



## OFFERING MEMORANDUM

facilitated by



# Hive Group

## FORM C

### OFFERING MEMORANDUM

#### Purpose of This Form

A company that wants to raise money using Regulation Crowdfunding must give certain information to prospective investors, so investors will have a basis for making an informed decision. The Securities and Exchange Commission, or SEC, has issued regulations at 17 CFR §227.201 listing the information companies must provide. This form – Form C – is the form used to provide that information.

Each heading below corresponds to a section of the SEC's regulations under 17 CFR §227.201.

#### (A) The Company

Name of Company	Hive Group
State of Organization	ME
Date of Formation	10/10/2023
Entity Type	Limited Liability Company
Street Address	6 Wallston Rd, Tenants Harbor ME, 04860
Website Address	www.anchohoney.com

#### (B) Directors and Officers of the Company

Key Person	Malcolm Bedell
Position with the Company Title First Year	Owner 2019
Other business experience (last three years)	• <b>Owner</b> ( <i>Ancho Honey, July 2019-Present</i> )

#### (C) Each Person Who Owns 20% or More of the Voting Power

Name of Holder	% of Voting Power (Prior to Offering)
Malcolm Bedell	100%

## (D) The Company's Business and Business Plan

### Why We Feel Great About This

It's intimidating, but we have a lot going for us that we didn't have when we opened Ancho Honey:

- We have a proven product, both in terms of budget and popularity.
- We aren't kidding: Typically, our chicken sandwiches are sold out within hours. Our record is 84 minutes after opening. Building a new restaurant around our highest-margin, most popular product just makes sense.
- We've got the customers, many of whom drive hours each week for their "chicken sando fix," who will be delighted to find a more convenient location, closer to where they live and do business.
- We've got the experience in building a rapidly successful business in an unlikely place.
- We just need the capital to bring the new business to life.

### The Opportunity

So we got to thinking: What if we took the most successful elements of Ancho Honey, and spun them off into a brand new restaurant, built around the most successful aspects of our current business? And what if we parked this restaurant not in a tiny fishing village with just a few thousand residents in the middle of nowhere, but smack on Route One, in our most active nearby commercial district? That's where our new restaurant, "Honey's Fried Chicken Palace," will open its doors.

- The Route One corridor linking Thomaston and Rockland has seen a boom in development in recent years.
- The big chains are taking notice: Starbucks and Jersey Mike's have recently broken ground nearby, joining Dunkin' Donuts, Wal Mart, Lowe's Home Improvement, Tractor Supply, McDonald's, and Applebee's, as well as several car dealerships, banks, a locally-famous ice cream stand, and a major movie theatre.
- It's impossible to conduct any business of any kind in our county without passing right through, and the flow of customers is much less seasonal; this section of Maine stays busy year-round, independent of tourism.

### The Outcome

Despite a global pandemic nipping at our heels in our first year, the restaurant flourished. We found our customers, and we started earning lots of attention for both our cheeseburgers (nominated for "Best in the State" by Down East Magazine in 2022 and 2023) and especially for our fried chicken sandwiches, served only one day per week.

- In fact, these chicken sandwiches have developed an almost cult-like following.
- Maine Magazine even listed them as one of the best fried chicken sandwiches in Maine, in 2022, competing with much larger and more well-funded restaurants in Maine's major metropolitan areas.
- Because of our tiny kitchen, we've had to cap the number of fried chicken sandwiches sold each Sunday to just 100, the maximum number we're able to produce given the limitations of our space and our equipment.

### The Progress - Lease Secured

We were fortunate to find a perfect home for our new restaurant: A tiny Chinese take-out place, recently shuttered, tucked away in a commercial plaza, that is a blank slate and a prime location for this new opportunity. It boasts twice the seating capacity of Ancho Honey, with a 1000 square foot commercial kitchen that nearly triples the amount of space we have currently.

- I've secured the lease, and now it's time to build.
- The space needs work: Electrical and plumbing systems will need to be revisited, as well as paint and flooring throughout.
- We'll also need to purchase equipment, furnish the dining room, hire staff, and establish new signage.
- While I've got some money to pour into this new venture, sharing the opportunity through community investment will help shore up the additional capital needed to knock this out of the park.

#### Our Story

In 2019, we realized there was a glaring hole in Midcoast Maine's burgeoning food scene. While you could throw a stone and hit an amazing chef doing innovative, imaginative work at a premium price point, or easily find a chain restaurant churning out the same microwaved dredge, there weren't many options in between.

- We opened Ancho Honey in an effort to bring high-quality, affordable food to everybody, while maintaining extraordinarily high levels of creativity, quality, and attention to detail.
- We chose an unlikely building for our restaurant: A rambling 75 year old farmhouse in my childhood neighborhood, located ten miles down the end of a peninsula, with limited equipment, highly seasonal traffic, and an extremely lean staff.

For more information, please refer to the Page View included with this filing.

#### (E) Number of Employees

The Company currently has 1 employees. The Company may hire or discharge employees in the future to meet its objectives.

#### (F) Risks of Investing

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. Please review the [Educational Materials](#) for risks that are common to many of the companies on the MainVest platform.

THESE SECURITIES ARE OFFERED UNDER AN EXEMPTION FROM REGISTRATION UNDER FEDERAL LAW. THE U.S. SECURITIES AND EXCHANGE COMMISSION (THE "SEC") HAS NOT MADE AN INDEPENDENT DETERMINATION THAT THESE SECURITIES ARE EXEMPT FROM REGISTRATION. THE SEC HAS NOT PASSED UPON THE MERITS OF THE SECURITIES OR THE TERMS OF THE OFFERING, AND HAS NOT PASSED UPON THE ACCURACY OR COMPLETENESS OF THE OFFERING DOCUMENTS OR LITERATURE.

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.

Please refer to Appendix A for additional risks to consider when investing in this offering.

**(G) Target Offering Amount and Offering Deadline**

Target Offering Amount	\$50,000
Offering Deadline	December 22, 2023

If the sum of the investment commitments does not equal or exceed the Target Offering Amount as of the Offering Deadline, no securities will be sold in the offering, investment commitments will be canceled, and all committed funds will be returned. The Company may extend the Offering Deadline and shall treat such an extension as a material change to the original offer and provide Investors with notice and opportunity to reconfirm their investment in accordance with Section (K) of this Memorandum.

**(H) Commitments that Exceed the Target Offering Amount**

Will the Company accept commitments that exceed the Target Offering Amount?	Yes
What is the maximum you will accept in this Offering?	\$124,000
If Yes, how will the Company deal with the oversubscriptions?	We will accept subscriptions on a first-come, first-served basis.

**(I) How the Company Intends to Use the Money Raised in the Offering**

The Company is reasonably sure it will use the money raised in the offering as follows:

Use	Amount (Minimum)	Amount (Maximum)
Renovation and build out	\$20,000	\$40,000
Equipment	\$16,000	\$32,000
Furniture	\$2,500	\$5,000
POS and electronics	\$3,000	\$6,000
Initial inventory	\$1,000	\$2,000
Lease and legal	\$1,500	\$3,000
Operating Capital	\$3,000	\$28,560
Mainvest Compensation	\$3,000	\$7,440
TOTAL	\$50,000	\$124,000

The amounts listed estimates and are not intended to be exact description of the Company's expenditures. Exact allocation and use of funds may vary based upon legitimate business

expenditures and economic factors.

## (J) The Investment Process

### To Invest

- Review this Form C and the [Campaign Page](#)
- If you decide to invest, enter an amount and press the Invest button
- Follow the instructions

### TO CANCEL YOUR INVESTMENT

Send an email to [info@mainvest.com](mailto:info@mainvest.com) no later than 48 hours before the Offering Deadline or go to the dashboard for your user account to cancel manually. In your email, include your name and the name of the Company.

### Other Information on the Investment Process

- Investors may cancel an investment commitment until 48 hours prior to the Offering Deadline.
- MainVest will notify investors when and if the Target Offering Amount has been raised.
- If the Company reaches the Target Offering Amount before the Offering Deadline, it may close the offering early if it provides notice about the new Offering Deadline at least five business days before such new Offering Deadline, absent a material change that would require an extension of the offering and reconfirmation of the investment commitment.
- If an investor does not cancel an investment commitment before the 48-hour period before the Offering Deadline, the funds will be released to the Company upon closing of the offering and the investor will receive securities in exchange for his or her investment.

For additional information about the investment and cancellation process, see the [Educational Materials](#).

## (K) Material Changes

In the event the issuer undergoes a material change, the Investor will be notified of such change. The investor will have five (5) business days from the receipt of such notice to reconfirm their investment. IF AN INVESTOR DOES NOT RECONFIRM HIS OR HER INVESTMENT COMMITMENT WITHIN FIVE (5) DAYS OF THE NOTICE OF MATERIAL CHANGE BEING SENT, THE INVESTOR'S INVESTMENT COMMITMENT WILL BE CANCELLED, THE COMMITTED FUNDS WILL BE RETURNED, AND THE INVESTOR WILL NOT BE ISSUED ANY OF THE SECURITIES REFERENCED IN THIS OFFERING.

### Explanation

A “material change” means a change that an average, careful investor would want to know about before making an investment decision. If a material change occurs after you make an investment commitment but before the Offering closes, then the Company will notify you and ask whether you want to invest anyway. If you do not affirmatively choose to invest, then your commitment will be cancelled, your funds will be returned to you, and you will not receive any securities.

## (L) Price of the Securities

The Company is offering “securities” in the form of revenue sharing notes, which we refer to as “Notes.” The Notes are being offered at their face amount. For example, you will pay \$1,000 for a

Note with a face amount of \$1,000.

## (M) Terms of the Securities

### Overview

The Company is offering “securities” in the form of revenue sharing notes, which we refer to as the “Notes.” The Terms of the Notes are set forth in the Revenue Share Agreement accompanying this Form C in Appendix A. Copies of the Note and Revenue Sharing Agreement are attached to this Form C.

### Summary of Terms

Revenue Percentage <sup>1</sup>	1.0 - 2.5% <sup>2</sup>
Payment Deadline	2030-12-31
Maximum Payment Multiple <sup>3</sup> - Early Investors - All Other Investors	1.6 x 1.5 x
Sharing Start Date	The first day after disbursement that the company has revenues greater than one (\$1) dollar
First Payment Date	The last day of the calendar quarter ending not less than 90 days after the Sharing Start Date
Seniority	Subordinated
Securitization	Unsecured
Accrual Rate	4.13%

<sup>1</sup> as defined in the note agreement included in Appendix A

<sup>2</sup> The rate of revenue sharing is calculated on a linear scale with a minimum rate of 1.0% and a maximum rate of 2.5% and is rounded to the nearest 1/10th percent. The final rate is based on the amount raised and is calculated after the offering has successfully closed. As the amount raised in the offering increases, the rate of revenue sharing increases. For example, a hypothetical offering could result in the following revenue sharing percentages, depending on the amount raised:

Amount Raised	Revenue Sharing Percentage
\$50,000	1.0%
\$68,500	1.4%
\$87,000	1.8%
\$105,500	2.1%
\$124,000	2.5%

<sup>3</sup> To reward early participation, the investors who contribute the first \$50,000.0 raised in the offering will receive a 1.6x cap. Investors who contribute after \$50,000.0 has been raised in the offering will receive a 1.5x cap.

### Your Right to Payments under the Note

Your right to payments under the Note is set forth in the Note, together with a separate document



called the Revenue Sharing Agreement. Copies of the Note and Revenue Sharing Agreement are attached to this Form C. Additionally, general terms are outlined below and in the Company's offering page.

#### Obligation to Contribute Capital

Once you pay for your Note, you will have no obligation to contribute more money to the Company, and you will not be personally obligated for any debts of the Company. However, under some circumstances you could be required by law to return some or all of a distribution you receive from the Company.

#### No Right to Transfer

You should plan to hold the Notes until maturity. The Notes will be illiquid (meaning you might not be able to sell them) for at least four reasons:

- The Revenue Sharing Agreement prohibits the sale or other transfer of Notes without the Company's consent.
- If you want to sell your Note the Company will have the first right of refusal to buy it, which could make it harder to find a buyer.
- Even if a sale were permitted, there is no ready market for Notes, as there would be for a publicly-traded stock.
- By law, for a period of one year you won't be allowed to transfer the Investor Shares except (i) to the Company itself, (ii) to an "accredited" investor, (iii) to a family or trust, or (iii) in a public offering of the Company's shares.

#### Security

The Notes are not secured by any assets of the Company or any assets of persons associated with the Company.

#### Modification of Terms of Notes

The terms of the Notes and the Revenue Sharing Agreement may be modified or amended with the consent of Investors holding 50% of the Notes, measured by the total amount outstanding under each Note.

#### Other Classes of Securities

Name of Security	N/A
Number of Shares Outstanding	
Describe Voting Rights of These Securities, Including Any Limitations on Voting Rights	
How these securities differ from the revenue sharing notes being offered to investors	

#### Dilution of Rights

The Company has the right to create additional classes of securities, both equity securities and debt securities (e.g., other classes of promissory notes). Some of these additional classes of securities could have rights that are superior to those of the Notes. For example, the Company could issue promissory notes that are secured by specific property of the Company.

#### The People Who Control the Company

Each of these people owns 20% or more of the total voting power of the Company:

Name of Holder	% of Voting Power (Prior to Offering)
Malcolm Bedell	100%

#### How the Exercise of Voting Rights Could Affect You

You will receive payments with respect to your Note only if the Company makes enough money to pay you, or, if the Company does not make enough money to pay you, if there is enough value in the collateral the Company pledged as security for the Notes.

The people with voting rights control the Company and make all the decisions about running its business. If they make good business decisions, it is more likely you will be paid. If they make poor business decisions, it is less likely you will be paid. For example, if they hire too many people and/or try to expand too quickly, the business could be harmed. The people with voting rights could also decide to file for bankruptcy protection, making it more difficult for you to be paid.

#### How the Notes are Being Valued

The Notes are being valued at their face value. We don't anticipate that we'll ever need to place a value on the Notes in the future.

#### (N) The Funding Portal

The Company is offering its securities through MainVest, Inc., which is a "Funding Portal" licensed by the Securities and Exchange Commission and FINRA. MainVest Inc.'s Central Index Key (CIK) number is 0001746059, their SEC File number is 007-00162, and their Central Registration Depository (CRD) number is 298384.

#### (O) Compensation of the Funding Portal

Upon successful funding of the Offering, the Funding Portal will receive as the "Revenue Securement Fee"; 4.5% of the amount of the Offering raised by In-Network Users of the Platform plus 9.0% of the amount of the Offering raised by all other investors. "In-Network Users" means a user of Mainvest.com who who have utilized the Company's specified in-network link on the Site.

#### (P) Indebtedness of the Company

The Company has no indebtedness outside of the debt the Company is expecting to raise through regulation crowdfunding on MainVest.

#### (Q) Other Offerings of Securities within the Last Three Years

The Company has not made any offerings with other third-party regulation crowdfunding companies in the past three years.

#### (R) Transactions Between the Company and “Insiders”

The Company has not entered into any business transactions, including stock Purchases, salaries, property rentals, consulting arrangements, guaranties, or other agreements with any individual identified in Section 227.201 (r)(1)-(4) of Regulation Crowdfunding during the 12 months preceding this Offering.

#### (S) The Company’s Financial Condition

##### Historical milestones

Ancho Honey has been operating since July, 2019 and has since achieved the following milestones:

- Opened location in Tenants Harbor, ME
- Achieved revenue of \$28,000 in 2019, which then grew to \$383,000 in 2022.
- Had Cost of Goods Sold (COGS) of \$5,000, which represented gross profit margin of 82% in 2019. COGS were then \$105,00 in 2022, which implied gross profit margin of 72%.

Historical financial performance is not necessarily predictive of future performance.

##### Forecasted milestones

Ancho Honey forecasts the following milestones:

- Secure lease in Thonaston, ME by October 2023.
- Hire for the following positions by March 2024: General Manager, Line Cook, Counter Help, Dishwasher
- Achieve \$300,000 revenue per year by 2024.

##### No other outstanding debt or equity

The capital raised through Mainvest will make up the entirety of the Ancho Honey’s fundraising. However, Ancho Honey may require additional funds from alternate sources at a later date.

##### Financial liquidity

Ancho Honey has a low liquidity position due to its low cash reserves as compared to debt and other liabilities. Ancho Honey expects its liquidity position to decline upon raising capital on Mainvest and deploying the capital to grow the business.

#### (T) The Company’s Financial Statements

Please see Appendix B for historical financial statements.

##### Pro Forma Income Statement

In order to illustrate its future earning potential, the Company has provided a summary of its - year financial forecast. The forecast has been developed by the Company using reasonable best

efforts based on their understanding of the industry and market they wish to enter. Please refer to Section (F) of this Offering Memorandum for a list of the risks associated with an investment in the Company and utilizing any pro forma provided by the Company for making investment decisions.

	Year 1	Year 2	Year 3	Year 4	Year 5
Gross Sales	\$800,000	\$920,000	\$1,012,000	\$1,082,840	\$1,136,982
Cost of Goods Sold	\$380,000	\$437,000	\$480,700	\$514,349	\$540,066
Gross Profit	\$420,000	\$483,000	\$531,300	\$568,491	\$596,916
EXPENSES					
Recurring Expenses	\$300,000	\$307,500	\$315,187	\$323,066	\$331,142
Operating Profit	\$120,000	\$175,500	\$216,113	\$245,425	\$265,774

#### (U) Disqualification Events

Neither The Company nor any individual identified by Section 227.503(a) of Regulation Crowdfunding is the subject of a disqualifying event as defined by Section 227.503 of Regulation Crowdfunding.

#### Explanation

A company is not allowed to raise money using Regulation Crowdfunding if certain designated people associated with the Company (including its directors or executive officers) committed certain prohibited acts (mainly concerned with violations of the securities laws) on or after May 16, 2016. (You can read more about these rules in the Educational Materials.) This item requires a company to disclose whether any of those designated people committed any of those prohibited acts before May 16, 2016.

#### (V) Updates on the Progress of the Offering

To track the investment commitments we've received in this Offering, click to see the [Progress Bar](#).

#### (W) Annual Reports for the Company

The Company will file a report with the Securities and Exchange Commission annually and post the report on our website no later than 120 days after the end of each fiscal year. It's possible that at some point, the Company will not be required to file any more annual reports. We will notify you if that happens.

#### (X) Our Compliance with Reporting Obligations

The Company has never raised money using Regulation Crowdfunding before, and therefore has never been required to file any reports.

#### (Y) Other Information Prospective Investors Should Know About

The Issuer may offer "Perks" as a means of showing appreciation to investors for supporting

small community businesses. The offering of “Perks” by issuers is done purely on a voluntary basis and have no influence upon the terms of the Offering. As such, Investor “Perks” are not contractual conditions governed by “the Note” and are not enforceable under “the Note”.

#### Additional Information Included in the Form C

	Most recent fiscal year-end (tax returns)	Prior fiscal year-end (tax returns)
Total Assets	\$o	\$o
Cash & Cash Equivalents	\$o	\$o
Accounts Receivable	\$o	\$o
Short-term Debt	\$o	\$o
Long-term Debt	\$o	\$o
Revenues/Sales	\$o	\$o
Cost of Goods Sold	\$o	\$o
Taxes Paid	\$o	\$o
Net Income	\$o	\$o

Jurisdictions in which the Company intends to offer the securities:

AL, AK, AZ, AR, CA, CO, CT, DE, DC, FL, GA, HI, ID, IL, IN, IA, KS, KY, LA, ME, MD, MA, MI, MN, MS, MO, MT, NE, NV, NH, NJ, NM, NY, NC, ND, OH, OK, OR, PA, RI, SC, SD, TN, TX, UT, VT, VA, WA, WV, WI, WY, B5, GU, PR, VI, 1V