

APPALACHIAN MOUNTAIN BREWERY, INC.

CONSOLIDATED FINANCIAL STATEMENTS

FOR THE PERIOD ENDED SEPT. 30, 2014 AND YEAR ENDED DEC. 31, 2013

(Unaudited)

APPALACHIAN MOUNTAIN BREWERY, INC.
CONSOLIDATED BALANCE SHEET
AS OF SEPT 30, 2014 AND DECEMBER 31, 2013

ASSETS	UNAUDITED 2014	UNAUDITED 2013
Current Assets		
Cash and Cash Equivalents	$304,481	$188,231
Receivables		
Inventory	116,108	75,000
Dues from Subsidiaries	38,245	
Total Current Assets	$458,834	$263,231
Property and Equipment		
Leasehold Improvements	32,841	
Furniture, fixtures, and equipment	907,977	460,000
Less accumulated depreciation		
Net property and equipment	$940,818	$460,000
Other Assets		
Trademark	100,000	100,000
Start-Up Costs	$46,330	
Total Assets	**$1,545,982**	**$823,231**
LIABILITIES AND SHAREHOLDER'S EQUITY		
Current Liabilities		
Accounts Payable	$41,832	$15,896
Accrued Payroll	118,161	84,380
Total Current Liabilities	159,993	100,276
Long-term Liabilities:	466,006	566,300
Total Liabilities	$625,999	$666,576
Commitments		
Stockholders' Equity		
Preferred stock, $.001 par; 60,000,001 authorized: Series A 10,000,001 shares and Series B- 8,376,198 shares issued and outstanding	18,377	18,233
Common stock: 130,000,000 shares authorized, .001 par val.		
8,038,115 shares issued and outstanding	8,038	8,038
Additional paid-in-capital	1,658,339	1,048,339
Accumulated deficits (Retained Earnings)	(764,771)	(917,955)
Total Stockholders' Equity	919,983	156,655
Total Liabilities and Stockholders' Equity	**$1,545,982**	**$823,231**

APPALACHIAN MOUNTAIN BREWERY, INC CONSOLIDATED STATEMENTS OF OPERATIONS FOR THE QTR ENDING SEPT 30, 2014
UNAUDITED

Net revenue	$266,283
Cost of revenue	65,444
Gross profit	200,839
Operating expenses	
Amortization and depreciation expenses	
General & administrative expenses	151,905
Total operating expenses	151,905
Income (Loss) from operations	48,934
Other Income (expense)	
Other Income	10
Other Expense	
Interest Expense	
Total other income (expense)	$10.00
Loss before income tax	48,944
Provision for Income tax	
Net Profit (loss)	**$48,944**

APPALACHIAN MOUNTAIN BREWERY, INC
STATEMENT OF STOCKHOLDERS' DEFICIT
AS OF SEPT 30 2014

UNAUDITED

Par Value		0.001					
	Preferred Shares	Preferred Stock	Common Stock Shares	Common Stock Amount	Additional Paid- In Capital	Retained Earnings (Deficit)	Stockholders' Equity (Deficit)
Balance at December 31, 2008	3,878,900	3,879	23,374,250	23,374	469,697	(363,005)	130,066
Stock Issued for Services			2,487,990	2,488	227,026		229,514
Sale of Stock			14,578,600	14,579	97,921		112,500
Net loss for the year ended December 31, 2009						(285,375)	(285,375)
Balance at December 31, 2009	3,878,900	3,879	40,440,840	40,441	794,644	(648,380)	190,584
Sale of Stock for cash	27,770	28			69,466		69,494
Issuance of Preferred	1,029,530	1,029			(1,029)		
Issuance of Common			8,962,131,813	8,962,132	(8,962,132)		
Net Income for the year ended December 31, 2010						(170,510)	
Balance at December 31, 2010	4,936,200	4,936	9,002,572,653	9,002,573	(8,099,051)	(818,890)	89,568
Capital contribution					50,555		50,555
Reverse split of common stock			(8,999,397,977)	(8,999,398)	8,999,398		
Conversion Preferred B stock to common	(198,700)	(198)	377,966,664	377,967	(377,768)		
Net Income or (loss) December 31, 2011						(130,659)	(130,659)
Balance, December 31, 2011	4,737,500	4,738	381,141,340	381,142	573,134	(949,549)	9,464
Stock Issuance 3/31/12			3,000,000,000	3,000,000	(3,000,000)		
Stock issuance 4/23/12			72,000,000	72,000	(72,000)		
Stock Issuance 3/31/12			154,999,660	155,000	(155,000)		
Stock Issuance May 2012			213,000,000	213,000	(213,000)		
Stock Issuance June 2012			205,000,000	205,000	(205,000)		
Stock Issuance June 2012			50,000,000	50,000	(50,000)		
Stock Issuance June 2012			112,000,000	112,000	(112,000)		
Contributed capital					78098		78,098
Net Income or (Loss) December 31, 2012						(45,692)	(45,692)
Balance, December 31, 2012	4,737,500	4,738	4,188,141,000	4,188,141	(3,155,767)	(995,241)	41,870

APPALACHIAN MOUNTAIN BREWERY, INC
STATEMENT OF STOCKHOLDERS' DEFICIT (CONTINUED)
AS OF JUNE 30 2014

Reverse Stock Split 3/14/13 FPR 5,000	4,737,500	4,738	837,629	838	1,031,535	(995,241)	41,870
Net Income or (loss) March 31, 2013						(3,301)	(3,301)
Balance, March 31, 2013	4,737,500	4,738	837,629	838	1,031,535	(998,542)	38,569
Net Income or (loss) June 30, 2013						(215)	(215)
Balance, June 30, 2013	4,737,500	4,738	837,629	838	1,031,535	(998,757)	38,354
Additional paid in stock					2,335		2,335
Net Income or (loss) Sept 30, 2013						(1,684)	(1,684)
Balance, September 30, 2013	4,737,500	4,738	837,629	838	1,033,870	(1,000,441)	39,005
Paid in Capital					2,500		2,500
Preferred B Shares issued 12/3/13	290,000	290					290
Preferred B Shares issued 12/23/13	20,000	20					20
Preferred A shares issued Dec 31, 13	9,999,989	10,000					10,000
Preferred A shares cancelled	(580,500)	(581)					(581)
Preferred B Shares issued Dec 31, 13	4,000,000	4,000					4,000
Common stock issued on acquisition			7,200,000	7,200			7,200
Rounding Error			486				
Cancelled Preferred	(234,800)	(235)					-235
Net income or (Loss) Dec 31 2013						(5,469)	(5,469)
Adjust to Additional paid in for Acquisition					11,969		11,969
Consolidated Retained Earnings						87,955	87,955
Balance, December 31, 2013	18,232,189	18,233	8,038,115	8,038	1,048,339	(917,955)	156,655
Additional Paid in Capital					610,000		610,000
Net Income or (Loss) Mar 31 2014						27,923	27,923
Balance, March 31, 2014	18,232,189	18,233	8,038,115	8,038	1,658,339	(890,032)	794,578
Additional Paid in Capital					0		
Preferred B Shares Issued 4/9/14	144,000	144					144
Net Income or (Loss) June 30, 2014						76,317	76,317
Balance, June 30, 2014	18,376,189	18,377	8,038,115	8,038	1,658,339	(813,715)	871,039
Net Income or (Loss) Sept 30, 2014						48,944	48,944
Balance, Sept 30, 2014	18,376,189	18,377	8,038,115	8,038	1,658,339	(764,771)	919,983

APPALACHIAN MOUNTAIN BREWERY, INC.
STATEMENT OF CASH FLOWS
FOR THE YEARS ENDING SEPT 30, 2014 AND DECEMBER 31, 2013

	UNAUDITED 2014	UNAUDITED 2013
Cash Flows From Operating Activities		
Net Income (loss)	$48,944	$121,348
Depreciation and amortization		
Common Stock for Services		
(Increase) / Decrease in Assets:		
Accounts Receivable		
Inventory	(116,108)	(75,000)
Other Assets	(940,818)	(460,000)
Prepaid Expenses	-	229,579
Due to Subsidiaries	(38,245)	
Increase/ (decrease) in Liabilities		
Commissions Payable		
Accrued Expenses		(42,203)
Notes Payable		
Accrued Interest		
Accounts Payable	(159,993)	(90,776)
Net Cash Used in Operat	$(1,206,220)	$(317,052)
Net Cash Increase for Period		
Cash Flows from Financing Activities		
Current Liabilities		
Payments to Long Term Notes		$-
Loans from Stockholder	847,574	505,280
Capital	-	$-
Net Cash Provided by Fin	$847,574	$505,280
Net Increase (Decrease) Du	$(358,646)	$188,228
Cash and Cash Equivalents,	$663,127	$3
Cash and Cash Equivalents,	$304,481	$188,231