

APPENDIX B:
FINANCIAL STATEMENTS
(Unaudited)

Naked River Brewing Company

BALANCE SHEET

As of December 31, 2018

| | TOTAL |
|-----------------------------------|---------------------|
| ASSETS | |
| Current Assets | |
| Bank Accounts | |
| Cash Drawer | 1,000.00 |
| PayPal Bank | 0.00 |
| Petty Cash | 800.00 |
| UCB checking - 2957 | 49,123.08 |
| Total Bank Accounts | \$50,923.08 |
| Accounts Receivable | |
| Accounts Receivable (A/R) | -4,160.60 |
| Total Accounts Receivable | \$ -4,160.60 |
| Other Current Assets | |
| Uncategorized Asset | -11,094.56 |
| Undeposited Funds | 43,624.40 |
| Total Other Current Assets | \$32,529.84 |
| Total Current Assets | \$79,292.32 |
| Fixed Assets | |
| Accumulated amortization | -1,062.52 |
| Accumulated depreciation | -459,263.04 |
| Furniture & Fixtures | 84,787.00 |
| Leasehold Improvements | 373,014.12 |
| Machinery & Equipment | 390,111.50 |
| Total Fixed Assets | \$387,587.06 |
| Other Assets | |
| Loan Fees | 22,313.00 |
| Security Deposits | 229.07 |
| Total Other Assets | \$22,542.07 |
| TOTAL ASSETS | \$489,421.45 |
| LIABILITIES AND EQUITY | |
| Liabilities | |
| Current Liabilities | |
| Accounts Payable | |
| Accounts Payable (A/P) | 16,969.94 |
| Total Accounts Payable | \$16,969.94 |
| Credit Cards | |
| Amex Total Accounts | -110,886.44 |
| AMEX Raulston - 71000 | 149,851.70 |
| Amex Robinson - 72016 | 11,136.30 |
| Amex Woods - 71026 | 1,052.50 |
| Total Amex Total Accounts | \$1,154.06 |
| Total Credit Cards | \$51,154.06 |
| Other Current Liabilities | |

| | TOTAL |
|---|-----------------------|
| Out Of Scope Agency Payable | 52.30 |
| Square Tips | 21,415.31 |
| Tennessee Department of Revenue Payable | 7,888.40 |
| Total Other Current Liabilities | \$29,356.01 |
| Total Current Liabilities | \$97,480.01 |
| Long-Term Liabilities | |
| SBA Loan | 850,000.00 |
| Total Long-Term Liabilities | \$850,000.00 |
| Total Liabilities | \$947,480.01 |
| Equity | |
| Bubba Trundle capital | 8,000.00 |
| Dr. Chris St. Charles capital | 8,000.00 |
| Hunter Gucheraeu capital | 24,000.00 |
| Jake Raulston capital | 38,500.00 |
| John Brock capital | 4,000.00 |
| John Raulston capital | 48,000.00 |
| Jonathan Frost capital | 16,000.00 |
| Kent Underwood capital | 56,000.00 |
| Mark Brock capital | 20,000.00 |
| Retained Earnings | |
| Shareholder's Investment | 0.00 |
| Thomas Trotter capital | 16,000.00 |
| Web Raulston capital | 48,000.00 |
| Net Income | -744,558.56 |
| Total Equity | \$ -458,058.56 |
| TOTAL LIABILITIES AND EQUITY | \$489,421.45 |

Naked River Brewing Company

BALANCE SHEET

As of December 31, 2019

| | TOTAL |
|-----------------------------------|---------------------|
| ASSETS | |
| Current Assets | |
| Bank Accounts | |
| Cash Drawer | 1,000.00 |
| PayPal Bank | 0.00 |
| Petty Cash | 800.00 |
| Pinnacle checking - 5905 | 29,696.16 |
| UCB checking - 2957 | 1,442.44 |
| UCB Tax checking - 2026 | 8,190.33 |
| Total Bank Accounts | \$41,128.93 |
| Accounts Receivable | |
| Accounts Receivable (A/R) | 25,117.37 |
| Total Accounts Receivable | \$25,117.37 |
| Other Current Assets | |
| Inventory | 3,791.69 |
| Inventory Asset | 0.00 |
| Raw Materials | 0.00 |
| Total Inventory Asset | 0.00 |
| Uncategorized Asset | 0.00 |
| Undeposited Funds | 0.00 |
| Total Other Current Assets | \$3,791.69 |
| Total Current Assets | \$70,037.99 |
| Fixed Assets | |
| Accumulated amortization | -1,062.52 |
| Accumulated depreciation | -459,263.04 |
| Furniture & Fixtures | 84,787.00 |
| Leasehold Improvements | 373,014.12 |
| Machinery & Equipment | 398,743.67 |
| Total Fixed Assets | \$396,219.23 |
| Other Assets | |
| Loan Fees | 22,313.00 |
| Security Deposits | 229.07 |
| Total Other Assets | \$22,542.07 |
| TOTAL ASSETS | \$488,799.29 |
| LIABILITIES AND EQUITY | |
| Liabilities | |
| Current Liabilities | |
| Accounts Payable | |
| Accounts Payable (A/P) | 38,497.32 |
| Total Accounts Payable | \$38,497.32 |
| Credit Cards | |
| Amex Total Accounts | 0.00 |

| | TOTAL |
|---|-----------------------|
| AMEX Raulston - 71000 | 81,447.69 |
| Amex Robinson - 72016 | 11,136.30 |
| Amex Woods - 71026 | 1,052.50 |
| Total Amex Total Accounts | 93,636.49 |
| Capital One | 9,306.49 |
| Total Credit Cards | \$102,942.98 |
| Other Current Liabilities | |
| Accrued wages | 0.00 |
| Loan Due To Raulston | 2,337.00 |
| Out Of Scope Agency Payable | 52.30 |
| Square Gift Card | 0.00 |
| Square Tips | 0.00 |
| Tennessee Department of Revenue Payable | 76,706.41 |
| Total Other Current Liabilities | \$79,095.71 |
| Total Current Liabilities | \$220,536.01 |
| Long-Term Liabilities | |
| SBA Loan | 797,467.16 |
| Total Long-Term Liabilities | \$797,467.16 |
| Total Liabilities | \$1,018,003.17 |
| Equity | |
| Bubba Trundle capital | 8,000.00 |
| Dr. Chris St. Charles capital | 8,000.00 |
| Hunter Gucheraeu capital | 24,000.00 |
| Jake Raulston capital | 38,500.00 |
| John Brock capital | 4,000.00 |
| John Raulston capital | 48,000.00 |
| Jonathan Frost capital | 16,000.00 |
| Kent Underwood capital | 56,000.00 |
| Mark Brock capital | 20,000.00 |
| Opening Balance Equity | 0.00 |
| Owner's Pay & Personal Expenses | 3,387.85 |
| Retained Earnings | -744,558.56 |
| Shareholder's Investment | 0.00 |
| Thomas Trotter capital | 16,000.00 |
| Web Raulston capital | 48,000.00 |
| Net Income | -74,533.17 |
| Total Equity | \$ -529,203.88 |
| TOTAL LIABILITIES AND EQUITY | \$488,799.29 |

Naked River Brewing Company

PROFIT AND LOSS

January 1 - December 13, 2018

| | TOTAL |
|---------------------------------|---------------------|
| Income | |
| PayPal Sales | 972.71 |
| Refunds | -204.00 |
| Sales | 6,261.44 |
| Food | -139.35 |
| Package | -250.00 |
| Total Sales | 5,872.09 |
| Sales of Product Income | 1,007.02 |
| Square Income | 137,479.60 |
| Total Income | \$145,127.42 |
| Cost of Goods Sold | |
| Cost of Goods Sold | 1,011.83 |
| Food | 30,486.78 |
| Merchandise | 1,909.25 |
| Package | 938.71 |
| Shipping & Delivery | 2,195.86 |
| Supplies Brewing - COGS | 56,677.60 |
| Total Cost of Goods Sold | 93,220.03 |
| Total Cost of Goods Sold | \$93,220.03 |
| GROSS PROFIT | \$51,907.39 |
| Expenses | |
| Advertising & Marketing | 20,798.86 |
| Bank Charges & Fees | 252.29 |
| Contractors | 24,300.00 |
| Donations | 940.00 |
| Education | 248.54 |
| Equipment Rental | 4,447.64 |
| Insurance | 12,791.23 |
| Interest Paid | 7,257.65 |
| Job Supplies | 42,124.99 |
| Legal & Professional Services | 15,903.00 |
| Meals | 2,190.39 |
| Office Supplies & Software | 8,465.49 |
| Other Business Expenses | 1,820.33 |
| PayPal Fees | 86.34 |
| Payroll Expenses | |
| Wages | 87,890.46 |
| Total Payroll Expenses | 87,890.46 |
| Purchases | 2,506.23 |
| Rent | 22,200.00 |
| Repairs & Maintenance | 10,025.41 |
| Square Fees | 1,785.90 |
| Taxes & Licenses | 2,960.09 |

| | TOTAL |
|-----------------------------|-----------------------|
| Travel | 2,112.22 |
| Uniforms | 2,308.90 |
| Utilities | 9,034.65 |
| Total Expenses | \$282,450.61 |
| NET OPERATING INCOME | \$ -230,543.22 |
| Other Expenses | |
| Other Miscellaneous Expense | 0.00 |
| Total Other Expenses | \$0.00 |
| NET OTHER INCOME | \$0.00 |
| NET INCOME | \$ -230,543.22 |

Naked River Brewing Company

PROFIT AND LOSS

January - December 2019

| | TOTAL |
|---------------------------------|-----------------------|
| Income | |
| Discounts | -65,849.50 |
| Event income | 2,505.12 |
| Other Income | 277,727.46 |
| PayPal Sales | 0.00 |
| Refunds | -18,290.16 |
| Sales | 0.00 |
| Beer | 551,908.91 |
| Catering | 36,407.34 |
| Distribution | 155,897.50 |
| Food | 524,455.36 |
| Merchandise | 61,982.20 |
| Service charges | 926.63 |
| Wine | 13,277.50 |
| Total Sales | 1,344,855.44 |
| Sales of Product Income | 0.00 |
| Square Income | 0.00 |
| Total Income | \$1,540,948.36 |
| Cost of Goods Sold | |
| Cost of Goods Sold | |
| Credit card fees | 3,107.90 |
| Food | 236,978.21 |
| Inventory Shrinkage | |
| Merchandise | 15,589.69 |
| Package | 68,055.00 |
| Royalties | 1,303.54 |
| Shipping & Delivery | 2,256.88 |
| Supplies Brewing - COGS | 171,886.13 |
| Supplies Restaurant - COGS | 22,575.14 |
| Taproom Pints | 1,622.74 |
| Wine | 8,509.97 |
| Total Cost of Goods Sold | 531,885.20 |
| Total Cost of Goods Sold | \$531,885.20 |
| GROSS PROFIT | \$1,009,063.16 |
| Expenses | |
| Advertising & Marketing | 20,801.73 |
| Bank Charges & Fees | 7,775.67 |
| Contractors | 13,545.98 |
| Donations | 6,864.79 |
| Dues & subscriptions | 1,061.49 |
| Education | 174.00 |
| Entertainment | 42.43 |
| Equipment Rental | 2,916.98 |

| | TOTAL |
|-------------------------------|-----------------------|
| Fines & penalties | 242.50 |
| Insurance | 24,447.13 |
| Interest Paid | 75,382.69 |
| Janitorial services | 3,781.42 |
| Job Supplies | 11,510.64 |
| Legal & Professional Services | 13,500.00 |
| Meals | 775.06 |
| Music | 1,665.00 |
| Office Supplies & Software | 3,637.97 |
| Parking | 2,195.93 |
| PayPal Fees | 4.35 |
| Payroll Expenses | |
| ADP fees | 0.00 |
| Taxes | 54,375.30 |
| Wages | 587,398.37 |
| Total Payroll Expenses | 641,773.67 |
| Purchases | 0.00 |
| Rent | 135,818.02 |
| Repairs & Maintenance | 14,893.05 |
| Square Fees | 37,073.55 |
| Taxes & Licenses | 10,025.84 |
| Travel | 188.25 |
| Uniforms | 0.00 |
| Utilities | 53,739.72 |
| Total Expenses | \$1,083,837.86 |
| NET OPERATING INCOME | \$ -74,774.70 |
| Other Income | |
| Credit card cash back | 634.74 |
| Total Other Income | \$634.74 |
| Other Expenses | |
| Other Miscellaneous Expense | 543.21 |
| Total Other Expenses | \$543.21 |
| NET OTHER INCOME | \$91.53 |
| NET INCOME | \$ -74,683.17 |

Naked River Brewing Company

STATEMENT OF CASH FLOWS

January - December 2018

| | TOTAL |
|--|-----------------------|
| OPERATING ACTIVITIES | |
| Net Income | -744,558.56 |
| Adjustments to reconcile Net Income to Net Cash provided by operations: | |
| Accounts Receivable (A/R) | 4,160.60 |
| Uncategorized Asset | 11,094.56 |
| Accumulated amortization | 1,062.52 |
| Accumulated depreciation | 459,263.04 |
| Accounts Payable (A/P) | 16,969.94 |
| Amex Total Accounts | -110,886.44 |
| Amex Total Accounts:AMEX Raulston - 71000 | 149,851.70 |
| Amex Total Accounts:Amex Robinson - 72016 | 11,136.30 |
| Amex Total Accounts:Amex Woods - 71026 | 1,052.50 |
| Out Of Scope Agency Payable | 52.30 |
| Square Tips | 21,415.31 |
| Tennessee Department of Revenue Payable | 7,888.40 |
| Total Adjustments to reconcile Net Income to Net Cash provided by operations: | 573,060.73 |
| Net cash provided by operating activities | \$ -171,497.83 |
| INVESTING ACTIVITIES | |
| Furniture & Fixtures | -84,787.00 |
| Leasehold Improvements | -373,014.12 |
| Machinery & Equipment | -390,111.50 |
| Loan Fees | -22,313.00 |
| Security Deposits | -229.07 |
| Net cash provided by investing activities | \$ -870,454.69 |
| FINANCING ACTIVITIES | |
| SBA Loan | 850,000.00 |
| Bubba Trundle capital | 8,000.00 |
| Dr. Chris St. Charles capital | 8,000.00 |
| Hunter Gucheraeu capital | 24,000.00 |
| Jake Raulston capital | 38,500.00 |
| John Brock capital | 4,000.00 |
| John Raulston capital | 48,000.00 |
| Jonathan Frost capital | 16,000.00 |
| Kent Underwood capital | 56,000.00 |
| Mark Brock capital | 20,000.00 |
| Shareholder's Investment | 0.00 |
| Thomas Trotter capital | 16,000.00 |
| Web Raulston capital | 48,000.00 |
| Net cash provided by financing activities | \$1,136,500.00 |
| NET CASH INCREASE FOR PERIOD | \$94,547.48 |
| CASH AT END OF PERIOD | \$94,547.48 |

Naked River Brewing Company

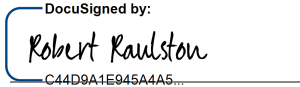
STATEMENT OF CASH FLOWS

January - December 2019

| | TOTAL |
|--|----------------------|
| OPERATING ACTIVITIES | |
| Net Income | -74,683.17 |
| Adjustments to reconcile Net Income to Net Cash provided by operations: | |
| Accounts Receivable (A/R) | -29,277.97 |
| Inventory | -3,791.69 |
| Inventory Asset | 0.00 |
| Inventory Asset:Raw Materials | 0.00 |
| Uncategorized Asset | -10,944.56 |
| Accounts Payable (A/P) | 21,527.38 |
| Amex Total Accounts | 110,886.44 |
| Amex Total Accounts:AMEX Raulston - 71000 | -68,404.01 |
| Capital One | 9,306.49 |
| Accrued wages | 0.00 |
| Loan Due To Raulston | 2,337.00 |
| Square Gift Card | 0.00 |
| Square Tips | -21,415.31 |
| Tennessee Department of Revenue Payable | 68,818.01 |
| Total Adjustments to reconcile Net Income to Net Cash provided by operations: | 79,041.78 |
| Net cash provided by operating activities | \$4,358.61 |
| INVESTING ACTIVITIES | |
| Machinery & Equipment | -8,632.17 |
| Net cash provided by investing activities | \$ -8,632.17 |
| FINANCING ACTIVITIES | |
| SBA Loan | -52,532.84 |
| Opening Balance Equity | 0.00 |
| Owner's Pay & Personal Expenses | 3,387.85 |
| Net cash provided by financing activities | \$ -49,144.99 |
| NET CASH INCREASE FOR PERIOD | \$ -53,418.55 |
| Cash at beginning of period | 94,547.48 |
| CASH AT END OF PERIOD | \$41,128.93 |

Robert Raulston
I, _____, certify that:

1. The financial statements of included in this Form are true and complete in all material respects;
and
2. The tax return information of included in this Form reflects accurately the information reported
on the tax return for for the fiscal years ended and 2018 (most recently available as of the Date
of this Form C).

Signature  C44D9A1E945A4A5...

Name: Robert Raulston

Title: CEO