

APPENDIX B:  
FINANCIAL STATEMENTS  
(Unaudited)

**Philly's on the Hill**  
**Income Statement - unaudited**  
**For the periods ended 12-31-2021**

	<u>Current Period</u>
	<u>31-Dec-21</u>
<b>REVENUES</b>	
Sales	\$0.00
Other Revenue	\$0.00
<b>TOTAL REVENUES</b>	<b>\$0.00</b>
 <b>COST OF GOODS SOLD</b>	
Cost of Sales	\$0.00
Supplies	\$0.00
Other Direct Costs	\$0.00
<b>TOTAL COST OF GOODS SOLD</b>	<b>\$0.00</b>
 <b>GROSS PROFIT (LOSS)</b>	 <b>\$0.00</b>
 <b>OPERATING EXPENSES</b>	
Business Licenses and Permits	\$135.00
Computer and Internet	\$400.00
Miscellaneous Expense	\$3,500.00
Furniture and Equipment	\$23,529.00
Payroll Processing	\$0.00
Professional Services - Legal, Accounting	\$0.00
Deposit	\$600.00
Rental Payments	\$4,800.00
<b>TOTAL OPERATING EXPENSES</b>	<b>\$32,964.00</b>
 <b>OPERATING PROFIT (LOSS)</b>	 <b>-\$32,964.00</b>
 <b>INTEREST (INCOME), EXPENSE &amp; TAXES</b>	
Interest (Income)	\$0.00
Interest Expense	\$0.00
Income Tax Expense	\$0.00
<b>TOTAL INTEREST (INCOME), EXPENSE &amp; TAXES</b>	<b>\$0.00</b>
 <b>NET INCOME (LOSS)</b>	 <b><u><u>-\$32,964.00</u></u></b>

**Philly's on the Hill, LLC**  
**Balance Sheet - unaudited**  
**For the period ended 12/31/21**

	<u>Current Period</u>
	<u>31-Dec-21</u>
<b>ASSETS</b>	
<b>Current Assets:</b>	
Cash	\$ 50,300.00
Petty Cash	-
Accounts Receivables	-
Inventory	-
Prepaid Expenses	-
Employee Advances	-
Temporary Investments	-
<b>Total Current Assets</b>	<u>50,300.00</u>
<b>Fixed Assets:</b>	
Land	-
Buildings	3,500.00
Furniture and Equipment	23,529.00
Computer Equipment	400.00
Vehicles	-
Less: Accumulated Depreciation	-
<b>Total Fixed Assets</b>	<u>27,429.00</u>
<b>Other Assets:</b>	
Trademarks	-
Patents	-
Security Deposits	600.00
Other Assets	-
<b>Total Other Assets</b>	<u>600.00</u>
<b>TOTAL ASSETS</b>	<b>\$ 78,329.00</b>
<b>LIABILITIES</b>	
<b>Current Liabilities:</b>	
Accounts Payable	\$ -
Business Credit Cards	-
Sales Tax Payable	-
Payroll Liabilities	-
Other Liabilities	-

Current Portion of Long-Term Debt	-
<b>Total Current Liabilities</b>	-

**Long-Term Liabilities:**

Notes Payable	-
Mortgage Payable	-
Less: Current portion of Long-term debt	50,300.00
<b>Total Long-Term Liabilities</b>	50,300.00

**EQUITY**

Capital Stock/Partner's Equity	28,029.00
Opening Retained Earnings	-
Dividends Paid/Owner's Draw	-
Net Income (Loss)	-
<b>Total Equity</b>	28,029.00

<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>\$ 78,329.00</b>
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Balance Sheet Check	-
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**Philly's on the Hill**  
**Statement of Cash Flow - unaudited**  
**For the period ended 12-31-21**

	<u>Current Period</u>
	<u>31-Dec-21</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>	
Net Income	\$0.00
Adjustments to Reconcile Net Income to Net Cash Flows From Operating Activities:	
Depreciation	\$0.00
Decrease (Increase) in Operating Assets:	
Trade Accounts Receivable	\$0.00
Inventory	\$0.00
Prepaid Income Taxes	\$0.00
Increase (Decrease) in Operating Liabilities:	
Accounts Payable	\$0.00
Utilities/Rent	-\$6,390.00
Total Adjustments	-\$6,390.00
<b>Net Cash Flows From Operating Activities</b>	<u>-\$6,390.00</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>	
Purchase of Property and Equipment	-\$23,929.62
<b>Net Cash Flows From Investing Activities</b>	<u>-\$23,929.62</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>	
Repayment of Debt	\$0.00
Member's Withdrawals	\$0.00
<b>Net Cash Flows From Financing Activities</b>	<u>\$0.00</u>
<b>NET INCREASE (DECREASE) IN CASH</b>	-\$30,319.62
<b>CASH - BEGINNING</b>	<u>\$41,500.00</u>
<b>CASH - ENDING</b>	<u><u>\$11,180.38</u></u>

I, Angela Morales, certify that:

1. The financial statements of Philly's on the Hill included in this Form are true and complete in all material respects; and
2. The tax return information of Philly's on the Hill has not been included in this Form as Philly's on the Hill was formed on 06/22/2021 and has not filed a tax return to date.

Signature     Angela Morales

Name:         Angela Morales

Title:          Owner