

APPENDIX B:  
FINANCIAL STATEMENTS  
(Unaudited)

# Profit and Loss

August - December, 2021

	Total
<b>INCOME</b>	
Sales	125,227.06
<b>Total Income</b>	<b>125,227.06</b>
<b>COST OF GOODS SOLD</b>	
Purchases	20,657.11
<b>Total Cost of Goods Sold</b>	<b>20,657.11</b>
<b>GROSS PROFIT</b>	<b>104,569.95</b>
<b>EXPENSES</b>	
Bank Charges & Fees	206.10
Contract Labor	1,006.79
Equipment	8,469.43
Insurance	972.30
Job Supplies	12,866.85
Legal & Professional Services	349.00
Meals & Entertainment	16.42
Office Supplies & Software	1,133.05
Other Business Expenses	27.01
Payroll Expenses	1,009.50
Taxes	3,931.44
Wages	8,610.21
<b>Total Payroll Expenses</b>	<b>13,551.15</b>
Reimbursable Expenses	332.64
Rent & Lease	13,600.00
Repairs & Maintenance	4,950.52
Taxes & Licenses	530.00
Utilities	3,897.54
<b>Total Expenses</b>	<b>61,908.80</b>
<b>NET OPERATING INCOME</b>	<b>42,661.15</b>
<b>OTHER INCOME</b>	
Interest Income	0.22
<b>Total Other Income</b>	<b>0.22</b>
<b>NET OTHER INCOME</b>	<b>0.22</b>
<b>NET INCOME</b>	<b>\$42,661.37</b>

# Balance Sheet

As of December 31, 2021

		Total
<b>ASSETS</b>		
<b>Current Assets</b>		
<b>Bank Accounts</b>		
Checking (-S01)		34,107.44
Savings (-S00)		-2,494.78
<b>Total Bank Accounts</b>		<b>31,612.66</b>
<b>Accounts Receivable</b>		
Accounts Receivable (A/R)		893.85
<b>Total Accounts Receivable</b>		<b>893.85</b>
<b>Total Current Assets</b>		<b>32,506.51</b>
<b>Fixed Assets</b>		
Machinery & Equipment		34,400.00
<b>Total Fixed Assets</b>		<b>34,400.00</b>
<b>TOTAL ASSETS</b>		<b>\$66,906.51</b>
<b>LIABILITIES AND EQUITY</b>		
<b>Liabilities</b>		
<b>Current Liabilities</b>		
<b>Other Current Liabilities</b>		
<b>Payroll Liabilities</b>		
Federal Taxes (941/944)		5,643.57
Federal Unemployment (940)		215.39
MI Income Tax		1,137.41
MI Local Tax		29.33
MI Unemployment Tax		722.58
<b>Total Payroll Liabilities</b>		<b>7,748.28</b>
<b>Total Other Current Liabilities</b>		<b>7,748.28</b>
<b>Total Current Liabilities</b>		<b>7,748.28</b>
<b>Total Liabilities</b>		<b>7,748.28</b>
<b>Equity</b>		
Opening Balance Equity		941.38
Owner's Investment		47,970.60
Owner's Pay & Personal Expenses		-31,923.40
Retained Earnings		
Net Income		42,169.65
<b>Total Equity</b>		<b>59,158.23</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>\$66,906.51</b>

# Profit and Loss

January - December 2022

	Total
<b>INCOME</b>	
Sales	331,104.37
Uncategorized Income	0.11
<b>Total Income</b>	<b>331,104.48</b>
<b>COST OF GOODS SOLD</b>	
Purchases	76,607.43
<b>Total Cost of Goods Sold</b>	<b>76,607.43</b>
<b>GROSS PROFIT</b>	<b>254,497.05</b>
<b>EXPENSES</b>	
Advertising & Marketing	653.10
Bank Charges & Fees	149.46
Contractor Reimbursement	-92.64
Contractors	290.00
Equipment	1,754.07
Insurance	1,606.07
Job Supplies	18,436.52
Legal & Professional Services	981.00
Meals & Entertainment	310.61
Office Supplies & Software	3,602.86
Other Business Expenses	40.00
Other Miscellaneous Service Cost	1,001.88
Payroll Expenses	1,215.30
Taxes	12,049.95
Wages	137,964.56
<b>Total Payroll Expenses</b>	<b>151,229.81</b>
QuickBooks Payments Fees	256.76
Rent & Lease	41,059.18
Repairs & Maintenance	1,814.50
Taxes & Licenses	5,064.39
Utilities	13,011.31
<b>Total Expenses</b>	<b>241,168.88</b>
<b>NET OPERATING INCOME</b>	<b>13,328.17</b>
<b>NET INCOME</b>	<b>\$13,328.17</b>

# Balance Sheet

As of December 31, 2022

	Total
<b>ASSETS</b>	
<b>Current Assets</b>	
<b>Bank Accounts</b>	
Chase Business Checking	6,607.44
Checking (-S01)	9,670.41
Savings (-S00)	-2,969.67
<b>Total Bank Accounts</b>	<b>13,308.18</b>
<b>Accounts Receivable</b>	
Accounts Receivable (A/R)	3,047.20
<b>Total Accounts Receivable</b>	<b>3,047.20</b>
<b>Other Current Assets</b>	
Uncategorized Asset	-1,126.10
Undeposited Funds	975.00
<b>Total Other Current Assets</b>	<b>-151.10</b>
<b>Total Current Assets</b>	<b>16,204.28</b>
<b>Fixed Assets</b>	
Machinery & Equipment	39,725.63
<b>Total Fixed Assets</b>	<b>39,725.63</b>
<b>TOTAL ASSETS</b>	<b>\$55,929.91</b>

## LIABILITIES AND EQUITY

<b>Liabilities</b>	
<b>Current Liabilities</b>	
<b>Credit Cards</b>	
Chase Credit Card	
M. SCHULZ (4946) - 2	-11,122.09
S. SCHULZ (6578) - 2	23,668.02
<b>Total Chase Credit Card</b>	<b>12,545.93</b>
<b>Total Credit Cards</b>	<b>12,545.93</b>
<b>Other Current Liabilities</b>	
Michigan Department of Treasury Payable	20.19
<b>Payroll Liabilities</b>	
Federal Taxes (941/944)	6,064.29
Federal Unemployment (940)	505.97
MI Income Tax	1,651.69
MI Local Tax	176.32
MI Unemployment Tax	606.48
<b>Total Payroll Liabilities</b>	<b>9,004.75</b>
Quickbooks Intuit Loan	5,000.00
<b>Total Other Current Liabilities</b>	<b>14,024.94</b>

	Total
<b>Total Current Liabilities</b>	<b>26,570.87</b>
<b>Total Liabilities</b>	<b>26,570.87</b>
<b>Equity</b>	
Opening Balance Equity	1,076.38
Owner's Investment	93,796.23
Owner's Pay & Personal Expenses	-121,011.39
Retained Earnings	42,169.65
Net Income	13,328.17
<b>Total Equity</b>	<b>29,359.04</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>\$55,929.91</b>

I, Marc Schulz, certify that:

1. The financial statements of Bagel Kitchen LLC included in this Form are true and complete in all material respects; and
2. The tax return information of Bagel Kitchen LLC included in this Form reflects accurately the information reported on the tax return for Bagel Kitchen LLC for the fiscal year ended 2021 (most recently available as of the Date of this Form C).

Signature      Marc Schulz

Name:          Marc Schulz

Title:          Owner