

SOLARIS MEDIA, INC.

DECEMBER 31, 2020

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To Management  
Solaris Media, Inc.  
Huntington, NY

### INDEPENDENT ACCOUNTANT'S REVIEW REPORT

We have reviewed the accompanying financial statements of Solaris Media, Inc. (an S corporation), which comprise the balance sheet as of December 31, 2020, and the related statements of income and retained earnings and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of company management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

#### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error.

#### **Accountant's Responsibility**

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of Solaris Media, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

#### **Basis of Accounting**

As disclosed in Note 1 of the footnotes to the financial statements, the Company uses the cash basis of accounting. Since the cash basis is not acceptable according to the generally accepted accounting principles of the United States of America, the Company has made a departure from GAAP. We have considered the departure from GAAP while reviewing the financial statements of Solaris Media, Inc.

#### **Accountant's Conclusion**

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Melville, New York  
December 21, 2021



SOLARIS MEDIA, INC.  
STATEMENT OF ASSETS, LIABILITIES AND STOCKHOLDER'S EQUITY  
DECEMBER 31, 2020

ASSETS

CURRENT ASSETS

Cash	\$ 612
Loan to officer	<u>1,000</u>

TOTAL CURRENT ASSETS	<u>1,612</u>
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TOTAL ASSETS	<u>\$ 1,612</u>
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LIABILITIES

CURRENT LIABILITIES

Due from affiliate	<u>24,227</u>
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TOTAL CURRENT LIABILITIES	<u>24,227</u>
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TOTAL LIABILITIES	24,227
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STOCKHOLDER'S EQUITY

Capital stock	1,000
Accumulated deficit	<u>(23,615)</u>

TOTAL STOCKHOLDER'S EQUITY	<u>(22,615)</u>
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TOTAL LIABILITIES AND STOCKHOLDER'S EQUITY	<u>\$ 1,612</u>
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The accompanying notes are an integral part of these statements.

SOLARIS MEDIA, INC.  
STATEMENT OF REVENUES, EXPENSES AND STOCKHOLDER'S EQUITY  
FOR THE YEAR ENDED DECEMBER 31, 2020

INCOME

Advertising revenue	\$ 849	
Other revenue	<u>35,742</u>	
TOTAL INCOME		\$ 36,591
COST OF GOODS SOLD		
Cost of Goods Sold	<u>21,216</u>	
TOTAL COST OF GOODS SOLD		<u>21,216</u>
GROSS PROFIT		15,375

EXPENSES

Advertising & marketing	7,557	
Bank charges & fees	187	
Contracted services	1,496	
Dues & subscriptions	250	
Computer expenses	1,203	
Professional fees	1,338	
Office expenses	3,417	
Other expenses	<u>829</u>	
TOTAL EXPENSES		<u>16,277</u>
NET LOSS		(902)
STOCKHOLDER'S EQUITY, BEGINNING OF YEAR		(24,091)
CONTRIBUTIONS		<u>1,378</u>
STOCKHOLDER'S EQUITY, END OF YEAR		<u><u>\$ (23,615)</u></u>

The accompanying notes are an integral part of these statements.

SOLARIS MEDIA, INC.  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED DECEMBER 31, 2020

CASH FLOWS FROM OPERATING ACTIVITIES	
Net loss	<u>\$ (902)</u>
NET CASH USED BY OPERATING ACTIVITIES	\$ (902)
CASH FLOWS FROM FINANCING ACTIVITIES	
Stockholder's contribution	<u>1,378</u>
NET CASH PROVIDED BY FINANCING ACTIVITIES	<u>1,378</u>
NET INCREASE IN CASH	476
CASH AT BEGINNING OF YEAR	<u>136</u>
CASH AT END OF YEAR	<u><u>\$ 612</u></u>

The accompanying notes are an integral part of these statements.

SOLARIS MEDIA, INC.

NOTES TO FINANCIAL STATEMENTS

I. NATURE OF BUSINESS ACTIVITY AND  
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Business

Solaris Media, Inc. ("the Company") an "S" Corporation, organized in the state of New York located in Huntington, New York, commenced operations on December 14, 2012. The Company creates and produces content including film, television, and web series. The Company also manages an e-commerce site called Mission Control where they sell NASA merchandise.

Method of accounting

The accompanying financial statements are prepared on the same accounting basis as used for federal tax purpose.

Cash and Cash Equivalents

The Company considers deposits that can be redeemed on demand and investments that have original maturities of less than three months, when purchased, to be cash equivalents. As of December 31, 2020, the Company's cash and cash equivalents were deposited at TD Bank.

Use of Estimates

Solaris Media, Inc. prepares its financial statements in conformity with accounting principles generally accepted in the United States of America, which requires management to make estimates and assumptions that affect certain reported assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of public support, revenues, and expenses during the reporting period. Actual results could differ from those estimates.

Concentration of Risk

Cash and cash equivalents include all cash balances and highly liquid investments with an initial maturity of three months or less. The Company places its temporary cash investments with high credit quality financial institutions. At times such investments may be in excess of Federal Deposit Insurance Corporation (FDIC) insurance limit. Financial instruments that potentially subject the company to concentrations of credit risk consist principally of cash deposits. Accounts at TD Bank are insured by the FDIC up to certain limits. At December 31, 2020 the Company had \$0 with TD Bank in excess of FDIC insured limits.

SOLARIS MEDIA, INC.

NOTES TO FINANCIAL STATEMENTS

1. NATURE OF BUSINESS ACTIVITY AND  
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Income taxes

The Company, with consent of its shareholder, is organized as a Subchapter S Corporation. Under such election, the Company does not pay federal or state income taxes on its taxable income. Instead, the shareholder is liable for individual federal and state income taxes on his respective share of the Company's taxable income. The Company is liable for special New York State franchise tax, which is intended to close the gap between the state's personal and corporate income taxes.

2. STOCKHOLDER'S EQUITY

At December 31, 2020 the Company has authorized 100,000 shares of \$.01 par value common stock. The Company had 100,000 common stock issued and outstanding at December 31, 2020.

3. RELATED PARTY TRANSACTIONS

Trinity Holdings is a company owned by the stockholder, Gregory O'Connor. The Company acquired a loan with Trinity Holdings for help with the daily operations of the company. The loan is in the amount of \$24,227. The company plans to pay it back in a timely manner.

4. ADVERTISING EXPENSE

The Company uses Facebook for its advertising costs. The advertisements for the Company generate on consumer's timelines on Facebook. As of December 31, 2020 the Companies advertising expense was \$7,557.

5. SUBSEQUENT EVENTS

In accordance with ASC 855, the Company evaluated subsequent events through December 21, 2021, the date these financial statements were available to be issued. In late 2019, a novel strain of coronavirus, COVID-19, emerged globally. As the COVID-19 coronavirus continues to spread in the United States and around the world, the Firm may experience disruptions that could severely impact its ability to carry out its activities. The impact of the outbreak of the COVID-19 coronavirus continues to rapidly evolve. The extent to which the COVID-19 coronavirus may impact the Firm will depend on future developments, which are highly uncertain and cannot be predicted with confidence. These future developments and factors include but are not limited to, the ultimate geographic spread of the disease, the duration of the outbreak, travel restrictions, supply chain and transportation disruptions, social distancing in the United States and other countries, business closures or business disruptions and the effectiveness of actions taken in the

SOLARIS MEDIA, INC.

NOTES TO FINANCIAL STATEMENTS

5. SUBSEQUENT EVENTS (continued)

United States and other countries to contain and treat the virus. Due to these factors and other currently unknown factors that may come to light if this coronavirus outbreak and any associated protective or preventative measures expand, as of the date of the accountant's report, the Firm cannot reasonably estimate the impact to its activities, revenues, financial condition or results of operations; however, such impact could be significantly negative.