

**Rock Ridge Resources, Inc.**  
**Consolidated Unaudited Balance Sheet**  
**September 30, 2016**

	Rock Ridge	Serenity Lodge	Combined
<b>ASSETS</b>			
<b>Current Assets</b>			
Checking/Savings	195,712	160,349	356,061
Accounts receivable		8,901,900	8,901,900
Investments, stock	1,051,699		1,051,699
Loan receivable	150,000	10,000	160,000
<b>Total Current Assets</b>	<u>1,397,411</u>	<u>9,072,249</u>	<u>10,469,660</u>
<b>Fixed Assets</b>			
Real estate	510,101		510,101
Leasehold improvements		867,816	867,816
Appliances & Equipment		257,307	257,307
Furniture & fixtures	14,010	225,382	239,392
Vehicles & boat		320,026	320,026
Accumulated depreciation		(700,992)	(700,992)
<b>Total Fixed Assets</b>	<u>524,111</u>	<u>969,539</u>	<u>1,493,650</u>
<b>Other Assets</b>			
1st trust deed receivables	-		-
Oil factoring	25,000		25,000
Real estate investments	3,225,369	804,274	4,029,643
Inter-co receive/payable	8,400,000	(8,400,000)	-
<b>Total Other Assets</b>	<u>11,650,369</u>	<u>(7,595,726)</u>	<u>4,054,643</u>
<b>TOTAL ASSETS</b>	<u><u>13,571,891</u></u>	<u><u>2,446,062</u></u>	<u><u>16,017,953</u></u>
<b>LIABILITIES &amp; EQUITY</b>			
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Payables	75,000	11,274	86,274
Corporate taxes payable	-	-	-
<b>Total Current Liabilities</b>	<u>75,000</u>	<u>11,274</u>	<u>86,274</u>
<b>Long Term Liabilities</b>			
Deferred inc (loss), investment	(202,827)		(202,827)
Shareholder loans	500,000	-	500,000
<b>Total Long Term Liabilities</b>	<u>297,173</u>	<u>-</u>	<u>297,173</u>
<b>Total Liabilities</b>	372,173	11,274	383,447
<b>Equity</b>			
Capital Stock		85,000	85,000
Changes in Capital	(101,900)	100,495	(1,405)
Retained Earnings	13,216,906	186,478	13,403,384
Net Income	84,712	2,062,815	2,147,527
<b>Total Equity</b>	<u>13,199,718</u>	<u>2,434,788</u>	<u>15,634,506</u>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<u><u>13,571,891</u></u>	<u><u>2,446,062</u></u>	<u><u>16,017,953</u></u>

**Rock Ridge Resources, Inc.**  
**Consolidated Unaudited Statements of Income**  
**For the nine months ended September 30, 2016**

	RockRidge	Serenity Lodge	Combined
<b>INCOME</b>			
Revenues			-
Management/consulting fee		337,680	337,680
Patient income		7,478,382	7,478,382
Realized gain (loss)		(4,259)	(4,259)
Dividend/interest income	33,029		33,029
<b>Total Income</b>	<u>33,029</u>	<u>7,811,803</u>	<u>7,844,832</u>
<b>Cost of Goods Sold</b>			
Counseling/Detox		8,083	8,083
Medical		83,006	83,006
<b>Total COGS</b>	<u>-</u>	<u>91,089</u>	<u>91,089</u>
<b>Gross Profit</b>	<u>33,029</u>	<u>7,720,714</u>	<u>7,753,743</u>
<b>EXPENSE</b>			
Advertising & marketing	936,131	83,905	1,020,036
Auto		52,778	52,778
Cleaning/housekeeping		2,608	2,608
Contract Services	181,148	58,309	239,457
Depreciation		93,923	93,923
Donations		72,245	72,245
Electronics		22,127	22,127
Groceries/dining		232,526	232,526
Housing		1,019,613	1,019,613
Insurance	945	80,390	81,335
Interest paid	146,046		146,046
Landscape/gardening		14,507	14,507
Management fee	72,091		72,091
Professional fees	17,976	70,043	88,019
Lodge expenses	20,705	64,250	84,955
IOP expenses	47,804	45,526	93,330
Other business expenses	6,536	29,527	36,063
Office expense	1,149	79,552	80,701
Wages & employee bene		1,495,399	1,495,399
Permits	26,709	44,387	71,096
Recreation & movies		14,391	14,391
Repairs & maintenance	16,137	186,514	202,651
Taxes, other	796	46,454	47,250
Utilities/Telephone	5,164	104,134	109,298
Federal & state income tax	138,980	74,791	213,771
<b>Total Expense</b>	<u>1,618,317</u>	<u>3,987,899</u>	<u>5,606,216</u>
<b>Affiliate fee</b>	<u>1,670,000</u>	<u>(1,670,000)</u>	<u>-</u>
<b>NET INCOME</b>	<u><u>84,712</u></u>	<u><u>2,062,815</u></u>	<u><u>2,147,527</u></u>

**Rock Ridge Resources, Inc.**  
**Consolidated Unaudited Statements of Cash Flows**  
**For the nine months ended September 30, 2016**

	RockRidge	Serenity Lodge	Combined
<b>OPERATING ACTIVITIES</b>			
Net Income	84,712	2,062,815	2,147,527
Adjustments to reconcile Net Income to net cash provided by operations			
Depreciation		93,923	93,923
(Increase) decrease in receivables		(1,757,900)	(1,757,900)
Increase (decrease) in payables	75,000	11,274	86,274
Net cash provided by Operating Activities	159,712	410,112	569,824
<b>INVESTMENT ACTIVITIES</b>			
Cost of leasehold improvements		(230,199)	(230,199)
Appliances & equipment purchased		(41,339)	(41,339)
Furniture & fixtures purchased	(14,010)	(17,215)	(31,225)
Vehicles purchased		(35,311)	(35,311)
Decrease in stock investment	45,580		45,580
Real estate investment	(1,753,337)	-	(1,753,337)
Decrease in 1st Trust deed investments	440,783		440,783
Oil contracts purchased	(25,000)		(25,000)
Unrealized investment (loss)	41,148		41,148
Net cash used by Investing Activities	(1,264,836)	(324,064)	(1,588,900)
<b>FINANCING ACTIVITIES</b>			
Decrease in loan receivable	2,821	22,500	25,321
Change in capital, stock sales	(101,900)		(101,900)
Interco payable/receivable	-	-	-
Net cash provided (used) by Financing Activities	(99,079)	22,500	(76,579)
Net cash increase for period	(1,204,203)	108,548	(1,095,655)
Cash at beginning of period	1,399,915	51,801	1,451,716
<b>CASH AT END OF PERIOD</b>	<b>195,712</b>	<b>160,349</b>	<b>356,061</b>