

**Domestic Brands Inc.**  
**Successor to Charles & Company**  
**Statements of Changes in Shareholders' Equity**  
**For the Years Ended December 31, 2017 and 2016**  
**And the Nine Months Ended September 30, 2018**  
**(Unaudited)**

	Common Stock		Capital in Excess of Par Value	Retained Earnings (Deficit)	Total Shareholders' Equity
	Shares	Amount			
<b>Balance, January 1, 2016</b>		\$ -	\$ 10,000	\$ (3,000)	\$ 7,000
Owner distributions		-	-	(10,969)	(10,969)
Net income				3,993	3,993
<b>Balance, December 31, 2016</b>	-	-	10,000	(9,976)	24
Owner distributions				(15,453)	(15,453)
Net income				17,292	17,292
<b>Balance, December 31, 2017</b>	-	-	10,000	(8,137)	1,863
Owner distributions				(23,607)	(23,607)
Share issuance to founders	5,500,000	55	138		193
Net income				23,866	23,866
<b>Balance, September 30, 2018</b>	<u>5,500,000</u>	<u>\$ 55</u>	<u>\$ 10,138</u>	<u>\$ (7,878)</u>	<u>\$ 2,315</u>