

Rock Ridge Resources, Inc.
Consolidated Unaudited Balance Sheet
December 31, 2017

	Rock Ridge	Serenity Lodge	Combined
ASSETS			
Current Assets			
Checking/Savings	26,093	(9,260)	16,833
Accounts receivable	-	5,582,900	5,582,900
Prepaid expenses	112,717	64,491	177,208
Inventory, gas station	47,608	-	47,608
Investments, stock	3,441,298	-	3,441,298
Loan receivable	10,000	12,900	22,900
Total Current Assets	<u>3,637,716</u>	<u>5,651,031</u>	<u>9,288,747</u>
Fixed Assets			
Real estate	1,346,653	-	1,346,653
Leasehold improvements	-	1,496,316	1,496,316
Appliances & Equipment	-	460,650	460,650
Furniture & fixtures	-	350,452	350,452
Vehicles & boat	-	260,523	260,523
Accumulated depreciation	(12,946)	(1,318,677)	(1,331,623)
Total Fixed Assets	<u>1,333,707</u>	<u>1,249,264</u>	<u>2,582,971</u>
Other Assets			
Trust deed	136,000	-	136,000
Oil factoring	25,000	-	25,000
Real estate investments	5,575,979	-	5,575,979
Inter-co receive/payable	6,432,204	(6,432,204)	-
Total Other Assets	<u>12,169,183</u>	<u>(6,432,204)</u>	<u>5,736,979</u>
TOTAL ASSETS	<u>17,140,606</u>	<u>468,091</u>	<u>17,608,697</u>
LIABILITIES & EQUITY			
Liabilities			
Current Liabilities			
Payables	12,953	7,525	20,478
Corporate taxes payable	-	-	-
Total Current Liabilities	<u>12,953</u>	<u>7,525</u>	<u>20,478</u>
Long Term Liabilities			
Deferred inc (loss), investment	239,791	-	239,791
Notes payable	1,079,282	-	1,079,282
Total Long Term Liabilities	<u>1,319,073</u>	<u>-</u>	<u>1,319,073</u>
Total Liabilities	<u>1,332,026</u>	<u>7,525</u>	<u>1,339,551</u>
Equity			
Capital Stock		85,000	85,000
Changes in Capital	(124,500)	100,495	(24,005)
Retained Earnings	15,845,429	272,583	16,118,012
Net Income	87,651	2,488	90,139
Total Equity	<u>15,808,580</u>	<u>460,566</u>	<u>16,269,146</u>
TOTAL LIABILITIES & EQUITY	<u>17,140,606</u>	<u>468,091</u>	<u>17,608,697</u>

Rock Ridge Resources, Inc.
Consolidated Unaudited Statements of Income
For the twelve months ended December 31, 2017

	RockRidge	Serenity Lodge	Combined
INCOME			
Revenues	1,221,408	-	1,221,408
Management/consulting fee	120,000	280,029	400,029
Patient income	-	8,840,290	8,840,290
Realized gain (loss)	195,294	1,453,435	1,648,729
Dividend/interest income	22,338	-	22,338
Total Income	1,559,040	10,573,754	12,132,794
Cost of Goods Sold			
Medical	-	224,375	224,375
Fuel & supplies	1,132,381	-	1,132,381
Total COGS	1,132,381	224,375	1,356,756
Gross Profit	426,659	10,349,379	10,776,038
EXPENSE			
Advertising & marketing	102,815	1,873,934	1,976,749
Auto	1,625	70,175	71,800
Cleaning/housekeeping	-	1,900	1,900
Commission fees	161,015	24,450	185,465
Consulting/Contract Serv	1,313,553	211,059	1,524,612
Depreciation	12,946	267,347	280,293
Donations	5,000	111,867	116,867
Electronics	-	7,062	7,062
Groceries/dining	-	320,407	320,407
Rent on leased properties	9,028	1,369,044	1,378,072
Insurance	13,216	209,060	222,276
Interest paid	164,564	-	164,564
Landscape/gardening	-	6,366	6,366
Professional fees	87,335	81,621	168,956
Lodge expenses	5,974	29,285	35,259
IOP Management fee	292,943	-	292,943
IOP expenses	235,664	156,343	392,007
RR admin fee	-	120,000	120,000
Other business expenses	47,705	50,004	97,709
Office expense	18,918	81,166	100,084
Wages & employee bene	283,567	2,483,517	2,767,084
Permits	10,828	46,509	57,337
Recreation & movies	-	41,903	41,903
Repairs & maintenance	18,675	43,202	61,877
Taxes, other	45,350	72,669	118,019
Utilities/Telephone	22,487	151,551	174,038
Federal & state income tax	800	1,450	2,250
Total Expense	2,854,008	7,831,891	10,685,899
Affiliate fee	2,515,000	(2,515,000)	-
NET INCOME	87,651	2,488	90,139

Rock Ridge Resources, Inc.
Consolidated Unaudited Statements of Cash Flows
For the twelve months ended December 31, 2017

	RockRidge	Serenity Lodge	Combined
OPERATING ACTIVITIES			
Net Income	87,651	2,488	90,139
Adjustments to reconcile Net Income to net cash provided by operations			
Depreciation	12,946	267,347	280,293
Decrease in receivables	-	3,119,000	3,119,000
(Increase) in prepaid accounts	(31,358)	(60,633)	(91,991)
Change in Inter-co, payable/receivable	3,650,707	(3,650,707)	-
(Increase) in inventory	(47,608)	-	(47,608)
Increase (decrease) in payables	(27,423)	5,850	(21,573)
Net cash provided by Operating Activities	3,644,915	(316,655)	3,328,260
INVESTMENT ACTIVITIES			
Cost of leasehold improvements	-	(319,128)	(319,128)
Appliances & equipment purchased	-	(144,614)	(144,614)
Furniture & fixtures purchased	-	(76,670)	(76,670)
Vehicles purchased	-	(46,377)	(46,377)
Net cost basis of vehicles sold	-	49,105	49,105
Increase in stock investment	(2,135,743)	-	(2,135,743)
Real estate investment	(2,143,858)	45,565	(2,098,293)
Real estate transferred	(804,274)	804,274	-
Change in unrealized investment (loss)	239,853	-	239,853
Net cash used by Investing Activities	(4,844,022)	312,155	(4,531,867)
FINANCING ACTIVITIES			
Decrease in loan receivables	140,000	(12,900)	127,100
Increase in Trust deed receivable	(136,000)	-	(136,000)
Increase in note payable	579,282	-	579,282
Increase in escrow deposits	77,000	-	77,000
Net cash provided (used) by Financing Activities	660,282	(12,900)	647,382
Net cash increase (decrease) for period	(538,825)	(17,400)	(556,225)
Cash at beginning of period	564,918	8,140	573,058
CASH AT END OF PERIOD	26,093	(9,260)	16,833