

Income Statement (Profit and Loss)

Poetica Coffee Inc

For the year ended December 31, 2021

Accrual Basis

2021

Income

| | |
|---------------------|---------------------|
| Food Sales | 1,702,481.49 |
| Total Income | 1,702,481.49 |

Cost of Goods Sold

| | |
|---------------------------------|-------------------|
| Food Purchases | 731,642.45 |
| Merchant Account Fees | 60,589.71 |
| Restaurant Supplies | 12,999.90 |
| Total Cost of Goods Sold | 805,232.06 |

Gross Profit

897,249.43

Operating Expenses

| | |
|----------------------------------|------------|
| Advertising | 10,191.98 |
| Automobile Expenses - Other | 62.62 |
| Automobile Expenses - Parking | 820.95 |
| Bank Service Charges | 23,120.84 |
| Business Licences & Permits | 923.67 |
| Computer & Internet Expenses | 2,609.02 |
| Discounts | 15,455.39 |
| Dry Cleaning & Laundry | 142.95 |
| Dues & Subscriptions | 1,861.79 |
| Fines & Penalties | 100.00 |
| Garbage Removal | 5,897.09 |
| General Expenses | 11,626.57 |
| Insurance - Other | 7,224.66 |
| Insurance - Workers Compensation | 1,421.52 |
| Interest Expense | 9,275.00 |
| Legal Expenses | 3,031.38 |
| Office Expenses | 183.24 |
| Outside Services | 48,418.21 |
| Payroll Tax Expense | 4,659.70 |
| Postage & Delivery | 9.97 |
| Printing & Stationery | 49,273.64 |
| Professional Fees & Consulting | 642.94 |
| Rent | 371,179.84 |
| Repairs and Maintenance | 10,701.94 |
| Telephone Expense | 4,742.50 |

| | 2021 |
|---------------------------------|-------------------|
| Travel | 3,264.99 |
| Utilities | 3,980.39 |
| Wages and Salaries | 297,446.04 |
| Total Operating Expenses | 888,268.83 |
| Operating Income | 8,980.60 |
| Net Income | 8,980.60 |

Balance Sheet

Poetica Coffee Inc As of December 31, 2021 Accrual Basis

DEC 31, 2021

Assets

Current Assets

Cash and Cash Equivalents

| | |
|--|-----------------|
| Citibank Atlantic | 1,700.60 |
| Citibank Lorimer | 2,067.91 |
| Poetica Coffee Inc | 4,198.09 |
| Total Cash and Cash Equivalents | 7,966.60 |

| | |
|-----------------------------|-----------------|
| Accounts Receivable | 988.70 |
| Square Cash Clearing | (1,731.51) |
| Total Current Assets | 7,223.79 |

Fixed Assets

| | |
|---------------------------|-------------------|
| 7th Avenue Cafe | 56,000.00 |
| Business Purchase | 45,000.00 |
| Caton Ave Cafe | 40,000.00 |
| Total Fixed Assets | 141,000.00 |

| | |
|---------------------|-------------------|
| Total Assets | 148,223.79 |
|---------------------|-------------------|

Liabilities and Equity

Liabilities

Current Liabilities

| | |
|----------------------------------|------------------|
| Sales Tax | 69,715.98 |
| Square Gift Cards | 1,001.61 |
| Square Tips | (1,211.90) |
| Total Current Liabilities | 69,505.69 |

Long Term Liabilities

| | |
|------------------------------------|------------------|
| Square Loan | 73,395.75 |
| Total Long Term Liabilities | 73,395.75 |

| | |
|--------------------------|-------------------|
| Total Liabilities | 142,901.44 |
|--------------------------|-------------------|

Equity

| | |
|-----------------------|-----------------|
| Current Year Earnings | 8,980.60 |
| Retained Earnings | (3,658.25) |
| Total Equity | 5,322.35 |

| | |
|-------------------------------------|-------------------|
| Total Liabilities and Equity | 148,223.79 |
|-------------------------------------|-------------------|

Statement of Cash Flows

Poetica Coffee Inc

For the year ended December 31, 2021

2021

Operating Activities

| | |
|---|------------------|
| Receipts from customers | 1,849,644.78 |
| Payments to suppliers and employees | (1,712,651.02) |
| Cash receipts from other operating activities | (59,260.65) |
| Net Cash Flows from Operating Activities | 77,733.11 |

Investing Activities

| | |
|---|---------------------|
| Payment for property, plant and equipment | (141,000.00) |
| Other cash items from investing activities | 1,828.56 |
| Net Cash Flows from Investing Activities | (139,171.44) |

Financing Activities

| | |
|---|------------------|
| Other cash items from financing activities | 69,140.18 |
| Net Cash Flows from Financing Activities | 69,140.18 |

| | |
|-----------------------|-----------------|
| Net Cash Flows | 7,701.85 |
|-----------------------|-----------------|

Cash and Cash Equivalents

| | |
|--|-----------------|
| Cash and cash equivalents at beginning of period | 264.75 |
| Net cash flows | 7,701.85 |
| Cash and cash equivalents at end of period | 7,966.60 |
| Net change in cash for period | 7,701.85 |