

APPENDIX B:
FINANCIAL STATEMENTS
(Unaudited)

ARMAGA VR, INC.

BALANCE SHEET

As of December 31, 2019

| | TOTAL |
|-----------------------------------|--------------------|
| ASSETS | |
| Current Assets | |
| Bank Accounts | |
| Checking (1282) | 19,826.41 |
| Total Bank Accounts | \$19,826.41 |
| Accounts Receivable | |
| Accounts Receivable (A/R) | 0.00 |
| Total Accounts Receivable | \$0.00 |
| Other Current Assets | |
| Undeposited Funds | 0.00 |
| Total Other Current Assets | \$0.00 |
| Total Current Assets | \$19,826.41 |
| Fixed Assets | |
| Accumulated Amortization | -113.00 |
| Accumulated Depreciation | -97,835.67 |
| Machinery & Equipment | 97,835.67 |
| Perpetual Software License | 2,050.38 |
| Total Fixed Assets | \$1,937.38 |
| Other Assets | |
| Security Deposit | 1,500.00 |
| Total Other Assets | \$1,500.00 |
| TOTAL ASSETS | \$23,263.79 |

ARMAGA VR, INC.

PROFIT AND LOSS

January - December 2019

| | TOTAL |
|--|--------------------|
| Income | |
| Sales | 30,837.76 |
| Square Income | 41,962.12 |
| Total Income | \$72,799.88 |
| Cost of Goods Sold | |
| Cost of Goods Sold | 2,095.96 |
| Shipping | 25.50 |
| Total Cost of Goods Sold | \$2,121.46 |
| GROSS PROFIT | \$70,678.42 |
| Expenses | |
| Accounting Fees | 655.00 |
| Advertising & Marketing | 2,940.03 |
| Auto Expenses | |
| Fuel | 33.94 |
| Parking & Toll | 142.00 |
| Total Auto Expenses | 175.94 |
| Bank Charges & Fees | 673.04 |
| Merchant Processing Fees | 413.96 |
| Square Fees | 95.30 |
| Total Bank Charges & Fees | 1,182.30 |
| Car & Truck | 919.90 |
| Insurance | 350.43 |
| Liability | 761.00 |
| Workers Compensation | 388.02 |
| Total Insurance | 1,499.45 |
| Interest Paid | 2,106.00 |
| Legal & Professional Services | 2,856.29 |
| Payroll & Benefits Service Provider | 2,567.26 |
| Total Legal & Professional Services | 5,423.55 |
| Office Supplies & Software | 3,585.07 |
| Outside Services | 288.00 |
| Payroll Expenses | |
| Payroll Taxes | 8,805.41 |
| Salaries and Wages | 106,905.04 |
| Total Payroll Expenses | 115,710.45 |
| Postage | 234.15 |
| Rent & Lease | 25,661.00 |
| Repairs & Maintenance | 1,730.00 |
| Shipping, Freight & Delivery | 300.00 |
| Taxes & Licenses | 1,075.00 |
| Telephone | 409.93 |

ARMAGA VR, INC.

PROFIT AND LOSS

January - December 2019

| | TOTAL |
|-----------------------------|-----------------------|
| Travel | 296.95 |
| Air | 2,455.62 |
| Car Rental | 425.75 |
| Lodging | 367.36 |
| Total Travel | 3,545.68 |
| Total Expenses | \$167,441.45 |
| NET OPERATING INCOME | \$ -96,763.03 |
| Other Income | |
| Other Income | 53.61 |
| Total Other Income | \$53.61 |
| Other Expenses | |
| Amortization Expense | 113.00 |
| Depreciation Expense | 97,835.67 |
| Total Other Expenses | \$97,948.67 |
| NET OTHER INCOME | \$ -97,895.06 |
| NET INCOME | \$ -194,658.09 |

ARMAGA VR, INC.

BALANCE SHEET

As of December 31, 2019

| | TOTAL |
|--|--------------------|
| LIABILITIES AND EQUITY | |
| Liabilities | |
| Current Liabilities | |
| Accounts Payable | |
| Accounts Payable (A/P) | 0.00 |
| Total Accounts Payable | \$0.00 |
| Credit Cards | |
| American Express Credit Card | 0.00 |
| Total Credit Cards | \$0.00 |
| Other Current Liabilities | |
| Illinois Department of Revenue Payable | 96.57 |
| Loan | |
| Cabbage | 16,666.66 |
| Square Capital | 0.00 |
| Total Loan | 16,666.66 |
| Loan to Stockholder | 0.00 |
| Loan to/From Sharholder | 0.00 |
| Payroll Liability | 0.00 |
| Total Other Current Liabilities | \$16,763.23 |
| Total Current Liabilities | \$16,763.23 |
| Total Liabilities | \$16,763.23 |
| Equity | |
| Common Stock | 227,280.10 |
| Retained Earnings | -26,121.45 |
| Net Income | -194,658.09 |
| Total Equity | \$6,500.56 |
| TOTAL LIABILITIES AND EQUITY | \$23,263.79 |

ARMAGA VR, INC.

Statement of Cash Flows

January - December 2019

| | TOTAL |
|--|----------------------|
| OPERATING ACTIVITIES | |
| Net Income | -194,658.09 |
| Adjustments to reconcile Net Income to Net Cash provided by operations: | |
| Accounts Receivable (A/R) | 0.00 |
| Accumulated Amortization | 113.00 |
| Accumulated Depreciation | 97,835.67 |
| Accounts Payable (A/P) | 0.00 |
| American Express Credit Card (deleted) | -786.76 |
| Illinois Department of Revenue Payable | 96.57 |
| Loan:Kabbage | 16,666.66 |
| Loan:Square Capital | 0.00 |
| Loan to/From Sharholder | -200.00 |
| Payroll Liability | 0.00 |
| Total Adjustments to reconcile Net Income to Net Cash provided by operations: | 113,725.14 |
| Net cash provided by operating activities | \$ -80,932.95 |
| INVESTING ACTIVITIES | |
| Machinery & Equipment | -53,588.77 |
| Perpetual Software License | -2,050.38 |
| Security Deposit | -1,500.00 |
| Net cash provided by investing activities | \$ -57,139.15 |
| FINANCING ACTIVITIES | |
| Common Stock | 102,785.10 |
| Net cash provided by financing activities | \$102,785.10 |
| NET CASH INCREASE FOR PERIOD | \$ -35,287.00 |
| Cash at beginning of period | 55,112.41 |
| CASH AT END OF PERIOD | \$19,825.41 |

ARMAGA VR, INC.
Profit and Loss
 January - December 2020

| | Jan 2020 | Feb 2020 | Mar 2020 | Apr 2020 | May 2020 | Jun 2020 | Jul 2020 | Aug 2020 | Sep 2020 | Oct 2020 | Nov 2020 | Dec 2020 | Total |
|-------------------------------|---------------|--------------|---------------|-------------|-------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|---------------|
| Income | | | | | | | | | | | | | |
| Sales | 4,020.00 | 2,581.29 | 1,168.79 | 1,168.79 | 0.00 | 7,078.87 | 10,998.64 | 10,349.50 | 11,341.00 | 9,416.00 | 5,797.00 | 9,515.18 | 63,280.65 |
| Square Income | | | | | | | 17,574.87 | 18,436.43 | 14,107.16 | 12,805.26 | 14,979.71 | 19,843.79 | 113,225.17 |
| Total Income | \$ 4,020.00 | \$ 2,581.29 | \$ 1,168.79 | \$ 1,168.79 | \$ 0.00 | \$ 7,078.87 | \$ 28,574.51 | \$ 28,785.93 | \$ 25,448.16 | \$ 22,221.26 | \$ 20,776.71 | \$ 29,358.97 | \$ 176,505.82 |
| Cost of Goods Sold | | | | | | | | | | | | | |
| Job Supplies | 1,780.59 | 5.39 | 839.91 | 43.01 | 1,126.18 | 1,568.65 | 2,151.36 | 1,886.49 | 1,198.82 | 2,803.07 | 1,421.68 | 2,378.47 | 17,117.60 |
| Shipping | | | | | | | | | | | | | 24.90 |
| Total Cost of Goods Sold | \$ 1,780.59 | \$ 5.39 | \$ 839.91 | \$ 43.01 | \$ 1,126.18 | \$ 1,568.65 | \$ 2,151.36 | \$ 1,886.49 | \$ 1,198.82 | \$ 2,803.07 | \$ 1,421.68 | \$ 2,403.37 | \$ 17,142.50 |
| Gross Profit | \$ 2,239.41 | \$ 2,575.90 | \$ 328.88 | \$ 43.01 | \$ 1,126.18 | \$ 12,002.55 | \$ 26,422.15 | \$ 26,899.44 | \$ 24,249.34 | \$ 19,418.19 | \$ 19,355.03 | \$ 26,955.60 | \$ 159,363.32 |
| Expenses | | | | | | | | | | | | | |
| Advertising & Marketing | | | | | 772.99 | 1,116.58 | 1,500.00 | 750.00 | | | | | 4,639.57 |
| Auto Expenses | 1,448.68 | -200.00 | 689.00 | | | 48.39 | | | | | 53.94 | | 180.18 |
| Bank Charges & Fees | 246.42 | 134.93 | 22.30 | 72.00 | | 25.20 | 28.70 | 49.00 | 70.89 | 51.00 | | | 349.62 |
| Car & Truck | | 774.31 | 116.27 | | 1,199.38 | | | | | | | | 758.58 |
| Contractors | | 3,445.00 | 400.00 | 2,500.00 | 2,780.00 | | 182.75 | 121.43 | 60.00 | 2,050.00 | 2,181.84 | 13,721.02 | 2,848.54 |
| Dues & Subscription | 145.00 | | 199.00 | | | | 43.23 | 45.00 | | 596.89 | 321.99 | 447.93 | 1,600.04 |
| Event | | | 199.00 | | | | 60.00 | | | | | | 259.00 |
| Insurance | 171.89 | 207.68 | 394.90 | 24.15 | 123.00 | 237.78 | 887.20 | 1,862.59 | 506.53 | 309.44 | 390.08 | 250.77 | 5,366.01 |
| Interest Paid | | | | | | 283.33 | 279.17 | 1,832.61 | | | | | 4,163.00 |
| Legal & Professional Services | 278.99 | 282.00 | 2,982.50 | 387.00 | 414.00 | 324.99 | 189.00 | 736.00 | 839.00 | 339.00 | -1,163.26 | 6,007.22 | 6,007.22 |
| Meals & Entertainment | | | 32.14 | | 70.12 | 21.99 | 733.60 | 309.53 | 230.96 | 238.66 | 515.28 | 2,152.28 | 2,152.28 |
| Office Supplies & Software | 115.96 | 573.36 | 1,306.77 | 57.99 | 988.27 | 325.95 | 193.98 | 449.95 | 133.99 | -376.38 | 711.78 | 485.56 | 4,925.18 |
| Outside Services | | | | | | 3,726.97 | 6,757.64 | 11,933.08 | 11,961.53 | 9,709.91 | 19.95 | | 19.95 |
| Payroll Expenses | 10,232.58 | 5,855.70 | 2,190.94 | 83.58 | 1.04 | | | | | | | | 84,581.11 |
| Postage | | | 20.75 | | | | 11.60 | | | | | | 33.39 |
| Reimbursable Expenses | | | | | | 720.00 | 449.00 | | 50.00 | | 50.00 | 12.00 | 1,281.00 |
| Rent & Lease | 3,166.78 | 500.00 | 3,608.83 | | | 760.00 | 1,000.00 | 1,278.49 | 2,591.73 | 4,368.44 | 381.88 | 2,000.00 | 19,696.15 |
| Repairs & Maintenance | 209.32 | | | 478.27 | | -238.62 | 70.00 | | 99.99 | | 50.00 | | 1,068.96 |
| Shipping, Freight & Delivery | 4,662.22 | | | | | | | | | | | | 185.96 |
| Taxes & Licenses | | | | | | 443.34 | 191.69 | 81.34 | | | | | 970.00 |
| Telephone | 204.81 | | 414.62 | 204.69 | | 604.20 | 181.19 | | | | | | 1,973.43 |
| Travel | | 234.40 | 120.27 | | 305.00 | 670.19 | 151.66 | 845.26 | 333.75 | 242.62 | 146.90 | 131.64 | 3,181.69 |
| Utilities | | | | | | 191.78 | 324.32 | 217.06 | 142.49 | 149.08 | | | 1,386.33 |
| Total Expenses | \$ 20,882.65 | \$ 12,407.38 | \$ 12,498.29 | \$ 840.41 | \$ 6,583.11 | \$ 11,091.96 | \$ 11,665.04 | \$ 19,512.30 | \$ 18,184.71 | \$ 18,074.87 | \$ 15,283.36 | \$ 24,834.70 | \$ 171,858.78 |
| Net Operating Income | \$ -18,643.24 | \$ 9,831.48 | \$ -12,169.41 | \$ -797.40 | \$ 7,709.29 | \$ 910.59 | \$ 14,757.11 | \$ 7,387.14 | \$ 6,064.63 | \$ 1,343.32 | \$ 4,071.87 | \$ 2,120.90 | \$ -12,495.46 |
| Other Income | | | | | | 3,000.00 | | | | | | | 3,000.00 |
| Total Other Income | \$ 0.00 | \$ 0.00 | \$ 0.00 | \$ 0.00 | \$ 0.00 | \$ 0.00 | \$ 0.00 | \$ 0.00 | \$ 0.00 | \$ 0.00 | \$ 0.00 | \$ 0.00 | \$ 3,000.00 |
| Other Expenses | | | | | | | | | | | | | 684.00 |
| Amortization Expense | | | | | | | | | | | | | 5,542.75 |
| Depreciation Expense | | | | | | | | | | | | | 6,226.75 |
| Total Other Expenses | \$ 0.00 | \$ 0.00 | \$ 0.00 | \$ 0.00 | \$ 0.00 | \$ 0.00 | \$ 0.00 | \$ 0.00 | \$ 0.00 | \$ 0.00 | \$ 0.00 | \$ 0.00 | \$ 12,495.46 |
| Net Other Income | \$ -18,643.24 | \$ 9,831.48 | \$ -12,169.41 | \$ 2,202.60 | \$ 7,709.29 | \$ 910.59 | \$ 14,757.11 | \$ 7,387.14 | \$ 6,064.63 | \$ 1,343.32 | \$ 4,071.87 | \$ 4,105.85 | \$ -16,722.21 |
| Net Income | | | | | | | | | | | | | |

ARMAGA VR, INC.
Balance Sheet
As of December 31, 2020

| | Total |
|--|---------------------|
| ASSETS | |
| Current Assets | |
| Bank Accounts | |
| Checking (1282) | 11,061.37 |
| Checking (RES) 1100 | 13,784.00 |
| Expensify Clearing Account | 0.00 |
| Total Bank Accounts | \$ 24,845.37 |
| Accounts Receivable | |
| Accounts Receivable (A/R) | 6,250.00 |
| Total Accounts Receivable | \$ 6,250.00 |
| Other Current Assets | |
| Prepaid Interest | 2,597.24 |
| Undeposited Funds | 0.00 |
| Total Other Current Assets | \$ 2,597.24 |
| Total Current Assets | \$ 33,692.61 |
| Fixed Assets | |
| Accumulated Amortization | -797.00 |
| Accumulated Depreciation | -103,378.42 |
| Machinery & Equipment | 103,379.42 |
| Perpetual Software License | 2,050.38 |
| Total Fixed Assets | \$ 1,254.38 |
| Other Assets | |
| Security Deposit | 1,000.00 |
| Total Other Assets | \$ 1,000.00 |
| TOTAL ASSETS | \$ 35,946.99 |
| LIABILITIES AND EQUITY | |
| Liabilities | |
| Current Liabilities | |
| Accounts Payable | |
| Accounts Payable (A/P) | 0.00 |
| Total Accounts Payable | \$ 0.00 |
| Credit Cards | |
| Expensify Card Liability Account | 0.00 |
| Total Credit Cards | \$ 0.00 |
| Other Current Liabilities | |
| EIDL Loan | 8,600.00 |
| Illinois Department of Revenue Payable | 9.39 |
| Loan | |
| Kabbage | 0.00 |
| Loan from Bridgette | 12,873.25 |
| Square Capital | 0.00 |

| | | |
|--|------------|------------------|
| Total Loan | \$ | 12,873.25 |
| Loan to Stockholder | | 0.00 |
| Loan to/From Sharholder | | 0.00 |
| Payroll Liability | | 0.00 |
| PPP Loan | | 23,166.00 |
| Sales Tax Payables | | 0.00 |
| Square Gift Card | | 520.00 |
| Total Other Current Liabilities | \$ | 45,168.64 |
| Total Current Liabilities | \$ | 45,168.64 |
| Total Liabilities | \$ | 45,168.64 |
| Equity | | |
| Common Stock | | 227,280.10 |
| Retained Earnings | | -220,779.54 |
| Net Income | | -15,722.21 |
| Total Equity | -\$ | 9,221.65 |
| TOTAL LIABILITIES AND EQUITY | \$ | 35,946.99 |

Tuesday, Mar 02, 2021 05:23:47 PM GMT-8 - Accrual Basis

ARMAGA VR, INC.

Statement of Cash Flows

January - December 2020

| | TOTAL |
|--|---------------------|
| OPERATING ACTIVITIES | |
| Net Income | -15,822.21 |
| Adjustments to reconcile Net Income to Net Cash provided by operations: | |
| Accounts Receivable (A/R) | -6,250.00 |
| Prepaid Interest | -2,597.24 |
| Accumulated Amortization | 684.00 |
| Accumulated Depreciation | 5,542.75 |
| Expensify Card Liability Account | 0.00 |
| Illinois Department of Revenue Payable | -87.18 |
| Loan:Kabbage | -16,666.66 |
| Loan:Loan from Bridgette | 12,873.25 |
| Loan:Square Capital | 0.00 |
| PPP Loan | 23,166.00 |
| Sales Tax Payables | 0.00 |
| Square Gift Card | 520.00 |
| Total Adjustments to reconcile Net Income to Net Cash provided by operations: | 17,184.92 |
| Net cash provided by operating activities | \$1,362.71 |
| INVESTING ACTIVITIES | |
| Machinery & Equipment | -5,542.75 |
| Security Deposit | 500.00 |
| Net cash provided by investing activities | \$ -5,042.75 |
| FINANCING ACTIVITIES | |
| EIDL Loan | 8,700.00 |
| Net cash provided by financing activities | \$8,700.00 |
| NET CASH INCREASE FOR PERIOD | \$5,019.96 |
| Cash at beginning of period | 19,825.41 |
| CASH AT END OF PERIOD | \$24,845.37 |

I, Archibald Thompson, certify that:

1. The financial statements of ARMAGA VR INCORPORATED included in this Form are true and complete in all material respects; and
2. The tax return information of ARMAGA VR INCORPORATED included in this Form reflects accurately the information reported on the tax return for ARMAGA VR INCORPORATED for the fiscal years ended 2019 and 2020 (most recently available as of the Date of this Form C).

Signature Archibald Thompson

Name: Archibald Thompson

Title: CEO