

# Statement of Cash Flows

Loveseat, Inc

1 January 2019 to 31 December 2019

	31 Dec 19	31 Dec 18
<b>Cash Flows From Operating Activities</b>		
Net Income (Loss) For The Period	-\$286,100.63	-\$447,988.06
Depreciation	\$25,358.00	\$39,740.00
Amortization	\$1,667.00	\$1,667.00
Change in Inventory	\$66,041.53	\$38,468.49
Change in Prepaid Expenses	\$1,366.95	-\$1,277.70
Change in Security Deposit	\$70,809.02	\$20,374.74
Change in Accounts Payable	\$1,151.72	\$3,333.49
Change in Salaries & Wages Payable	\$3,320.31	-\$3,924.93
Change in Taxes Payable	-\$2,181.46	-\$2,834.75
<b>Net Cash Flows From Operating Activities</b>	<b>-\$118,567.56</b>	<b>-\$352,441.72</b>
<b>Cash Flows From Investing Activities</b>		
Purchase of Property, Plant & Equipment	-\$5,388.23	\$0.00
Purchase of Domain Name	\$0.00	\$0.00
<b>Net Cash Flows From Investing Activities</b>	<b>-\$5,388.23</b>	<b>\$0.00</b>
<b>Cash Flows From Financing Activities</b>		
Issuance of Common Stock	\$0.00	\$0.00
Issuance of Preferred stock	\$0.00	\$0.00
Change in Additional Paid in Capital	\$184,620.30	\$220,716.90
Change in Loans Payable - Current	-\$28,763.12	\$28,763.12
Change in Loans Payable - Noncurrent	-\$9,228.65	-\$8,779.70
Dividends Paid	\$0.00	\$0.00
<b>Net Cash Flows From Financing Activities</b>	<b>\$146,628.53</b>	<b>\$240,700.32</b>
<b>Cash at Beginning of Period</b>	<b>\$121,230.04</b>	<b>\$232,971.44</b>
<b>Net Increase (Decrease) In Cash</b>	<b>\$22,672.74</b>	<b>-\$111,741.40</b>
<b>Cash at End of Period</b>	<b>\$143,902.78</b>	<b>\$121,230.04</b>

**Balance Sheet**  
**Loveseat, Inc**  
**As at 31 December 2019**

	31 Dec 2019	31 Dec 2018
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	\$143,902.78	\$121,230.04
Inventory	\$40,089.50	\$106,131.03
Prepaid Expenses	\$0.00	\$1,366.95
Security Deposit	\$15,402.24	\$86,211.26
<b>Total Current Assets</b>	<b>\$199,394.52</b>	<b>\$314,939.28</b>
<b>Non-Current Assets</b>		
Plant, Property, and Equipment, Net	\$6,290.20	\$26,259.97
Domain Name, Net	\$17,915.00	\$19,582.00
<b>Total Non-Current Assets</b>	<b>\$24,205.20</b>	<b>\$45,841.97</b>
<b>TOTAL ASSETS</b>	<b>\$223,599.72</b>	<b>\$360,781.25</b>
<b>LIABILITIES &amp; SHAREHOLDERS' EQUITY</b>		
<b>Current Liabilities</b>		
Accounts Payable	\$48,936.08	\$47,784.36
Salaries and Wages Payable	\$4,548.86	\$1,228.55
Insurance Payable	\$0.00	\$0.00
Taxes Payable	\$9,241.29	\$11,422.75
Loans Payable	\$8,400.00	\$37,163.12
<b>Total Current Liabilities</b>	<b>\$71,126.23</b>	<b>\$97,598.78</b>
<b>Non-Current Liabilities</b>		
Loans Payable	\$22,294.64	\$31,523.29
<b>Total Non-Current Liabilities</b>	<b>\$22,294.64</b>	<b>\$31,523.29</b>
<b>TOTAL LIABILITIES</b>	<b>\$93,420.87</b>	<b>\$129,122.07</b>
<b>Shareholder's Equity</b>		
Preferred Stock (7,111,867 shares authorized, 5,806,356 shares issued and outstanding. \$.00001 par value)	\$58.06	\$58.06
Common Stock (16,914,637 shares authorized, 9,000,000 shares issued and outstanding. \$.00001 par value)	\$90.00	\$90.00
Additional Paid in Capital	\$2,192,215.92	\$2,007,595.62
Retained Earnings (Deficit)	-\$2,062,185.13	-\$1,776,084.50
<b>Total Shareholders' Equity</b>	<b>\$130,178.85</b>	<b>\$231,659.18</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>\$223,599.72</b>	<b>\$360,781.25</b>

**Income Statement**  
**Loveseat, Inc**  
**1 January 2019 to 31 December 2019**

	31 Dec 19	31 Dec 18
<b>Operating Income</b>		
Sales, Net	\$1,085,011.86	\$1,920,425.21
Cost of Sales	-\$273,351.96	-\$638,107.57
<b>Gross Profit</b>	<b>\$811,659.90</b>	<b>\$1,282,317.64</b>
<b>Operating Expense</b>		
General & Administrative	\$751,959.48	\$1,084,625.87
Rent	\$243,196.25	\$367,332.80
Marketing & Advertising	\$51,049.39	\$215,497.77
Professional & Legal Fees	\$21,823.50	\$17,772.00
Depreciation	\$25,358.00	\$39,740.00
Amortization	\$1,667.00	\$1,667.00
Furniture Restoration Equipment & Supplies	\$5,591.23	\$3,640.26
<b>Total Operating Expense</b>	<b>\$1,100,644.85</b>	<b>\$1,730,275.70</b>
<b>Net Income from Operations</b>	<b>-\$288,984.95</b>	<b>-\$447,958.06</b>
<b>Other Income (Expense)</b>		
Consignor Payment Write Off	\$3,922.32	\$0.00
Taxes & Licenses	-\$1,038.00	-\$30.00
<b>NET INCOME</b>	<b>-\$286,100.63</b>	<b>-\$447,988.06</b>