

APPENDIX B:
FINANCIAL STATEMENTS
(Unaudited)

Restaurant, Pub and Games

PROFIT AND LOSS

January - December 2019

| | TOTAL |
|---------------------------------|---------------------|
| Income | |
| Kickstarter | 11,991.40 |
| Memberships | 174.79 |
| Merchant Services Refund | 135.41 |
| Private Event Fees | 1,276.32 |
| Sales | 245,991.94 |
| Uncategorized Income | 184.37 |
| Total Income | \$259,754.23 |
| Cost of Goods Sold | |
| COGS Bar Alcohol | 21,881.62 |
| Cost of Goods Sold | 55,907.46 |
| Shipping | 0.00 |
| Total Cost of Goods Sold | \$77,789.08 |
| GROSS PROFIT | \$181,965.15 |
| Expenses | |
| Accounting Fees | 600.00 |
| Advertising & Marketing | 11,196.43 |
| Bank Charges & Fees | 934.67 |
| Car & Truck | 128.28 |
| Cash Drawers | 3,042.59 |
| Commission expense | 490.87 |
| Construction | 0.00 |
| Contractors | 6,923.03 |
| Cost of Labor | 101,051.99 |
| Cost of Labor Adjustment | 1,585.03 |
| Credit Card Interchange Rate | 84.73 |
| De Minimis Acquisitions | 44,608.07 |
| Decor | 3,632.29 |
| Dues and Subscriptions | 3,169.61 |
| Educational/Conference Exp | 360.00 |
| Energy | 0.00 |
| Equipment | 0.00 |
| Furniture & Fixtures | 0.00 |
| Game Purchases | 1,041.63 |
| Gifts | 150.00 |
| Guaranteed Deposit | 0.00 |
| Hardware | 0.00 |
| Insurance | 8,577.34 |
| Interest Paid | 6,437.96 |
| Internet and Phone | 1,635.66 |
| Job Supplies | 69.10 |

Restaurant, Pub and Games

PROFIT AND LOSS

January - December 2019

| | TOTAL |
|----------------------------------------|-----------------------|
| Legal & Professional Services | 3,000.00 |
| Licenses & Permits | 5,094.69 |
| Marketing Subscriptions | 115.98 |
| Meals & Entertainment | 431.88 |
| Memberships - Outside Agencies | 1,669.88 |
| Merchant fees | 531.19 |
| Office Supplies & Software | 8,064.06 |
| Office/General Administrative Expenses | 186.80 |
| Other Business Expenses | 28.74 |
| Payroll Expenses | 3,038.42 |
| Payroll Taxes | 45,364.75 |
| POS System | 10,425.47 |
| Postage | 0.00 |
| Prizes | 98.76 |
| Reimbursable Expenses | 300.48 |
| Rent & Lease | 21,475.65 |
| Repairs & Maintenance | 121.21 |
| Signage | 0.00 |
| Smallware | 4,541.41 |
| Software | 0.00 |
| Supplies & Materials | 5,827.71 |
| Taxes & Licenses | 14,446.16 |
| Travel | 2.25 |
| Uncategorized Expense | 0.00 |
| Utilities - Energy | 4,746.70 |
| Utilities - Internet | 0.00 |
| Utilities Gas | 1,269.77 |
| Utilities Water & Trash | 1,324.03 |
| Total Expenses | \$327,825.27 |
| NET OPERATING INCOME | \$ -145,860.12 |
| Other Income | |
| Interest Earned | 0.08 |
| Refund | 528.04 |
| Total Other Income | \$528.12 |
| Other Expenses | |
| Amortization Expense | 8,439.00 |
| Depreciation Expense | 49,395.69 |
| Total Other Expenses | \$57,834.69 |
| NET OTHER INCOME | \$ -57,306.57 |
| NET INCOME | \$ -203,166.69 |

Restaurant, Pub and Games

PROFIT AND LOSS

January - December 2018

| | TOTAL |
|---------------------------------|---------------|
| Income | |
| Total Income | |
| Cost of Goods Sold | |
| Cost of Goods Sold | 0.00 |
| Total Cost of Goods Sold | \$0.00 |
| GROSS PROFIT | \$0.00 |
| Expenses | |
| Advertising & Marketing | 0.00 |
| Bank Charges & Fees | 0.00 |
| Commission expense | 0.00 |
| Contractors | 0.00 |
| Educational/Conference Exp | 0.00 |
| Furniture & Fixtures | 0.00 |
| Software | 0.00 |
| Uncategorized Expense | 0.00 |
| Total Expenses | \$0.00 |
| NET OPERATING INCOME | \$0.00 |
| NET INCOME | \$0.00 |

Restaurant, Pub and Games

BALANCE SHEET

As of December 31, 2019

| | TOTAL |
|-----------------------------------|---------------------|
| ASSETS | |
| Current Assets | |
| Bank Accounts | |
| Cash on Hand | 700.00 |
| Checking | 0.00 |
| CNB Savings | 100.09 |
| Savings | 0.00 |
| SBA Loan | 0.00 |
| | 14,063.36 |
| Total Bank Accounts | \$14,863.45 |
| Other Current Assets | |
| Inventory | 30,308.37 |
| Uncategorized Asset | 0.00 |
| Total Other Current Assets | \$30,308.37 |
| Total Current Assets | \$45,171.82 |
| Fixed Assets | |
| Accumulated Depreciation | -49,395.69 |
| Furniture & Equipment | 21,946.17 |
| Improvements | 27,449.52 |
| Total Fixed Assets | \$0.00 |
| Other Assets | |
| Accumulated Amortization | -8,439.00 |
| Organizational Expenses | 19,159.77 |
| Start Up Expenses | 135,578.79 |
| Start Up Meals | 0.00 |
| Total Other Assets | \$146,299.56 |
| TOTAL ASSETS | \$191,471.38 |

Restaurant, Pub and Games

BALANCE SHEET

As of December 31, 2019

| | TOTAL |
|----------------------------------------|-----------------------|
| LIABILITIES AND EQUITY | |
| Liabilities | |
| Current Liabilities | |
| Credit Cards | |
| Amazon Amex Credit Card | 970.05 |
| Capital One Card | -403.00 |
| Credit Card - | 15,194.19 |
| Credit Card - | -9,013.60 |
| Credit Card - | 573.59 |
| Credit Card - | 5,909.04 |
| Credit Card - waiting | 187.97 |
| Synchrony - | 4,830.00 |
| Synchrony - | 5,607.00 |
| Total Credit Cards | \$23,855.24 |
| Other Current Liabilities | |
| Loan Payable- | 0.00 |
| Marlin Line of Credit for Dishwasher | -489.24 |
| Total Other Current Liabilities | \$ -489.24 |
| Total Current Liabilities | \$23,366.00 |
| Long-Term Liabilities | |
| Loan - | 99,383.14 |
| Loan- | 55,000.00 |
| SBA Loan Draw | 145,907.54 |
| Total Long-Term Liabilities | \$300,290.68 |
| Total Liabilities | \$323,656.68 |
| Equity | |
| Opening Balance Equity | -6,349.49 |
| Owner's Investment | 0.00 |
| Paid-in Capital | 77,330.88 |
| Retained Earnings | 0.00 |
| Net Income | -203,166.69 |
| Total Equity | \$ -132,185.30 |
| TOTAL LIABILITIES AND EQUITY | \$191,471.38 |

Restaurant, Pub and Games

BALANCE SHEET

As of December 31, 2018

| | TOTAL |
|-------------------------------------|--------------------|
| ASSETS | |
| Current Assets | |
| Bank Accounts | |
| Checking | 102.49 |
| Savings | 33.00 |
| Total Bank Accounts | \$135.49 |
| Total Current Assets | \$135.49 |
| Other Assets | |
| Start Up Expenses | 17,286.75 |
| Start Up Meals | 0.00 |
| Total Other Assets | \$17,286.75 |
| TOTAL ASSETS | \$17,422.24 |
| LIABILITIES AND EQUITY | |
| Liabilities | |
| Current Liabilities | |
| Credit Cards | |
| Credit Card - | 0.00 |
| Credit Card - | 5,815.78 |
| Credit Card - | 0.00 |
| Credit Card - waiting | 0.00 |
| Total Credit Cards | \$5,815.78 |
| Total Current Liabilities | \$5,815.78 |
| Total Liabilities | \$5,815.78 |
| Equity | |
| Opening Balance Equity | 0.00 |
| Owner's Investment | 0.00 |
| Paid-in Capital | 11,606.46 |
| Retained Earnings | |
| Net Income | 0.00 |
| Total Equity | \$11,606.46 |
| TOTAL LIABILITIES AND EQUITY | \$17,422.24 |



Cash Flow Analysis

Restaurant, Pub and Games
2019

Cash Flow

OPERATING CASH FLOW (Dec 19)

\$26,607

Operating cash flows simply the cash generated by the operating activities of the business. Operating activities include the production, sales and delivery of the company's product and/or services as well as collecting payment from its customers and making payments to suppliers.

FREE CASH FLOW (Dec 19)

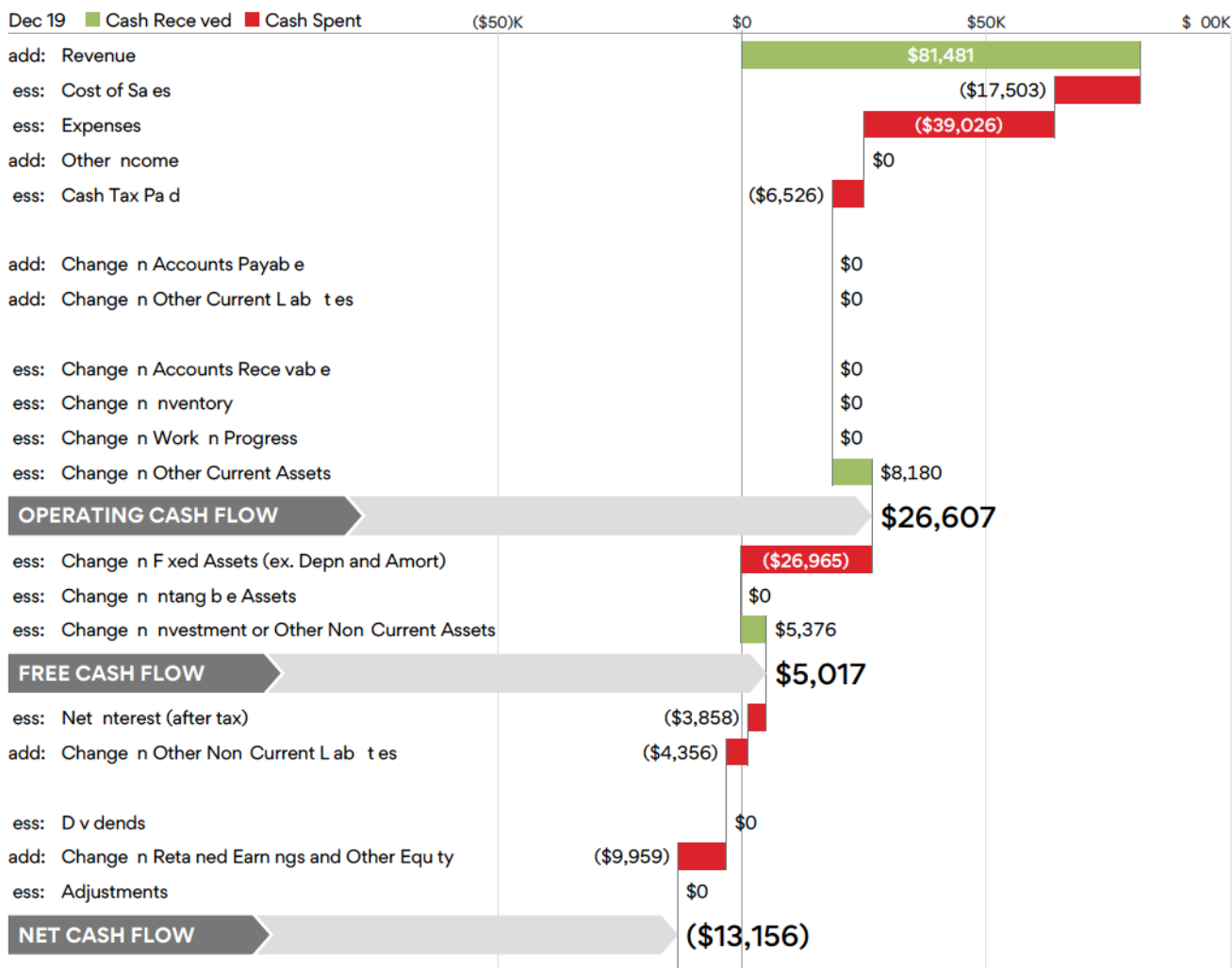
\$5,017

Free cash flow is the cash generated by the business, after paying its expenses and investing for future growth. It is the cash left after subtracting capital expenditure from operating cash flow. The term "free cash flow" is used because this cash is free to be paid back to the suppliers of capital.

NET CASH FLOW (Dec 19)

(\$13,156)

Net cash flow is the cash left after subtracting expenditures from financing activities from the free cash flow. This includes the cash impact from financing activities. Financing activities include the inflow of cash from investors such as banks or shareholders, as well as the outflow of cash to shareholders as dividends.



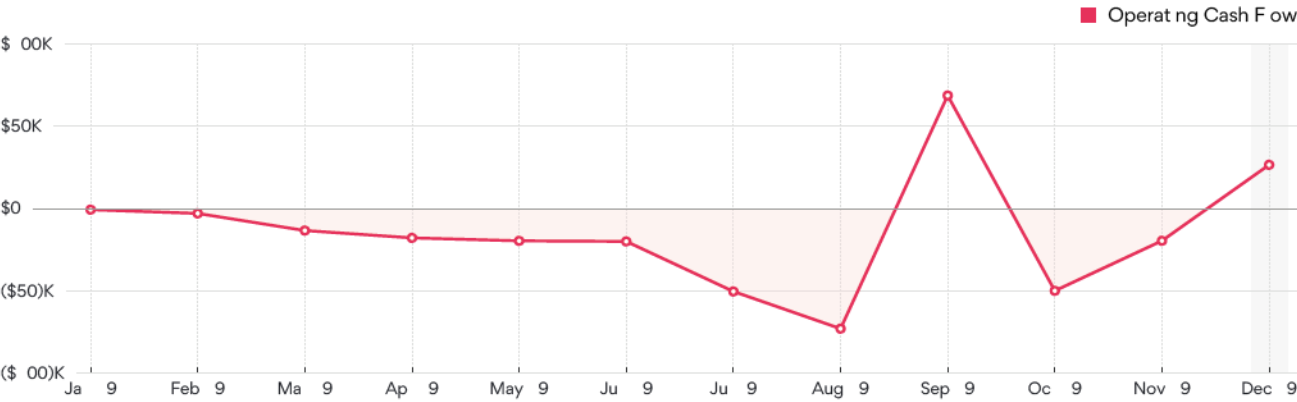
Net Cash Flow can also be calculated as:

Change in Cash on Hand (\$7,074) (Opex: \$2,937, Capex: \$4,863) **Change in Debt \$6,082** (Opex: \$7,284, Capex: \$23,366)

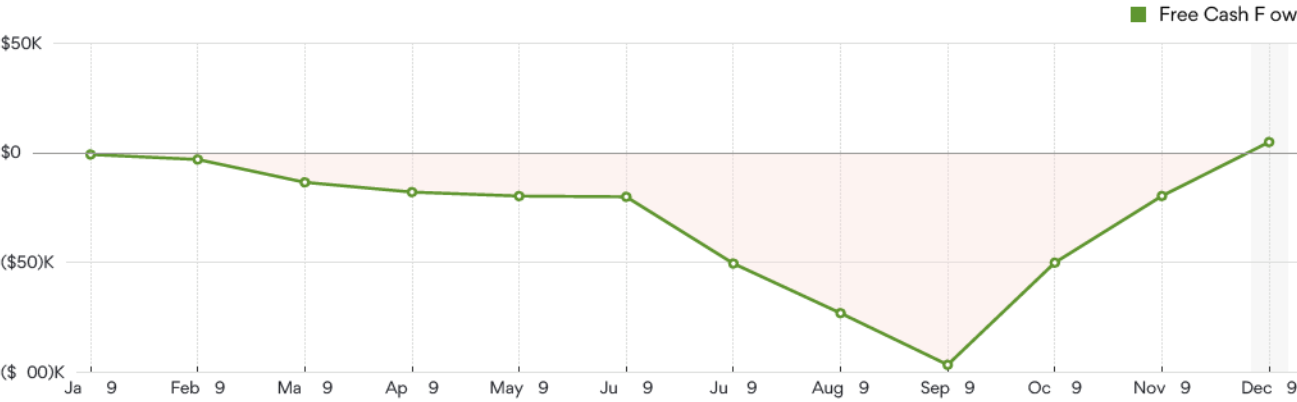
Cash Flow Charts

| | Dec 2019 | Sep 2019 | Oct 2019 | Nov 2019 |
|---------------------|------------|------------|------------|------------|
| Operat ng Cash F ow | \$26,607 | \$68,739 | (\$49,962) | (\$19,555) |
| Free Cash F ow | \$5,017 | (\$96,520) | (\$49,962) | (\$19,555) |
| Net Cash F ow | (\$13,156) | (\$13,101) | (\$19,962) | \$2,827 |
| Cash on Hand | \$14,863 | \$33,183 | \$18,721 | \$21,937 |

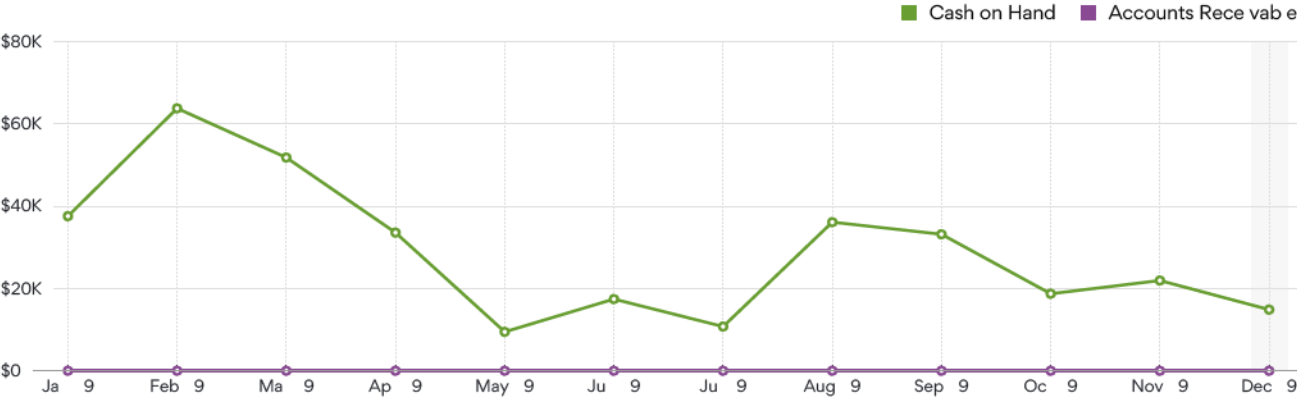
Operating Cash Flow



Free Cash Flow



Cash & Receivables





Cash Flow Analysis

Restaurant, Pub and Games
2018

Cash Flow

OPERATING CASH FLOW (Dec 18)

\$5,231

Operating cash flows simply the cash generated by the operating activities of the business. Operating activities include the production, sales and delivery of the company's product and/or services as well as collecting payment from its customers and making payments to suppliers.

FREE CASH FLOW (Dec 18)

(\$12,056)

Free cash flow is the cash generated by the business, after paying its expenses and investing for future growth. It is the cash left after subtracting capital expenditure from operating cash flow. The term "free cash flow" is used because this cash is free to be paid back to the suppliers of capital.

NET CASH FLOW (Dec 18)

\$1,478

Net cash flow is the cash left after subtracting expenditures from financing activities from the free cash flow. This includes the cash impact from financing activities. Financing activities include the inflow of cash from investors such as banks or shareholders, as well as the outflow of cash to shareholders as dividends.

| Dec 18 | Cash Received | Cash Spent | (\$20)K | (\$ 0)K | \$0 | \$ 0K |
|--------------------------------------------------------|---------------|------------|---------|---------|------------|-------------------|
| add: Revenue | | | | | \$0 | |
| less: Cost of Sales | | | | | \$808 | |
| less: Expenses | | | | | \$4,423 | |
| add: Other Income | | | | | \$0 | |
| less: Cash Tax Paid | | | | | \$0 | |
| add: Change in Accounts Payable | | | | | \$0 | |
| add: Change in Other Current Liabilities | | | | | \$0 | |
| less: Change in Accounts Receivable | | | | | \$0 | |
| less: Change in Inventory | | | | | \$0 | |
| less: Change in Work in Progress | | | | | \$0 | |
| less: Change in Other Current Assets | | | | | \$0 | |
| OPERATING CASH FLOW | | | | | | \$5,231 |
| less: Change in Fixed Assets (ex. Depn and Amort) | | | | | \$0 | |
| less: Change in Intangible Assets | | | | | \$0 | |
| less: Change in Investment or Other Non-Current Assets | | | | | (\$17,287) | |
| FREE CASH FLOW | | | | | | (\$12,056) |
| less: Net Interest (after tax) | | | | | \$0 | |
| add: Change in Other Non-Current Liabilities | | | | | \$0 | |
| less: Dividends | | | | | \$0 | |
| add: Change in Retained Earnings and Other Equity | | | | | \$13,534 | |
| less: Adjustments | | | | | \$0 | |
| NET CASH FLOW | | | | | | \$1,478 |

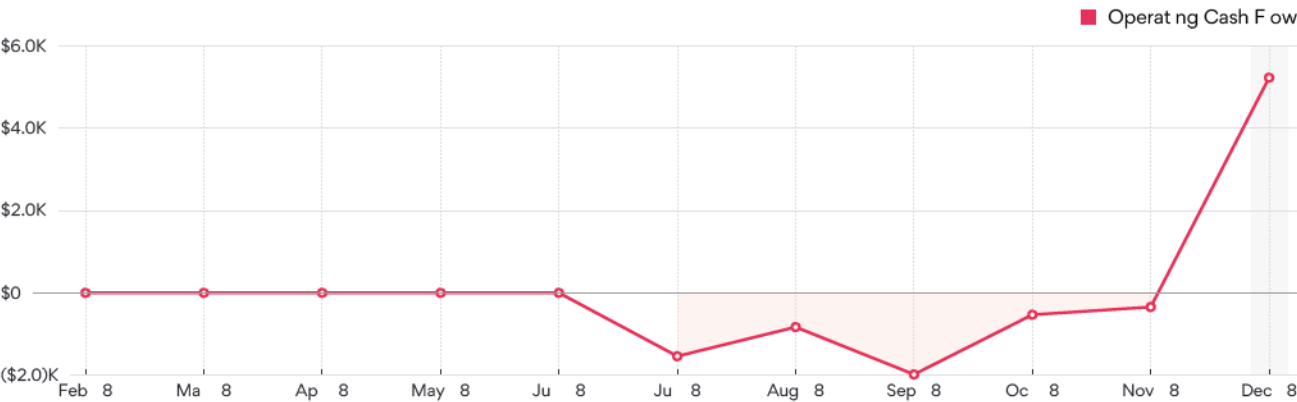
Net Cash Flow can also be calculated as:

Change in Cash on Hand \$118 (Open: \$7, Close: \$35) Change in Debt (\$1,360) (Open: \$7, Close: \$5,86)

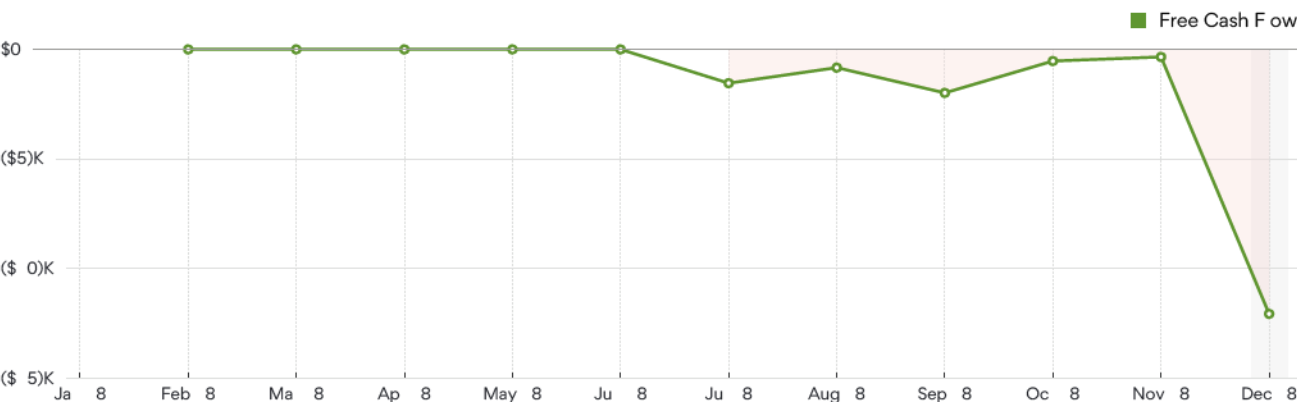
Cash Flow Charts

| | Dec 2018 | Sep 2018 | Oct 2018 | Nov 2018 |
|---------------------|------------|-----------|----------|----------|
| Operating Cash Flow | \$5,231 | (\$1,984) | (\$531) | (\$344) |
| Free Cash Flow | (\$12,056) | (\$1,984) | (\$531) | (\$344) |
| Net Cash Flow | \$1,478 | (\$1,984) | (\$498) | \$355 |
| Cash on Hand | \$135 | \$100 | \$67 | \$17 |

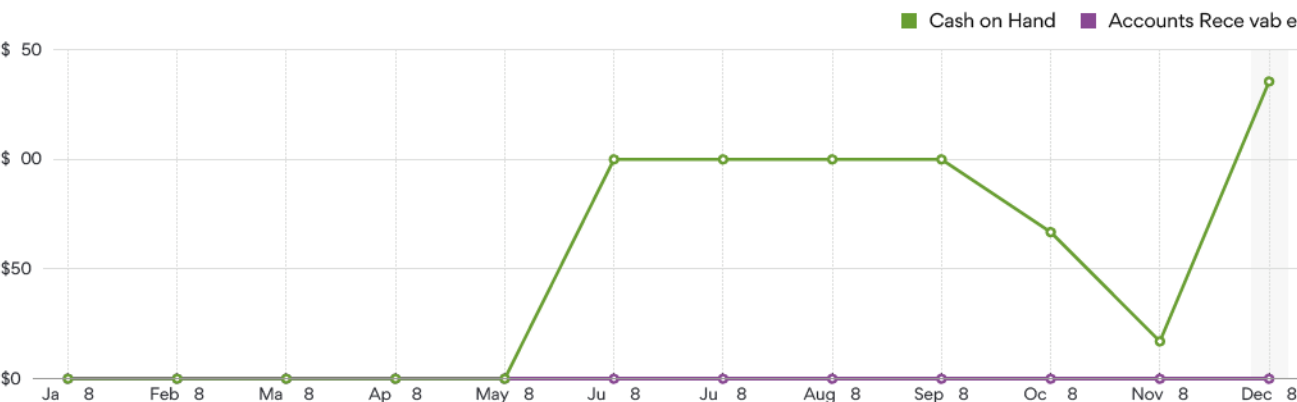
Operating Cash Flow



Free Cash Flow



Cash & Receivables



I, Nathaniel Morsches, certify that:

1. The financial statements of Trader's Cache, LLC included in this Form are true and complete in all material respects; and
2. The tax return information of Trader's Cache, LLC included in this Form reflects accurately the information reported on the tax return for Trader's Cache, LLC for the fiscal years ended 2018 and 2019 (most recently available as of the Date of this Form C).

Signature Nathaniel Morsches

Name: Nathaniel Morsches

Title: President