

Phrame, Inc.
Statement of Cash Flow
Recent Quarter and FY 2016

	<u>Last Quarter</u>	<u>31-Dec-16</u>	<u>31-Dec-15</u>
CASH FLOWS FROM OPERATING ACTIVITIES:			
Net Income	\$ (172,575)	\$ (651,178)	\$ (127,959)
Adjustments to Reconcile Net Income to Net Cash Flows From Operating Activities:			
Depreciation	-	-	-
Deferred Income Taxes	-	-	-
Decrease (Increase) in Operating Assets:			
Trade Accounts Receivable			
Inventory		(7,427)	(1,200)
Prepaid Income Taxes			
Increase (Decrease) in Operating Liabilities:			
Accounts Payable			
Credit Cards Payable	5,006	14,822	5,178
Total Adjustments	5,006	7,395	3,978
Net Cash Flows From Operating Activities	<u>(167,569)</u>	<u>(643,783)</u>	<u>(123,981)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Purchase of Property and Equipment		(5,400)	(93,431)
Net Cash Flows From Investing Activities	<u>-</u>	<u>(5,400)</u>	<u>(93,431)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:			
Repayment of Debt			
Member's Withdrawals	205,000	730,000	216,883
Net Cash Flows From Financing Activities	<u>205,000</u>	<u>730,000</u>	<u>216,883</u>
NET INCREASE (DECREASE) IN CASH	37,431	80,817	(529)
CASH - BEGINNING	<u>47,529</u>	<u>4,143</u>	<u>4,673</u>
CASH - ENDING	<u>\$ 84,960</u>	<u>\$ 84,960</u>	<u>\$ 4,144</u>

Phrame, Inc.
Statements of Financial Position
Recent Quarter and FY 2016

	<u>Last Quarter</u>	<u>31-Dec-16</u>	<u>31-Dec-15</u>
CURRENT ASSETS:			
Cash	\$ 84,961	\$ 84,961	\$ 4,143
Accounts Receivable			
Inventory	8,627	8,627	1,200
Prepaid Income Taxes	0	0	0
Total Current Assets	<u>93,588</u>	<u>93,588</u>	<u>5,343</u>
PROPERTY AND EQUIPMENT:			
Machinery and Equipment	98,831	98,831	93,431
Less: Accumulated Depreciation	0	0	0
Net Property and Equipment	<u>98,831</u>	<u>98,831</u>	<u>93,431</u>
TOTAL ASSETS	<u>\$ 192,419</u>	<u>\$ 192,419</u>	<u>\$ 98,774</u>
CURRENT LIABILITIES:			
Current Portion of Long-Term Debt	\$ 0	\$ 0	\$ 0
Accounts Payable	0	0	0
Credit Cards Payable	19,372	19,372	4,550
Total Current Liabilities	<u>19,372</u>	<u>19,372</u>	<u>4,550</u>
DEFERRED TAX LIABILITY	-	-	0
LONG-TERM LIABILITIES	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL LIABILITIES	<u>19,372</u>	<u>19,372</u>	<u>4,550</u>
MEMBER'S EQUITY	<u>173,047</u>	<u>173,047</u>	<u>94,224</u>
TOTAL LIABILITIES AND MEMBER'S EQUITY	<u>\$ 192,419</u>	<u>\$ 192,419</u>	<u>\$ 98,774</u>

Phrame, Inc.
Statements of Operations
Recent Quarter and FY 2016

	<u>Last Quarter</u>	<u>31-Dec-16</u>	<u>31-Dec-15</u>
SALES	\$ 514	\$ 7,666	\$ 12,315
COST OF SALES	<u>148,524</u>	<u>571,251</u>	<u>85,939</u>
GROSS PROFIT	<u>148,010</u>	<u>563,585</u>	<u>73,624</u>
OPERATING EXPENSES:			
Advertising	6,274	10,817	382
Auto and Truck Expenses	102	1,407	4,182
Bank Service Charges	367	1,091	761
Depreciation			
Insurance			
Legal and Accounting	6,191	28,756	13,128
Miscellaneous	2,115	5,383	1,822
Payroll Taxes			
Rent	4,763	18,948	3,463
Repairs and Maintenance			
Supplies	493	4,460	3,873
Travel	3,787	14,940	26,407
Utilities	473	1,791	317
Wages			
Total Operating Expenses	<u>24,565</u>	<u>87,593</u>	<u>54,335</u>
OPERATING INCOME (LOSS)	(172,575)	(651,178)	(127,959)
INTEREST EXPENSE			
NET INCOME BEFORE TAXES	(172,575)	(651,178)	(127,959)
INCOME TAXES:			
Current	-	-	-
Deferred	-	-	-
NET INCOME	<u>\$ 172,575</u>	<u>\$ (651,178)</u>	<u>\$ 127,959</u>