass upon the accuracy or completeness of any Offering document or other materials. These Securities are offered under an exemption from registration; however, neither the U.S. Securities and Exchange Commission nor any state securities authority has made an independent determination that these Securities are exempt from registration. The Company filing this Form C for an offering in reliance on Section 4(a)(6) of the Securities Act and pursuant to Regulation CF (§ 227.100 et seq.) must file a report with the Commission annually and post the report on its website at <https://www.carawines.com/> no later than 120 days after the end of the Company's fiscal year. The Company may terminate its reporting obligations in the future in accordance with Rule 202(b) of Regulation CF (§ 227.202(b)) by 1) being required to file reports under Section 13(a) or Section 15(d) of the Exchange Act of 1934, as amended, 2) filing at least one annual report pursuant to Regulation CF and having fewer than 300 holders of record, 3) filing annual reports for three years pursuant to Regulation CF and having assets equal to or less than \$10,000,000, 4) the repurchase of all the Securities sold in this Offering by the Company or another party, or 5) the liquidation or dissolution of the Company.**

The date of this Form C is August 7, 2023.

The Company has certified that all of the following statements are TRUE for the Company in connection with this Offering:

- 1) Is organized under, and subject to, the laws of a State or territory of the United States or the District of Columbia;
- 2) Is not subject to the requirement to file reports pursuant to section 13 or section 15(d) of the Securities Exchange Act of 1934 (15 U.S.C. 78m or 78o(d));
- 3) Is not an investment company, as defined in section 3 of the Investment Company Act of 1940 (15 U.S.C. 80a-3), or excluded from the definition of investment company by section 3(b) or section 3(c) of that Act (15 U.S.C. 80a-3(b) or 80a-3(c));
- 4) Is not ineligible to offer or sell securities in reliance on section 4(a)(6) of the Securities Act (15 U.S.C. 77d(a)(6)) as a result of a disqualification as specified in § 227.503(a);
- 5) Has filed with the Commission and provided to investors, to the extent required, any ongoing annual reports required by law during the two years immediately preceding the filing of this Form C; and
- 6) Has a specific business plan, which is not to engage in a merger or acquisition with an unidentified company or companies.

THERE ARE SIGNIFICANT RISKS AND UNCERTAINTIES ASSOCIATED WITH AN INVESTMENT IN THE COMPANY AND THE SECURITIES. THE SECURITIES OFFERED HEREBY ARE NOT PUBLICLY TRADED AND ARE SUBJECT TO TRANSFER RESTRICTIONS. THERE IS NO PUBLIC MARKET FOR SECURITIES AND ONE MAY NEVER DEVELOP. AN INVESTMENT IN THE COMPANY IS HIGHLY SPECULATIVE. THE SECURITIES SHOULD NOT BE PURCHASED BY ANYONE WHO CANNOT BEAR THE FINANCIAL RISK OF THIS INVESTMENT FOR AN INDEFINITE PERIOD OF TIME AND WHO CANNOT AFFORD THE LOSS OF THEIR ENTIRE INVESTMENT. SEE THE SECTION OF THIS FORM C ENTITLED "RISK FACTORS."

THESE SECURITIES INVOLVE A HIGH DEGREE OF RISK THAT MAY NOT BE APPROPRIATE FOR ALL INVESTORS.

THIS FORM C DOES NOT CONSTITUTE AN OFFER IN ANY JURISDICTION IN WHICH AN OFFER IS NOT PERMITTED.

PRIOR TO CONSUMMATION OF THE PURCHASE AND SALE OF ANY SECURITY THE COMPANY WILL AFFORD PROSPECTIVE INVESTORS AN OPPORTUNITY TO ASK QUESTIONS OF AND RECEIVE ANSWERS FROM THE COMPANY, AND ITS MANAGEMENT CONCERNING THE TERMS AND CONDITIONS OF THIS OFFERING AND THE COMPANY. NO SOURCE OTHER THAN THE INTERMEDIARY HAS BEEN AUTHORIZED TO GIVE ANY INFORMATION OR MAKE ANY REPRESENTATIONS OTHER THAN THOSE CONTAINED IN THIS FORM C, AND IF GIVEN OR MADE BY ANY OTHER SUCH PERSON OR ENTITY, SUCH INFORMATION MUST NOT BE RELIED ON AS HAVING BEEN AUTHORIZED BY THE COMPANY.

PROSPECTIVE INVESTORS ARE NOT TO CONSTRUE THE CONTENTS OF THIS FORM C AS LEGAL, ACCOUNTING OR TAX ADVICE OR AS INFORMATION NECESSARILY APPLICABLE TO EACH PROSPECTIVE INVESTOR'S PARTICULAR FINANCIAL SITUATION. EACH INVESTOR SHOULD CONSULT HIS OR HER OWN FINANCIAL ADVISER, COUNSEL AND ACCOUNTANT AS TO LEGAL, TAX AND RELATED MATTERS CONCERNING HIS OR HER INVESTMENT.

THE SECURITIES OFFERED HEREBY WILL HAVE TRANSFER RESTRICTIONS. NO SECURITIES MAY BE PLEDGED, TRANSFERRED, RESOLD OR OTHERWISE DISPOSED OF BY ANY INVESTOR EXCEPT PURSUANT TO RULE 501 OF REGULATION CF. INVESTORS SHOULD BE AWARE THAT THEY WILL BE REQUIRED TO BEAR THE FINANCIAL RISKS OF THIS INVESTMENT FOR AN INDEFINITE PERIOD OF TIME.

#### **NASAA UNIFORM LEGEND**

IN MAKING AN INVESTMENT DECISION INVESTORS MUST RELY ON THEIR OWN EXAMINATION OF THE PERSON OR ENTITY ISSUING THE SECURITIES AND THE TERMS OF THE OFFERING, INCLUDING THE MERITS AND RISKS INVOLVED.

THESE SECURITIES HAVE NOT BEEN RECOMMENDED BY ANY FEDERAL OR STATE SECURITIES COMMISSION OR REGULATORY AUTHORITY. FURTHERMORE, THE FOREGOING AUTHORITIES HAVE NOT CONFIRMED THE ACCURACY OR DETERMINED THE ADEQUACY OF THIS DOCUMENT. ANY REPRESENTATION TO THE CONTRARY IS A CRIMINAL OFFENSE.

#### **SPECIAL NOTICE TO FOREIGN INVESTORS**

IF THE INVESTOR LIVES OUTSIDE THE UNITED STATES, IT IS THE INVESTOR'S RESPONSIBILITY TO FULLY OBSERVE THE LAWS OF ANY RELEVANT TERRITORY OR JURISDICTION OUTSIDE THE UNITED STATES IN CONNECTION WITH ANY PURCHASE OF THE SECURITIES, INCLUDING OBTAINING REQUIRED GOVERNMENTAL OR OTHER CONSENTS OR OBSERVING ANY OTHER REQUIRED LEGAL OR OTHER FORMALITIES. THE COMPANY RESERVES THE RIGHT TO DENY THE PURCHASE OF THE SECURITIES BY ANY FOREIGN INVESTOR.

#### **SPECIAL NOTICE TO CANADIAN INVESTORS**

IF THE INVESTOR LIVES WITHIN CANADA, IT IS THE INVESTOR'S RESPONSIBILITY TO FULLY OBSERVE THE LAWS OF A CANADA, SPECIFICALLY WITH REGARD TO THE TRANSFER AND RESALE OF ANY SECURITIES ACQUIRED IN THIS OFFERING.

## **NOTICE REGARDING ESCROW AGENT**

NORTH CAPITAL, INC., THE ESCROW AGENT SERVICING THE OFFERING, HAS NOT INVESTIGATED THE DESIRABILITY OR ADVISABILITY OF AN INVESTMENT IN THIS OFFERING OR THE SECURITIES OFFERED HEREIN. THE ESCROW AGENT MAKES NO REPRESENTATIONS, WARRANTIES, ENDORSEMENTS, OR JUDGEMENT ON THE MERITS OF THE OFFERING OR THE SECURITIES OFFERED HEREIN. THE ESCROW AGENT'S CONNECTION TO THE OFFERING IS SOLELY FOR THE LIMITED PURPOSES OF ACTING AS A SERVICE PROVIDER.

### ***Forward Looking Statement Disclosure***

*This Form C and any documents incorporated by reference herein or therein contain forward-looking statements and are subject to risks and uncertainties. All statements other than statements of historical fact or relating to present facts or current conditions included in this Form C are forward-looking statements. Forward-looking statements give the Company's current reasonable expectations and projections relating to its financial condition, results of operations, plans, objectives, future performance and business. You can identify forward-looking statements by the fact that they do not relate strictly to historical or current facts. These statements may include words such as "anticipate," "estimate," "expect," "project," "plan," "intend," "believe," "may," "should," "can have," "likely" and other words and terms of similar meaning in connection with any discussion of the timing or nature of future operating or financial performance or other events.*

*The forward-looking statements contained in this Form C and any documents incorporated by reference herein or therein are based on reasonable assumptions the Company has made in light of its industry experience, perceptions of historical trends, current conditions, expected future developments and other factors it believes are appropriate under the circumstances. As you read and consider this Form C, you should understand that these statements are not guarantees of performance or results. They involve risks, uncertainties (many of which are beyond the Company's control) and assumptions. Although the Company believes that these forward-looking statements are based on reasonable assumptions, you should be aware that many factors could affect its actual operating and financial performance and cause its performance to differ materially from the performance anticipated in the forward-looking statements. Should one or more of these risks or uncertainties materialize or should any of these assumptions prove incorrect or change, the Company's actual operating and financial performance may vary in material respects from the performance projected in these forward-looking statements.*

*Any forward-looking statement made by the Company in this Form C or any documents incorporated by reference herein or therein speaks only as of the date of this Form C. Factors or events that could cause our actual operating and financial performance to differ may emerge from time to time, and it is not possible for the Company to predict all of them. The Company undertakes no obligation to update any forward-looking statement, whether as a result of new information, future developments or otherwise, except as may be required by law.*

### ***Disclaimer of Presentation***

The Company's officers may participate in the filming of a television series and in the course of the filming, may present certain business information to the investor panel appearing on the show (the "Presentation"). The Company will not pass upon the merits of, certify, approve, or otherwise authorize the statements made in the Presentation. The Presentation commentary being made should not be viewed as superior or a substitute for the disclosures made in this Form C. Accordingly, the statements made in the Presentation, unless reiterated in the offering materials provided herein, should not be applied to the Company's business and operations as of the date of this offering. Moreover, the Presentation may involve several statements constituting puffery, that is, exaggerations not to be taken literally or otherwise as indication of factual data or historical or future performance.

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## EXHIBIT B Audited Financial Statements

### ONGOING REPORTING

The Company will file a report electronically with the Securities & Exchange Commission annually and post the report on its website, no later than 120 days after the end of the Company's fiscal year.

Once posted, the annual report may be found on the Company's website at:  
<https://www.carawines.com/>

### About this Form C

You should rely only on the information contained in this Form C. We have not authorized anyone to provide you with information different from that contained in this Form C. We are offering to sell, and seeking offers to buy the Securities only in jurisdictions where offers and sales are permitted. You should assume that the information contained in this Form C is accurate only as of the date of this Form C, regardless of the time of delivery of this Form C or of any sale of Securities. Our business, financial condition, results of operations, and prospects may have changed since that date.

Statements contained herein as to the content of any agreements or other document are summaries and, therefore, are necessarily selective and incomplete and are qualified in their entirety by the actual agreements or other documents. The Company will provide the opportunity to ask questions of and receive answers from the Company's management concerning the terms and conditions of the Offering, the Company or any other relevant matters and any additional reasonable information to any prospective Investor prior to the consummation of the sale of the Securities.

This Form C does not purport to contain all of the information that may be required to evaluate the Offering and any recipient hereof should conduct its own independent analysis. The statements of the Company contained herein are based on information believed to be reliable. No warranty can be made as to the accuracy of such information or that circumstances have not changed since the date of this Form C. The Company does not expect to update or otherwise revise this Form C or other materials supplied herewith. The delivery of this Form C at any time does not imply that the information contained herein is correct as of any time subsequent to the date of this Form C. This Form C is submitted in connection with the Offering described herein and may not be reproduced or used for any other purpose.

## SUMMARY

The following summary is qualified in its entirety by more detailed information that may appear elsewhere in this Form C and the Exhibits hereto. Each prospective Investor is urged to read this Form C and the Exhibits hereto in their entirety.

Cara Wines, Inc (the "Company") is a Wyoming corporation formed on December 2, 2022. The Company is located at 5830 East Second Street, Ste 7000 #7326, Casper, WY 82609. The Company's website is <https://www.carawines.com/>.

The information available on or through our website is not a part of this Form C. In making an investment decision with respect to our Securities, you should only consider the information contained in this Form C.

### The Business

Cara Wines, Inc. is a Wyoming-based company that distributes fine Italian wines throughout the United States and its territories and possessions. Cara Wines aims to revolutionize the way wine is distributed and enjoyed by consumers. We recognize the increasing demand for high-quality wines and the need for a streamlined distribution process, and our mission is to aggressively address these needs with our unique approach and our commitment to exceptional service. We aim to become a leading player in the wine distribution industry.

### The Offering

|                                                                                            |                                                                                 |
|--------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------|
| <b>Minimum amount of Common Stock being offered</b>                                        | 50,000                                                                          |
| <b>Total Shares of Common Stock outstanding after Offering (if minimum amount reached)</b> | 30,050,000                                                                      |
| <b>Maximum amount of Common Stock</b>                                                      | 5,000,000                                                                       |
| <b>Total Shares of Common Stock outstanding after Offering (if maximum amount reached)</b> | 35,000,000                                                                      |
| <b>Purchase price per Security</b>                                                         | \$1.00                                                                          |
| <b>Minimum investment amount per investor</b>                                              | \$200.00                                                                        |
| <b>Offering deadline</b>                                                                   | August 7, 2024                                                                  |
| <b>Use of proceeds</b>                                                                     | See the description of the use of proceeds on page 25 hereof.                   |
| <b>Voting Rights</b>                                                                       | One vote per share. See the description of the voting rights on page 31 hereof. |

The price of the Securities has been determined by the Company and does not necessarily bear any relationship to the assets, book value, or potential earnings of the Company or any other recognized criteria or value.

## **RISK FACTORS**

### **Risks Related to the Company's Business and Industry**

*To date, we have not generated revenue and do not foresee generating significant revenue in the near future and therefore rely on external financing.*

We are a startup company and our business model currently focuses primarily on importing wine, building inventory, generating brand awareness and expanding our customer base, rather than generating immediate revenue. While we intend to generate revenue in the future, we cannot assure you when or if we will be able to do so.

We rely on external financing to fund our operations. We anticipate, based on our current proposed plans and assumptions relating to our operations (including the timetable of, and costs associated with new product development and inventory needs), and because there are additional funding sources we can draw upon if necessary, that, if the Minimum Amount is raised in this Offering, it will be sufficient to satisfy our contemplated cash requirements through approximately August 7, 2024, and assuming that we do not accelerate the development of other opportunities available to us, engage in an extraordinary transaction or otherwise face unexpected events, costs or contingencies, any of which could affect our cash requirements.

We expect capital outlays and operating expenditures to increase over the next several years as we expand our infrastructure, commercial operations, development activities and establish offices.

Our future funding requirements will depend on many factors, including but not limited to the following:

- \* The cost of expanding our operations and building our brand;
- \* The financial terms and timing of any collaborations, licensing or other arrangements into which we may enter;
- \* The rate of progress and cost of development activities;
- \* The need to respond to market changes and increased competition;
- \* The cost and delays in product development that may result from changes in regulatory requirements applicable to our products;
- \* Sales and marketing efforts to bring our products to market;
- \* Unforeseen difficulties in establishing and maintaining an effective sales and distribution network; and
- \* Lack of demand for and/or market acceptance of our products.

We may have difficulty obtaining additional funding and we cannot assure you that additional capital will be available to us when needed, or if available will be obtainable on terms acceptable to us. If we raise additional funds by issuing additional debt securities, such debt instruments may provide for rights, preferences or privileges senior to the Securities. In addition, the terms of the debt securities issued could impose significant restrictions on our operations. If we raise additional funds through collaborations and licensing arrangements, we might be required to grant terms that are not favorable to us. If adequate funds are not available, we may have to delay, scale back, or eliminate some of our

operations or our marketing or distribution activities. Under these circumstances, if the Company is unable to acquire additional capital or is required to raise it on terms that are less satisfactory than desired, it may have a material adverse effect on its financial condition.

***Our management team has limited experience in this industry and has not managed a business with similar risks and challenges specific to our business.***

Members of our management team may make decisions detrimental to our business and/or be unable to successfully manage our operations. The ineffective management of our business will have a negative effect on our results of operations.

***We rely on other companies to provide our products.***

We depend on these suppliers and subcontractors to meet our contractual obligations to our customers and conduct our operations. Our ability to meet our obligations to our customers may be adversely affected if suppliers or subcontractors do not provide the agreed-upon supplies or perform the agreed-upon services in compliance with customer requirements and in a timely and cost-effective manner. Likewise, the quality of our products may be adversely impacted if companies from whom we acquire our products do not provide product which meet our required specifications or perform to our and our customers' expectations. Our suppliers may be less likely than us to be able to quickly recover from natural disasters and other events beyond their control and may be subject to additional risks such as financial problems that limit their ability to conduct their operations.

***We depend on third-party service providers and outsource providers for a variety of services and we outsource a number of our non-core functions and operations.***

In certain instances, we may rely on single or limited-service providers and outsourcing vendors around the world because the relationship is advantageous due to quality, price, or lack of alternative sources. If production or service was interrupted and we were not able to find alternate third-party providers, we could experience disruptions in manufacturing and operations including product shortages, higher freight costs and re-engineering costs. If outsourcing services are interrupted or not performed or the performance is poor, this could impact our ability to process, record and report transactions with our customers and other constituents. Such interruptions in the provision of supplies and/or services could result in our inability to meet customer demand, damage our reputation and customer relationships and adversely affect our business.

***We depend on third party providers, suppliers and licensors to supply some of support necessary to provide some of our products.***

We obtain these products from a limited number of vendors, which may not be able to continue to supply the products we desire. Some of our vendors represent our sole source of supply or have, either through contract or as a result of intellectual property rights, a position of some exclusivity. If demand exceeds these vendors' capacity or if these vendors experience operating or financial difficulties or are otherwise unable to provide the equipment or services we need in a timely manner, at our specifications and at reasonable prices, our ability to provide some services might be materially adversely affected, or the need to procure or develop alternative sources of the affected materials or services might delay our ability to serve our customers. These events could materially and adversely affect our ability to retain and attract customers, and have a material negative impact on our operations, business, financial results and financial condition.

***As a distributor of imported products, our business depends on developing and maintaining close and productive relationships with our suppliers.***

We depend on our suppliers to sell us quality products at favorable prices. Many factors outside our control, including, without limitation, raw material shortages, inadequate production capacity, labor disputes, transportation disruptions or weather conditions, could adversely affect our suppliers' ability to deliver to us quality merchandise at favorable prices in a timely manner. Furthermore, financial or operational difficulties with a particular supplier could cause that supplier to increase the cost of the products or decrease the quality of the products we purchase from it. Supplier consolidation could also limit the number of suppliers from which we may purchase products and could materially affect the prices we pay for these products. We would suffer an adverse impact if our vendors limit or cancel the return privileges that currently protect us from inventory obsolescence.

***The Company's success depends on the experience and skill of the board of directors, its executive officers and key employees.***

In particular, the Company is dependent on Aaron Varasteh, CEO, Miroslaw Gorny, Director and Wine Liaison, and Bee Davis, Director and Executive General Manager. The Company has agreements with Varasteh and Gorny and intends to enter into one with Davis, although there can be no assurance that it will do so or that these persons will continue to be employed by the Company for a particular period of time. The loss of any of these three persons or any member of the board of directors or any executive officer could harm the Company's business, financial condition, cash flow and results of operations.

***We rely on third-party suppliers to supply our products.***

If any of these suppliers changed its sales strategy to reduce its reliance on distribution channels, or decided to terminate its business relationship with us, sales and earnings could be adversely affected until we are able to establish relationships with suppliers of comparable products. Any delay or interruption in manufacturing operations (or failure to locate a suitable replacement for such suppliers) could materially adversely affect our business, prospects, or results of operations. Some of our agreements with suppliers are terminable by either party on short notice for any reason. Although we believe our relationships with these key suppliers are good, they could change their strategies as a result of a change in control, expansion of their direct sales force, changes in the marketplace or other factors beyond our control, including a key supplier becoming financially distressed.

***Although dependent on certain key personnel, the Company does not have any key man life insurance policies on any such people.***

The Company is dependent on Aaron Varasteh, Miroslaw Gorny and Bee Davis in order to conduct its operations and execute its business plan, however, the Company has not purchased any insurance policies with respect to those individuals in the event of their death or disability. Therefore, if any of those dies or becomes disabled, the Company will not receive any compensation to assist with such person's absence. The loss of such person could negatively affect the Company and its operations.

***We are subject to income taxes as well as non-income based taxes, such as payroll, sales, use, value-added, net worth, property and goods and services taxes, in both the U.S. and various foreign jurisdictions.***

Significant judgment is required in determining our provision for income taxes and other tax liabilities. In the ordinary course of our business, there are many transactions and calculations where the ultimate tax determination is uncertain. Although we believe that our tax estimates are reasonable: (i) there is no assurance that the final determination of tax audits or tax disputes will not be different from what is reflected in our income tax provisions, expense amounts for non-income-based taxes and accruals and (ii) any material differences could have an adverse effect on our financial position and results of operations in the period or periods for which determination is made.

***We are not subject to Sarbanes-Oxley regulations and lack the financial controls and safeguards required of public companies.***

We do not have the internal infrastructure necessary, and are not required, to complete an attestation about our financial controls that would be required under Section 404 of the Sarbanes-Oxley Act of 2002. There can be no assurance that there are no significant deficiencies or material weaknesses in the quality of our financial controls. We may incur additional expenses and diversion of management's time if and when it becomes necessary to perform the system and process evaluation, testing and remediation additional future tasks that may be required in order to comply with future certification and auditor attestation requirements.

***Changes in employment laws or regulation could harm our performance.***

Various federal and state labor laws govern our relationship with our employees and affect operating costs. These laws include minimum wage requirements, overtime pay, healthcare reform and the implementation of the Patient Protection and Affordable Care Act, unemployment tax rates, workers' compensation rates, citizenship requirements, union membership and sales taxes. A number of factors could adversely affect our operating results, including additional government-imposed increases in minimum wages, overtime pay, paid leaves of absence and mandated health benefits, mandated training for employees, increased tax reporting and tax payment requirements for employees who receive tips, a reduction in the number of states that allow tips to be credited toward minimum wage requirements, changing regulations from the National Labor Relations Board and increased employee litigation including claims relating to the Fair Labor Standards Act.

***The Company's business operations may be materially adversely affected by a pandemic such as the Coronavirus (COVID-19) outbreak.***

In December 2019, a novel strain of coronavirus was reported to have surfaced in Wuhan, China, which spread throughout other parts of the world, including the United States. On January 30, 2020, the World Health Organization declared the outbreak of the coronavirus disease (COVID-19) a "Public Health Emergency of International Concern." On January 31, 2020, U.S. Health and Human Services Secretary Alex M. Azar II declared a public health emergency for the United States to aid the U.S. healthcare community in responding to COVID-19, and on March 11, 2020 the World Health Organization characterized the outbreak as a "pandemic." COVID-19 resulted in a widespread health crisis that adversely affected the economies and financial markets worldwide. The Company's business could be materially and adversely affected. The extent to which COVID-19 impacts the Company's business will depend on future developments, which are highly uncertain and cannot be predicted, including new information which may emerge concerning the severity of COVID-19 and the actions to contain COVID-19 or treat its impact, among others. If the disruptions posed by COVID-19 or other matters of global concern continue for an extended period of time, the Company's operations may be materially adversely affected.

***We face risks related to health epidemics and other outbreaks, which could significantly disrupt the Company's operations and could have a material adverse impact on us.***

The outbreak of pandemics and epidemics could materially and adversely affect the Company's business, financial condition, and results of operations. If a pandemic occurs in areas in which we have material operations or sales, the Company's business activities originating from affected areas, including sales, materials, and supply chain related activities, could be adversely affected. Disruptive activities could include the temporary closure of facilities used in the Company's supply chain processes, restrictions on the export or shipment of products necessary to run the Company's business, business closures in impacted areas, and restrictions on the Company's employees' or consultants' ability to travel and to meet with customers, vendors or other business relationships. The extent to which a pandemic or other health outbreak impacts the Company's results will depend on future developments, which are highly uncertain and cannot be predicted, including new information which may emerge concerning the severity of a virus and the actions

to contain it or treat its impact, among others. Pandemics can also result in social, economic, and labor instability which may adversely impact the Company's business.

If the Company's employees or employees of any of the Company's vendors, suppliers or customers become ill or are quarantined and in either or both events are therefore unable to work, the Company's operations could be subject to disruption. The extent to which a pandemic affects the Company's results will depend on future developments that are highly uncertain and cannot be predicted.

***We face risks relating to public health conditions such as the COVID-19 pandemic, which could adversely affect the Company's customers, business, and results of operations.***

Our business and prospects could be materially adversely affected by the COVID-19 pandemic or recurrences of that or any other such disease in the future. Material adverse effects from COVID-19 and similar occurrences could result in numerous known and currently unknown ways including quarantines and lockdowns which impair the Company's business, including the Company's ability to procure and/or distribute our products in a timely manner. The effects of a pandemic can place travel restrictions on key personnel which could have a material impact on the business. In addition, a significant outbreak of contagious diseases in the human population could result in a widespread health crisis that could adversely affect the economies and financial markets of many countries, resulting in an economic downturn that could reduce the demand for the Company's products and impair the Company's business prospects including as a result of being unable to raise additional capital on acceptable terms to us, if at all.

***Maintaining, extending and expanding our reputation and brand image are essential to our business success.***

We seek to maintain, extend, and expand our brand image through marketing investments, including advertising and consumer promotions, and product innovation. Increasing attention on marketing could adversely affect our brand image. It could also lead to stricter regulations and greater scrutiny of marketing practices. Existing or increased legal or regulatory restrictions on our advertising, consumer promotions and marketing, or our response to those restrictions, could limit our efforts to maintain, extend and expand our brands. Moreover, adverse publicity about regulatory or legal action against us could damage our reputation and brand image, undermine our customers' confidence and reduce long-term demand for our products, even if the regulatory or legal action is unfounded or not material to our operations.

In addition, our success in maintaining, extending, and expanding our brand image depends on our ability to adapt to a rapidly changing media environment. We increasingly rely on social media and online dissemination of advertising campaigns. The growing use of social and digital media increases the speed and extent that information or misinformation and opinions can be shared. Negative posts or comments about us, our brands or our products on social or digital media, whether or not valid, could seriously damage our brands and reputation. If we do not establish, maintain, extend and expand our brand image, then our product sales, financial condition and results of operations could be adversely affected.

***Product safety and quality concerns, including concerns related to perceived quality of ingredients, could negatively affect the Company's business.***

The Company's success depends in large part on its ability to maintain consumer confidence in the safety and quality of all its products. The Company and its supplier maintain rigorous product safety and quality standards. However, if products taken to market are or become contaminated or adulterated, the Company may be required to conduct costly product recalls and may become subject to product liability claims and negative publicity, which would cause its business to suffer. In addition, regulatory actions, activities by nongovernmental organizations and public debate and concerns about perceived negative safety and quality consequences of certain ingredients in our products may erode consumers' confidence in the safety and quality issues, whether or not justified, and could result in additional governmental regulations concerning the marketing and labeling of the Company's products, negative publicity, or

actual or threatened legal actions, all of which could damage the reputation of the Company's products and may reduce demand for the Company's products.

***We must correctly predict, identify, and interpret changes in consumer preferences and demand, offer new products to meet those changes, and respond to competitive innovation.***

Consumer preferences for our products change continually. Our success depends on our ability to predict, identify, and interpret the tastes and habits of consumers and to offer products that appeal to consumer preferences. If we do not offer products that appeal to consumers, our sales and market share will decrease. We must distinguish between short-term fads, mid-term trends, and long-term changes in consumer preferences. If we do not accurately predict which shifts in consumer preferences will be long-term, or if we fail to introduce new and improved products to satisfy those preferences, our sales could decline. In addition, because of our varied customer base, we must offer an array of products that satisfy the broad spectrum of consumer preferences. If we fail to expand our product offerings successfully across product categories, or if we do not rapidly develop products in faster growing and more profitable categories, demand for our products could decrease, which could materially and adversely affect our product sales, financial condition, and results of operations.

In addition, achieving growth depends on our successful development, introduction, and marketing of innovative new products and line extensions. Successful innovation depends on our ability to correctly anticipate customer and consumer acceptance, to obtain, protect and maintain necessary intellectual property rights, and to avoid infringing the intellectual property rights of others and failure to do so could compromise our competitive position and adversely impact our business.

***We are vulnerable to fluctuations in the price and supply of ingredients, packaging materials, and freight.***

The prices of our products are subject to fluctuations in price attributable to, among other things, changes in supply and demand of chemicals, raw materials, crops or other commodities, fuel prices and government-sponsored agricultural and livestock programs. The sales prices to our customers are a delivered price. Therefore, changes in our input costs could impact our gross margins. Our ability to pass along higher costs through price increases to our customers is dependent upon competitive conditions and pricing methodologies employed in the various markets in which we compete. To the extent competitors do not also increase their prices, customers and consumers may choose to purchase competing products or may shift purchases to lower-priced private label or other value offerings which may adversely affect our results of operations.

The supply and price we pay for our products are subject to market conditions and are influenced by other factors beyond our control. We do not have guaranteed long-term contracts with many of our suppliers, and, as a result, they could increase prices or fail to deliver. The occurrence of any of the foregoing could increase our costs and disrupt our operations.

***Substantial disruption to production at our manufacturing and distribution facilities could occur.***

A disruption in production at our third-party vineyards or manufacturing facilities could have an adverse effect on our business. In addition, a disruption could occur at the facilities of our suppliers or distributors. The disruption could occur for many reasons, including fire, natural disasters, weather, water scarcity, manufacturing problems, disease, strikes, transportation or supply interruption, government regulation, cybersecurity attacks or terrorism. Alternative facilities with sufficient capacity or capabilities may not be available, may cost substantially more or may take a significant time to start production, each of which could negatively affect our business and results of operations.

***Future product recalls or safety concerns could adversely impact the results of our operations.***

We may be required to recall certain of our products should they be mislabeled, contaminated, spoiled, tampered with or damaged. We also may become involved in lawsuits and legal proceedings if it is alleged that the consumption or use of any of our products causes injury, illness or death. A product recall or an adverse result in any such litigation could have an adverse effect on our business, depending on the costs of the recall, the destruction of product inventory, competitive reaction and consumer attitudes. Even if a product liability or consumer fraud claim is unsuccessful or without merit, the negative publicity surrounding such assertions regarding our products could adversely affect our reputation and brand image. We also could be adversely affected if consumers in our principal markets lose confidence in the safety and quality of our products.

***The consolidation of retail customers could adversely affect us.***

Retail customers, such as supermarkets, warehouse clubs, and food distributors in our major markets, may consolidate, resulting in fewer customers for our business. Consolidation also produces larger retail customers that may seek to leverage their position to improve their profitability by demanding improved efficiency, lower pricing, increased promotional programs, or specifically tailored products. In addition, larger retailers have the scale to develop supply chains that permit them to operate with reduced inventories or to develop and market their own white-label brands. Retail consolidation and increasing retailer power could adversely affect our product sales and results of operations. Retail consolidation also increases the risk that adverse changes in our customers' business operations or financial performance will have a corresponding material and adverse effect on us. For example, if our customers cannot access sufficient funds or financing, then they may delay, decrease, or cancel purchases of our products, or delay or fail to pay us for previous purchases, which could materially and adversely affect our product sales, financial condition, and operating results.

***Evolving tax, environmental, food quality and safety or other regulations or failure to comply with existing licensing, labeling, trade, food quality and safety and other regulations and laws could have a material adverse effect on our consolidated financial condition.***

Our activities or products, both in and outside of the United States, are subject to regulation by various federal, state, provincial and local laws, regulations and government agencies, including the U.S. Food and Drug Administration, U.S. Federal Trade Commission, the U.S. Departments of Agriculture, Commerce and Labor, as well as similar and other authorities outside of the United States, International Accords and Treaties and others, including voluntary regulation by other bodies. In addition, legal and regulatory systems in emerging and developing markets may be less developed, and less certain. These laws and regulations and interpretations thereof may change, sometimes dramatically, as a result of a variety of factors, including political, economic or social events. The manufacturing, marketing and distribution of food products are subject to governmental regulation that control such matters as food quality and safety, ingredients, advertising, product or production requirements, labeling, import or export of our products or ingredients, relations with distributors and retailers, health and safety, the environment, and restrictions on the use of government programs to purchase certain of our products. We are also regulated with respect to matters such as licensing requirements, trade and pricing practices, tax, anticorruption standards, advertising and claims, and environmental matters. The need to comply with new, evolving or revised tax, environmental, food quality and safety, labeling or other laws or regulations, or new, or changed interpretations or enforcement of existing laws or regulations, may have an adverse effect on our business and results of operations. Further, if we are found to be out of compliance with applicable laws and regulations in these areas, we could be subject to civil remedies, including fines, injunctions, termination of necessary licenses or permits, or recalls, as well as potential criminal sanctions, any of which could have an adverse effect on our business. Even if regulatory review does not result in these types of determinations, it could potentially create negative publicity or perceptions which could harm our business or reputation.

***Significant additional labeling or warning requirements may inhibit sales of affected products.***

Various jurisdictions may seek to adopt significant additional product labeling or warning requirements relating to the content or perceived adverse health consequences of our product(s). If these types of requirements become applicable to our product(s) under current or future environmental or health laws or regulations, they may inhibit sales of such products.

## **Risks Related to the Securities**

***The Securities will not be freely tradable until one year from the initial purchase date. Although the Securities may be tradable under federal securities law, state securities regulations may apply, and each Purchaser should consult with his or her attorney.***

You should be aware of the long-term nature of this investment. There is not now and likely will not be a public market for these securities. Because these Securities have not been registered under the Securities Act or under the securities laws of any state or non-United States jurisdiction, the Securities have transfer restrictions and cannot be resold in the United States except pursuant to Rule 501 of Regulation CF. It is not currently contemplated that registration under the Securities Act or other securities laws will be affected. Limitations on the transfer of these Securities may also adversely affect the price that you might be able to obtain for the Securities in a private sale. Purchasers should be aware of the long-term nature of their investment in the Company. Each Purchaser in this Offering will be required to represent that it is purchasing the Securities for its own account, for investment purposes and not with a view to resale or distribution thereof.

***Neither the Offering nor the Securities have been registered under federal or state securities laws, leading to an absence of certain regulation applicable to the Company.***

No governmental agency has reviewed or passed upon this Offering, the Company or any Securities of the Company. The Company also has relied on exemptions from securities registration requirements under applicable state securities laws. Investors in the Company, therefore, will not receive any of the benefits that such registration would otherwise provide. Prospective investors must therefore assess the adequacy of disclosure and the fairness of the terms of this Offering on their own or in conjunction with their personal advisors.

### ***No Guarantee of Return on Investment***

There is no assurance that a Purchaser will realize a return on its investment or that it will not lose its entire investment. For this reason, each Purchaser should read the Form C and all Exhibits carefully and should consult with its own attorney and business advisor prior to making any investment decision.

### ***The Company has the right to extend the Offering deadline.***

The Company may extend the Offering deadline beyond what is currently stated herein. This means that your investment may continue to be held in escrow while the Company attempts to raise the Minimum Amount even after the Offering deadline stated herein is reached. Your investment will not be accruing interest during this time and will simply be held until such time as the new Offering deadline is reached without the Company receiving the Minimum Amount, at which time it will be returned to you without interest or deduction, or the Company receives the Minimum Amount, at which time it will be released to the Company to be used as set forth herein. Upon or shortly after release of such funds to the Company, the Securities will be issued and distributed to you.

### ***The Company has the right to end the Offering early.***

The Company may also end the Offering early. If the Offering reaches the Minimum Amount after 30 calendar days but before the Offering deadline, the Company can end the Offering with five business days' notice. This means your

failure to participate in the Offering in a timely manner, may prevent you from being able to participate – it also means the Company may limit the amount of capital it can raise during the Offering by ending it early.

***There is no present market for the Securities and we have arbitrarily set the price.***

We have arbitrarily set the price of the Securities with reference to the general status of the securities market and other relevant factors. The Offering price for the Securities should not be considered an indication of the actual value of the Securities and is not based on our net worth or prior earnings. We cannot assure you that the Securities could be resold by you at the Offering price or at any other price.

***Your ownership of the shares of stock will be subject to dilution.***

Owners of these shares do not have preemptive rights. If the Company conducts subsequent Offerings of Securities, or issues shares pursuant to a compensation or distribution reinvestment plan or otherwise issues additional shares, investors who purchase shares in this Offering who do not participate in those other stock issuances will experience dilution in their percentage ownership of the Company's outstanding shares. Furthermore, shareholders may experience a dilution in the value of their shares depending on the terms and pricing of any future share issuances (including the shares being sold in this Offering) and the value of the Company's assets at the time of issuance.

***The Securities will be equity interests in the Company and will not constitute indebtedness.***

These Securities will rank junior to all existing and future indebtedness and other non-equity claims on the Company with respect to assets available to satisfy claims on the Company, including in a liquidation of the Company. Additionally, unlike indebtedness, for which principal and interest would customarily be payable on specified due dates, there will be no specified payments of dividends with respect to the Securities and dividends are payable only if, when and as authorized and declared by the Company and depend on, among other matters, the Company's historical and projected results of operations, liquidity, cash flows, capital levels, financial condition, debt service requirements and other cash needs, financing covenants, applicable state law, federal and state regulatory prohibitions and other restrictions and any other factors the Company's board of directors deems relevant at the time. In addition, the terms of these Securities will not limit the amount of debt or other obligations the Company may incur in the future. Accordingly, the Company may incur substantial amounts of additional debt and other obligations that will rank senior to these Securities.

***There can be no assurance that we will ever provide liquidity to Purchasers through either a sale of the Company or a registration of the Securities.***

There can be no assurance that any form of merger, combination, or sale of the Company will take place, or that any merger, combination, or sale would provide liquidity for Purchasers. Furthermore, we may be unable to register the Securities for resale by Purchasers for legal, commercial, regulatory, market-related or other reasons. In the event that we are unable to affect a registration, Purchasers could be unable to sell their Securities unless an exemption from registration is available.

***The Company does not anticipate paying any cash dividends for the foreseeable future.***

The Company currently intends to retain future earnings, if any, for the foreseeable future, to repay indebtedness and to support its business. The Company does not intend in the foreseeable future to pay any dividends to holders of its shares of Common Stock.

***The Company has the right to conduct multiple closings during the Offering.***

If the Company meets certain terms and conditions an intermediate close of the Offering can occur, which will allow the Company to draw down on a portion of the proceeds of the Offering committed and captured during the relevant period. The Company may choose to continue the Offering thereafter. Purchasers should be mindful that this means they can make multiple investment commitments in the Offering, which may be subject to different cancellation rights. For example, if an intermediate close occurs and later a material change occurs as the Offering continues, Purchasers previously closed upon will not have the right to re-confirm their investment as it will be deemed completed.

***Affiliates of the Company, including officers, directors, and existing members of the Company, may invest in this Offering and their funds will be counted toward the Company achieving the Minimum Amount.***

There is no restriction on affiliates of the Company, including its officers, directors and existing members, investing in the Offering. As a result, it is possible that if the Company has raised some funds, but not reached the Minimum Amount, affiliates can contribute the balance so that there will be a closing. The Minimum Amount is typically intended to be a protection for investors and gives investors confidence that other investors, along with them, are sufficiently interested in the Offering and the Company and its prospects to make an investment of at least the Minimum Amount. By permitting affiliates to invest in the offering and make up any shortfall between what non-affiliate investors have invested and the Minimum Amount, this protection is largely eliminated. Investors should be aware that no funds other than their own and those of affiliates investing along with them may be invested in this Offering.

In addition to the risks listed above, businesses are often subject to risks not foreseen or fully appreciated by the management. It is not possible to foresee all risks that may affect us. Moreover, the Company cannot predict whether the Company will successfully effectuate the Company's current business plan. Each prospective Purchaser is encouraged to carefully analyze the risks and merits of an investment in the Securities and should take into consideration when making such analysis, among other, the Risk Factors discussed above.

THE SECURITIES OFFERED INVOLVE A HIGH DEGREE OF RISK AND MAY RESULT IN THE LOSS OF YOUR ENTIRE INVESTMENT. ANY PERSON CONSIDERING THE PURCHASE OF THESE SECURITIES SHOULD BE AWARE OF THESE AND OTHER FACTORS SET FORTH IN THIS FORM C AND SHOULD CONSULT WITH HIS OR HER LEGAL, TAX AND FINANCIAL ADVISORS PRIOR TO MAKING AN INVESTMENT IN THE SECURITIES. THE SECURITIES SHOULD ONLY BE PURCHASED BY PERSONS WHO CAN AFFORD TO LOSE ALL OF THEIR INVESTMENT.

## **BUSINESS**

### **Description of the Business**

Cara Wines, Inc. is a Wyoming-based company that distributes fine Italian wines throughout the United States and its territories and possessions. Cara Wines aims to revolutionize the way wine is distributed and enjoyed by consumers. We recognize the increasing demand for high-quality wines and the need for a streamlined distribution process, and our mission is to aggressively address these needs with our unique approach and our commitment to exceptional service. We aim to become a leading player in the wine distribution industry.

### **Business Plan**

Cara Wines will operate as a wine distribution company, sourcing premium wines from renowned vineyards around the world and distributing them to retailers, restaurants, bars and individual customers. Our key differentiators include a curated selection of exclusive wines, exceptional customer service and a strong focus on sustainability. We will leverage technology to optimize our distribution processes and provide a seamless experience for our customers.

### **History of the Business**

Cara Wines was established in 2022 and is led by an experience group of industry veterans with many years of experience in the wine industry and marketing. The Company has quickly arranged its core agreements with suppliers in Italy and U.S. distributors and is ready to begin distribution and scale up marketing efforts upon securing funding.

### **The Company's Products and/or Services**

| <b>Product / Service</b> | <b>Description</b>                               | <b>Current Market</b>                 |
|--------------------------|--------------------------------------------------|---------------------------------------|
| Fine Wines               | Importing Fine Italian Wines for the U.S. market | Restaurants, stores, bars, nationwide |

The wine has been sourced. The use of funds is to purchase inventory and for general operating expenses (please see "Use of Proceeds" section below for more detail).

The wineries and vineyards are located in Tuscany, Italy.

### **Competition**

The Company's primary competitors are other wine brands, particularly those in the consumer-friendly market division (\$10-\$20/bottle).

### **Supply Chain and Customer Base**

We source our wine from vineyards and wineries in Tuscany, Italy.

| Supplier or Description            | Product provided | Percent of such product, input from this supplier |
|------------------------------------|------------------|---------------------------------------------------|
| Premier wineries in Tuscany, Italy | Fine Wines       | 100%                                              |

Customers will be restaurants, bars, stores and wine and food enthusiasts. The Company also intends to create a Cara Wines Wine Club to market wines directly to consumers on a subscription basis. Company has access to additional wine suppliers in several countries if needed but does not anticipate needing to use them in the near future.

### Intellectual Property

The Company is not dependent on intellectual property.

| Application or Registration # | Goods / Services | Mark | File Date | Registration Date | Country |
|-------------------------------|------------------|------|-----------|-------------------|---------|
|                               |                  |      |           |                   |         |
|                               |                  |      |           |                   |         |
|                               |                  |      |           |                   |         |

### Governmental/Regulatory Approval and Compliance

The Company has or will meet all necessary Regulatory Approvals and Compliance, including CA Alcoholic Beverage Control 09 - Beer and Wine Importer; CA Alcoholic Beverage Control 17 - Beer and Wine Wholesaler CA; Alcoholic Beverage Control 20 - Off-Sale Beer and Wine

### Litigation

There are no existing legal suits pending, nor to the Company's knowledge, threatened against the Company.

### Bad Actors

There are no Bad Actors affiliated with the Company. No disqualifying event has ever been recorded to the Company nor to any of its Officers or Directors.

### Other

The Company's principal address is 5830 East Second Street, Ste 7000 #7326, Casper, WY 82609.

The Company conducts business in the United States and all its territories and possessions.

Because this Form C focuses primarily on information concerning the Company rather than the industry in which the Company operates, potential Purchasers may wish to conduct their own separate investigation of the Company's industry to obtain greater insight in assessing the Company's prospects.

Exhibit A to this Form C is a detailed Company summary. Purchasers are encouraged to review Exhibit A carefully to learn more about the business of the Company, its industry, and its future plans and prospects. Exhibit A is incorporated by reference into this Form C.

## USE OF PROCEEDS

The following table lists the use of proceeds of the Offering if the Minimum Amount and Maximum Amount are raised.

NOTE; CATEGORIES ARE SAMPLES ONLY AND CAN BE CHANGED

| Use of Proceeds                                      | % of Minimum Proceeds Raised | Amount if Minimum Raised | % of Maximum Proceeds Raised | Amount if Maximum Raised |
|------------------------------------------------------|------------------------------|--------------------------|------------------------------|--------------------------|
| Intermediary Fees                                    | 7%                           | \$3,500                  | 7%                           | \$350,000                |
| Campaign marketing expenses or related reimbursement | 14%                          | \$7,000                  | 0.1%                         | \$7,000                  |
| Product Procurement                                  | 40%                          | \$20,000                 | 40%                          | \$2,000,000              |
| Warehousing & Distribution                           | 10%                          | \$5,000                  | 16%                          | \$800,000                |
| General Marketing                                    | 2%                           | \$1,000                  | 20%                          | \$1,000,000              |
| Office & Admin                                       | 2%                           | \$1,000                  | 4%                           | \$200,000                |
| Employees & Consultants                              | 18%                          | \$9,000                  | 8%                           | \$400,000                |
| Estimated Attorney Fees                              | 2%                           | \$1,000                  | 2%                           | \$100,000                |
| Estimated Accountant/Auditor Fees                    | 2%                           | \$1,000                  | 2%                           | \$100,000                |
| General Working Capital                              | 3%                           | \$1,500                  | 0.9%                         | \$43,000                 |
| <b>Total</b>                                         | <b>100.00%</b>               | <b>\$50,000</b>          | <b>100.00%</b>               | <b>\$5,000,000</b>       |

The Use of Proceeds chart is not inclusive of fees paid for use of the Form C generation system, payments to financial and legal service providers, and escrow related fees, all of which were incurred in preparation of the campaign and are due in advance of the closing of the campaign.

The Company does have the discretion to alter the use of proceeds as set forth above.

## **DIRECTORS, OFFICERS AND EMPLOYEES**

### **Directors & Officers**

The directors and officers of the Company are listed below along with all positions and offices held at the Company and their principal occupation and employment responsibilities for the past three (3) years and their educational background and qualifications.

*All positions and offices held with the Company and date such position(s) was held with start and ending dates*

#### **Aaron Varasteh, CEO, Director (Began June 3, 2023 - Present)**

Aaron Varasteh is an energetic business professional leveraging his expertise in entrepreneurship, which he honed during his studies at Oregon State University. With a background in Business Development and Sales, Aaron possesses a wealth of experience in growing and scaling quality beverage goods to emerging markets. Aaron has garnered a great deal of acclaim as a valued team member of Purps, a renowned brand that specializes in premium nutrition energy drinks, working alongside esteemed individuals such as Pat Tenore, the founder of RVCA, and Kelly Slater, the 11-time surfing world champion. Aaron's strong leadership skills enable him to navigate the intricacies of the industry while fostering a team-driven environment. Aaron is committed to community philanthropy, is passionate about promoting health and wellness, and is dedicated to further enhancing the positive impact of his business endeavors.

#### **Mirosław Gorny, Operations & Liaison, Director (Began December 8, 2022 - Present)**

Mirosław (Mirek) Gorny has extensive experience in sales and marketing, import /export and financial companies. He received his BA in Organizational Leadership from National University and his Master's Degree from Trinity Law School. He is also a volunteer Youth Soccer Coach, a Board Member for International Non-profits, and an active member on several local Boards and Commissions. Mirek brings to the table 25+ years of experience in international sales and marketing, including the last 7 years as a COO of a wine and gourmet foods import/export company with headquarters in USA and Italy. Mirek is passionate about business, travel and improving the quality of life of the people around him.

#### **Bee Davis, General Executive Manager, Director (Began February 23, 2023 - Present)**

Bee Davies entered the start-up scene in 2016, initially working for a technology company established by Rus Yusupov, the founder of Vine. She later transitioned to the entertainment industry by joining Daylight, a production studio located in Manhattan. As the pandemic unfolded, Bee recognized a unique opportunity to merge these two industries, resulting in the creation of Hive, an innovative media and production company. Hive's primary focus lies in leveraging cutting-edge technology to reduce costs, time, and liability. While implementing this production flow, Bee achieved remarkable success with her acclaimed metaverse series, Hivemind. Bee's focus later extended beyond her own ventures and into the role of an investor, and she currently holds the esteemed position of Cara Wines, Inc. General Executive Manager.

### **Indemnification**

Indemnification is authorized by the Company to directors, officers or controlling persons acting in their professional capacity pursuant to Wyoming law. Indemnification includes expenses such as attorney's fees and, in certain

circumstances, judgments, fines and settlement amounts actually paid or incurred in connection with actual or threatened actions, suits or proceedings involving such person, except in certain circumstances where a person is adjudged to be guilty of gross negligence or willful misconduct, unless a court of competent jurisdiction determines that such indemnification is fair and reasonable under the circumstances.

## Employees

The Company currently has the following three employment/labor agreements in place.

|                                     | Responsibility                      | Effective Date    | Termination Date |
|-------------------------------------|-------------------------------------|-------------------|------------------|
| Aaron Varasteh                      | CEO                                 | June 3, 2023      | N/A              |
| Miroslaw Gorny<br>(Consulting Agmt) | Director, Wine Liason               | December 8, 2022  | N/A              |
| Bee Davis                           | Director, Executive General Manager | February 23, 2023 | N/A              |

## CAPITALIZATION AND OWNERSHIP

### Capitalization

The Company has issued the following outstanding Securities:

| Type of security                                                                                                                             | Shares of Common Stock                                                                                                            |
|----------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------|
| Amount outstanding                                                                                                                           | 30,000,000                                                                                                                        |
| Voting Rights                                                                                                                                | Yes                                                                                                                               |
| Anti-Dilution Rights                                                                                                                         | No                                                                                                                                |
| How this Security may limit, dilute or qualify the Securities issued pursuant to Regulation CF                                               | The Securities issued pursuant to Regulation CF will be subject to dilution if/when the Company issues new Shares of Common Stock |
| Percentage ownership of the Company by the holders of such Securities (assuming conversion prior to the Offering if convertible securities). | 100%                                                                                                                              |
| Difference between this security and the Securities being issued pursuant to Regulation CF                                                   | They are the same securities                                                                                                      |

### Debt

The Company has no outstanding debt.

### ***Prior Offerings***

The Company has not conducted any offerings, exempt or not, in the past 3 years.

Concurrently with this Offering, the Company is offering a Reg D Private Placement Offering to certain investors in the aggregate principal amount not to exceed \$12,000,000.

### ***Valuation***

Based on the Offering price of the Securities, the pre-Offering value ascribed to the Company is \$30,000,000.00

Before making an investment decision, you should carefully consider this valuation and the factors used to reach such valuation. Such valuation may not be accurate, and you are encouraged to determine your own independent value of the Company prior to investing.

### **Ownership**

Listed below are the beneficial owners of 20% percent or more of the Company's outstanding voting equity securities, calculated on the basis of voting power, along with the amount they own.

| <b>Name</b>    | <b>Percentage Owned Prior to Offering</b> |
|----------------|-------------------------------------------|
| Aaron Varasteh | 90%                                       |

Following the Offering, the Purchasers will own 0.0017% of the Company if the Minimum Amount is raised and 14.28 % if the Maximum Amount is raised.

## **FINANCIAL INFORMATION**

### **Financial projections and Assumptions**

The projections herein and attached necessarily make numerous assumptions with respect to industry performance, general business and economic conditions, taxes and other matters, many of which are beyond our control. The estimates and assumptions underlying the projections are inherently subject to significant economic and competitive uncertainties and contingencies that are difficult or impossible to predict accurately, and each prospective investor should consider their own economic views in evaluating the projections.

Accordingly, there can be no assurance that any of the projections will be realized, and it is expected that there will be differences between actual and projected results. Actual results may be significantly more favorable or less favorable than set forth herein. Neither we nor any of our advisors or consultants or respective officers, if any, assumes any responsibility for the accuracy of the projections.

All estimates and projections and other statements in and/or attached to this document involve matters of opinion, whether or not so stated, and are not to be treated as guarantees, representations and warranties.

Audited Financial Statements are attached hereto as Exhibit B.

# Cara Wines Inc.

Five (5) Year Projected Gross sales (Unaudited)  
Quarterly for 2024 - 2028

|      | Q1           | Q2             | Q3             | Q4             | Annual          |
|------|--------------|----------------|----------------|----------------|-----------------|
| 2024 | \$99,175.00  | \$217,464.00   | \$493,923.00   | \$1,193,314.00 | \$2,003,876.00  |
| 2025 | \$247,937.50 | \$543,660.00   | \$1,234,807.50 | \$2,983,285.00 | \$5,009,690.00  |
| 2026 | \$396,700.00 | \$869,856.00   | \$1,975,692.00 | \$4,773,256.00 | \$8,015,504.00  |
| 2027 | \$595,050.00 | \$1,304,784.00 | \$2,963,538.00 | \$7,159,884.00 | \$12,023,256.00 |
| 2028 | \$743,812.50 | \$1,630,980.00 | \$3,704,422.50 | \$8,949,855.00 | \$15,029,070.00 |

## Operations

The Company is a startup company with contractual agreements with suppliers in place. Wine is sourced and ready for distribution upon payment. Distributors and retailers have been identified and are prepared to receive shipments. Initial primary use of proceeds from this campaign will be to pay for additional inventory and cost of shipping and distribution to retailers, which will allow us to scale up more quickly and become profitable sooner.

## Liquidity and Capital Resources

Concurrently with this Offering, the Company is offering Convertible Promissory Notes to certain investors in the aggregate principal amount not to exceed \$12,000,000. These Convertible Promissory Notes have substantially similar terms as the Securities being offered in this Offering.

## Capital Expenditures and Other Obligations

The Company does not intend to make any material capital expenditures in the future.

## Material Changes and Other Information

The Company has no material changes or information to report other than those reported in this document.

## Trends and Uncertainties

After reviewing all information presented in this document, potential Purchasers should consider whether the Company's plans are realistic in their judgment. Potential Purchasers should also assess the consequences to the Company of any delays and whether the Company will need additional financing to accomplish its objectives.

The financial statements are an important part of this Form C and should be reviewed in their entirety. The financial statements of the Company are attached hereto as Exhibit B.

## THE OFFERING AND THE SECURITIES

### The Offering

The Company is offering up to 5,000,000 shares of Common Stock for up to \$5,000,000. The Company is attempting to raise a minimum amount of \$50,000 in this Offering (the "Minimum Amount"). The Company must receive commitments from investors in an amount totaling the Minimum Amount by August 7, 2024 (the "Offering Deadline") in order to receive any funds. If the sum of the investment commitments does not equal or exceed the Minimum Amount by the Offering Deadline, no Securities will be sold in the Offering, investment commitments will be cancelled and committed funds will be returned to potential investors without interest or deductions. The Company has the right to extend the Offering Deadline at its discretion.

The price of the Securities does not necessarily bear any relationship to the asset value, net worth, revenues or other established criteria of value, and should not be considered indicative of the actual value of the Securities.

In order to purchase these Securities you must make a commitment to purchase by completing the Subscription Agreement. Purchaser funds will be held in escrow with North Capital Financial Services until the Minimum Amount of investments is reached. Purchasers may cancel an investment commitment until 48 hours prior to the Offering Deadline or the Closing, whichever comes first, using the cancellation mechanism provided by the Intermediary. The Company will notify Purchasers when the Minimum Amount has been reached. If the Company reaches the Minimum Amount prior to the Offering Deadline, it may close the Offering at least five (5) days after reaching the Minimum Amount and providing notice to the Purchasers.

If any material change (other than reaching the Minimum Amount) occurs related to the Offering prior to the Offering Deadline, the Company will provide notice to Purchasers and receive reconfirmations from Purchasers who have already made commitments. If a Purchaser does not reconfirm his or her investment commitment after a material change is made to the terms of the Offering, the Purchaser's investment commitment will be cancelled and the committed funds will be returned without interest or deductions. If a Purchaser does not cancel an investment commitment before the Minimum Amount is reached, the funds will be released to the Company upon closing of the Offering and the Purchaser, will receive the Securities in exchange for his or her investment. Any Purchaser funds received after the initial closing will be released to the Company upon a subsequent closing and the Purchaser will receive Securities via Electronic Certificate/PDF in exchange for his or her investment as soon as practicable thereafter.

In the event that \$50,000 in investments is committed and received by the Escrow Agent and more than thirty (30) days remain before the Offering Deadline, the Company may conduct the first of multiple closings of the Offering (an "Intermediate Close"), provided all investors receive notice that an Intermediate Close will occur and funds will be released to the Company, at least five (5) business days prior to the Intermediate Close (absent a material change that would require an extension of the offering and reconfirmation of the investment commitment). Investors who committed on or before such notice will have until 48 hours before the Intermediate Close to cancel their investment commitment. In the event the Company does conduct the first of multiple closes, the Company agrees to only withdraw \$50,000 from escrow and will only conduct the Intermediate Close if more than thirty (30) days remain before the Offering Deadline.

Subscription Agreements are not binding on the Company until accepted by the Company, which reserves the right to reject, in whole or in part, in its sole and absolute discretion, any subscription. If the Company rejects all or a portion of any subscription, the applicable prospective Purchaser's funds will be returned without interest or deduction.

The price of the Securities was determined arbitrarily. The minimum amount that a Purchaser may invest in the Offering is \$200.00.

The Offering is being made through Title3Funds.com the Intermediary. The following two fields below set forth the compensation being paid in connection with the Offering.

***Commission/Fees***

7.0% of the amount raised in the Offering.

***Stock, Warrants and Other Compensation***

Securities in an amount of 2% of the total number of Securities sold in the Offering.

***Transfer Agent and Registrar***

The transfer agent and registrar for the Securities is KoreConX.

**The Securities**

We request that you review our organizational documents in conjunction with the following summary information.

**Authorized Capitalization**

At the initial closing of this Offering (if the minimum amount is sold), our authorized capital stock will consist of 100,000,000 shares of Common stock, par value \$0.01 per share, of which 30,010,000 shares will be issued and outstanding.

***Voting and Other Rights***

Holders of Common Stock have one vote per share and may vote to elect the board of directors and on matters of corporate policy. Common shareholders are entitled to receive dividends at the election of the board and are subordinated to creditors with respect to rights to distributions in a liquidation scenario. In the event of liquidation, common shareholders have rights to a company's assets only after creditors (including noteholders, if any) have been paid in full in accordance with the terms of their instruments.

***Dividend Rights***

Holders of common stock will share equally in any dividend declared by our board of directors, if any, subject to the rights of the holders of any outstanding preferred stock.

The Company does not intend to issue dividends in the foreseeable future.

***Liquidation Rights***

In the event of any voluntary or involuntary liquidation, dissolution or winding up of our affairs, holders of common stock would be entitled to share ratably in the Company's assets that are legally available for distribution to shareholders after payment of liabilities. If the Company has any preferred stock outstanding at such time, holders of the preferred stock may be entitled to distribution and/or liquidation preferences. In either such case, we must pay the applicable distribution to the holders of our preferred stock before we may pay distributions to the holders of common stock. As of now the Company has no preferred shares.

***Other Rights***

Other than as set forth in any shareholder's agreements and as described elsewhere herein, the Company's shareholders have no preemptive or other rights to subscribe for additional shares. All holders of our common stock are entitled to

share equally on a share-for-share basis in any assets available for distribution to common shareholders upon our liquidation, dissolution or winding up. All outstanding shares are, and all shares sold in the Offering will be, when sold, validly issued, fully paid and non-assessable.

### **Voting and Control**

The Securities have the following voting rights: One vote per one Share of Common Stock.

The Company does not have any shareholder/equity holder agreements in place.

### **Anti-Dilution Rights**

The Securities do not have anti-dilution rights.

### **Restrictions on Transfer**

Any Securities sold pursuant to Regulation CF being offered may not be transferred by any Investor of such Securities during the one-year holding period beginning when the Securities were issued, unless such Securities were transferred: 1) to the Company, 2) to an accredited investor, as defined by Rule 501(d) of Regulation D of the Securities Act of 1933, as amended, 3) as part of an Offering registered with the SEC or 4) to a member of the family of the Investor or the equivalent, to a trust controlled by the Investor, to a trust created for the benefit of a family member of the Investor or the equivalent, or in connection with the death or divorce of the Investor or other similar circumstances. "Member of the family" as used herein means a child, stepchild, grandchild, parent, stepparent, grandparent, spouse or spousal equivalent, sibling, mother/father/daughter/son/sister/brother-in-law, and includes adoptive relationships. Remember that although you may legally be able to transfer the Securities, you may not be able to find another party willing to purchase them.

### **Other Material Terms**

N/A

### **TAX MATTERS**

**EACH PROSPECTIVE INVESTOR SHOULD CONSULT WITH HIS OR HER OWN TAX AND ERISA ADVISOR AS TO THE PARTICULAR CONSEQUENCES TO THE INVESTOR OF THE PURCHASE, OWNERSHIP AND SALE OF THE INVESTOR'S SECURITIES, AS WELL AS POSSIBLE CHANGES IN THE TAX LAWS.**

**TO ENSURE COMPLIANCE WITH THE REQUIREMENTS IMPOSED BY THE INTERNAL REVENUE SERVICE, WE INFORM YOU THAT ANY TAX STATEMENT IN THIS FORM C CONCERNING UNITED STATES FEDERAL TAXES IS NOT INTENDED OR WRITTEN TO BE USED, AND CANNOT BE USED, BY ANY TAXPAYER FOR THE PURPOSE OF AVOIDING ANY TAX-RELATED PENALTIES UNDER THE UNITED STATES INTERNAL REVENUE CODE. ANY TAX STATEMENT HEREIN CONCERNING UNITED STATES FEDERAL TAXES WAS WRITTEN IN CONNECTION WITH THE MARKETING OR PROMOTION OF THE TRANSACTIONS OR MATTERS TO WHICH THE STATEMENT RELATES. EACH TAXPAYER SHOULD SEEK ADVICE BASED ON THE TAXPAYER'S PARTICULAR CIRCUMSTANCES FROM AN INDEPENDENT TAX ADVISOR.**

**POTENTIAL INVESTORS WHO ARE NOT UNITED STATES RESIDENTS ARE URGED TO CONSULT THEIR TAX ADVISORS REGARDING THE UNITED STATES FEDERAL INCOME TAX IMPLICATIONS**

**OF ANY INVESTMENT IN THE COMPANY, AS WELL AS THE TAXATION OF SUCH INVESTMENT BY THEIR COUNTRY OF RESIDENCE. FURTHERMORE, IT SHOULD BE ANTICIPATED THAT DISTRIBUTIONS FROM THE COMPANY TO SUCH FOREIGN INVESTORS MAY BE SUBJECT TO UNITED STATES WITHHOLDING TAX.**

**EACH POTENTIAL INVESTOR SHOULD CONSULT HIS OR HER OWN TAX ADVISOR CONCERNING THE POSSIBLE IMPACT OF STATE TAXES.**

## **TRANSACTIONS WITH RELATED PERSONS AND CONFLICTS OF INTEREST**

### **Related Person Transactions**

From time to time the Company may engage in transactions with related persons. Related persons are defined as any director or officer of the Company; any person who is the beneficial owner of 10 percent or more of the Company's outstanding voting equity securities, calculated on the basis of voting power; any promoter of the Company; any immediate family member of any of the foregoing persons or an entity controlled by any such person or persons.

The Company does not have any transactions with related persons.

### **Conflicts of Interest**

To the best of our knowledge the Company has not engaged in any transactions or relationships, which may give rise to a conflict of interest with the Company, its operations or its security holders.

## **OTHER INFORMATION**

### **Bad Actor Disclosure**

The Company is not subject to any Bad Actor Disqualifications under any relevant U.S. securities laws.

## SIGNATURE

Pursuant to the requirements of Sections 4(a)(6) and 4A of the Securities Act of 1933 and Regulation Crowdfunding (§ 227.100 et seq.), the issuer certifies that it has reasonable grounds to believe that it meets all of the requirements for filing on Form C and has duly caused this Form to be signed on its behalf by the duly authorized undersigned.



Aaron Varasteh, CEO & Director, Cara Wines, Inc.

Pursuant to the requirements of Sections 4(a)(6) and 4A of the Securities Act of 1933 and Regulation Crowdfunding (§ 227.100 et seq.), this Form C has been signed by the following persons in the capacities and on the dates indicated.



Aaron Varasteh, CEO & Director, Cara Wines, Inc.

August 7, 2023  
Date

### ***Instructions.***

1. The form shall be signed by the issuer, its principal executive officer or officers, its principal financial officer, its controller or principal accounting officer and at least a majority of the board of directors or persons performing similar functions.
2. The name of each person signing the form shall be typed or printed beneath the signature.

Intentional misstatements or omissions of facts constitute federal criminal violations. See 18 U.S.C. 1001.

## Exhibit A:

# Cara Wines Executive Summary

Cara Wines aims to revolutionize the way wine is distributed and enjoyed by consumers. We recognize the increasing demand for high-quality wines and the need for a streamlined distribution process, and our mission is to aggressively address these needs with our unique approach and our commitment to exceptional service. We aim to become a leading player in the wine distribution industry. This business plan outlines our strategies, goals, and financial projections for the next three years.

### 1. Business Description:

Cara Wines will operate as a wine distribution company, sourcing premium wines from renowned vineyards around the world and distributing them to retailers, restaurants, and individual customers. Our key differentiators include a curated selection of exclusive wines, exceptional customer service and a strong focus on sustainability. We will leverage technology to optimize our distribution processes and provide a seamless experience for our customers.

### 2. Market Analysis:

The wine market is expanding rapidly, driven by increasing consumer interest in wine culture and the growth of the premium wine segment. According to industry reports, the global wine market is projected to reach \$440 billion by 2026. Our target market consists of wine retailers, high-end restaurants and wine enthusiasts looking for unique and high-quality wines. We will primarily focus on urban areas with a strong wine culture and a high concentration of potential customers.

### 3. Competitive Analysis:

The wine distribution industry is highly competitive, with established players and regional distributors dominating the market. However, many distributors lack the personalized service and curated wine selection that Cara Wines will offer. We will differentiate ourselves from competitors by building strong relationships with vineyards, investing wisely in marketing and branding, and utilizing cutting-edge technology to optimize our supply chain, reduce costs, and improve efficiency.

### 4. Product Line:

Cara Wines will offer a carefully curated selection of premium wines from both traditional and emerging wine regions. We will source wines directly from vineyards, ensuring authenticity, quality and exclusivity. Our product line will include a variety of red, white, rosé, and sparkling wines, catering to different tastes and preferences. We will also offer a limited edition and rare wines to appeal to wine collectors and connoisseurs.

### 5. Marketing and Sales:

We will implement a multi-channel marketing strategy to reach our target markets and expand our distribution network. We have and will continue to establish direct partnerships with wine retailers and restaurants. We will also maintain a robust online presence through our website, social media platforms and online marketplaces. And we will actively participate in wine tastings, trade shows and industry events to build brand awareness and forge relationships with potential customers.

#### 6. Operations:

Our operations will involve establishing and maintaining strong relationships with vineyards and negotiating favorable pricing and exclusive distribution rights. We will maintain a climate-controlled warehouse to store and manage our inventory. To streamline our order fulfillment process, we will invest in an inventory management system and logistics software. Efficient logistics will be crucial to ensuring timely delivery and customer satisfaction.

#### 7. Management and Organization:

The Cara Wines management team is comprised of individuals with extensive experience in the wine industry, including marketing, distribution, and business management. Our team is committed to the company's vision and possesses the necessary skills to execute the business plan successfully. Roles will include CEO, CFO, Sales Manager, Operations Manager and Marketing Manager. As we grow, we will continue to hire additional staff in sales, operations and customer service.

#### 8. Financial Projections:

Based on market research and industry trends, we project steady growth over the next five years. Our revenue will be generated from wholesale and retail sales, with an increasing focus on direct-to-consumer sales. We anticipate a gradual expansion of our distribution network and expect to achieve profitability by the end of year two. Our financial projections include an income statement, cash flow statement and balance sheet, detailing revenue, expenses, and anticipated profitability.

#### 9. Funding:

We are currently seeking funding to launch and scale our operations. This funding will be used primarily for inventory acquisition, technology infrastructure, marketing and branding activities, and operational expenses. We are launching a campaign on television with Americas Next Investment.

#### 10. Conclusion:

Cara Wines is poised to capitalize on the growing demand for premium wines by offering a curated selection of wines and exceptional customer service. We intend to leverage our innovative marketing approach with strategic partnerships, modern technology and commitment to sustainability to become a respected player in the wine distribution industry. With a well-defined business plan, experienced team, and sound financial projections, we are confident in the success of our venture.

## **Exhibit B: Audited Financials**

**Cara Wines, Inc.** (the “Company”) a Wyoming Corporation

Financial Statements and  
Independent Accountant’s Audit Report

Year ended December 31, 2022



## **Independent Auditor's Report**

To Management  
Cara Wines, Inc

We have audited the accompanying balance sheets of Cara Wines, Inc as of December 31, 2022 and the related statements of operations, stockholder's equity, and cash flows for the year then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

We believe that our audits provide a reasonable basis for our opinion. In our opinion, the financial statements referred to above, present fairly, in all material respects, the financial position of Cara Wines, Inc as of December 31, 2022 and the results of its operations and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

### **Going Concern**

As discussed in Note 8, certain conditions indicate that the Company may be unable to continue as a going concern. The accompanying financial statements do not include any adjustments that might be necessary should the Company be unable to continue as a going concern. Management has evaluated these conditions and plans to generate revenues and raise capital as needed to satisfy its capital needs. Our opinion is not modified with respect to this matter.

Vince Mongio, CPA, EA, CIA, CFE, MACC Miami, FL  
August 3, 2023

*Vincenzo Mongio*

### Statement of Financial Position

|                                     | <b>As of<br/>December 31,<br/>2022</b> |
|-------------------------------------|----------------------------------------|
| <b>ASSETS</b>                       |                                        |
| Current Assets                      |                                        |
| Cash and Cash Equivalents           | 100                                    |
| <b>TOTAL ASSETS</b>                 | <b>100</b>                             |
| <b>LIABILITIES AND EQUITY</b>       |                                        |
| <b>TOTAL LIABILITIES</b>            | <b>-</b>                               |
| <b>EQUITY</b>                       |                                        |
| Common Stock                        | -                                      |
| Additional Paid in Capital          | 100                                    |
| Accumulated Deficit                 | -                                      |
| <b>Total Equity</b>                 | <b>100</b>                             |
| <b>TOTAL LIABILITIES AND EQUITY</b> | <b>100</b>                             |

### Statement of Operations

|                                 | <b>Year Ended December 31,<br/>2022</b> |
|---------------------------------|-----------------------------------------|
| Revenue                         |                                         |
| Cost of Revenue                 |                                         |
| <b>Gross Profit</b>             | <b>-</b>                                |
| Operating Expenses              | -                                       |
| Advertising and Marketing       | -                                       |
| General and Administrative      | -                                       |
| Research and Development        | -                                       |
| Rent and Lease                  | -                                       |
| Depreciation                    | -                                       |
| Amortization                    | -                                       |
| <b>Total Operating Expenses</b> | <b>-</b>                                |
| <b>Net Income (loss)</b>        | <b>-</b>                                |

**Statement of Cash Flows**

|                                                     | <b>Year Ended<br/>December 31,<br/>2022</b> |
|-----------------------------------------------------|---------------------------------------------|
| <b>OPERATING ACTIVITIES</b>                         |                                             |
| Net Income (Loss)                                   | -                                           |
| <b>FINANCING ACTIVITIES</b>                         |                                             |
| Additional Paid in Capital                          | 100                                         |
| Debt Issuances                                      | -                                           |
| Net Cash provided by (used in) Financing Activities | 100                                         |
| Cash at the beginning of period                     | -                                           |
| Net Cash increase (decrease) for period             | 100                                         |
| Cash at end of period                               | 100                                         |

**Statement of Changes in Shareholder Equity**

|                                          | <b>Common Stock</b>           |                  |             |                                |                                         |  |
|------------------------------------------|-------------------------------|------------------|-------------|--------------------------------|-----------------------------------------|--|
|                                          | <b># of Shares<br/>Amount</b> | <b>\$ Amount</b> | <b>APIC</b> | <b>Accumulated<br/>Deficit</b> | <b>Total<br/>Shareholder<br/>Equity</b> |  |
| Beginning Balance at 12/2/22 (inception) | -                             | -                | -           | -                              | -                                       |  |
| Issuance of Common Stock                 |                               | -                | -           | -                              | -                                       |  |
| Additional Paid in Capital               | -                             | -                | 100         | -                              | 100                                     |  |
| Net Income (Loss)                        | -                             |                  | -           | -                              | -                                       |  |
| Ending Balance 12/31/2022                | -                             | -                | 100         | -                              | 100                                     |  |

**Cara Wines, Inc**  
**Notes to the Financial Statements**  
**December 31st, 2022**  
**\$USD**

**NOTE 1 – ORGANIZATION AND NATURE OF ACTIVITIES**

Cara Wines, Inc (“The Company”) was formed in Wyoming on December 2nd, 2022. The Company plans to earn revenue by importing exquisite wines directly from renowned Italian vineyards and subsequently distributing these exceptional selections across the United States to individual consumers such as enthusiasts, collectors and connoisseurs, as well as restaurants, hotels, wine shops, liquor stores and other businesses within the hospitality and retail industry. The company’s headquarters is in Orange County, California. The company’s customers will be located in the United States until The Company expands globally.

The Company will conduct a crowdfunding campaign under Reg D 506(c) and regulation CF in 2023 to raise operating capital.

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Basis of Presentation

Our financial statements are prepared in accordance with U.S. generally accepted accounting principles (“GAAP”). Our fiscal year ends on December 31. The Company has no interest in variable interest entities and no predecessor entities.

Use of Estimates and Assumptions

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

Cash and cash equivalents include all cash balances, and highly liquid investments with maturities of three months or less when purchased.

Fair Value of Financial Instruments

ASC 820 “*Fair Value Measurements and Disclosures*” establishes a three-tier fair value hierarchy, which prioritizes the inputs in measuring fair value. The hierarchy prioritizes the inputs into three levels based on the extent to which inputs used in measuring fair value are observable in the market.

These tiers include:

Level 1: defined as observable inputs such as quoted prices in active markets;

Level 2: defined as inputs other than quoted prices in active markets that are either directly or indirectly observable; and

Level 3: defined as unobservable inputs in which little or no market data exists, therefore requiring an entity to develop its own assumptions.

### Concentrations of Credit Risks

The Company's financial instruments that are exposed to concentrations of credit risk primarily consist of its cash and cash equivalents. The Company places its cash and cash equivalents with financial institutions of high credit worthiness. The Company's management plans to assess the financial strength and credit worthiness of any parties to which it extends funds, and as such, it believes that any associated credit risk exposures are limited.

### Revenue Recognition

The Company recognizes revenue from the sale of products and services in accordance with ASC 606, "Revenue Recognition" following the five steps procedure:

- Step 1: Identify the contract(s) with customers
- Step 2: Identify the performance obligations in the contract
- Step 3: Determine the transaction price
- Step 4: Allocate the transaction price to performance obligations
- Step 5: Recognize Revenue When or As Performance Obligations Are Satisfied

The Company will identify and analyze its performance obligations with respect to customer contracts once the first contract is signed.

### Income Taxes

The Company is subject to Corporate income and state income taxes in the state it does business.

### Recent accounting pronouncements

The FASB issues ASUs to amend the authoritative literature in ASC. There have been a number of ASUs to date that amend the original text of ASC. Management believes that those issued to date either (i) provide supplemental guidance, (ii) are technical corrections, (iii) are not applicable to us or (iv) are not expected to have a significant impact on our financial statements.

## **NOTE 3 – RELATED PARTY TRANSACTIONS**

The Company follows ASC 850, "Related Party Disclosures," for the identification of related parties and disclosure of related party transactions. No transactions require disclosure.

## **NOTE 4 – CONTINGENCIES, COMPLIANCE WITH LAWS AND REGULATIONS**

We are currently not involved with or know of any pending or threatening litigation against the Company or any of its officers. Further, the Company is currently complying with all relevant laws and regulations.

## **NOTE 5 – DEBT**

None.

## **NOTE 6 – EQUITY**

The Company has authorized 100,000,000 of common shares with a par value of \$0.001 per share. 0 shares were issued and outstanding as of 2022. See Note 7 for subsequent issuances.

Common stockholders are entitled to one vote and can receive dividends at the discretion of the boards of directors.

## **NOTE 7 – SUBSEQUENT EVENTS**

The Company has evaluated events subsequent to December 31, 2022 to assess the need for potential recognition or disclosure in this report. Such events were evaluated through August 3, 2023, the date these financial statements were available to be issued.

The Company issued 3,000,000 shares to an investor in exchange for \$150,000.

The Company issued 27,000,000 shares to the Company's founder in exchange for a stock subscription receivable.

#### **NOTE 8 – GOING CONCERN**

The accompanying balance sheet has been prepared on a going concern basis, which contemplates the realization of assets and the satisfaction of liabilities in the normal course of business. The entity has not commenced principal operations and will likely realize losses for an unknown period of time prior to generating revenue.

The Company's ability to continue as a going concern in the next twelve months following the date the financial statements were available to be issued is dependent upon its ability to produce revenues and/or obtain financing sufficient to meet current and future obligations and deploy such to produce profitable operating results. Management has evaluated these conditions and plans to generate revenues and raise capital as needed to satisfy its capital needs. No assurance can be given that the Company will be successful in these efforts. These factors, among others, raise substantial doubt about the ability of the Company to continue as a going concern for a reasonable period of time. The financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts or the amounts and classification of liabilities.