

# Tazga LLC

## Income Statement

01/01/2019 - 12/31/2019

### Revenue

Gross Sales	\$	476,257
Less: Sales Returns and Allowances	\$	1,174
Net Sales	\$	475,083

### Cost of Goods Sold

Beginning Inventory	\$	-
Add: Purchases	\$	284,538
Less: Ending Inventory	\$	140,000
Cost of Goods Sold	\$	144,538
Gross Profit (Loss)	\$	330,545

### Selling, General & Administrative Expenses

Rent & Utilities	\$	165,120
Salaries & Wages	\$	1,050
Contractor Wages	\$	14,474
Logistics & Supplies	\$	36,470
Marketing & Website	\$	14,137
Payroll & Sales Taxes	\$	33,024
Conferences & Events	\$	1,042
Meals & Entertainment	\$	10,349
Repairs & Maintenance	\$	-
Business Licenses & Insurance	\$	3,045
Total Expenses	\$	278,711
Net Operating Income	\$	51,834

### Other Income (Expense)

Interest Income (Expense)	\$	(15,000)
Gain (Loss) on Sale of Assets	\$	-
Total Other Income (Expense)	\$	(15,000)
Net Income (Loss)	\$	36,834

# Tazga LLC

## Balance Sheet

As of 12/31/2019

### Assets

Current Assets		Year 1
Cash		\$470
Inventories		\$140,000
Investments		\$0
Pre-paid expenses		\$0
Accounts receivable		\$0
Other		\$0
Total Current Assets		\$140,470
Fixed Assets		Year 1
Property and equipment		\$0
Leasehold improvements		\$0
Equity and other investments		\$0
Total Fixed Assets		\$0
Total Assets	\$	140,470

### Liabilities & Equity

Current Liabilities		Year 1
Cash Advances		\$0
Accounts payable		\$37,655
Payroll and Sales Taxes Payable		\$31,191
Other		\$0
Total Current Liabilities		\$68,846
Long-Term Liabilities		Year 1
Long-term Debt Payable		\$0
Total Long-Term Liabilities		\$0
Owner's Equity		Year 1
Investment capital		\$71,624
Accumulated retained earnings		\$0
Total Owner's Equity		\$71,624
Total Liabilities & Equity	\$	140,470

# Tazga LLC

## Cash Flow Statement

01/01/2019 - 12/31/2019

Cash at Beginning of Year	\$	15,470
<b>Operating Activities</b>		
Cash receipts from		
Customers	\$	475,083
Other Operations	\$	-
Cash paid for		
Interest	\$	15,000
Inventory purchases (1)	\$	284,538
Selling, general and administrative expenses	\$	278,711
<b>Net Cash Flow from Operations</b>	<b>\$</b>	<b>(103,166)</b>
<b>Investing Activities</b>		
Cash receipts from		
Sale of investment securities	\$	-
Collection of principal on loans	\$	-
Sale of property and equipment	\$	-
Cash paid for		
Making loans to other entities	\$	-
Purchase of investment securities	\$	-
Purchase of property and equipment	\$	-
<b>Net Cash Flow from Investing Activities</b>	<b>\$</b>	<b>-</b>
<b>Financing Activities</b>		
Cash receipts from		
Borrowing		
Issuance of stock		
Capital contribution (2)	\$	125,000
Cash paid for		
Dividends	\$	36,834
Repayment of loans		
Repurchase of stock (treasury stock)		
<b>Net Cash Flow from Financing Activities</b>	<b>\$</b>	<b>88,166</b>
<b>Net Increase in Cash</b>	<b>\$</b>	<b>(15,000)</b>
Cash at End of Year	\$	470

(1) The high level of inventory purchases relative to sales was due to the opening of Tazga's 10,000 sq/ft Santa Monica store

(2) The capital contribution was made by the three existing partners and was used to fund the opening of the Santa Monica store