

KINETIC MKE, LLC
FINANCIAL STATEMENTS
DECEMBER 31, 2022

MITZ & ROZANSKY, S.C.
7195 N Port Washington Rd
Milwaukee, WI 53217-3841

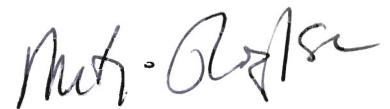
ACCOUNTANT'S COMPILATION REPORT

Management
KINETIC MKE, LLC
MEQUON, WI

Management is responsible for the accompanying financial statements of KINETIC MKE, LLC (a limited liability company), which comprise the balance sheet as of December 31, 2022, the related statements of income and members' equity for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially all of the disclosures and the statement of cash flows required by accounting principles generally accepted in the United States of America. If the omitted disclosures and the statement of cash flows were included in the financial statements, they might influence the user's conclusions about the Company's financial position, results of operations, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.



MITZ & ROZANSKY, S.C.

February 06, 2023

Kinetic MKE LLC
Balance Sheet
As of December 31, 2022

Accrual Basis

| | <u>Dec 31, 22</u> |
|---------------------------------------|-------------------------|
| ASSETS | |
| Current Assets | |
| Checking/Savings | |
| Checking - US Bank | 9,116.57 |
| Total Checking/Savings | 9,116.57 |
| Other Current Assets | |
| Due from La Terre LLC | -375.00 |
| Total Other Current Assets | -375.00 |
| Total Current Assets | 8,741.57 |
| Fixed Assets | |
| Accumulated Depreciation | -22,545.55 |
| Furniture and Equipment | 79,588.32 |
| Leasehold Improvements | 2,457.00 |
| Total Fixed Assets | 59,499.77 |
| TOTAL ASSETS | <u>68,241.34</u> |
| LIABILITIES & EQUITY | |
| Liabilities | |
| Current Liabilities | |
| Credit Cards | |
| Credit card payable - US Bank | 558.72 |
| Total Credit Cards | 558.72 |
| Total Current Liabilities | 558.72 |
| Long Term Liabilities | |
| Loan payable - Jim Best | 4,500.00 |
| Total Long Term Liabilities | 4,500.00 |
| Total Liabilities | 5,058.72 |
| Equity | |
| Contribution (Draw) - Margaret | -12,000.00 |
| Contribution (Draw) - Robert | -6,440.00 |
| Equity - Margaret | 36,750.30 |
| Equity - Robert | 24,595.14 |
| Net Income | 20,277.18 |
| Total Equity | 63,182.62 |
| TOTAL LIABILITIES & EQUITY | <u>68,241.34</u> |

See Accountants' Compilation Report

Kinetic MKE LLC

Profit & Loss

January through December 2022

Accrual Basis

| | Jan - Dec 22 |
|--------------------------------|-------------------------|
| Ordinary Income/Expense | |
| Income | |
| Income | 37,291.92 |
| Rental income | 77,657.00 |
| Total Income | <u>114,948.92</u> |
| Gross Profit | 114,948.92 |
| Expense | |
| Advertising and marketing | 83.74 |
| Bank service charges | 50.76 |
| Computer and internet | 3,695.42 |
| Credit card fees | 127.88 |
| Depreciation | 8,176.61 |
| Dues and subscriptions | 173.83 |
| Education and training | 19,601.06 |
| Guaranteed payments | 30,000.00 |
| Insurance | 1,603.00 |
| Interest | 11.26 |
| Maintenance and repairs | 2,289.17 |
| Meals and entertainment | 608.00 |
| Moving | 377.05 |
| Professional fees | 3,675.00 |
| Rent | 9,700.00 |
| Supplies | 10,620.24 |
| Telephone | 3,167.14 |
| Utilities | 2,241.71 |
| Total Expense | <u>96,201.87</u> |
| Net Ordinary Income | 18,747.05 |
| Other Income/Expense | |
| Other Income | |
| Gain (loss) on sale of assets | 1,530.13 |
| Total Other Income | <u>1,530.13</u> |
| Net Other Income | 1,530.13 |
| Net Income | <u><u>20,277.18</u></u> |

See Accountants' Compilation Report

Kinetic MKE LLC

Profit & Loss

January through December 2022

Accrual Basis

| | Jan - Dec 22 | Jan - Dec 21 | \$ Change | % Change |
|--------------------------------|------------------|------------------|-------------------|---------------|
| Ordinary Income/Expense | | | | |
| Income | | | | |
| Income | 37,291.92 | 109,497.14 | -72,205.22 | -65.9% |
| Rental income | 77,657.00 | 0.00 | 77,657.00 | 100.0% |
| Total Income | 114,948.92 | 109,497.14 | 5,451.78 | 5.0% |
| Cost of Goods Sold | | | | |
| Cost of Sales | 0.00 | 59.00 | -59.00 | -100.0% |
| Total COGS | 0.00 | 59.00 | -59.00 | -100.0% |
| Gross Profit | 114,948.92 | 109,438.14 | 5,510.78 | 5.0% |
| Expense | | | | |
| Advertising and marketing | 83.74 | 0.00 | 83.74 | 100.0% |
| Bank service charges | 50.76 | 61.77 | -11.01 | -17.8% |
| Computer and internet | 3,695.42 | 4,754.81 | -1,059.39 | -22.3% |
| Credit card fees | 127.88 | 0.00 | 127.88 | 100.0% |
| Depreciation | 8,176.61 | 6,291.78 | 1,884.83 | 30.0% |
| Dues and subscriptions | 173.83 | 268.67 | -94.84 | -35.3% |
| Education and training | 19,601.06 | 17,237.30 | 2,363.76 | 13.7% |
| Guaranteed payments | 30,000.00 | 26,937.00 | 3,063.00 | 11.4% |
| Insurance | 1,603.00 | 1,632.24 | -29.24 | -1.8% |
| Interest | 11.26 | 0.00 | 11.26 | 100.0% |
| License and permits | 0.00 | 510.00 | -510.00 | -100.0% |
| Maintenance and repairs | 2,289.17 | 1,506.82 | 782.35 | 51.9% |
| Meals and entertainment | 608.00 | 579.33 | 28.67 | 5.0% |
| Moving | 377.05 | 0.00 | 377.05 | 100.0% |
| Postage and delivery | 0.00 | 26.35 | -26.35 | -100.0% |
| Professional fees | 3,675.00 | 4,026.00 | -351.00 | -8.7% |
| Rent | 9,700.00 | 9,600.00 | 100.00 | 1.0% |
| Supplies | 10,620.24 | 6,560.43 | 4,059.81 | 61.9% |
| Telephone | 3,167.14 | 2,834.18 | 332.96 | 11.8% |
| Travel | 0.00 | 555.60 | -555.60 | -100.0% |
| Utilities | 2,241.71 | 1,954.85 | 286.86 | 14.7% |
| Total Expense | 96,201.87 | 85,337.13 | 10,864.74 | 12.7% |
| Net Ordinary Income | 18,747.05 | 24,101.01 | -5,353.96 | -22.2% |
| Other Income/Expense | | | | |
| Other Income | | | | |
| Gain (loss) on sale of assets | 1,530.13 | 0.00 | 1,530.13 | 100.0% |
| Other income (expense) | 0.00 | 14,342.50 | -14,342.50 | -100.0% |
| Total Other Income | 1,530.13 | 14,342.50 | -12,812.37 | -89.3% |
| Net Other Income | 1,530.13 | 14,342.50 | -12,812.37 | -89.3% |
| Net Income | 20,277.18 | 38,443.51 | -18,166.33 | -47.3% |

See Accountants' Compilation Report