

Gunther Grant, Inc.
Consolidated Financial Statements
June 30, 2017
(unaudited)

INDEX TO FINANCIAL STATEMENTS
Gunther Grant, Inc.

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INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

To the Board of Directors of
Gunther Grant, Inc.

We have compiled the accompanying consolidated balance sheets of Gunther Grant, Inc. as of June 30, 2017 and the related consolidated statements of operations, shareholders' equity and cash flows for the three months then ended. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Stewart Gelman & Associates, CPAs, P.C.

Stewart Gelman & Associates, CPAs, P.C.

East Islip, New York

November 6, 2017

GUNTHER GRANT, INC.
Consolidated Balance Sheets
June 30, 2017
(Unaudited)

Assets

Current Assets:	\$ -
Other Assets:	
Property and equipment, net	5,505
Loans receivable- officer	<u>197,503</u>
Total Assets	<u>\$ 203,008</u>

Liabilities and Shareholders' Equity

Current Liabilities:	
Accrued expenses	<u>3,000</u>
Total Current Liabilities	<u>3,000</u>
Total Liabilities	<u>3,000</u>
Shareholders' Equity	
Common stock, no par value, authorized 4,500,000,000 993,812,811 issued and outstanding.	332,995
Paid-in capital	1,152,773
Accumulated deficit	<u>(1,285,760)</u>
Total Shareholders' Equity	<u>200,008</u>
Total Liabilities and Shareholders' Equity	<u>\$ 203,008</u>

See accountant's compilation report and notes to financial statements

GUNTHER GRANT, INC.
Consolidated Statements of Operations
For the Three Months Ended June 30, 2017
(Unaudited)

Licensing/consulting fee income	\$ -
Cost of goods sold	<u>-</u>
Gross Profit	<u>-</u>
Operating Expenses	
Total Operating Expenses	<u>-</u>
Net Income	<u>\$ -</u>
Income Per Share	
Basic and diluted net income per share	<u>\$ -</u>
Weighted average common shares outstanding, basic and diluted	<u>993,812,811</u>

See accountant's compilation report and notes to financial statements

GUNTHER GRANT, INC.
Consolidated Statements of Shareholder's Equity
For the Three Months Ended June 30, 2017 (unaudited)

	<u>Common Stock</u>		<u>Paid-in Capital</u>	<u>Accumulated Deficit</u>	<u>Treasury Stock</u>	<u>Total</u>
	<u>Shares</u>	<u>Amount</u>				
Balance, Jan. 1, 2017 (unaudited)	993,812,811	\$332,995	\$1,152,773	\$(1,285,760)	\$ -	\$200,008
Net income/(loss)	-	-	-	-	-	-
Balance, Sept. 30, 2017 (unaudited)	<u>993,812,811</u>	<u>\$332,995</u>	<u>\$1,152,773</u>	<u>\$(1,285,760)</u>	<u>\$ -</u>	<u>\$200,008</u>

See accountant's compilation
report
and notes to
financial
statements

GUNTHER GRANT, INC.
Consolidated Statements of Cash Flows
For the Three Months Ended June 30, 2017
(Unaudited)

Cash Flows From Operating Activities:	
Net income	\$ -
Cash Flows From Operating Activities	<u>-</u>
Cash Flows From Investing Activities	<u>-</u>
Cash Flows From Financing Activities:	<u>-</u>
Net Increase/(Decrease) in Cash	-
Cash at Beginning of Period	<u>-</u>
Cash at End of Period	<u><u>\$ -</u></u>

See accountant's compilation report and notes to financial statements

Gunther Grant, Inc.
Notes to Consolidated Financial Statements
June 30, 2017

NOTE 1- ORGANIZATION AND MERGER

Gunther Grant, Inc. (the “Company”) is a Delaware Corporation headquartered in Las Vegas, Nevada. On January 1, 2005 the Company entered into an agreement (the “*Stock Transfer Agreement*”) with *Got Chocolates, Inc.* a privately owned corporation whereby the Company exchanged 18,750,000 shares of its own stock in exchange for all of the outstanding shares of Got Chocolates, Inc. (100 shares). Upon closing of the merger transaction, Got Chocolates, Inc. became a wholly-owned subsidiary of the Company. The merger was accounted for at historical cost basis since the business combination was for entities under common control.

NOTE 2- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

Gunther Grant, Inc. (the Company) is a holding company organized under the laws of the State of Delaware. Its only subsidiary is Got Chocolates, Inc., a wholly owned company organized under the laws of the State of New York. Got Chocolates, Inc. is engaged in the development, production, distribution and marketing of chocolates and various chocolate related items through retail and wholesale channels.

Basis of Financial Statement Presentation and Consolidation

The consolidated financial statements include the accounts of the Company and its wholly owned subsidiary, Got Chocolates, Inc. Intercompany transactions and accounts have been eliminated.

Reporting Period

The reporting period of these financial statements are for the three months ended June 30, 2017. The Company operates on a December 31st fiscal year end.

Property and Equipment

Property and equipment are stated at cost. Depreciation is computed on the straight –line method over the estimated useful lives of the related assets, ranging from five to ten years. Leasehold improvements are amortized over the lesser of the useful life or over the remaining lease period. Expenditures for maintenance and repairs are charged to expense as incurred.

Income Taxes

The Company accounts for income taxes in accordance with SFAS No. 109, Accounting for Income Taxes. Under the asset and liability method of accounting for income taxes deferred tax assets and liabilities are recognized for the future tax consequences. Accordingly, deferred tax assets and liabilities are determined based on the temporary differences between the financial statement and tax basis of assets and liabilities, using enacted tax rates in effect for the year in which the differences are expected to reverse.

Revenue Recognition

Revenue is recognized when services are rendered or when goods are shipped from production facilities to customers. Revenue is recognized when the following four criteria have been met: the service/product has been completed/shipped and the Company has no significant remaining obligations; persuasive evidence of an arrangement exists; the price to the buyer is fixed or determinable; and collection is probable. Deductions from sales for discounts are recorded as reductions of revenues and are provided for at the time of initial sale of product.

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Product Development Costs

Cost of new product development and product redesign are charged to expense as incurred.

Net Income/Loss per Common Stock

Income per common share are calculated by dividing net income by the weighted average of number of common shares outstanding during the period.

The following is a reconciliation of the numerators and denominators of the basic and diluted income per share computations:

	June 30, 2017 (unaudited)
Numerator for basic and diluted loss per share:	
Net income available to common shareholders	\$ -
Denominator for basic and diluted loss per common share:	
Weighted average common shares outstanding	<u>993,812,811</u>
Net income per common share available to common shareholders - basic and diluted	<u>\$ -</u>

Use of Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure on contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 3- PROPERTY AND EQUIPMENT

Property and equipment consist of the following:

	June 30, 2017 (unaudited)
Furniture, fixtures, and improvements	\$ 17,020
Production machinery, equipment, and molds	75,612
Other equipment	<u>17,550</u>
	110,182
Less: Accumulated depreciation	<u>(104,677)</u>
Property and equipment, net	<u>\$ 5,505</u>

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June 30, 2017

NOTE 4- LOANS RECEIVABLE- OFFICER

The balance due from officer as of June 30, 2017 is \$197,503. The officer's salary for the three months ended June 30, 2017 was \$-0-.

NOTE 5- OPERATING LEASE AGREEMENTS

The Company has no current lease operating agreements.

NOTE 6- INCOME TAXES

The components of the provision for Federal and State income tax expense are as follows at June 30, 2017:

	June 30, 2017 (unaudited)
Refundable income taxes attributable to:	
Current Operations	\$ -
Less: valuation allowance	<u>-</u>
Net provision for income taxes	<u><u>\$ -</u></u>

No net provision for refundable income taxes has been made because no recoverable taxes were paid previously. Similarly, no deferred tax asset attributable to the net operating loss carryforwards has been recognized, as it is not deemed likely to be realized.

Deferred income taxes reflect the net tax effect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and used for income tax purposes. The cumulative income tax effect at the expected rate of 40% of significant items comprising our net deferred tax amount is as follows as of June 30, 2017:

	June 30, 2017 (unaudited)
Deferred tax asset attributable to:	
Net operating loss carry forward	\$374,000
Less: valuation allowance	<u>(374,000)</u>
Net deferred tax asset	<u><u>\$ -</u></u>

The Company has net operating loss carryforwards for tax purposes of approximately \$935,000 as of June 30, 2017.

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