

**RAFIKI RACE BOAT INC.**

***FINANCIAL STATEMENTS***

**FOR THE TWO MONTHS  
ENDED JUNE 18, 2019**

**MHK LLP  
Los Angeles, California**

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***FINANCIAL STATEMENTS***  
**FOR THE TWO MONTHS**  
**ENDED JUNE 18, 2019**

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# MHK, LLP

## Certified Public Accountants

Nam Sik Moon, CPA  
Yoon J. Hwang, CPA  
Won Hee Kim, CPA

### Independent Accountant's Review Report

To the director of:  
Rafiki Race Boat Inc.  
Everett, Washington

We have reviewed the accompanying financial statements of Rafiki Race Boat Inc., which comprise the balance sheet as of June 18, 2019, and the related statements of operations, changes in shareholder's equity, and cash flows for the two months then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of company management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

#### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error.

#### *Accountant's Responsibility*

Our responsibility is to conduct the review engagements in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

# MHK, LLP

## Certified Public Accountants

Nam Sik Moon, CPA  
Yoon J. Hwang, CPA  
Won Hee Kim, CPA

### *Accountant's Conclusion*

Based on our reviews, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

MHK LLP

MHK LLP

Los Angeles, California

July 19, 2019

**Rafiki Race Boat Inc.**

**BALANCE SHEET  
AS OF JUNE 18, 2019**

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	<u>JUNE 18, 2019</u>
<b>ASSETS</b>	
<b>Current Assets</b>	
Cash and Cash Equivalents - Note 2, 3	\$ 719
<b>Total Current Assets</b>	<u>719</u>
<b>TOTAL ASSETS</b>	<u>\$ 719</u>
 <b>LIABILITIES AND SHAREHOLDER'S EQUITY</b>	
<b>Current Liabilities</b>	
Accounts Payable	\$ 1,200
<b>Total Current Liabilities</b>	<u>1,200</u>
<b>Total Liabilities</b>	<u>1,200</u>
<b>Shareholder's Equity</b>	
Common Stock - Note 4	1,450
Accumulated deficits	<u>(1,931)</u>
<b>Total Shareholders' Equity</b>	<u>(481)</u>
<b>TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY</b>	<u>\$ 719</u>

See independent accountant's review report and accompanying notes.

**Rafiki Race Boat Inc.**

**STATEMENT OF OPERATIONS  
FOR THE TWO MONTHS ENDED JUNE 18, 2019**

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**REVENUES:**

Sales	\$ -
<b>TOTAL REVENUES</b>	<u>-</u>

**EXPENSES:**

Office Supplies	31
Organizational Costs	500
Permits and Licenses	200
Professional Fees	<u>1,200</u>
<b>TOTAL EXPENSES</b>	<u>1,931</u>

<b>OPERATING INCOME (LOSS)</b>	(1,931)
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**OTHER INCOME/EXPENSES**

Other Income/expenses	<u>-</u>
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<b>INCOME (LOSS) FROM CONTINUING OPERATION BEFORE INCOME TAXES</b>	(1,931)
<b>PROVISION FOR STATE INCOME TAX</b>	<u>-</u>
<b>NET INCOME (LOSS)</b>	<u><u>\$ (1,931)</u></u>

See independent accountant's review report and accompanying notes.

**Rafiki Race Boat Inc.**

**STATEMENT OF SHAREHOLDER'S EQUITY  
FOR THE TWO MONTHS ENDED JUNE 18, 2019**

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	Capital Contribution	Dividends declared	Accumulated Deficits	Total
Balance at April 24, 2019	\$ -	\$ -	\$ -	\$ -
Shareholder's Contribution	1,450			1,450
Dividends declared				-
Net loss			(1,931)	-
Balance at June 18, 2019	\$ 1,450	\$ -	\$ (1,931)	\$ (481)

See independent accountant's review report and accompanying notes.

**Rafiki Race Boat Inc.**

**STATEMENT OF CASH FLOWS  
FOR THE TWO MONTHS ENDED JUNE 18, 2019**

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**CASH FLOWS FROM OPERATING ACTIVITIES:**

<b>NET INCOME (LOSS)</b>	\$	(1,931)
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**ADJUSTMENTS TO RECONCILE NET INCOME  
TO NET CASH PROVIDED BY OPERATIONS:**

Incr. (Decr.) in Accounts and Other Payables		<u>1,200</u>
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<b>TOTAL ADJUSTMENTS</b>		<u>1,200</u>
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<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>		(731)
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**CASH FLOWS FROM INVESTING ACTIVITIES**

<b>NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES</b>		-
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**CASH FLOWS FROM FINANCING ACTIVITIES:**

Capital Contribution		<u>1,450</u>
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<b>NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES</b>		<u>1,450</u>
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<b>NET INCREASE (DECREASE) IN CASH</b>		719
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<b>CASH - BEGINNING</b>		<u>-</u>
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<b>CASH - ENDING</b>	\$	<u><u>719</u></u>
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See independent accountant's review report and accompanying notes.



**Rafiki Race Boat Inc.**

**NOTES TO FINANCIAL STATEMENTS  
FOR THE TWO MONTHS ENDED JUNE 18, 2019**

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**NOTE 1 - GENERAL**

Rafiki Race Boat Inc. ("the Company"), was incorporated on April 24, 2019 in the state of Washington.

The Company is planning to build the innovative "LightSpeed Ferry" to race it across the Atlantic Ocean in an attempt to break the record for the fastest trans-Atlantic crossing for a commercial vessel.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Basis of Accounting**

The financial statements of the Company have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

**Use of Estimates**

The preparation of the financial statements is in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and disclosed in the accompanying notes. Actual results could differ from those estimates.

**Cash and Cash Equivalents**

Cash and cash equivalents include all monies in banks and highly liquid investments with maturity dates of less than three months. The carrying value of cash and cash equivalents approximates fair value because of the short maturities of those financial instruments.

**NOTE 3 - CASH AND CASH EQUIVALENTS**

Cash and Cash equivalents consist of the following:

	<b><u>18-Jun-19</u></b>
Cash in bank - Bank of America	\$ 719
Total	<u>\$ 719</u>

**NOTE 4 - SHAREHOLDER'S EQUITY**

As of reporting date, 29 common shares were issued and outstanding.

**NOTE 5 - COMMITMENTS AND CONTINGENCIES**

As of reporting date, the Company has no commitment or contingencies.

**Rafiki Race Boat Inc.**

**NOTES TO FINANCIAL STATEMENTS  
FOR THE TWO MONTHS ENDED JUNE 18, 2019**

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**NOTE 6 - RELATED PARTY TRANSACTIONS**

As of the date of issuance of financial statements, the Company has no reportable related party transactions.

**NOTE 7 - SUBSEQUENT EVENTS**

Management of the Company has evaluated material events or transactions subsequent to June 18, 2019 through July 19, 2019, the date these financial statements were available to be issued, and determined that there was no material subsequent event that would be reported in the financial statements.