LF George Holdings, Inc. and Subsidiary
Notes to Consolidated Financial Statements
September 30, 2016 and 2015

1. Nature of Operations

LF George Holdings, Inc. (the "Company") is incorporated in the State of Delaware on March 18, 2011. The Company, currently located in Millbrae, California, is a holding company whose subsidiary provides traditional property management services.

The Company, through its wholly-owned subsidiary LFG Management Corp., which is incorporated in the State of California on May 5, 2011, seeks to provide traditional property management services to small to medium-sized commercial and residential property owners in San Francisco Bay Area, California, U.S.A.

2. Unaudited financial statement

The consolidated financial statements ended September 30, 2016 and September 30, 2015 are unaudited.

3. Summary of Significant Accounting Policies

Going Concern

As indicated in the accompanying consolidated financial statements, the Company had net loss of $13,837 during the year ended September 30, 2016 and an accumulated deficit of $124,842 at September 30, 2016. Management's plans include generating revenue through its property management services and raising capital through the equity markets to fund future operations. Failure to generate adequate services revenues and raise adequate capital could result in the Company having to curtail or cease operations.

Additionally, even if the Company does generate adequate revenues and raise sufficient capital to support its operating expenses, there can be no assurances that the revenues will be sufficient to enable it to develop business to a level where it will generate profits and cash flows from operations. These matters raise substantial doubt about the Company's ability to continue as a going concern. However, the accompanying consolidated financial statements have been prepared on a going concern basis, which contemplates the realization of assets and satisfaction of liabilities in the normal course of business. These financial statements do not include any adjustments relating to the recovery of the recorded assets or the classification of the liabilities that might be necessary should the Company be unable to continue as a going concern.

Emerging Growth Company

We are an "emerging growth company," as defined in the Jumpstart our Business Startups Act of 2012, and we may take advantage of certain exemptions from various reporting requirements that are applicable to other public companies, including, but not limited to, not being required to compile with the auditor attestation requirements of Section 404 of the Sarbanes-Oxley Act, reduced disclosure obligations regarding executive compensation in our periodic reports and proxy statements, and exemptions from the requirements of holding a nonbinding advisory vote on executive compensation and shareholder approval of any golden parachute payments not previously approved.

Basis of Consolidation

The consolidated financial statements of the Company include wholly-owned subsidiary under its control. All of the material intercompany balances and transactions have been eliminated.

Estimates, Risks and Uncertainties

Our consolidated financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America, which require management to make estimates and assumptions. These estimates and the underlying assumptions affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and reported amounts of revenue and expenses during the reporting period. Actual results could differ significantly from these estimates.

Cash

The Company considers cash on hand and amounts on deposit with financial institutions to be cash.

Revenue Recognition

Property management revenue consists of management income for services provided by the Company to a related party pursuant to a management agreement. The Company recognizes revenue when persuasive evidence of an arrangement exits, service has performed, the fee is fixed or determinable and collection is probable. The management income is recognized during the period in which the Company provides services in connection with the related management agreement.

Accounts Receivable

Accounts receivable are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a provision for bad debt expense and an adjustment to a valuation allowance based on its assessment of the current status of individual accounts. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to accounts receivable. There was no allowance for uncollectible accounts at September 30, 2016 and September 30, 2015.

Fair Value of Financial Instruments

All financial instruments are carried at amounts that approximate estimated fair value because of the relatively short maturity of the instruments.

Income Taxes

Income taxes are accounted for under the asset and liability method in accordance with the "Accounting for Income Taxes" Topic of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 740. Deferred tax assets and liabilities are determined based on temporary differences between the financial reporting and the tax basis of assets and liabilities and operating loss and tax credit carry forwards. Deferred tax assets and liabilities are measured by applying enacted tax rates and laws and are released in the years in which the temporary differences are expected to be recovered or settled. The effect on deferred tax assets and liabilities of a change in tax rates is recognized in income in the period that includes the enactment date. Valuation allowances are provided against deferred tax assets when it is more likely than not that some portion or all of the deferred tax assets will not be realized.

The Company's policy is to recognize both interest and penalties related to unrecognized tax benefits in interest expense and operating expenses, respectively. The Company has not recorded any interest and penalties since its inception.

Net Loss Per Share

Net loss per share includes no dilution and is computed on the basis of the weighted‒average number of common shares outstanding during the period as defined by ASC 260, "Earnings per Share". There was no potentially issuable common stock or common stock equivalents outstanding at September 30, 2016 and at September 30, 2015.

New Accounting Pronouncements

The Company does not believe that any recently issued, but not yet effective accounting pronouncements, if adopted, would have a material effect on the accompanying financial statements.

4. Income Taxes

For the year ended September 30, 2016 and 2015, income tax expense (benefit) consists of the following:

	2016	2015
Current:		
Federal	$ -	$ -
State	-	-
	-	-
Deferred:		
Federal	-	-
State	-	-
Net income tax expense (benefit)	$ -	$ -

5. Loss Per Common Share

Basic loss per common share excludes dilution and is computed by dividing net loss by the weighted average number of common shares outstanding during the period. Diluted earnings per common shares reflects the potential dilution that could occur if securities or other contracts to issue common stock were exercised or converted into common stock or resulted in the issuance of common stock that then shared in the earnings of the entity. There were no diluted shares outstanding at September 30, 2016 and at September 30, 201.

	2016	2015
Numerator:	$(13,837)	$(41,339)
Net Loss – basic		
Denominator:		
Weighted Average Number of Common Shares Outstanding	9,786,000	9,786,000
Net Loss per share - basic	$(0.00)	$(0.00)

6. Commitments

Operating Lease

The Company leases an office space from a company that is owned by the Chairman of the Company and his immediate family members who are also Directors of the Company. The office lease has a monthly rental rate of $300 and expired on May 15, 2015. The office lease was renewed on May 15, 2015 for $100 a month and will expire on December 31, 2016.

Rent expense under the operating lease was $1,200 and $2,600 for the years ended September 30, 2016 and 2015, respectively.

Telephone Agreement

The Company entered into a telephone service agreement with a company that is owned by the CFO of the Company on May 15, 2011 and expires on December 31, 2015 at a monthly rate of $200. An addendum was signed on January 1, 2016 to reduce the telephone service fee to $50 a month until December 31, 2016.

Telephone expense under the service agreement was $600 and $1,650 for the years ended September 30, 2016 and 2015, respectively.

Consulting Agreements

During the year ended September 30, 2011, the Company entered into a consulting agreement with one of its directors to assist with the S-1 registration statement filing with the SEC and the listing on FINRA's Over-the-Counter Bulletin Board for a flat fee of $15,000. As of September 30, 2014, the company had an accrued liability of $4,500 for services performed up to September 30, 2014. The company paid $2,800 to a director for services performed up to September 30, 2016.

During the year ended September 30, 2011, the Company entered into another consulting agreement with an entity that is majority-owned by a shareholder of the Company to also assist with the S-1 registration statement filing with the SEC and the listing on FINRA's Over-the-Counter Bulletin Board for a flat fee of $20,000. As of September 30, 2014, the Company had accrued liability of $6,600 for services performed up to September 30, 2014.

7. Stockholders' Equity

Common Stock

On March 18, 2011, the Company authorized 25,000,000 shares of common stock at par value of $0.01. The holders of common stock are entitled to one vote per share. From time to time, the Company has sold common stock to investors for cash.

No new shares have been issued after September 30, 2013. As of September 30, 2016, a total of 9,786,000 shares of common stock were issued and outstanding.

8. Concentrations

The Company has one customer accounting for 100% of the revenue during the years ended September 30, 2015. The customer is a related party of the Company.

9. Related Party Transactions

The Company provided property management service to a property company, LF George Properties Corporation ("LF George Properties"), which is owned by the Chairman of the Company and his family members who are also directors of the Company during the years ended September 30, 2015. The Company recorded $0.00 and $23,800 property management revenue during the years ended September 30, 2016 and 2015, respectively.

The Company incurred $1,200 and $2,600 of rent expenses during the years ended September 30, 2016 and 2015, respectively, for an office space leased from a company, Millbrae Paradise, LLC, owned by the Chairman of the Company and his family members who are also directors of the Company.

The Company also incurred $600 and $1,650 of telephone expenses during the years ended September 30, 2016 and 2015, respectively for telephone service provided by a company, AGH Management Corporation owned by the CFO of the Company.

The company paid $2,800 to William, a Director of the Company for services performed up to September 30, 2016.

10. Subsequent Events

The Company filed the Form 15 to SEC on August 10, 2015.