

**CARTER HENRY'S, LLC**  
**STATEMENT OF OPERATIONS**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

**Revenues**

Sales \$ 907,566

Cost of goods sold 662,417

**Gross profit 245,149**

**Operating expenses**

Depreciation 48,578

Amortization 35,649

Start up cost expenses 32,500

Bank fees 23,412

Customer service supplies 15,140

Utilities 14,723

Travel and entertainment 13,158

Repair and maintenance 12,446

Laundry service 11,543

Kitchen supplies 7,069

Rent 6,012

Professional fees 5,348

Insurance 4,530

Advertising 2,874

Music and entertainment 2,554

Licenses and fees 2,432

Interest expense 348

Office expense 309

State taxes 255

Commissions 200

239,080

**Net income \$ 6,069**

**CARTER HENRY'S, LLC**  
**BALANCE SHEET**  
**AS OF DECEMBER 31, 2022**

**ASSETS**

**Current Assets**

Cash and cash equivalents	\$ 13,492
Inventory	31,500
Total Current Assets	<u>44,992</u>

**Property and Equipment**

Property and equipment, at cost	244,088
Less: accumulated depreciation	<u>(57,556)</u>
Total Property and Equipment, net	186,532

**Right-of-use Lease Assets**

Right-of-use lease assets - operating lease	175,519
Less: accumulated amortization	<u>(35,649)</u>
Total Right-of-use Lease Assets, net	139,870

**Other Assets**

Security deposit	405
Total Other Assets	<u>405</u>

**TOTAL ASSETS**

**\$ 371,799**

**LIABILITIES AND MEMBERS' DEFICIT**

**LIABILITIES**

**Current Liabilities**

Current portion of lease obligation - operating lease	\$ 35,735
Total Current Liabilities	<u>35,735</u>

**Long-term Liabilities**

Related party loan	243,375
Long-term lease obligation - operating lease	<u>104,135</u>
Total Long-term Liabilities	347,510

**TOTAL LIABILITIES**

383,245

**MEMBERS' DEFICIT**

(11,446)

**TOTAL LIABILITIES AND MEMBERS' DEFICIT**

**\$ 371,799**

**CARTER HENRY'S, LLC**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

**CASH FLOWS FROM OPERATING ACTIVITIES**

Net income	\$ 6,069
Adjustments to net income	
Depreciation	48,578
Amortization expense - right-of-use lease assets - operating lease	35,649
Cash provided by operating activities:	
(Increase) in security deposit	(405)
(Increase) in Inventory	(4,000)
(Repayment) of right-of-use lease obligations - operating lease	(35,649)
<b>Net cash provided by operating activities</b>	<u>50,242</u>

**CASH FLOWS FROM INVESTING ACTIVITIES**

Purchase of property and equipment	<u>(15,506)</u>
<b>Net cash (used in) investing activities</b>	(15,506)

**CASH FLOWS FROM FINANCING ACTIVITIES**

Payments to related party loan	(19,900)
Proceeds from members contributions	4,694
Members distributions	<u>(21,313)</u>
<b>Net cash (used in) financing activities</b>	<u>(36,519)</u>

<b>Net decrease in cash and cash equivalents</b>	(1,783)
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Cash and cash equivalents - beginning	<u>15,275</u>
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<b>Cash and cash equivalents - ending</b>	<u><u>\$ 13,492</u></u>
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**SUPPLEMENTAL SCHEDULE OF NONCASH INVESTING AND  
FINANCING ACTIVITY**

Operating right-of-use asset in exchange for operating lease liability	\$ 175,519
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