

McCusker & Company Inc.  
Board of Directors

## ACCOUNTANT'S COMPILATION REPORT

I have compiled the accompanying statement of Balance Sheet for McCusker & Company Inc. (an S-Corporation) as of December 31, 2016, and the related Statement of Revenues and Expenses for the year then ended in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management (owners). I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them. However, I did become aware of a departure from general accepted accounting principles that is described in the following paragraph.

Generally accepted accounting principles require that fixed assets be depreciated over their estimated useful lives. The Company has computed depreciation on several fixed assets in accordance with the Modified Accelerated Cost Recovery System required for federal income tax purposes, which does not allocate depreciation to expense over the estimated useful lives of the assets. The effects of this departure from generally accepted accounting principles have not been determined.

Management has elected to omit substantially all of the disclosures and the statement of cash flows required by generally accepted accounting principles. If the omitted disclosures and statement were included in the financial statements, they might influence the user's conclusions about the Company's financial position, results of operations, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

I am not independent with respect to McCusker & Company Inc.

December 27, 2017

*Willa Jo Mills, CPA*

# McCusker Company Inc.

## Balance Sheet As of December 31, 2016

	Total
ASSETS	
Current Assets	
Bank Accounts	
Bank	
Business checking 5405	\$ 9,606.93
Business money market 5421	2,180.64
M&C Agent for Starr Indemnity & Liab	654.21
OmniAmerican Bank Checking	84.89
Operating Checking 4200	496.96
Paypal	84.15
Regular Savings 5413	449.08
Total Bank	13,556.86
Accounts Receivable	
Accounts Receivable	1,281,969.32
Total Accounts Receivable	1,281,969.32
Other Current Assets	
Due From McCusker & Company Carib PR	3,108.00
Due from McCusker Holdings Inc	2,572.49
Due from McCusker Service Group dba Chef Sage	151,103.28
Due from Kelly Brands	60.00
Prepaid Marketing	1,878.75
Total Other Current Assets	158,722.52
Total Current Assets	1,454,248.70
Fixed Assets	
FFE	
Depreciation	(60,229.64)
Original Cost	63,863.12
Total FFE	3,633.48
Vehicle fixed asset	
Depreciation	(8,260.00)
2013-MS550	89,152.37
Total Vehicle fixed asset	80,892.37
Total Fixed Assets	84,525.85
Other Assets	
Lease deposit	13,616.50
O'Brien lease deposit	625.00
Total Lease deposit	14,241.50
Total Other Assets	14,241.50
TOTAL ASSETS	\$ 1,553,016.05

# McCusker Company Inc.

## Balance Sheet

As of December 31, 2016

### LIABILITIES AND EQUITY

#### Liabilities

##### Current Liabilities

##### Accounts Payable

Accounts Payable	\$	99,249.68
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Total Accounts Payable		99,249.68
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##### Credit Cards

Credit Card		1,306.78
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Blue for Business-02008		15,648.07
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Capital One		49.21
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US Bank		14,501.71
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Total Credit Cards		31,505.77
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##### Other Current Liabilities

Due to SUSA		414,090.01
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Fundbox		13,141.41
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LOC - Omni American		79,125.54
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Total Other Current Liabilities		506,356.96
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Total Current Liabilities		637,112.41
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##### Long-Term Liabilities

Loan Payable - Accord Business Funding		18,879.36
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Ally Auto loan - 13 MERZ S550		63,111.09
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Total Vehicle loan		81,990.45
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Total Long-Term Liabilities		81,990.45
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Total Liabilities	\$	719,102.86
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#### Equity

Capital Stock	\$	1,000.00
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Retained Earnings		1,192,963.02
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Net Income		(360,049.83)
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Total Equity	\$	833,913.19
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TOTAL LIABILITIES AND EQUITY	\$	1,553,016.05
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**McCuker Company Inc.**  
**Statement of Revenues and Expenses**  
**January - December 2016**

	<u>Total</u>
Income	
Consulting Services	\$ 199.97
Management services	6,085.00
Performance Guarantee	14,712.12
Reimbursements	876,131.15
Warranty	539,605.19
Total Consulting Services	1,436,733.43
Refunds-Allowances	(250.00)
Rental	7,500.00
Sales of Product Income	23.67
Total Income	\$ 1,444,007.10
Gross Profit	\$ 1,444,007.10
Expenses	
Advertising & Marketing	\$ 7,386.83
Auto Expense	6,148.14
Auto Insurance	3,488.30
Auto Lease	12,000.00
Auto Rental	634.76
Gas	736.54
Registration & License	193.50
Total Auto Expense	23,201.24
Auto Reimbursement	365.69
Bank Service charges	1,596.96
Business License & Fees	20,821.91
Charitable Contributions	25.00
Claims	
MRRG claims	1,174.30
Bello	648.49
CPS claims	132,966.24
Human Touch	36,334.84
Living Spaces claims	595.00
MM	3,733.24
Vitality Web	12,606.90
Total MRRG claims	188,059.01
Starr Claims-to be reimburse by Starr	24,716.76
Total Claims	212,775.77
Cleaning/Janitorial	14,209.04
Company Insurance	
Dental & Vision	3,709.60
General Liability Insurance	12,206.18
Life Insurance	475.17
Medical Insurance	26,704.56

12/27/2017

Accrual Basis

See Accountant's Compilation Report

**McCuker Company Inc.**  
Statement of Revenues and Expenses  
January - December 2016

ODL	690.15
Total Company Insurance	43,785.66
Data/Internet	11,792.27
Corp internet	5,485.89
Total Data/Internet	17,278.16
Data/Internet Fees	16,425.17
Depreciation Expense	12,231.07
Document destruction	280.00
Dues & Subscriptions	897.34
Equipment Rental	8,186.83
Finance charges	149,705.80
Furniture lease	6,767.58
HTPARTS-01	(11,533.00)
Meal and Entertainment	87,794.27
Merchant Fees	6,649.95
Office expense	14,254.02
Parking Fees	289.69
Payroll Expenses	97.50
Gross Wages	645,145.47
Leased Employee Expenses	26.00
Officer Compensation	1,041.10
Operations Wages	28,421.13
Payroll Processing	75,774.19
PR Taxes	1,294.80
Sales Staff Wages	4,067.18
Total Payroll Expenses	755,867.37
Postage and Delivery	2,667.21
Professional Development	249.97
Professional Fees	393.00
Accounting Fees	12,216.00
Administrative Fee	622.81
Consulting Fee	6,139.69
Legal Fees	164,284.07
Security Service	1,360.04
Total Professional Fees	185,015.61
Promotional	12,978.34
Rent or Lease	12,089.00
Diyaa Adventures LLC	62,035.00
O'Brien	625.00
Rayl Investments	2,700.00
Regus	2,484.61
Storage	5,923.00
Talon Group LLC	51,947.55

12/27/2017

Accrual Basis

See Accountant's Compilation Report

**McCuker Company Inc.**  
**Statement of Revenues and Expenses**  
**January - December 2016**

The Atrium	2,600.00
Total Rent or Lease	140,404.16
Repair & Maintenance	413.63
Building	2,410.73
Corp	73.56
Total Building	2,484.29
Computer Repairs	227.32
Total Repair & Maintenance	3,125.24
Security Services	2,405.02
Supplies	6,750.77
Taxes Paid	
Business state tax	7,645.01
Federal Tax Paid	296.00
Property Tax	958.80
Total Taxes Paid	8,899.81
Telephone and Fax	26,353.03
Travel / Hotel expense	46,179.33
Utilities	11,977.87
Total Expenses	\$ 1,836,268.71
Net Operating Income	\$ (392,261.61)
Other Income	
Cash Back Bonus Earned	\$ 814.73
Interest Earned	12.89
Other Income	117.70
Reclamation	854.00
Total Other Income	\$ 1,799.32
Other Expenses	
Gain/Loss on Equipment	\$ (40,622.41)
Interest Expense	7,999.96
Other Miscellaneous Expense	
Job candidate expense	2,210.00
Total Other Miscellaneous Expense	\$ 2,210.00
Reconciliation Discrepancies	(0.01)
Total Other Expenses	\$ (30,412.46)
Net Other Income	\$ 32,211.78
Net Income	\$ (360,049.83)