APPALACHIAN MOUNTAIN BREWERY, INC. AND SUBSIDIARY
CONSOLIDATED BALANCE SHEETS
AS OF DECEMBER 31, 2014 and 2013

ASSETS	12/31/2014	12/31/2013
CURRENT ASSETS:		
Cash	$135,089	$158,491
Inventory	49,900	28,352
TOTAL CURRENT ASSETS	184,989	186,843
FIXED ASSETS:		
Machinery and equipment	793,779	231,522
Furniture and fixtures	13,278	6,077
Leasehold improvements	311,246	257,687
Accumulated depreciation	(246,235)	(101,872)
TOTAL FIXED ASSETS	872,068	393,414
TOTAL ASSETS	$1,057,057	$580,257
LIABILITIES AND STOCKHOLDERS' DEFICIT		
CURRENT LIABILITIES		
Accounts payable and accrued expenses	$130,800	$92,196
Current portion of notes payable	10,300	-
Current portion of note payable - related party	31,596	39,806
Accrued interest payable - related party	-	33,196
TOTAL CURRENT LIABILITIES	172,696	165,198
LONG-TERM LIABILITIES		
Notes payable	270,950	31,250
Note payable - related party	670,769	679,570
TOTAL LONG-TERM LIABILITIES	941,719	710,820
STOCKHOLDERS' DEFICIT		
Preferred series A stock ($.001 par value, 10,000,001 shares authorized; 9,999,991 shares issued and outstanding at December 31, 2014 and 2013, respectively)	10,000	10,000
Preferred series B stock ($.001 par value, 60,000,000 shares authorized; 8,376,198 and 8,232,198 shares issued and outstanding at December 31, 2014 and 2013, respectively)	8,376	8,232
Preferred series B shares to be Issued (30,000 shares at December 31, 2014)	30	-
Common stock ($.001 par value, 130,000,000 shares authorized; 8,038,115 shares issued and outstanding at December 31, 2014 and 2013, respectively)	8,038	8,038
Additional paid in capital	434,826	-
Retained deficit	(518,628)	(322,031)
TOTAL STOCKHOLDERS' DEFICIT	(57,358)	(295,761)
TOTAL LIABILITIES AND STOCKHOLDERS' DEFICIT	$1,057,057	$580,257

The accompanying notes are an integral part of these financial statements

APPALACHIAN MOUNTAIN BREWERY, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENTS OF OPERATIONS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013

	12/31/2014	12/31/2013
REVENUES:		
Sales	$968,470	$513,022
Cost of sales	(254,327)	(92,877)
Gross profit	714,143	420,145
EXPENSES:		
Depreciation	144,363	68,080
Rent	67,131	71,542
Salaries and related taxes	374,490	215,708
Contract labor	9,332	8,653
Brewery supplies	32,659	22,059
Licenses and fees	3,157	10,628
Office expense	15,522	10,631
Utilities	27,596	10,938
Selling, general and administrative expenses	171,201	79,174
Total expenses	845,451	497,413
Loss from operations	$(131,308)	$(77,268)
Interest expense	(65,289)	(38,013)
Loss before income taxes	(196,597)	(115,281)
Provision for income taxes	-	-
NET LOSS	$(196,597)	$(115,281)
Basic and fully diluted net loss per common share:	($0.02)	($0.02)
Weighted average common shares outstanding	8,038,115	7,210,125

** Less than $.01

The accompanying notes are an integral part of these financial statements

APPALACHIAN MOUNTAIN BREWERY, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENT OF STOCKHOLDERS' EQUITY
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013

	Preferred Stock A		Preferred Stock B		Preferred Stock B to Be Issued		Common Stock		Additional Paid-in	Retained	
	Shares	Amount	Shares	Amount	Shares	Amount	Shares	Amount	Capital	Deficit	Total
Balances, January 1, 2013	9,999,989	$10,000	4,000,000	$4,000	-	$-	7,200,000	$7,200	$(15,859)	$(206,750)	$(201,409)
Reorganization due to recapitalization	580,502	581	4,232,198	4,232	-	-	838,115	838	15,278	-	$20,929
Shares canceled per share exchange agreement	(580,500)	(581)	-	-	-	-	-	-	581	-	$-
Net loss for the year ended December 31, 2013	-	-	-	-	-	-	-	-	-	(115,281)	$(115,281)
Balances, December 31, 2013	9,999,991	$10,000	8,232,198	$8,232	-	$-	8,038,115	$8,038	$-	$(322,031)	$(295,761)
Proceeds from sales of Preferred Stock B	-	-	144,000	144	30,000	30	-	-	434,826	-	$435,000
Net loss for the year ended December 31, 2014	-	-	-	-	-	-	-	-	-	(196,597)	$(196,597)
Balances, December 31, 2014	9,999,991	$10,000	8,376,198	$8,376	30,000	$30	8,038,115	$8,038	$434,826	$(518,628)	$(57,358)

The accompanying notes are an integral part of these financial statements

APPALACHIAN MOUNTAIN BREWERY, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013

	12/31/2014	12/31/2013
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net (loss)	$(196,597)	$(115,281)
Adjustments to reconcile (net loss) to net cash provided by (used in) operations:		
Depreciation	144,363	68,080
Issuance of common and preferred shares to related party	-	21,514
Cancellation of preferred shares	-	(581)
Issuance of common shares	-	-
Increase in inventory	(21,548)	(28,356)
Increase in accounts payable and accrued expenses	38,604	67,427
Increase (decrease in) in accrued interest payable - related party	(33,196)	33,196
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	(68,374)	45,999
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchases of fixed assets	(623,017)	(147,058)
NET CASH (USED IN) INVESTING ACTIVITIES	(623,017)	(147,058)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Cash received from investors	435,000	-
Cash received from notes payable	250,000	31,250
Cash received from (repayments to) note payable - related party	(17,011)	212,725
NET CASH PROVIDED BY FINANCING ACTIVITIES	667,989	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

The accompanying notes are an integral part of these financial statements