

APPENDIX B:  
FINANCIAL STATEMENTS  
(Unaudited)

# The Boogie Down Grind

## PROFIT AND LOSS

January - December 2018

|                                        | TOTAL                 |
|----------------------------------------|-----------------------|
| Income                                 |                       |
| Sales                                  | 268,575.35            |
| Sales of Product Income                | 300.00                |
| <b>Total Income</b>                    | <b>\$268,875.35</b>   |
| Cost of Goods Sold                     |                       |
| COGS- Coffee and Foods                 | 101,280.07            |
| Cost of Goods Sold                     | 19,482.57             |
| <b>Total Cost of Goods Sold</b>        | <b>\$120,762.64</b>   |
| GROSS PROFIT                           | <b>\$148,112.71</b>   |
| Expenses                               |                       |
| Advertising & Marketing                | 8,851.61              |
| Bank Charges & Fees                    | 853.93                |
| Contractors                            | 13,265.00             |
| Insurance                              |                       |
| Business Liability                     | 6,320.97              |
| Workers Compensation                   | 2,654.23              |
| <b>Total Insurance</b>                 | <b>8,975.20</b>       |
| Interest Paid                          | 3,458.02              |
| Job Supplies                           | 5,973.07              |
| Licenses and Fees                      | 1,296.00              |
| Meals & Entertainment                  | 279.92                |
| Office Supplies & Software             | 652.80                |
| Rent & Lease                           | 31,633.14             |
| Repairs & Maintenance                  | 278.52                |
| Carting                                | 3,702.15              |
| Electrical                             | 450.00                |
| Exterminator                           | 1,430.62              |
| Plumbing                               | 1,267.45              |
| Utilities                              | 5,630.11              |
| <b>Total Repairs &amp; Maintenance</b> | <b>12,758.85</b>      |
| Salaries & Wages                       |                       |
| Payroll Fees                           | 3,253.24              |
| Payroll Salaries                       | 140,615.18            |
| Payroll Taxes                          | 22,168.49             |
| <b>Total Salaries &amp; Wages</b>      | <b>166,036.91</b>     |
| Sales Tax                              | 5,528.16              |
| Taxes                                  | 3,944.72              |
| Travel                                 | 1,343.63              |
| <b>Total Expenses</b>                  | <b>\$264,850.96</b>   |
| NET OPERATING INCOME                   | <b>\$ -116,738.25</b> |

# The Boogie Down Grind

## PROFIT AND LOSS

January - December 2018

|                             | TOTAL                 |
|-----------------------------|-----------------------|
| Other Income                |                       |
| Cash Back Rewards           | 773.13                |
| <b>Total Other Income</b>   | <b>\$773.13</b>       |
| Other Expenses              |                       |
| Artist Payment              | 5,384.19              |
| <b>Total Other Expenses</b> | <b>\$5,384.19</b>     |
| NET OTHER INCOME            | <b>\$ -4,611.06</b>   |
| NET INCOME                  | <b>\$ -121,349.31</b> |

# The Boogie Down Grind

## BALANCE SHEET

As of December 31, 2019

|                                                     | TOTAL               |
|-----------------------------------------------------|---------------------|
| <b>ASSETS</b>                                       |                     |
| Current Assets                                      |                     |
| Bank Accounts                                       |                     |
| Cash                                                | 188.69              |
| Signature                                           | 12,495.18           |
| <b>Total Bank Accounts</b>                          | <b>\$12,683.87</b>  |
| Other Current Assets                                |                     |
| Equipment                                           | 27,848.82           |
| Furniture                                           | 1,900.00            |
| Inventory                                           | 2,000.00            |
| Undeposited Funds                                   | 0.00                |
| <b>Total Other Current Assets</b>                   | <b>\$31,748.82</b>  |
| <b>Total Current Assets</b>                         | <b>\$44,432.69</b>  |
| Fixed Assets                                        |                     |
| Renovations of Hunts Point Location                 | 93,475.15           |
| <b>Total Fixed Assets</b>                           | <b>\$93,475.15</b>  |
| Other Assets                                        |                     |
| Security Deposit                                    | 2,733.40            |
| <b>Total Other Assets</b>                           | <b>\$2,733.40</b>   |
| <b>TOTAL ASSETS</b>                                 | <b>\$140,641.24</b> |
| <b>LIABILITIES AND EQUITY</b>                       |                     |
| Liabilities                                         |                     |
| Current Liabilities                                 |                     |
| Credit Cards                                        |                     |
| James Chase_HL_9734                                 | 11,968.17           |
| Majora Carter_HP_4523                               | 21,845.63           |
| <b>Total Credit Cards</b>                           | <b>\$33,813.80</b>  |
| Other Current Liabilities                           |                     |
| Loan - \$50k                                        | 0.00                |
| Loan - Becky Peters                                 | 12,000.00           |
| Loan Payable                                        | 309,737.68          |
| New York Department of Taxation and Finance Payable | 154.48              |
| Out Of Scope Agency Payable                         | 342.77              |
| Renaissance - \$75k                                 | 57,354.40           |
| <b>Total Other Current Liabilities</b>              | <b>\$379,589.33</b> |
| <b>Total Current Liabilities</b>                    | <b>\$413,403.13</b> |
| <b>Total Liabilities</b>                            | <b>\$413,403.13</b> |

# The Boogie Down Grind

## BALANCE SHEET

As of December 31, 2019

|                                     | TOTAL                 |
|-------------------------------------|-----------------------|
| Equity                              |                       |
| Opening Balance Equity              | 500.00                |
| Owner's Investment                  | 31,500.00             |
| Owner's Pay & Personal Expenses     | -1,000.00             |
| Retained Earnings                   | -204,182.73           |
| Net Income                          | -99,579.16            |
| <b>Total Equity</b>                 | <b>\$ -272,761.89</b> |
| <b>TOTAL LIABILITIES AND EQUITY</b> | <b>\$140,641.24</b>   |

# The Boogie Down Grind

## BALANCE SHEET

As of December 31, 2018

|                                                     | TOTAL               |
|-----------------------------------------------------|---------------------|
| <b>ASSETS</b>                                       |                     |
| Current Assets                                      |                     |
| Bank Accounts                                       |                     |
| Cash                                                | 10.00               |
| Signature                                           | 29,684.66           |
| <b>Total Bank Accounts</b>                          | <b>\$29,694.66</b>  |
| Other Current Assets                                |                     |
| Equipment                                           | 27,593.27           |
| Furniture                                           | 1,900.00            |
| Inventory                                           | 2,000.00            |
| Undeposited Funds                                   | 0.00                |
| <b>Total Other Current Assets</b>                   | <b>\$31,493.27</b>  |
| <b>Total Current Assets</b>                         | <b>\$61,187.93</b>  |
| Fixed Assets                                        |                     |
| Renovations of Hunts Point Location                 | 90,475.15           |
| <b>Total Fixed Assets</b>                           | <b>\$90,475.15</b>  |
| Other Assets                                        |                     |
| Security Deposit                                    | 2,000.00            |
| <b>Total Other Assets</b>                           | <b>\$2,000.00</b>   |
| <b>TOTAL ASSETS</b>                                 | <b>\$153,663.08</b> |
| <b>LIABILITIES AND EQUITY</b>                       |                     |
| Liabilities                                         |                     |
| Current Liabilities                                 |                     |
| Credit Cards                                        |                     |
| James Chase_HL_9734                                 | 6,971.21            |
| Majora Carter_HP_4523                               | 17,221.44           |
| <b>Total Credit Cards</b>                           | <b>\$24,192.65</b>  |
| Other Current Liabilities                           |                     |
| Loan - \$50k                                        | 0.00                |
| Loan Payable                                        | 244,805.79          |
| New York Department of Taxation and Finance Payable | 66.56               |
| Out Of Scope Agency Payable                         | 192.21              |
| Renaissance - \$75k                                 | 70,588.60           |
| <b>Total Other Current Liabilities</b>              | <b>\$315,653.16</b> |
| <b>Total Current Liabilities</b>                    | <b>\$339,845.81</b> |
| <b>Total Liabilities</b>                            | <b>\$339,845.81</b> |

# The Boogie Down Grind

## BALANCE SHEET

As of December 31, 2018

|                                     | TOTAL                 |
|-------------------------------------|-----------------------|
| Equity                              |                       |
| Opening Balance Equity              | 500.00                |
| Owner's Investment                  | 17,500.00             |
| Retained Earnings                   | -82,833.42            |
| Net Income                          | -121,349.31           |
| <b>Total Equity</b>                 | <b>\$ -186,182.73</b> |
| <b>TOTAL LIABILITIES AND EQUITY</b> | <b>\$153,663.08</b>   |

# The Boogie Down Grind

## PROFIT AND LOSS

January - December 2017

|                                        | TOTAL                |
|----------------------------------------|----------------------|
| Income                                 |                      |
| Sales                                  | 96,514.17            |
| <b>Total Income</b>                    | <b>\$96,514.17</b>   |
| Cost of Goods Sold                     |                      |
| COGS- Coffee and Foods                 | 63,273.00            |
| <b>Total Cost of Goods Sold</b>        | <b>\$63,273.00</b>   |
| GROSS PROFIT                           | <b>\$33,241.17</b>   |
| Expenses                               |                      |
| Advertising & Marketing                | 925.44               |
| Bank Charges & Fees                    | 21.17                |
| Fines                                  | 1,850.00             |
| Insurance                              | 928.23               |
| Workers Compensation                   | 3,481.08             |
| <b>Total Insurance</b>                 | <b>4,409.31</b>      |
| Job Supplies                           | 8,298.96             |
| Legal & Professional Services          | 707.80               |
| Licenses and Fees                      | 3,752.08             |
| Rent & Lease                           | 6,219.94             |
| Repairs & Maintenance                  |                      |
| Carting                                | 2,087.64             |
| Exterminator                           | 3,272.90             |
| Plumbing                               | 250.00               |
| Utilities                              | 3,499.76             |
| <b>Total Repairs &amp; Maintenance</b> | <b>9,110.30</b>      |
| Salaries & Wages                       | 21,783.58            |
| Payroll Fees                           | 1,221.89             |
| Payroll Salaries                       | 32,731.73            |
| Payroll Taxes                          | 13,259.33            |
| <b>Total Salaries &amp; Wages</b>      | <b>68,996.53</b>     |
| Taxes                                  | 901.99               |
| Travel                                 | 97.69                |
| <b>Total Expenses</b>                  | <b>\$105,291.21</b>  |
| NET OPERATING INCOME                   | <b>\$ -72,050.04</b> |
| Other Expenses                         |                      |
| Artist Payment                         | 1,104.05             |
| <b>Total Other Expenses</b>            | <b>\$1,104.05</b>    |
| NET OTHER INCOME                       | <b>\$ -1,104.05</b>  |
| NET INCOME                             | <b>\$ -73,154.09</b> |



# The Boogie Down Grind

## BALANCE SHEET

As of December 31, 2017

|                                        | TOTAL                |
|----------------------------------------|----------------------|
| <b>ASSETS</b>                          |                      |
| Current Assets                         |                      |
| Bank Accounts                          |                      |
| Cash                                   | -15.00               |
| Signature                              | 1,729.18             |
| <b>Total Bank Accounts</b>             | <b>\$1,714.18</b>    |
| Other Current Assets                   |                      |
| Equipment                              | 15,600.00            |
| Furniture                              | 1,900.00             |
| Inventory                              | 2,000.00             |
| <b>Total Other Current Assets</b>      | <b>\$19,500.00</b>   |
| <b>Total Current Assets</b>            | <b>\$21,214.18</b>   |
| Fixed Assets                           |                      |
| Renovations of Hunts Point Location    | 90,475.15            |
| <b>Total Fixed Assets</b>              | <b>\$90,475.15</b>   |
| <b>TOTAL ASSETS</b>                    | <b>\$111,689.33</b>  |
| <b>LIABILITIES AND EQUITY</b>          |                      |
| Liabilities                            |                      |
| Current Liabilities                    |                      |
| Other Current Liabilities              |                      |
| Loan Payable                           | 176,522.75           |
| <b>Total Other Current Liabilities</b> | <b>\$176,522.75</b>  |
| <b>Total Current Liabilities</b>       | <b>\$176,522.75</b>  |
| <b>Total Liabilities</b>               | <b>\$176,522.75</b>  |
| Equity                                 |                      |
| Opening Balance Equity                 | 500.00               |
| Owner's Investment                     | 17,500.00            |
| Retained Earnings                      | -9,679.33            |
| Net Income                             | -73,154.09           |
| <b>Total Equity</b>                    | <b>\$ -64,833.42</b> |
| <b>TOTAL LIABILITIES AND EQUITY</b>    | <b>\$111,689.33</b>  |

# The Boogie Down Grind

## STATEMENT OF CASH FLOWS

January - December 2018

|                                                                                      | TOTAL               |
|--------------------------------------------------------------------------------------|---------------------|
| OPERATING ACTIVITIES                                                                 |                     |
| Net Income                                                                           | -121,049.31         |
| Adjustments to reconcile Net Income to Net Cash provided by operations:              |                     |
| Accounts Receivable (A/R)                                                            | -322.13             |
| Equipment                                                                            | -11,993.27          |
| Inventory                                                                            | 0.00                |
| James Chase_HL_9734                                                                  | 6,971.21            |
| Majora Carter_HP_4523                                                                | 17,221.44           |
| Loan - \$50k                                                                         | 0.00                |
| Loan Payable                                                                         | 68,283.04           |
| New York Department of Taxation and Finance Payable                                  | 88.69               |
| Out Of Scope Agency Payable                                                          | 192.21              |
| Renaissance - \$75k                                                                  | 70,588.60           |
| <b>Total Adjustments to reconcile Net Income to Net Cash provided by operations:</b> | <b>151,029.79</b>   |
| <b>Net cash provided by operating activities</b>                                     | <b>\$29,980.48</b>  |
| INVESTING ACTIVITIES                                                                 |                     |
| Security Deposit                                                                     | -2,000.00           |
| <b>Net cash provided by investing activities</b>                                     | <b>\$ -2,000.00</b> |
| FINANCING ACTIVITIES                                                                 |                     |
| Opening Balance Equity                                                               | 0.00                |
| <b>Net cash provided by financing activities</b>                                     | <b>\$0.00</b>       |
| <b>NET CASH INCREASE FOR PERIOD</b>                                                  | <b>\$27,980.48</b>  |
| Cash at beginning of period                                                          | 1,714.18            |
| <b>CASH AT END OF PERIOD</b>                                                         | <b>\$29,694.66</b>  |

# The Boogie Down Grind

## STATEMENT OF CASH FLOWS

January - December 2017

|                                                                                      | TOTAL                |
|--------------------------------------------------------------------------------------|----------------------|
| OPERATING ACTIVITIES                                                                 |                      |
| Net Income                                                                           | -73,154.09           |
| Adjustments to reconcile Net Income to Net Cash provided by operations:              |                      |
| Equipment                                                                            | -15,600.00           |
| Furniture                                                                            | -1,900.00            |
| Inventory                                                                            | -2,000.00            |
| Loan Payable                                                                         | 76,368.27            |
| <b>Total Adjustments to reconcile Net Income to Net Cash provided by operations:</b> | <b>56,868.27</b>     |
| <b>Net cash provided by operating activities</b>                                     | <b>\$ -16,285.82</b> |
| FINANCING ACTIVITIES                                                                 |                      |
| Opening Balance Equity                                                               | 500.00               |
| Owner's Investment                                                                   | 17,500.00            |
| <b>Net cash provided by financing activities</b>                                     | <b>\$18,000.00</b>   |
| <b>NET CASH INCREASE FOR PERIOD</b>                                                  | <b>\$1,714.18</b>    |
| <b>CASH AT END OF PERIOD</b>                                                         | <b>\$1,714.18</b>    |

I, Majora Carter, certify that:

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

Signature

DocuSigned by:  
Majora Carter  
388BC583A37E482

Name:

Majora Carter

Title:

Owner