

APPENDIX B:
FINANCIAL STATEMENTS
(Unaudited)

Barkin' Creek Dog Kitchen, LLC
Statement of Revenues, Expenses and Changes in Members' Equity
Income Tax Basis
For the Year Ended December 31, 2019

Revenue	
Sales	\$ 590,973
Returns and Allowances	\$ (2,641)
Total Revenue	<u>588,332</u>
Costs of Goods Sold:	
Beginning Inventory	25,091
Purchases	<u>143,928</u>
Goods Available for Sale	169,019
Ending Inventory	<u>(39,986)</u>
Cost of Goods Sold	129,033
Gross Profit	459,299
Expenses	
Advertising and Marketing	12,127
Amortization	184
Automobile Expense	486
Bank Service Charges	270
Computer & Internet Expense	18,768
Depreciation Expense	147,263
Dues and Subscriptions	2,217
Employee Medical	6,614
Employee Reimbursement	660
Equipment Rent	468
Guaranteed Payments to Partners	4,000
Insurance	7,957
Interest Expense	6,249
Janitorial Expense	724
Licenses	625
Maintenance and Repairs	1,590
Meals	2,981
Merchant Account Fees	5,844
Legal and Professional Fees	21,215
Office Supplies & Postage	11,463
Payroll Fees	9,158
Pension Plan Expense	256
Rent	137,783
Salaries and Wages	325,994
Security	212
Storage	2,671
Supplies	15,553
Taxes and Licenses	64,991
Telephone Expense	2,412
Travel	2,913
Utilities	<u>24,037</u>
Total Expenses	<u>837,685</u>
Net Income	(378,386)
Other income/(Expense)	
Sales Tax discounts	<u>33</u>
Total Other Income (Expenses)	33
Net Ordinary Income	<u>(378,353)</u>
Members' Equity, December 31, 2018,	60,259
Members' Cash Contributions, net	397,177
Non-deductible and pass thru expenses	<u>(6,164)</u>
Members Equity, December 31, 2019	<u>\$ 72,919</u>

See Independent Accountants' Compilation Report

Barkin' Creek Dog Kitchen, LLC
Statement Of Assets, Liabilities, and Equity
Income Tax Basis
As of December 31, 2019

Assets		
Current Assets		
Cash and Cash Equivalents	\$	35,176
Inventory		39,986
Total Current Assets		75,162
 Property, plant and equipment		
Computer Equipment		13,301
Furniture and Fixtures		104,520
Machinery and Equipment		121,158
Leasehold Improvements		129,268
		368,247
Less: Accumulated Depreciation		(330,721)
Net property, plant and equipment		37,526
 Other Assets		
Trademark		2,760
Accum Amortization		(1,855)
Other Receivables		13,438
Total Other Assets		14,343
Total Assets		\$ 127,031
 Liabilities & Members' Equity		
Current liabilities		
Credit Cards payable		54,112
Total Current Liabilities		54,112
 Long-Term Liabilities		
Total Liabilities		54,112
 Members' Equity		
Total Members' Equity		72,919
Total Liabilities & Members' Equity		\$ 127,031

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Barkin' Creek Dog Kitchen, LLC
Statement of Revenues, Expenses and Changes in Members' Equity
Cash Basis
For the 4th Quarter and Year Ended December 31, 2020

	October to December	December 31, 2020
Revenue		
Sales	474,334.70	1,246,536.15
Total Revenue	474,334.70	1,246,536.15
Costs of Goods Sold:		
Beginning Inventory	53,706.46	39,986.48
Purchases	141,143.25	285,210.55
Goods Available for Sale	194,849.71	325,197.03
Ending Inventory	(143,311.26)	(143,311.26)
Cost of Goods Sold	51,538.45	181,885.77
Gross Profit	422,796.25	1,064,650.38
Expenses		
Accounting	2,000.00	8,646.25
Advertising and Marketing	24,660.09	52,500.32
Automobile Expense	123.37	123.37
Bank Service Charges	743.80	796.30
Business Licenses and Permits	100.00	700.00
Charitable Contributions	-	500.00
Computer & Internet Expense	9,023.51	21,078.00
Dues & Subscriptions	-	494.80
Employee Medical	345.00	563.00
Equipment Rental	770.54	1,615.50
Insurance	15,670.88	41,205.16
Interest Expense	2,168.19	8,843.11
Janitorial Expense	3,120.74	4,895.29
Maintenance and Repairs	1,020.61	6,177.17
Meals	3,619.57	5,451.35
Merchant Account Fees	1,322.82	3,456.08
Miscellaneous	-	57.00
Office Expenses & Postage	13,911.04	31,604.93
Professional Fees	8,849.92	50,819.42
Payroll Fees	2,694.27	10,049.91
Payroll Taxes	20,478.46	64,496.51
Pension Plan	7,743.83	11,716.39
Rent	49,198.05	176,052.66
Salaries and Wages	245,672.02	778,482.00
Sales Tax	17,460.49	69,985.10
Security	-	1,864.07
Software	2,981.45	8,705.91
Storage	1,032.24	3,012.24
Supplies	8,763.96	26,200.36
Taxes, Property	51.00	51.00
Travel	3,235.84	3,452.35
Utilities	7,347.55	32,703.02
Website	-	4,800.00
Total Expenses	454,109.24	1,431,098.57
Net Income	(31,312.99)	(366,448.19)
Other Income/(Expense)		
Total Other Income (Expenses)	-	-
Net Ordinary Income	(31,312.99)	(366,448.19)
Members' Equity, Beginning		73,258.69
Retained Earnings/(Deficit)		(381,268.11)
Members' Cash Contributions, net		836,257.19
Members Equity, December 31, 2020	-	161,799.58

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Barkin' Creek Dog Kitchen, LLC
Statement Of Assets, Liabilities, and Equity
Cash Basis
As of December 31, 2020

Assets	
Current Assets	
Cash and Cash Equivalents	25,333.50
Inventory	143,311.26
Prepaid rent	10,051.12
Total Current Assets	178,695.88
 Property, plant and equipment	
Computer Equipment	15,364.44
Furniture and Fixtures	170,054.14
Machinery and Equipment	146,271.38
Leasehold Improvements	182,008.67
	513,698.63
Less: Accumulated Depreciation	(325,750.74)
Net property, plant and equipment	187,947.89
 Other Assets	
Trademark, net of amortization of \$1,855	905.00
Security Deposit	22,103.90
Franchise Receivables	11,820.70
Total Other Assets	34,829.60
Total Assets	401,473.37
 Liabilities & Members' Equity	
Current liabilities	
Credit Cards payable	36,884.73
Short-term loan, Bank	10,579.06
Investor Loans	110,000.00
Total Current Liabilities	157,463.79
Long-Term Liabilities	82,210.00
Total Liabilities	239,673.79
 Members' Equity	
Total Members' Equity	161,799.58
Total Liabilities & Members' Equity	401,473.37

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I, Jeffrey A. Springer, certify that:

1. The financial statements of Barkin' Creek Dog Kitchen LLC included in this Form are true and complete in all material respects; and
2. The tax return information of Barkin' Creek Dog Kitchen LLC included in this Form reflects accurately the information reported on the tax return for Barkin' Creek Dog Kitchen LLC for the fiscal years ended 2019 and 2020 (most recently available as of the Date of this Form C).

Signature Jeffrey A. Springer

Name: Jeffrey A. Springer

Title: President & CEO