

APPENDIX B:
FINANCIAL STATEMENTS
(Unaudited)

Antonios Cup Cake Factory, Inc.
Statement of Revenues & Expenses
Tax Basis

	12 Months Ended December 31, 2018
Revenue	
Sales	\$ 152,640.78
Total Revenue	<u>152,640.78</u>
Cost of Goods Sold	
Inventory- Beginning	4,200.00
Purchases	49,209.25
Inventory- Ending	<u>(1,523.00)</u>
Total Cost of Goods Sold	<u>51,886.25</u>
Gross Profit	<u>100,754.53</u>
Operating Expenses	
Advertising	1,238.88
Automobile Expenses	1.40
Bank Charges	6,351.89
Depreciation	5,119.98
Insurance	2,736.87
Licenses and Permits	351.00
Office Expense	646.12
Payroll: Officers	2,392.00
Payroll	36,853.57
Payroll Taxes: SUTA	772.40
Rent	26,207.80
Supplies	1,895.52
Utilities	<u>9,879.42</u>
Total Operating Expenses	<u>94,446.85</u>
Operating Income (Loss)	<u>6,307.68</u>
Other Income (Expenses)	
Total Other Income (Expenses)	<u>0.00</u>
Net Income (Loss) Before Taxes	<u>6,307.68</u>
State Corp Income Tax	<u>96.00</u>
Net Income (Loss)	<u><u>\$ 6,211.68</u></u>

No assurance is provided on these financial statements. Substantially all disclosures ordinarily included in financial statements prepared on the tax-basis of accounting are not included. KGC Associates, CPA's PC

Antonios Cup Cake Factory, Inc.
Statement of Revenues & Expenses
Tax Basis

	12 Months Ended December 31, 2017
Revenue	
Sales	\$ 150,729.87
Total Revenue	<u>150,729.87</u>
Cost of Goods Sold	
Purchases	57,183.35
Inventory- Ending	<u>(4,200.00)</u>
Total Cost of Goods Sold	<u>52,983.35</u>
Gross Profit	<u>97,746.52</u>
Operating Expenses	
Advertising	1,924.26
Automobile Expenses	3,540.10
Bank Charges	5,380.26
Data Processing	471.20
Depreciation	5,736.54
Donations	205.80
Insurance	3,458.66
Legal	100.00
Licenses and Permits	75.00
Maintenance	213.38
Payroll: Officers	7,260.00
Payroll	24,573.54
Payroll Taxes:FICA	2,435.27
Payroll Taxes: SUTA	1,642.17
Employer Payroll Taxes	(29.81)
Rent	19,401.00
Repairs and Maintenance	70.28
Supplies	979.39
Telephone	471.50
Utilities	<u>9,324.69</u>
Total Operating Expenses	<u>87,233.23</u>
Operating Income (Loss)	<u>10,513.29</u>
Other Income (Expenses)	<u></u>
Total Other Income (Expenses)	<u>0.00</u>
Net Income (Loss) Before Taxes	<u>10,513.29</u>
State Corp Income Tax	<u>96.00</u>
Net Income (Loss)	<u><u>\$ 10,417.29</u></u>

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Antonios Cup Cake Factory, Inc.
Statement of Assets, Liabilities, & Stockholders' Equity
Tax Basis
As of December 31, 2018

Assets

Current Assets

Inventory	\$ 1,523.00
Prepaid Taxes	25.00
PPD Payroll Tax - State	<u>201.88</u>

Total Current Assets	<u>1,749.88</u>
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Fixed Assets

Furniture and Fixtures	7,000.00
Machinery and Equipment	39,598.21
Leasehold Improvements	13,000.00
Less Accumulated Depreciation	<u>(49,384.37)</u>

Total Fixed Assets	<u>10,213.84</u>
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Non-Current Assets

Security Deposits	<u>1,914.00</u>
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Total Non-Current Assets	<u>1,914.00</u>
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Total Assets	<u><u>\$ 13,877.72</u></u>
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Antonios Cup Cake Factory, Inc.
Statement of Assets, Liabilities, & Stockholders' Equity
Tax Basis
As of December 31, 2018

Liabilities and Stockholders' Equity

Current Liabilities

Cash Overdraft	\$ 7,679.97
FICA Tax Payable	7,238.76
Federal Withhold. Tax Payable	5,350.34
State Withhold. Tax Payable	<u>351.62</u>

Total Current Liabilities	<u>20,620.69</u>
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Non-Current Liabilities

Loans - Stockholders	<u>3,043.70</u>
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Total Non-Current Liabilities	<u>3,043.70</u>
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Total Liabilities	<u>23,664.39</u>
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Stockholders' Equity

Capital Stock	1,000.00
Retained Earnings	<u>(10,786.67)</u>

Total Stockholders' Equity	<u>(9,786.67)</u>
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Total Liabilities and Stockholders' Equity	<u><u>\$ 13,877.72</u></u>
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Antonios Cup Cake Factory, Inc.
Statement of Assets, Liabilities, & Stockholders' Equity
Tax Basis
As of December 31, 2017

Assets

Current Assets

Inventory	\$ 4,200.00
Prepaid Taxes	25.00
PPD Payroll Tax - State	<u>201.88</u>

Total Current Assets	<u>4,426.88</u>
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Fixed Assets

Furniture and Fixtures	7,000.00
Machinery and Equipment	39,598.21
Leasehold Improvements	13,000.00
Less Accumulated Depreciation	<u>(44,264.39)</u>

Total Fixed Assets	<u>15,333.82</u>
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Total Assets	<u><u>\$ 19,760.70</u></u>
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Antonios Cup Cake Factory, Inc.
Statement of Assets, Liabilities, & Stockholders' Equity
Tax Basis
As of December 31, 2017

Liabilities and Stockholders' Equity

Current Liabilities

Cash Overdraft	\$ 5,171.28
FICA Tax Payable	5,858.42
Federal Withhold. Tax Payable	2,564.00
State Withhold. Tax Payable	<u>235.05</u>

Total Current Liabilities	<u>13,828.75</u>
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Non-Current Liabilities

Loans - Stockholders	13,738.34
Loans - Stockholders 1	<u>8,191.96</u>

Total Non-Current Liabilities	<u>21,930.30</u>
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Total Liabilities	<u>35,759.05</u>
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Stockholders' Equity

Capital Stock	1,000.00
Retained Earnings	<u>(16,998.35)</u>

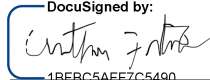
Total Stockholders' Equity	<u>(15,998.35)</u>
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Total Liabilities and Stockholders' Equity	<u><u>\$ 19,760.70</u></u>
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I, Anthony Frontera, certify that:

1. The financial statements of ANTONIOS CUP CAKE FACTORY INC. included in this Form are true and complete in all material respects; and
2. The tax return information of ANTONIOS CUP CAKE FACTORY INC. included in this Form reflects accurately the information reported on the tax return for ANTONIOS CUP CAKE FACTORY INC. for the fiscal years ended 2017 and 2018 (most recently available as of the Date of this Form C).

Signature

DocuSigned by:

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Name:

Anthony Frontera

Title:

President