

Azure Ravens Entertainment, LLC (the “Company”)

Financial Statement

For the fiscal year ended December 31, 2023

*Unaudited*

Azure Ravens Entertainment, LLC  
Balance Sheet

|   | TOTAL              |
|---|--------------------|
| <b>ASSETS</b>                           |                    |
| Current Assets                          |                    |
| Bank Accounts                           |                    |
| Huntington Unlimited Checking (4980)    | 9,677.65           |
| <b>Total Bank Accounts</b>              | <b>\$9,677.65</b>  |
| Accounts Receivable                     |                    |
| Accounts Receivable (A/R)               | 1,575.00           |
| <b>Total Accounts Receivable</b>        | <b>\$1,575.00</b>  |
| Other Current Assets                    |                    |
| Uncategorized Asset                     | 0.00               |
| Undeposited Funds                       | 0.00               |
| <b>Total Other Current Assets</b>       | <b>\$0.00</b>      |
| <b>Total Current Assets</b>             | <b>\$11,252.65</b> |
| <b>TOTAL ASSETS</b>                     | <b>\$11,252.65</b> |
| <b>LIABILITIES AND EQUITY</b>           |                    |
| Liabilities                             |                    |
| Current Liabilities                     |                    |
| Other Current Liabilities               |                    |
| Funded Invoices - WebBank               | 6,879.05           |
| Loan Payable                            | -45.00             |
| Michigan Department of Treasury Payable | 0.00               |
| <b>Total Other Current Liabilities</b>  | <b>\$6,834.05</b>  |
| <b>Total Current Liabilities</b>        | <b>\$6,834.05</b>  |
| <b>Total Liabilities</b>                | <b>\$6,834.05</b>  |
| Equity                                  |                    |
| Opening Balance Equity                  | 0.00               |
| Owner's Investment                      | 13,672.05          |
| Owner's Pay & Personal Expenses         | 0.00               |
| Retained Earnings                       | -37,085.50         |
| Wefunder SAFE Equity Investment Funds   | 57,457.31          |
| Net Income                              | -29,625.26         |
| <b>Total Equity</b>                     | <b>\$4,418.80</b>  |
| <b>TOTAL LIABILITIES AND EQUITY</b>     | <b>\$11,252.85</b> |

*Unaudited*

Azure Ravens Entertainment, LLC  
Profit & Loss

|                                | TOTAL                |
|--------------------------------|----------------------|
| Income                         |                      |
| Sales                          | 18,247.50            |
| Uncategorized Income           | 3,720.00             |
| <b>Total Income</b>            | <b>\$21,967.50</b>   |
| GROSS PROFIT                   | <b>\$21,967.50</b>   |
| Expenses                       |                      |
| Advertising & Marketing        | 514.58               |
| Bank Charges & Fees            | 231.55               |
| Contractors                    | 31,320.00            |
| Funded Invoices WebBank - Fees | 118.45               |
| Interest Paid                  | 27.00                |
| Legal & Professional Services  | 645.00               |
| Meals & Entertainment          | 502.89               |
| Office Supplies & Software     | 3,439.12             |
| QuickBooks Payments Fees       | 752.89               |
| Reimbursable Expenses          | 180.00               |
| Rent & Lease                   | 11,050.00            |
| Travel                         | 436.78               |
| Utilities                      | 2,374.50             |
| <b>Total Expenses</b>          | <b>\$51,592.76</b>   |
| NET OPERATING INCOME           | <b>\$ -29,625.26</b> |
| NET INCOME                     | <b>\$ -29,625.26</b> |

*Unaudited*

Azure Ravens Entertainment, LLC  
Statement of Cash Flows

|  |                      |
|--|----------------------|
| <b>OPERATING ACTIVITIES</b>  |                      |
| Net Income   | -29,625.26           |
| Adjustments to reconcile Net Income to Net Cash provided by operations:              |                      |
| Accounts Receivable (A/R)  | -1,575.00            |
| Funded Invoices - WebBank  | 4,434.65             |
| Loan Payable   | -45.00               |
| Michigan Department of Treasury Payable  | 0.00                 |
| <b>Total Adjustments to reconcile Net Income to Net Cash provided by operations:</b> | <b>2,814.65</b>      |
| <b>Net cash provided by operating activities</b>                                     | <b>\$ -26,810.61</b> |
| <b>FINANCING ACTIVITIES</b>  |                      |
| Owner's Investment   | 13,255.00            |
| Wefunder SAFE Equity Investment Funds  | 10,050.13            |
| <b>Net cash provided by financing activities</b>                                     | <b>\$23,305.13</b>   |
| <b>NET CASH INCREASE FOR PERIOD</b>  | <b>\$ -3,505.48</b>  |
| Cash at beginning of period  | 13,183.13            |
| <b>CASH AT END OF PERIOD</b>   | <b>\$9,677.65</b>    |

*Unaudited*

# Azure Ravens Entertainment, LLC

## Summary Cap Table

### Azure Ravens Entertainment LLC Summary Cap Table

As of 03/25/2024 • Generated by Corbin Reeves (reeves.corbin@azureravens.com) at 03/25/2024 01:21:02

|   | Units Authorized | Units Issued<br>and Outstanding | Fully Diluted<br>Units | Fully Diluted<br>Ownership | Cash Raised  |
|---|------------------|---------------------------------|------------------------|----------------------------|--------------|
| <b>Common Units classes</b>                         |                  |                                 |                        |                            |              |
| Common (CS) Units                                   |                  | 1,000                           | 1,000                  | 100.000%                   | \$ 0.01      |
| <b>Total Common Units issued and outstanding</b>    |                  |                                 | 1,000                  | 100.000%                   | \$ 0.01      |
| <b>Preferred Units classes</b>                      |                  |                                 |                        |                            |              |
| <b>Total Preferred Units issued and outstanding</b> |                  |                                 |                        | .000%                      | \$ -         |
| <b>Convertibles</b>                                 |                  |                                 |                        |                            |              |
| SAFE Financings (SAFE)                              |                  |                                 |                        |                            | \$ 62,116.00 |
| <b>Total Convertibles issued</b>                    |                  |                                 |                        |                            | \$ 62,116.00 |
| <b>Totals</b>                                       |                  |                                 | 1,000                  | 100.000%                   | \$ 62,116.01 |

*Unaudited*

Azure Ravens Entertainment, LLC  
Notes to the Financial Statements  
For the fiscal year ended December 31, 2023  
\$USD

## **1. ORGANIZATION AND PURPOSE**

Azure Ravens Entertainment, LLC (the “Company”) was organized in the State of Michigan in 2018. The company is a developer of Video game content for clients and independent projects.

## **2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

A summary of the Company’s significant accounting policies applied in the preparation of the accompanying financial statements follows:

### **a) Basis of Accounting**

The Company prepares its financial statements on an accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America (GAAP). Under the accrual basis of accounting, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

### **b) Use of Estimates and Assumptions**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Azure Ravens Entertainment, LLC has, through its operations, developed intellectual property that has value. The business has not determined a value for this intellectual property. Accordingly, no values for these intangible assets are reported on the balance sheets presented.

### **c) Cash and Cash Equivalents**

Cash and cash equivalents include all cash balances, and highly liquid investments with maturities of three months or less when purchased.

### **d) Legal Fees**

Legal fees consist of legal services provided for the creation of the Company and equity financing.

### **e) Use of Estimates**

The preparation of financial statements requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

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### **3. COMMITMENTS, CONTINGENCIES, COMPLIANCE WITH LAWS AND REGULATIONS**

We are currently not involved with or know of any pending or threatening litigation against the Company or any of its officers. Further, the Company is currently complying with all relevant laws and regulations.

### **4. SUBSEQUENT EVENT**

The Company has evaluated events and transactions subsequent to the period. No events require recognition in the financial statements or disclosures of the Company per the definitions and requirements of ASC Section 855-10, Subsequent Events.