

APPENDIX B:  
FINANCIAL STATEMENTS  
(Unaudited)

**Bubble Wrapp**  
**Income Statement - unaudited**  
**For the periods ended 12-31-21**

	<u>Current Period</u>
	<u>31-Dec-21</u>
<b>REVENUES</b>	
Sales	\$ 132,007.00
Other Revenue	-
<b>TOTAL REVENUES</b>	<u>132,007.00</u>
 <b>COST OF GOODS SOLD</b>	
Cost of Sales	86,409.00
Supplies	-
Other Direct Costs	-
<b>TOTAL COST OF GOODS SOLD</b>	<u>86,409.00</u>
 <b>GROSS PROFIT (LOSS)</b>	 45,598.00
 <b>OPERATING EXPENSES</b>	
Advertising and Promotion	4,324.00
Car & Truck Expenses	361.00
Business Licenses and Permits	1,088.00
Computer and Internet	-
Depreciation	-
Dues and Subscriptions	-
Insurance	3,825.00
Meals and Entertainment	500.00
Miscellaneous Expense	-
Office Expenses	1,770.00
Payroll Processing	-
Professional Services - Legal, Accounting	-
Occupancy	-
Rental Payments	1,344.00
Supplies	2,090.00
Payroll Taxes and Benefits	-
Travel	-
Utilities	1,130.00
Other Expenses	8,220.00
<b>TOTAL OPERATING EXPENSES</b>	<u>24,652.00</u>

<b>OPERATING PROFIT (LOSS)</b>	20,946.00
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**INTEREST (INCOME), EXPENSE & TAXES**

Interest (Income)	-
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Interest Expense	-
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Income Tax Expense	-
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<b>TOTAL INTEREST (INCOME), EXPENSE &amp; TAXES</b>	-
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<b>NET INCOME (LOSS)</b>	<b>\$ 20,946.00</b>
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**Bubble Wrapp**  
**Balance Sheet - unaudited**  
**For the period ended 12/31/2021**

	<u>Current Period</u>
	<u>31-Dec-21</u>
<b>ASSETS</b>	
<b>Current Assets:</b>	
Cash	\$ 3,289.51
Petty Cash	-
Accounts Receivables	-
Inventory	16034.58
Prepaid Expenses	-
Employee Advances	-
Temporary Investments	-
<b>Total Current Assets</b>	<u>19,324.09</u>
<b>Fixed Assets:</b>	
Land	-
Buildings	-
Furniture and Equipment	800.00
Computer Equipment	1,000.00
Vehicles	-
Less: Accumulated Depreciation	-
<b>Total Fixed Assets</b>	<u>1,800.00</u>
<b>Other Assets:</b>	
Trademarks	-
Patents	-
Security Deposits	-
Other Assets	-
<b>Total Other Assets</b>	<u>-</u>
<b>TOTAL ASSETS</b>	<b>\$ 21,124.09</b>
<b>LIABILITIES</b>	
<b>Current Liabilities:</b>	
Accounts Payable	\$ 12,300.00
Business Credit Cards	-
Sales Tax Payable	700.00
Payroll Liabilities	-
Other Liabilities	-

\*First year in operations, accounting practices + procedures just getting established

**Bubble Wrapp**  
**Statement of Cash Flow - unaudited**  
**For the period ended 12/31/2021**

	<u>Prior Period</u> <u>02/20/2021 to</u> <u>12/31/2021</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>	
Net Income	116,003
Adjustments to Reconcile Net Income to Net Cash Flows From Operating Activities:	
Depreciation	-
Decrease (Increase) in Operating Assets:	
Trade Accounts Receivable	-
Inventory	(81,583)
Prepaid Income Taxes	-
Increase (Decrease) in Operating Liabilities:	
Accounts Payable	-
Credit Cards Payable	(6,262)
Total Adjustments	(87,845)
<b>Net Cash Flows From Operating Activities</b>	<u>28,158</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>	
Purchase of Property and Equipment	(5,205)
<b>Net Cash Flows From Investing Activities</b>	<u>(5,205)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>	
Repayment of Debt	-
Member's Withdrawals	-
<b>Net Cash Flows From Financing Activities</b>	<u>-</u>
<b>NET INCREASE (DECREASE) IN CASH</b>	22,953
<b>CASH - BEGINNING</b>	<u>10,000</u>
<b>CASH - ENDING</b>	<u><u>32,953</u></u>

**Bubble Wrapp**  
**Income Statement - unaudited**  
**For the periods ended 2022**

	<u>Current Period</u>
	<u>31-Dec-22</u>
<b>REVENUES</b>	
Sales	131,325.38
Other Revenue	-
<b>TOTAL REVENUES</b>	<u>131,000.00</u>
 <b>COST OF GOODS SOLD</b>	
Cost of Sales	87,000.00
Supplies	
Other Direct Costs	-
<b>TOTAL COST OF GOODS SOLD</b>	<u>87,000.00</u>
 <b>GROSS PROFIT (LOSS)</b>	 44,000.00
 <b>OPERATING EXPENSES</b>	
Advertising and Promotion	2,026.00
Bank Service Charges	3519
Business Licenses and Permits	-
Computer and Internet	1,800.00
Depreciation	420.00
Dues and Subscriptions	1,083.00
Insurance	1,441.00
Meals and Entertainment	860.00
Miscellaneous Expense	568.00
Office Supplies	4,129.00
Payroll Processing	-
Professional Services - Legal, Accounting	1,092.00
Occupancy	-
Rental Payments	7,151.36
Salaries	-
Payroll Taxes and Benefits	-
Travel	1,079.00
Utilities	1,256.00
Website Development	768.00
<b>TOTAL OPERATING EXPENSES</b>	<u>27,192.36</u>

<b>OPERATING PROFIT (LOSS)</b>	16,807.64
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**INTEREST (INCOME), EXPENSE & TAXES**

Interest (Income)	-
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Interest Expense	-
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Income Tax Expense	-
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<b>TOTAL INTEREST (INCOME), EXPENSE &amp; TAXES</b>	-
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<b>NET INCOME (LOSS)</b>	<u><u>\$ 16,807.64</u></u>
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**Bubble Wrapp**  
**Balance Sheet - unaudited**  
**For the period ended 12/31/2022**

	<u>Current Period</u>
	<u>31-Dec-22</u>
<b>ASSETS</b>	
<b>Current Assets:</b>	
Cash	\$ 397.09
Petty Cash	600.00
Accounts Receivables	3,757.90
Inventory	-
Prepaid Expenses	-
Employee Advances	-
Temporary Investments	-
<b>Total Current Assets</b>	<u>4,754.99</u>
<b>Fixed Assets:</b>	
Land	-
Buildings	-
Furniture and Equipment	5,000.00
Computer Equipment	800.00
Vehicles	-
Less: Accumulated Depreciation	-
<b>Total Fixed Assets</b>	<u>5,800.00</u>
<b>Other Assets:</b>	
Trademarks	-
Patents	-
Security Deposits	-
Other Assets	-
<b>Total Other Assets</b>	<u>-</u>
<b>TOTAL ASSETS</b>	<b>\$ 10,554.99</b>
<b>LIABILITIES</b>	
<b>Current Liabilities:</b>	
Accounts Payable	\$ -
Business Credit Cards	4,999.91
Sales Tax Payable	-
Payroll Liabilities	-
Other Liabilities	-

Current Portion of Long-Term Debt	-
<b>Total Current Liabilities</b>	<b>4,999.91</b>

**Long-Term Liabilities:**

Notes Payable	-
Mortgage Payable	-
Less: Current portion of Long-term debt	-
<b>Total Long-Term Liabilities</b>	<b>-</b>

**EQUITY**

Capital Stock/Partner's Equity	5,555.08
Opening Retained Earnings	-
Dividends Paid/Owner's Draw	-
Net Income (Loss)	-
<b>Total Equity</b>	<b>5,555.08</b>

<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>\$ 10,554.99</b>
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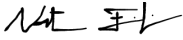
Balance Sheet Check	-
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**Bubble Wrapp**  
**Statement of Cash Flow - unaudited**  
**For the period ended 12/31/22**

	<u>Current Period</u> <u>1/1/2023 to</u> <u>5/2/2023</u>	<u>Prior Period</u> <u>1/1/2022 to</u> <u>12/31/2022</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Net Income	74,430	131,325
Adjustments to Reconcile Net Income to Net Cash Flows From Operating Activities:		
Depreciation	-	-
Decrease (Increase) in Operating Assets:		
Trade Accounts Receivable	-	-
Inventory	(48,072)	(96,532)
Prepaid Income Taxes	-	-
Increase (Decrease) in Operating Liabilities:		
Accounts Payable	(11,700)	-
Credit Cards Payable	(6,522)	-
Total Adjustments	(66,295)	(96,532)
<b>Net Cash Flows From Operating Activities</b>	<u>8,135</u>	<u>34,794</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchase of Property and Equipment	(7,779)	(7,688)
<b>Net Cash Flows From Investing Activities</b>	<u>(7,779)</u>	<u>(7,688)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Repayment of Debt		(21,211)
Member's Withdrawals	-	-
<b>Net Cash Flows From Financing Activities</b>	<u>-</u>	<u>(21,211)</u>
<b>NET INCREASE (DECREASE) IN CASH</b>	356	5,895
<b>CASH - BEGINNING</b>	<u>5,895</u>	<u>-</u>
<b>CASH - ENDING</b>	<u><u>6,251</u></u>	<u><u>5,895</u></u>

I, Nathan Freehling, certify that:

1. The financial statements of Bubble Wrapp Toys included in this Form are true and complete in all material respects; and
2. The tax return information of Bubble Wrapp Toys included in this Form reflects accurately the information reported on the tax return for Bubble Wrapp Toys for the fiscal year ended 2021 (most recently available as of the Date of this Form C).

Signature 

Name: Nathan Freehling

Title: Co-CEO, COO