

**MJE HANDY DANDY PRODUCTIONS, LLC**

*Unaudited Financial Statements for The Years Ended or In-Progress 2018 and 2019*

September 24, 2019

# MJE Handy Dandy Productions, LLC. **Income Statement**

For the Years Ending [Dec 31, 2019 and Dec 31, 2018]

| <b>Revenue</b>                      | <b>2019</b> | <b>2018</b> |
|-------------------------------------|-------------|-------------|
| Sales revenue                       | -           | -           |
| (Less sales returns and allowances) | -           | -           |
| Service revenue                     | -           | -           |
| Interest revenue                    | -           | -           |
| Other revenue                       | -           | -           |
| <b>Total Revenues</b>               | <b>-</b>    | <b>-</b>    |

| <b>Expenses</b>          |          |                |
|--------------------------|----------|----------------|
| Advertising              | -        | 1,000          |
| Bad debt                 | -        | -              |
| Commissions              | -        | -              |
| Cost of goods sold       | -        | -              |
| Depreciation             | -        | -              |
| Employee benefits        | -        | -              |
| Furniture and equipment  | -        | 18,650         |
| Insurance                | -        | -              |
| Interest expense         | -        | -              |
| Maintenance and repairs  | -        | -              |
| Supplies and props       | -        | 11,600         |
| Office supplies          | -        | -              |
| Payroll taxes            | -        | -              |
| Rent                     | -        | 1,800          |
| Research and development | -        | 10,500         |
| Wages - Executive        | -        | 7,000          |
| Wages - Talent           | -        | 64,000         |
| Wages - Production       | -        | 31,680         |
| Wages - Post Production  | -        | 9,300          |
| Software                 | -        | -              |
| Catering and site        | -        | 7,600          |
| Music Licensing          | -        | 6,000          |
| Travel                   | -        | 8,787          |
| Utilities                | -        | -              |
| Web hosting and domains  | -        | -              |
| General expenses         | -        | 8,125          |
| Indirect costs           | -        | 3,000          |
| Contingency              | -        | 10,000         |
| Other                    | -        | 350            |
| <b>Total Expenses</b>    | <b>-</b> | <b>199,392</b> |

|                         |   |           |
|-------------------------|---|-----------|
| Net Income Before Taxes | - | (199,392) |
| Income tax expense      | - | -         |

|  |          |                  |
|--|----------|------------------|
| <b>Income from Continuing Operations</b> | <b>-</b> | <b>(199,392)</b> |
|--|----------|------------------|

| <b>Below-the-Line Items</b>         |          |                  |
|-------------------------------------|----------|------------------|
| Income from discontinued operations | -        | -                |
| Effect of accounting changes        | -        | -                |
| Extraordinary items                 | -        | -                |
| <b>Net Income</b>                   | <b>-</b> | <b>(199,392)</b> |

# MJE Handy Dandy Productions, LLC.

# Balance Sheet

Date: 8/31/2019

| <b>Assets</b>                   | <b>2019</b>    | <b>2018</b>    |
|---------------------------------|----------------|----------------|
| <b>Current Assets</b>           |                |                |
| Cash                            | 608            | 608            |
| Accounts receivable             | -              | -              |
| Inventory                       | -              | -              |
| Prepaid expenses                | -              | -              |
| Short-term investments          | -              | -              |
| <i>Total current assets</i>     | <i>608</i>     | <i>608</i>     |
| <b>Fixed (Long-Term) Assets</b> |                |                |
| Long-term investments           | -              | -              |
| Property, plant, and equipment  | -              | -              |
| (Less accumulated depreciation) | -              | -              |
| Intangible assets               | -              | -              |
| <i>Total fixed assets</i>       | <i>-</i>       | <i>-</i>       |
| <b>Other Assets</b>             |                |                |
| Deferred income tax             | -              | -              |
| Other                           | 259,800        | 259,800        |
| <i>Total Other Assets</i>       | <i>259,800</i> | <i>259,800</i> |
| <b>Total Assets</b>             | <b>260,408</b> | <b>260,408</b> |

| <b>Liabilities and Owner's Equity</b>       |                |                |
|---|----------------|----------------|
| <b>Current Liabilities</b>                  |                |                |
| Accounts payable                            | 59,800         | 59,800         |
| Short-term loans                            | 24,000         | 24,000         |
| Income taxes payable                        | -              | -              |
| Accrued salaries and wages                  | -              | -              |
| Unearned revenue                            | -              | -              |
| Current portion of long-term debt           | -              | -              |
| <i>Total current liabilities</i>            | <i>83,800</i>  | <i>83,800</i>  |
| <b>Long-Term Liabilities</b>                |                |                |
| Long-term debt                              | -              | -              |
| Deferred income tax                         | -              | -              |
| Other                                       | -              | -              |
| <i>Total long-term liabilities</i>          | <i>-</i>       | <i>-</i>       |
| <b>Owner's Equity</b>                       |                |                |
| Owner's investment                          | 176,000        | 176,000        |
| Retained earnings                           | -              | -              |
| Other                                       | 608            | 608            |
| <i>Total owner's equity</i>                 | <i>176,608</i> | <i>176,608</i> |
| <b>Total Liabilities and Owner's Equity</b> | <b>260,408</b> | <b>260,408</b> |

| <b>Common Financial Ratios</b>                            |          |          |
|---|----------|----------|
| Debt Ratio (Total Liabilities / Total Assets)             | 0.32     | 0.32     |
| Current Ratio (Current Assets / Current Liabilities)      | 0.01     | 0.01     |
| Working Capital (Current Assets - Current Liabilities)    | (83,192) | (83,192) |
| Assets-to-Equity Ratio (Total Assets / Owner's Equity)    | 1.47     | 1.47     |
| Debt-to-Equity Ratio (Total Liabilities / Owner's Equity) | 0.47     | 0.47     |

# MJE Handy Dandy Productions, LLC.

## Cash Flow Statement

|                            |           |            |
|----------------------------|-----------|------------|
| For the Year/Period Ending | 8/31/2019 | 12/31/2018 |
| Cash at Beginning of Year  | 608       | 0          |

| Operations                                    |     |           |
|---|-----|-----------|
| Cash receipts from                            |     |           |
| Customers                                     | 0   | 0         |
| Other Operations                              | 0   | 0         |
| Cash paid for                                 |     |           |
| Inventory purchases                           | 0   | 0         |
| General operating and administrative expenses | 0   | (87,412)  |
| Wage expenses                                 | 0   | (111,980) |
| Interest                                      | 0   | 0         |
| Income taxes                                  | 0   | 0         |
| Net Cash Flow from Operations                 | 0   | (199,392) |
| Investing Activities                          |     |           |
| Cash receipts from                            |     |           |
| Sale of property and equipment                | 0   | 0         |
| Collection of principal on loans              | 0   | 0         |
| Sale of investment securities                 | 0   | 0         |
| Cash paid for                                 |     |           |
| Purchase of property and equipment            | 0   | 0         |
| Making loans to other entities                | 0   | 0         |
| Purchase of investment securities             | 0   | 0         |
| Net Cash Flow from Investing Activities       | 0   | 0         |
| Financing Activities                          |     |           |
| Cash receipts from                            |     |           |
| Issuance of stock                             | 0   | 176,000   |
| Borrowing                                     | 0   | 24,000    |
| Cash paid for                                 |     |           |
| Repurchase of stock (treasury stock)          | 0   | 0         |
| Repayment of loans                            | 0   | 0         |
| Dividends                                     | 0   | 0         |
| Net Cash Flow from Financing Activities       | 0   | 200,000   |
| Net Increase in Cash                          | 0   | 608       |
| Cash at End of Year                           | 608 | 608       |

MJE HANDY DANDY PRODUCTIONS, LLC  
NOTES TO FINANCIAL STATEMENTS (UNAUDITED)  
DECEMBER 31, 2019 AND 2018

---

NOTE A- ORGANIZATION AND NATURE OF ACTIVITIES

MJE Handy Dandy Productions, LLC ("the Company") is a limited liability company formed under the laws of the State of Ohio. The Company derives revenue from the production and sale of the feature film *Devil's Junction: Handy Dandy's Revenge*.

The Company will conduct an equity crowdfund offering during the third and fourth quarter of 2019 for the purpose of closing out its final accounts payable related to the film's post-production and for providing additional funding for marketing a limited theatrical release. The Company's ability to continue as a going concern or to achieve management's objectives may be dependent on the outcome of the offering or management's other efforts to raise capital.

NOTE B- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America ("US GAAP").

Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Cash and Cash Equivalents

Cash and cash equivalents include all cash balances.

Accounts Payable

The Company currently owes \$59,800 in accounts payable related to the post-production of the film.

Short Term Loans

The Company owes Donald Borza (the Managing Member of the Company) \$24,000 in 0% interest short-term debt for payments made on behalf of the Company related to production expenses.

Other Assets

The Company has produced a feature film at the final budget of \$259,800. The Company is currently marketing the film for distribution and sale.