

MAKE LOVE NOT PORN, LLC

FINANCIAL STATEMENTS  
AND  
INDEPENDENT ACCOUNTANT'S REVIEW REPORT

DECEMBER 31, 2022

MAKE LOVE NOT PORN, LLC  
INDEX TO FINANCIAL STATEMENTS  
DECEMBER 31, 2022

	<u>PAGE</u>
INDEPENDENT ACCOUNTANT'S REVIEW REPORT	1
FINANCIAL STATEMENTS	
Balance Sheet	2
Statement of Income	3
Statement of Cash Flow	4
Notes to the Financial Statements	5 - 6

INDEPENDENT ACCOUNTANT'S REVIEW REPORT



To Management  
Make Love Not Porn, LLC  
New York, New York

We have reviewed the accompanying financial statements of Make Love Not Porn, LLC (Partnership), which comprise the balance sheet as of December 31, 2022 and the related statements of income and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of company management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

**Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatement whether due to fraud or error.

**Accountant's Responsibility**

Our responsibility is to conduct the review engagements in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

**Accountant's Conclusion**

Based on our reviews, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

**Going Concern**

The Company financial statements have been prepared assuming that the company will continue, as a going concern. As discussed in note 2 of the financial statements, The Company has suffered recurring losses from operations that raises substantial doubt in its ability to continue as a going concern. Management's plans in regard to these matters are also described in note 2 on the financial statement. The financial statement does not include any adjustments that may result from the outcome of this uncertainty.

*Bauman + Krasnoff LLP*

Bauman + Krasnoff LLP  
November 13, 2023

MAKE LOVE NOT PORN, LLC  
BALANCE SHEET  
December 31, 2022

ASSETS

Current Assets		
Cash		\$ 152,586
Property and Equipment		
Furniture and Fixtures	8,156	
Trademark	325	
Leasehold Improvements	595,025	
	<u>603,507</u>	
Accumulated Depreciation	<u>(350,776)</u>	
		252,731
Other Assets		
Loan Receivables - Cindy Gallop Inc.		<u>268,934</u>
Total Assets		<u>\$ 674,251</u>

LIABILITIES AND MEMBERS' EQUITY

Current Liabilities		
Credit Card Payable		\$ 70,134
Other Liabilities		
Loan Payable - Lucinda Gallop	381,097	
Loan Payable - IfWeRanTheWorld	<u>(18,761)</u>	
Total Other Liabilities		362,336
Members' Equity		
Equity - Jam Tomorrow	1,336,675	
Equity - Lucinda Gallop	(746,116)	
Equity - Corey Innis	(43)	
Equity - Eunice Chase	(43)	
Net Income	<u>(348,692)</u>	
Total Members' Equity		<u>241,781</u>
Total Liabilities and Members' Equity		<u>\$ 674,251</u>

See accountant's review report and notes to financial statements.

MAKE LOVE NOT PORN, LLC  
STATEMENT OF INCOME  
For the year ended December 31, 2022

Revenues		\$ 684,894
Operating Expenses		
Bank Charges	60	
Contributions	2,000	
Contract Workers	46,766	
Depreciation	40,744	
Domain Costs	1,127	
Dues and Subscriptions	16,837	
Filing Fees	350	
Hosting	5,235	
Gifts	300	
Interest Expense	6,013	
Marketing/Advertising Expense	17,183	
Meals and Entertainment	657	
Merchant Account Fees	109,494	
Office Expenses	815	
Office Supplies	-	
Outsourced Service	548,510	
Professional Fees	44,071	
Rent Expense	742	
Royalties	192,468	
Taxes	-	
Telephone Expense	57	
Travel Expense	-	
Video Streaming	<u>170</u>	
Total Operating Expenses		1,033,598
Net Operating Loss		(348,704)
Other Income		12
Net loss		<u>\$ (348,692)</u>

See accountant's review report and notes to financial statements.

MAKE LOVE NOT PORN, LLC  
STATEMENT OF CASH FLOWS  
For the year ended December 31, 2022

Cash Flow from Operating Activities	
Net Loss	\$ (348,692)
Adjustments to reconcile net income to net cash used by operating activities	
Depreciation and Amortization	40,744
Changes in operating assets and liabilities:	
Loan Receivables (Cindy Gallop Inc)	430
Retainage	-
Deferred Interest	-
Security Deposit	-
Accounts Payable	-
Credit Card Payable	26,133
Garnishment Payable	<u>-</u>
Net Cash Provided By Operating Activities	<u>(281,385)</u>
Cash Flows from Investing Activities	
Purchase of Equipment and Vehicles	<u>(38,599)</u>
Net Cash Used By Investing Activities	<u>(38,599)</u>
Cash Flows from Financing Activities	
Loan Payable	-
Loan Members	275,963
Distributions	<u>-</u>
Net Cash Used By Financing Activities	<u>275,963</u>
Net Decrease in Cash	(44,021)
Cash at beginning of year	<u>196,607</u>
Cash at end of year	<u><u>\$ 152,586</u></u>
Supplemental Information	
Interest paid	\$ -
Income tax paid	\$ -

See accountant's review report and notes to financial statements.

MAKE LOVE NOT PORN, LLC  
STATEMENT OF CHANGES IN MEMBERS' EQUITY

	<b>Total Member Equity</b>
Beginning Balance at 01/01/2021	613,223
Capital Contributions	240,168
Net Income (Loss)	(503,086)
Ending Balance 12/31/2021	350,305
Capital Contributions	240,168
Net Income (Loss)	(348,692)
Ending Balance 12/31/2022	241,781

MAKE LOVE NOT PORN, LLC  
NOTES TO FINANCIAL STATEMENTS  
December 31, 2022

1. Summary of Significant Accounting Policies

Business Activity

Make Love Not Porn, LLC (a Partnership) was incorporated in August, 2011 in Delaware. The Company is an online information service company which specializes in personal relationships.

Cash

Cash includes cash on hand and cash in checking accounts. The Corporation maintains its bank deposits with high credit financial institutions. At times, such deposits may be in excess of federally insured limits. The Corporation has not experienced any losses on such amounts.

Accounts Receivable

Accounts receivable are recorded at their estimated realizable value, after reduction for an allowance for estimated uncollectible accounts. The allowance for uncollectible accounts is determined primarily through specific identification and evaluation of significant past due amounts, supplemented by an estimate applied to the remaining balance of past due accounts, which is based on historical experience. Accounts are deemed past due when payment has not been received within the stated time period. The Company reviews individual past due amounts periodically and writes off amounts for which all collection efforts are deemed to have been exhausted. At December 31, 2022, an allowance for doubtful accounts is not provided since, in the opinion of management, all accounts recorded on the books are deemed collectible.

Property and Equipment

Property and equipment are stated at cost. Significant additions and improvements extending asset lives are capitalized; normal maintenance and repair costs are expensed as incurred. Depreciation is calculated using accelerated methods over the estimated useful lives (5 to 7 years) of the related assets. Leasehold improvements are amortized over the lives of the respective assets.

Loan Receivables

Loan Receivables - Cindy Gallop Inc is a non interest bearing demand note receivable from an affiliated company.

Loan Payables

Loan Payable - Lucinda Gallop is a non interest bearing demand note payable from a member.  
Loan Payable - IfWeRanTheWorld is a non interest bearing demand note payable from an affiliated company.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts disclosures. Accordingly, actual results could differ from those estimates.



MAKE LOVE NOT PORN, LLC  
NOTES TO FINANCIAL STATEMENTS  
December 31, 2022

Income Taxes

As a Limited Liability Company, the company's taxable income or loss is allocated to member's in accordance with the operating agreement. Therefore, no provisions or income taxes has been included in the financial statements.

The company evaluates it's tax positions that had been taken or are expected to be taken on income tax returns to determine if an accrual is necessary or uncertain tax positions. As of December 31, 2022, the unrecognized tax benefit accrual was zero. The Company will recognized future accrued interest and penalties related to unrecognized tax benefits in income tax expenses if incurred.

2.Going Concern

The company has suffered financial losses for a number of years. Management has always been able to procure capital infusions to finance the annual financial losses. Management is currently looking for other sources of capital to finance current operations. Should management not be able to procure such financing the company is at risk of being a going concern.