Playper, LLC. (the “Company”) a Delaware Partnership

Financial Statements

For the years ending on December 31st 2024 and 2023.

*Unaudited*

# Balance Sheet

Playper, LLC

As of December 31, 2024

| Account | Dec 31, 2024 |
|---|---|
| **Assets** | |
| **Current Assets** | |
| **Cash and Cash Equivalents** | |
| Ampla | 5,287.63 |
| First Republic 1955 | 0.00 |
| Morgan Stanley - 008 | 15,629.28 |
| PayPal | 258.59 |
| **Total Cash and Cash Equivalents** | **21,175.50** |
| Amazon Clearing | (2,346.46) |
| Deposit Clearing | 5,772.95 |
| Inventory - Castle Playset | 28,290.74 |
| Inventory - Catapult Playset | 2,283.86 |
| Inventory - Dragon Trainer Playset | 2,341.35 |
| Inventory - Story Starters | 1,814.02 |
| Prepaid Expenses | 0.00 |
| **Total Current Assets** | **59,331.96** |
| **Fixed Assets** | |
| AD - Display Equipments | (559.57) |
| AD - Website and Application development | (64,364.02) |
| Display Equipments | 2,350.00 |
| Website and Application development | 89,119.38 |
| **Total Fixed Assets** | **26,545.79** |
| **Total Assets** | **85,877.75** |
| **Liabilities and Equity** | |
| **Liabilities** | |
| **Current Liabilities** | |
| Accounts Payable | 85,607.23 |
| Accrued Expenses | 4,840.00 |
| Convertible Promisory Notes | 1,403,752.54 |
| Due to Employee | 2,418.98 |
| Due to PCGIM | 13,657.60 |
| Interest Payable | 125,764.89 |
| Sales Tax | 33.01 |
| **Total Current Liabilities** | **1,636,074.25** |
| **Total Liabilities** | **1,636,074.25** |
| **Equity** | |
| Current Year Earnings | (761,782.11) |
| Limited Partners:Dick Boyce | 50,000.00 |
| Limited Partners:Knudsen Capital | 192,827.84 |
| Limited Partners:Lynn Knudsen | 10,000.00 |
| Limited Partners:Webb Knudsen | 10,000.00 |
| Retained Earnings | (1,051,242.23) |
| **Total Equity** | **(1,550,196.50)** |
| **Total Liabilities and Equity** | **85,877.75** |

# Income Statement (Profit and Loss)

Playper, LLC

For the year ended December 31, 2024

| Account | 2024 |
|---|---|
| **Income** | |
| Sales Income | 38,025.78 |
| **Total Income** | **38,025.78** |
| **Cost of Goods Sold** | |
| Cost of Good Sold | 25,181.20 |
| **Total Cost of Goods Sold** | **25,181.20** |
| **Gross Profit** | **12,844.58** |
| **Operating Expenses** | |
| Advertising and Promotion | 111,304.79 |
| Amortization Expenses | 29,706.48 |
| Bank Service Charges | 1,400.26 |
| Business Development | 37,106.56 |
| Computer and Internet Expenses:Online Subscriptions | 17.95 |
| Depreciation | 335.76 |
| Divvy transaction expenses | 2,478.04 |
| Dues and Subscriptions | 6,764.11 |
| Insurance Expense | 27,727.29 |
| Interest Expense | 70,980.97 |
| Inventory Handling and Logistics Fee | 9,530.19 |
| IT Services | 5,553.69 |
| Legal | 22,364.91 |
| License & Permits | 129.00 |
| Management Training | 0.00 |
| Marketing | 165,117.57 |
| Meals & Entertainment | 6,324.87 |
| Merchant Fees | 6,500.92 |
| Office Supplies | 5,430.67 |
| Postage & Delivery | 7,778.20 |
| Professional Fees: Consulting | 59,293.75 |
| Professional Fees:Accounting | 12,337.50 |
| Professional Fees:Other | 14,942.73 |
| Research & Development:Production - Digital | 51,550.51 |
| Research & Development:Production - Physical | 106,971.86 |
| Taxes:California | 943.00 |
| Taxes:Delaware | 0.00 |
| Travel & Parking | 12,373.40 |
| **Total Operating Expenses** | **774,964.98** |
| **Operating Income** | **(762,120.40)** |
| **Other Income / (Expense)** | |
| Interest Income | 338.29 |
| **Total Other Income / (Expense)** | **338.29** |
| **Net Income** | **(761,782.11)** |

# Income Statement (Profit and Loss)

Playper, LLC

For the year ended December 31, 2023

| Account | 2023 |
|---|---|
| **Income** | |
| Sales Income | 12,136.84 |
| **Total Income** | **12,136.84** |
| **Cost of Goods Sold** | |
| Cost of Good Sold | 11,186.14 |
| **Total Cost of Goods Sold** | **11,186.14** |
| **Gross Profit** | **950.70** |
| **Operating Expenses** | |
| Advertising and Promotion | 48,212.10 |
| Amortization Expenses | 29,706.46 |
| Bank Service Charges | 526.73 |
| Business Development | 44,692.70 |
| Depreciation | 223.81 |
| Dues and Subscriptions | 8,499.08 |
| Interest Expense | 37,988.85 |
| IT Services | 3,829.99 |
| Legal | 54,088.67 |
| License & Permits | 50.00 |
| Management Training | 6,000.00 |
| Marketing | 95,550.66 |
| Meals & Entertainment | 1,079.09 |
| Merchant Fees | 1,037.86 |
| Office Supplies | 1,567.50 |
| Postage & Delivery | 14,723.02 |
| Professional Fees: Consulting | 15,000.00 |
| Professional Fees:Accounting | 14,341.62 |
| Professional Fees:Other | 11,000.00 |
| Research & Development:Production - Digital | 16,920.19 |
| Research & Development:Production - Physical | 41,633.44 |
| Taxes:California | 1,430.70 |
| Taxes:Delaware | 507.50 |
| Travel & Parking | 7,662.25 |
| **Total Operating Expenses** | **456,272.22** |
| **Operating Income** | **(455,321.52)** |
| **Net Income** | **(455,321.52)** |

# Balance Sheet

Playper, LLC

As of December 31, 2023

| Account | Dec 31, 2023 |
|---|---|
| **Assets** | |
| **Current Assets** | |
| **Cash and Cash Equivalents** | |
| First Republic 1955 | 161,790.91 |
| PayPal | 17.61 |
| **Total Cash and Cash Equivalents** | **161,808.52** |
| Inventory | 47,845.06 |
| Inventory - Catapult Playset | 6,843.62 |
| Inventory - Dragon Trainer Playset | 5,741.11 |
| Inventory - Story Starters | 5,166.81 |
| Prepaid Expenses | 12,546.89 |
| **Total Current Assets** | **239,952.01** |
| **Fixed Assets** | |
| AD - Display Equipments | (223.81) |
| AD - Website and Application development | (34,657.54) |
| Display Equipments | 2,350.00 |
| Website and Application development | 89,119.38 |
| **Total Fixed Assets** | **56,588.03** |
| **Total Assets** | **296,540.04** |
| **Liabilities and Equity** | |
| **Liabilities** | |
| **Current Liabilities** | |
| Accounts Payable | 70,760.09 |
| Accrued Expenses | 3,062.50 |
| Convertible Promisory Notes | 958,752.54 |
| Due to Employee | 2,418.98 |
| Due to PCGIM | 13,657.60 |
| Interest Payable | 54,783.92 |
| Sales Tax | 2.45 |
| **Total Current Liabilities** | **1,103,438.08** |
| **Total Liabilities** | **1,103,438.08** |
| **Equity** | |
| Current Year Earnings | (455,321.52) |
| Limited Partners:Dick Boyce | 50,000.00 |
| Limited Partners:Knudsen Capital | 192,827.84 |
| Limited Partners:Lynn Knudsen | 10,000.00 |
| Limited Partners:Webb Knudsen | 10,000.00 |
| Partners Expenses | (367.50) |
| Retained Earnings | (614,036.86) |
| **Total Equity** | **(806,898.04)** |
| **Total Liabilities and Equity** | **296,540.04** |

# Business Cash Flow Summary

Playper, LLC

For the year ended December 31, 2024

| Account | 2024 | 2023 |
|---|---|---|
| **Operating Activities** | | |
| Receipts from customers | 38,025.78 | 12,136.84 |
| Payments to suppliers and employees | (736,773.15) | (383,814.05) |
| Cash receipts from other operating activities | 368.85 | 2.45 |
| Cash payments from other operating activities | (30,042.24) | (29,930.27) |
| **Net Cash Flows from Operating Activities** | **(728,420.76)** | **(401,605.03)** |
| **Investing Activities** | | |
| Proceeds from sale of property, plant and equipment | 30,042.24 | 29,930.27 |
| Payment for property, plant and equipment | 0.00 | (2,350.00) |
| Other cash items from investing activities | 39,987.03 | (7,773.38) |
| **Net Cash Flows from Investing Activities** | **70,029.27** | **19,806.89** |
| **Financing Activities** | | |
| Other cash items from financing activities | 517,758.47 | 469,057.71 |
| **Net Cash Flows from Financing Activities** | **517,758.47** | **469,057.71** |
| **Net Cash Flows** | **(140,633.02)** | **87,259.57** |
| Cash and cash equivalents at beginning of period | 161,808.52 | 74,548.95 |
| **Cash and cash equivalents at end of period** | **21,175.50** | **161,808.52** |

Playper, LLC

Statement of Changes in Equity as of December 31st 2024 and 2023.

$USD

| Particulars | Limited Partners: Dick Boyce | Limited Partners: Knudsen Capital | Limited Partners: Lynn Knudsen | Limited Partners: Webb Knudsen | Retained Earnings | Total Equity |
|---|---|---|---|---|---|---|
| **Balance at Jan 1, 2023** | 50,000.00 | 192,827.84 | 10,000.00 | 10,000.00 | (614,036.86) | (351,209.02) |
| Net Income (Loss) for 2023 | - | - | - | - | (455,321.52) | (455,321.52) |
| Partner Expenses | - | - | - | - | (367.50) | (367.50) |
| **Balance at Dec 31, 2023** | 50,000.00 | 192,827.84 | 10,000.00 | 10,000.00 | (1,069,725.88) | (806,898.04) |
| Net Income (Loss) for 2024 | - | - | - | - | (761,782.11) | (761,782.11) |
| **Balance at Dec 31, 2024** | 50,000.00 | 192,827.84 | 10,000.00 | 10,000.00 | (1,051,242.23) | (1,550,196.50) |

*Unaudited*

Playper, LLC
Notes to the Financial Statements

For the years ending on December 31st 2024 and 2023.

$USD

## 1. ORGANIZATION AND PURPOSE

Playper, LLC (the "Company") was organized on September 6th 2018, under the laws of Delaware.

## 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.

### 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.

## 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.

## 5. RELATED PARTY TRANSACTIONS

The Company has thus far raised $213,157.84 from related parties since inception.