

APPALACHIAN MOUNTAIN BREWERY, INC.

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

CONSOLIDATED UNAUDITED FINANCIAL STATEMENTS

APPALACHIAN MOUNTAIN BREWERY, INC CONSOLIDATED STATEMENTS OF OPERATIONS FOR THE YEAR ENDING DECEMBER 31, 2014
UNAUDITED

Net revenue	$923,744
Cost of revenue	226,937
Gross profit	696,807
Operating expenses	
Amortization and depreciation expenses	136,644
General & administrative expenses	764,701
Total operating expenses	901,345
Income (Loss) from operations	(204,538)
Other Income (expense)	
Other Income	53
Other Expense	
Interest Expense	
Total other income (expense)	$53.00
Loss before income tax	(204,485)
Provision for Income tax	
Net Profit (loss)	**$(204,485)**

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

ASSETS	**UNAUDITED 2014**	**UNAUDITED 2013**
Current Assets		
Cash and Cash Equivalents	$135,089	$158,491
Receivables		
Inventory	81,183	28,352
Dues from Subsidiaries	139,025	
Total Current Assets	$355,297	$186,843
Property and Equipment		
Leasehold Improvements	311,246	
Furniture, fixtures, and equipment	759,032	495,286
Less accumulated depreciation	$(238,518)	$(101,872)
Net property and equipment	$831,760	$393,414
Total Assets	**$1,187,057**	**$580,257**
LIABILITIES AND SHAREHOLDER'S EQUITY		
Current Liabilities		
Due to Subsidiaries	139,025	
Accounts Payable and accrued expenses	$52,628	$92,196
Current Portion of note payable-related party	101,148	39,806
Accrued interest payable- related party	-	33,196
Total Current Liabilities	292,801	165,198
Long Term Liabilities		
Notes payable	250,000	20,950
Note Payable- related party	702,365	689,870
Total Long Term Liabilities	$952,365	$710,820
Stockholders' Equity		
Preferred series A stock ($.001 par value, 10,000,001 shares authorized; 9,999,991 and 580,502 shares issued and outstanding at December 31, 2013 and 2012, respectively)	10000	10000
Preferred series B stock ($.001 par value, 60,000,000 shares authorized; 8,232,198 and 3,922,198 shares issued and outstanding at December 31, 2013 and 2012, respectively)	8232	8232
Common stock ($.001 par value, 130,000,000 shares authorized; 8,038,115 and 838,115 shares issued and outstanding at December 31, 2013 and 2012, respectively)	8,038	8,038
Additional paid-in-capital	442,137	
Accumulated deficits (Retained Earnings)	(526,516)	(322,031)
Total Stockholders' Equity	(58,109)	(295,761)
Total Liabilities and Stockholders' Equity	**$1,187,057**	**$580,257**

APPALACHIAN MOUNTAIN BREWERY, INC
STATEMENT OF STOCKHOLDERS' DEFICIT
AS OF DECEMBER 31 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 DECEMBER 31 2014
UNAUDITED

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
Consolidated Retained Earnings						(115,281)	(115,281)
Balance, December 31, 2013	18,232,189	18,232	8,038,115	8,038		(322,031)	(295,761)
Additional Paid in Capital					360,000		360,000
Net Income or (Loss) Mar 31 2014						(113,671)	(113,671)
Balance, March 31, 2014	18,232,189	18,232	8,038,115	8,038	360,000	(435,702)	(49,432)
Additional Paid in Capital					0		
Preferred B Shares Issued 4/9/14	144,000	144					144
Net Income or (Loss) June 30, 2014						75,858	75,858
Balance, June 30, 2014	18,376,189	18,376	8,038,115	8,038	360,000	(359,844)	26,570
Net Income or (Loss) Sept 30, 2014						(30,432)	(30,432)
Balance, Sept 30, 2014	18,376,189	18,376	8,038,115	8,038	360,000	(390,276)	(3,862)
Additional Paid in Capital					82137		82137
Net Income or (Loss) Dec 31, 2014						(136,240)	(136,240)
Balance, Dec 31, 2014	18,376,189	18,376	8,038,115	8,038	442,137	(526,516)	(57,965)

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

	UNAUDITED 2014	UNAUDITED 2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Income (loss)	$(204,485)	$(115,281)
Adjustments to reconcile (net loss) to net cash provided by (used in) operations:		
Cash used for Subsidiaries	$(139,025)	
Depreciation	136,644	60,080
Issuance of common and preferred shares to related party		21,514
Cancellation of preferred Shares		(581)
Conversion of preferred B into common shares		
Issuance of common shares		
Increase in Inventory	(52,827)	(28,356)
Increase in accounts payable and accrued expenses	(14,799)	67,427
Increase in accrued interest payable-related party	-	33,196
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	(274,492)	45,999
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchases of fixed assets	(560,697)	(147,058)
NET CASH (USED IN) INVESTING ACTIVITIES	(560,697)	(147,058)
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash received from notes payable	109,422	31,250
Cash received from note payable- related party	702,365	212,725
NET CASH PROVIDED BY FINANCING ACTIVITIES	811,787	243,975
NET INCREASE IN CASH AND CASH EQUIVALENTS	(23,402)	142,916
CASH AND CASH EQUIVALENTS BEGINNING OF THE YEAR	158,491	15,575
END OF THE YEAR	135,089	158,491