

APPENDIX B:
FINANCIAL STATEMENTS
(Unaudited)

**Underground Mushroom Co.
Income Statement - unaudited
For the periods ended 4-30-23**

| | <u>Current Period</u> | <u>Prior Period</u> |
|---|-----------------------|---------------------|
| | <u>30-Apr-23</u> | <u>31-Dec-22</u> |
| REVENUES | | |
| Sales | \$ 4,500.00 | \$ - |
| Other Revenue | 460.00 | - |
| TOTAL REVENUES | 4,960.00 | - |
| COST OF GOODS SOLD | | |
| Cost of Sales | - | - |
| Supplies | 650.00 | - |
| Other Direct Costs | 250.00 | - |
| TOTAL COST OF GOODS SOLD | 900.00 | - |
| GROSS PROFIT (LOSS) | 4,060.00 | - |
| OPERATING EXPENSES | | |
| Advertising and Promotion | 65.00 | - |
| Business Licenses and Permits | 768.00 | - |
| Computer and Internet | - | - |
| Insurance | - | - |
| Miscellaneous Expense | 250.00 | - |
| Office Supplies | - | - |
| Salaries | - | - |
| Payroll Taxes and Benefits | - | - |
| Utilities | - | - |
| Website Development | - | - |
| TOTAL OPERATING EXPENSES | 1,083.00 | - |
| OPERATING PROFIT (LOSS) | 2,977.00 | - |
| INTEREST (INCOME), EXPENSE & TAXES | | |
| Interest (Income) | - | - |
| Interest Expense | - | - |
| Income Tax Expense | - | - |
| TOTAL INTEREST (INCOME), EXPENSE & TAXES | - | - |
| NET INCOME (LOSS) | \$ 2,977.00 | \$ - |

Underground Mushroom Co.
Balance Sheet - unaudited
For the period ended 08/31/23

| | <u>Current Period</u> <u>31-Aug-23</u> | <u>Prior Period</u> <u>31-Dec-22</u> |
|--------------------------------|---|---|
| ASSETS | | |
| Current Assets: | | |
| Cash | \$ 1,500.00 | \$ - |
| Petty Cash | 500.00 | - |
| Accounts Receivables | - | - |
| Inventory | 750.00 | - |
| Prepaid Expenses | - | - |
| Employee Advances | - | - |
| Temporary Investments | - | - |
| Total Current Assets | <u>2,750.00</u> | <u>-</u> |
| Fixed Assets: | | |
| Land | - | - |
| Buildings | - | - |
| Furniture and Equipment | 4,000.00 | - |
| Computer Equipment | 1,200.00 | - |
| Vehicles | 6,000.00 | - |
| Less: Accumulated Depreciation | - | - |
| Total Fixed Assets | <u>11,200.00</u> | <u>-</u> |
| Other Assets: | | |
| Trademarks | - | - |
| Patents | - | - |
| Security Deposits | - | - |
| Other Assets | - | - |
| Total Other Assets | <u>-</u> | <u>-</u> |
| TOTAL ASSETS | \$ 13,950.00 | \$ - |
| LIABILITIES | | |
| Current Liabilities: | | |
| Accounts Payable | \$ - | \$ - |
| Business Credit Cards | - | - |
| Sales Tax Payable | - | - |
| Payroll Liabilities | - | - |
| Other Liabilities | - | - |

| | | |
|---|---------------------|-------------|
| Current Portion of Long-Term Debt | 2,500.00 | - |
| Total Current Liabilities | 2,500.00 | - |
| Long-Term Liabilities: | | |
| Notes Payable | - | - |
| Mortgage Payable | - | - |
| Less: Current portion of Long-term debt | - | - |
| Total Long-Term Liabilities | - | - |
| EQUITY | | |
| Capital Stock/Partner's Equity | 6,950.00 | - |
| Opening Retained Earnings | 4,500.00 | - |
| Dividends Paid/Owner's Draw | - | - |
| Net Income (Loss) | - | - |
| Total Equity | 11,450.00 | - |
| TOTAL LIABILITIES & EQUITY | \$ 13,950.00 | \$ - |
| Balance Sheet Check | - | - |

Underground Mushroom Co.
Statement of Cash Flow - unaudited
For the period ended 08-31-23

| | <u>Current Period</u> | <u>Prior Period</u> |
|---|-----------------------|---------------------|
| | <u>31-Aug-23</u> | <u>31-Dec-22</u> |
| CASH FLOWS FROM OPERATING ACTIVITIES: | | |
| Net Income | 2,977 | - |
| Adjustments to Reconcile Net Income to Net Cash Flows From Operating Activities: | | |
| Depreciation | - | - |
| Decrease (Increase) in Operating Assets: | | |
| Trade Accounts Receivable | - | - |
| Inventory | 750 | - |
| Prepaid Income Taxes | - | - |
| Increase (Decrease) in Operating Liabilities: | | |
| Accounts Payable | - | - |
| Credit Cards Payable | - | - |
| Total Adjustments | 750 | - |
| Net Cash Flows From Operating Activities | 3,727 | - |
| CASH FLOWS FROM INVESTING ACTIVITIES: | | |
| Purchase of Property and Equipment | 5,200 | - |
| Net Cash Flows From Investing Activities | 5,200 | - |
| CASH FLOWS FROM FINANCING ACTIVITIES: | | |
| Repayment of Debt | - | - |
| Member's Withdrawals | - | - |
| Net Cash Flows From Financing Activities | - | - |
| NET INCREASE (DECREASE) IN CASH | 8,927 | - |
| CASH - BEGINNING | - | - |
| CASH - ENDING | 8,927 | - |

I, Matthew Pinstein, certify that:

1. The financial statements of Underground Mushroom Co. included in this Form are true and complete in all material respects; and
2. The tax return information of Underground Mushroom Co. has not been included in this Form as Underground Mushroom Co. was formed on 12/13/2022 and has not filed a tax return to date.

Signature Matthew Pinstein

Name: Matthew Pinstein

Title: Owner