

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

	Rock Ridge	Serenity Lodge	Combined
ASSETS			
Current Assets			
Checking/Savings	1,028,668	397,838	1,426,506
Accounts receivable		8,962,100	8,962,100
Investments, stock	990,834		990,834
Loan receivable	150,000	12,500	162,500
Total Current Assets	<u>2,169,502</u>	<u>9,372,438</u>	<u>11,541,940</u>
Fixed Assets			
Real estate	510,101		510,101
Leasehold improvements		737,126	737,126
Appliances & Equipment		222,035	222,035
Furniture & fixtures	6,480	225,382	231,862
Vehicles & boat		322,026	322,026
Accumulated depreciation		(656,351)	(656,351)
Total Fixed Assets	<u>516,581</u>	<u>850,218</u>	<u>1,366,799</u>
Other Assets			
1st trust deed receivables	151,783		151,783
Oil factoring	25,000		25,000
Real estate investments	1,936,722	804,274	2,740,996
Inter-co receive/payable	8,400,000	(8,400,000)	-
Total Other Assets	<u>10,513,505</u>	<u>(7,595,726)</u>	<u>2,917,779</u>
TOTAL ASSETS	<u><u>13,199,588</u></u>	<u><u>2,626,930</u></u>	<u><u>15,826,518</u></u>
LIABILITIES & EQUITY			
Liabilities			
Current Liabilities			
Payables		8,724	8,724
Corporate taxes payable	-	-	-
Total Current Liabilities	<u>-</u>	<u>8,724</u>	<u>8,724</u>
Long Term Liabilities			
Deferred inc (loss), investment	(260,410)		(260,410)
Shareholder loans	500,000	-	500,000
Total Long Term Liabilities	<u>239,590</u>	<u>-</u>	<u>239,590</u>
Total Liabilities	239,590	8,724	248,314
Equity			
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	(155,008)	2,246,233	2,091,225
Total Equity	<u>12,959,998</u>	<u>2,618,206</u>	<u>15,578,204</u>
TOTAL LIABILITIES & EQUITY	<u><u>13,199,588</u></u>	<u><u>2,626,930</u></u>	<u><u>15,826,518</u></u>

Rock Ridge Resources, Inc.
Consolidated Unaudited Statements of Income
For the six months ended June 30, 2016

	RockRidge	Serenity Lodge	Combined
INCOME			
Revenues			-
Management/consulting fee		253,260	253,260
Patient income		5,491,538	5,491,538
Realized gain (loss)		(4,259)	(4,259)
Dividend/interest income	27,859		27,859
Total Income	<u>27,859</u>	<u>5,740,539</u>	<u>5,768,398</u>
Cost of Goods Sold			
Counseling/Detox		7,579	7,579
Medical		41,104	41,104
Total COGS	<u>-</u>	<u>48,683</u>	<u>48,683</u>
Gross Profit	<u>27,859</u>	<u>5,691,856</u>	<u>5,719,715</u>
EXPENSE			
Advertising & marketing	649,872	38,636	688,508
Auto		32,027	32,027
Cleaning/housekeeping		2,089	2,089
Contract Services	136,128	13,890	150,018
Depreciation		49,282	49,282
Donations		41,319	41,319
Electronics		10,588	10,588
Groceries/dining		167,487	167,487
Housing		676,698	676,698
Insurance	945	36,380	37,325
Interest paid	115,900		115,900
Landscape/gardening		10,053	10,053
Management fee			-
Professional fees	12,476	41,806	54,282
Lodge expenses	17,005	42,657	59,662
Other business expenses	4,049	16,074	20,123
Office expense	538	54,415	54,953
Wages & employee bene		949,572	949,572
Permits	20,252	26,139	46,391
Recreation & movies		11,891	11,891
Repairs & maintenance	8,865	144,252	153,117
Taxes, other	796	87,938	88,734
Utilities/Telephone	4,041	67,430	71,471
Federal & state income tax	112,000	25,000	137,000
Total Expense	<u>1,082,867</u>	<u>2,545,623</u>	<u>3,628,490</u>
Affiliate fee	900,000	(900,000)	-
NET INCOME	<u><u>(155,008)</u></u>	<u><u>2,246,233</u></u>	<u><u>2,091,225</u></u>

Rock Ridge Resources, Inc.
Consolidated Unaudited Statements of Cash Flows
For the six months ended June 30, 2016

	RockRidge	Serenity Lodge	Combined
OPERATING ACTIVITIES			
Net Income	(155,008)	2,246,233	2,091,225
Adjustments to reconcile Net Income to net cash provided by operations			
Depreciation		49,282	49,282
(Increase) decrease in receivables		(1,818,100)	(1,818,100)
Increase (decrease) in payables	-	8,724	8,724
Net cash provided by Operating Activities	(155,008)	486,139	331,131
INVESTMENT ACTIVITIES			
Cost of leasehold improvements		(99,509)	(99,509)
Appliances & equipment purchased		(6,067)	(6,067)
Furniture & fixtures purchased	(6,480)	(17,215)	(23,695)
Vehicles purchased		(37,311)	(37,311)
Decrease in stock investment	106,445		106,445
Real estate investment	(464,690)	-	(464,690)
Decrease in 1st Trust deed investments	289,000		289,000
Oil contracts purchased	(25,000)		(25,000)
Unrealized investment (loss)	(16,435)		(16,435)
Net cash used by Investing Activities	(117,160)	(160,102)	(277,262)
FINANCING ACTIVITIES			
Decrease in loan receivable	2,821	20,000	22,821
Change in capital, stock sales	(101,900)		(101,900)
Interco payable/receivable	-	-	-
Net cash provided (used) by Financing Activities	(99,079)	20,000	(79,079)
Net cash increase for period	(371,247)	346,037	(25,210)
Cash at beginning of period	1,399,915	51,801	1,451,716
CASH AT END OF PERIOD	1,028,668	397,838	1,426,506