

**Alternative Reporting Standard:
Disclosure Guidelines for the Pink[®] Market**

FOOD CULTURE INC.

(Formerly Golden Star Enterprises Ltd.)

10120 W Flamingo Rd, Ste 4-1130
Las Vegas, NV 89147

Company Telephone: (702) 508-6517
Company website: www.foodcultureinc.com
Company Email: hello@foodcultureinc.com

Quarterly Report

For the period ending June 30, 2024 (the "Reporting Period")

Outstanding Shares

The number of shares outstanding of our Common Stock was:

1,736,173 as of June 30, 2024* (*Current Reporting Period Date*)

1,471,387 as of December 31, 2023 (*Most Recent Completed Fiscal Year End*)*

**Impact of 150 for 1 reverse split effective July 25, 2024 has been retroactively applied.*

Shell Status

Indicate by check mark whether the company is a shell company (as defined in Rule 405 of the Securities Act of 1933, Rule 12b-2 of the Exchange Act of 1934 and Rule 15c2-11 of the Exchange Act of 1934):

Yes: ☐ No: ☒

Indicate by check mark whether the company's shell status has changed since the previous reporting period:

Yes: ☐ No: ☒

Change in Control

Indicate by check mark whether a Change in Control⁴ of the company has occurred during this reporting period:

⁴ "Change in Control" shall mean any events resulting in:

- (i) Any "person" (as such term is used in Sections 13(d) and 14(d) of the Exchange Act) becoming the "beneficial owner" (as defined in Rule 13d-3 of the Exchange Act), directly or indirectly, of securities of the Company representing fifty percent (50%) or more of the total voting power represented by the Company's then outstanding voting securities;
- (ii) The consummation of the sale or disposition by the Company of all or substantially all of the Company's assets;

Yes: ☐ No: ☒

1) Name and address(es) of the issuer and its predecessors (if any)

In answering this item, provide the current name of the issuer and names used by predecessor entities, along with the dates of the name changes.

September 13, 1993, Incorporated as PowerDirect, Inc.
January 31, 2000, name changed to 2U Online.com
October 8, 2003, name changed to Golden Spirit Minerals Ltd.
October 19, 2004, name changed to Golden Spirit Mining Ltd.
July 18, 2005, name changed to Golden Spirit Gaming Ltd.
June 30, 2006, name changed to Golden Spirit Enterprises Ltd.
August 29, 2011, name changed to Terralene Fuels Corporation
June 5, 2013, name changed to Golden Star Enterprises Ltd.
May 9, 2023, name changed to Super Fresh Foods Inc.*
December 19, 2023 to July 17, 2024 name changed to Golden Star Enterprises Ltd.
July 17, 2024 to current date name changed to Food Culture Inc.

**Action did not receive FINRA approval*

Current State and Date of Incorporation or Registration: The issuer is incorporated in Delaware and has been incorporated in the State of Delaware since September 13, 1993.

Standing in this jurisdiction: (e.g. active, default, inactive): Active

Prior Incorporation Information for the issuer and any predecessors during the past five years:

May 9, 2023, name changed to Super Fresh Foods Inc.*
**Action did not receive FINRA approval and corporate name was returned to Golden Star in December 2023.*
December 19, 2023, name changed to Golden Star Enterprises Ltd.
July 17, 2024 name changed to Food Culture Inc.

Describe any trading suspension or halt orders issued by the SEC or FINRA concerning the issuer or its predecessors since inception:

None

List any stock split, dividend, recapitalization, merger, acquisition, spin-off, or reorganization either currently anticipated or that occurred within the past 12 months:

In May 2023, the Company divested its wholly owned Israeli subsidiary, Enigmai Ltd. The Company's directors, Mr. Louis Shefsky and Mr. Eliav Kling acquired Enigmai Ltd. including all liabilities of Enigmai Ltd., plus one dollar (\$1) and a release of all loans, debts or liabilities owing by Enigmai Ltd. to the Company. The Company recorded a gain of \$102,834 on the date of divestiture. All historic operations of Enigmai are currently included in discontinued operations.

On January 31, 2024, the Board of Directors and the majority stockholders of the Corporation approved a name change of the company to Food Culture, Inc. and a reverse split of the shares of the Company on the basis of one new share for each

(iii) A change in the composition of the Board occurring within a two (2)-year period, as a result of which fewer than a majority of the directors are directors immediately prior to such change; or

(iv) The consummation of a merger or consolidation of the Company with any other corporation, other than a merger or consolidation which would result in the voting securities of the Company outstanding immediately prior thereto continuing to represent (either by remaining outstanding or by being converted into voting securities of the surviving entity or its parent) at least fifty percent (50%) of the total voting power represented by the voting securities of the Company or such surviving entity or its parent outstanding immediately after such merger or consolidation.

150 shares currently held. The name change was effective on July 17, 2024 and the reverse split occurred on July 25, 2024.

Address of the issuer's principal executive office:

10120 W Flamingo Rd, Ste 4-1130
Las Vegas, NV 89147

Address of the issuer's principal place of business:

☒ Check if principal executive office and principal place of business are the same address:

Has the issuer or any of its predecessors been in bankruptcy, receivership, or any similar proceeding in the past five years?

No: ☒ Yes: ☐ If Yes, provide additional details below:

2) Security Information

Transfer Agent

Name: VStock Transfer, LLC
Phone: (212) 828-8436
Email: info@vstocktransfer.com
Address: 18 Lafayette Place,
Woodmere, NY 11598

Publicly Quoted or Traded Securities:

The goal of this section is to provide a clear understanding of the share information for its publicly quoted or traded equity securities. Use the fields below to provide the information, as applicable, for all outstanding classes of securities that are publicly traded/quoted.

Trading symbol:	GSPT	
Exact title and class of securities outstanding:	Common Stock	
CUSIP:	38119W 20 6	
Par or stated value:	\$0.0001	
Total shares authorized:	500,000,000	as of date: June 30, 2024
Total shares outstanding:	1,736,173	as of date: June 30, 2024
Total number of shareholders of record:	167	as of date: June 30, 2024

Please provide the above-referenced information for all other publicly quoted or traded securities of the issuer.

N/A

Other classes of authorized or outstanding equity securities that do not have a trading symbol:

The goal of this section is to provide a clear understanding of the share information for its other classes of authorized or outstanding equity securities (e.g., preferred shares that do not have a trading symbol). Use the fields below to provide the information, as applicable, for all other authorized or outstanding equity securities.

None

Please provide the above-referenced information for all other classes of authorized or outstanding equity securities.

N/A

Security Description:

The goal of this section is to provide a clear understanding of the material rights and privileges of the securities issued by the company. Please provide the below information for each class of the company's equity securities, as applicable:

1. For common equity, describe any dividend, voting and preemption rights.

Each share of Common Stock shall entitle the holder thereof to one vote, in person or by proxy, on any matter on which action of the stockholders of this corporation is sought.

No shareholder shall be entitled to cumulate his votes for election of directors of the Corporation.

Unless otherwise determined by the Board of Directors, no shareholder of the Corporation shall be entitled, as a matter of right, to purchase or subscribe for any stock of any class which the Corporation may issue or sell, whether or not exchangeable for any stock of the Corporation of any class or classes and whether out of unissued shares authorized by the Certificate of Incorporation of the Corporation as originally filed or by any amendment thereof or out of shares acquired in the future. Nor, unless otherwise determined by the Board of Directors, shall any holder of any shares of the capital stock of the Corporation be entitled, as a matter of right, to purchase or subscribe for any obligation which the Corporation may issue or sell that shall be convertible into or exchangeable for any shares of the stock of the Corporation of any class or classes, or to which shall be attached to any warrant or warrants or any other instrument or instruments that shall confer upon the holder or holders of such obligation the right to subscribe for or purchase from the Corporation any shares or its capital stock of any class or classes.

Any director or the entire Board of Directors of this corporation may be removed at any time, but only for cause and only by the affirmative vote of the holders of seventy-five percent (75%) or more of the outstanding shares of common Stock of this corporation entitled to vote generally in the election of directors (considered for this purpose as one class) cast at a meeting of the stockholders of this corporation called for that purpose.

2. For preferred stock, describe the dividend, voting, conversion, and liquidation rights as well as redemption or sinking fund provisions.

N/A

3. Describe any other material rights of common or preferred stockholders.

A quorum at a meeting of shareholders is constituted by the representation in person or by proxy of fifty-one percent (51%) of the shares entitled to vote. Shares shall not be counted to make up a quorum for a meeting if voting of them at the meeting has been enjoined or for any reason they cannot be lawfully voted at the meeting. The shareholders present at a duly held meeting at which a quorum is present may continue to do business until adjournment in spite of the withdrawal of enough shareholders to leave less than a quorum.

4. Describe any material modifications to rights of holders of the company's securities that have occurred over the reporting period covered by this report.

None

3) Issuance History

The goal of this section is to provide disclosure with respect to each event that resulted in any changes to the total shares outstanding of any class of the issuer's securities in the past two completed fiscal years and any subsequent interim period.

Disclosure under this item shall include, in chronological order, all offerings and issuances of securities, including debt convertible into equity securities, whether private or public, and all shares, or any other securities or options to acquire such securities, issued for services. Using the tabular format below, please describe these events.

A. Changes to the Number of Outstanding Shares for the two most recently completed fiscal years and any subsequent period.

Indicate by check mark whether there were any changes to the number of outstanding shares within the past two completed fiscal years:

No: ☐ Yes: ☒ (If yes, you must complete the table below)

Shares Outstanding as of Second Most Recent Fiscal Year End: Opening Balance Date <u>December 31, 2021</u> Common: <u>649,377*</u> Preferred: <u>0</u>			*Right-click the rows below and select "Insert" to add rows as needed.						
Date of Transaction	Transaction type (e.g., new issuance, cancellation, shares returned to treasury)	Number of Shares Issued (or cancelled)	Class of Securities	Value of shares issued (\$/per share) at Issuance	Were the shares issued at a discount to market price at the time of issuance? (Yes/No)	Individual/ Entity Shares were issued to. *You must disclose the control person(s) for any entities listed.	Reason for share issuance (e.g. for cash or debt conversion) -OR- Nature of Services Provided	Restricted or Unrestricted as of this filing.	Exemption or Registration Type.
<u>01/02/2022</u>	<u>New Issuance</u>	<u>8,110*</u>	<u>Common</u>	<u>\$0.1497</u>	<u>No</u>	<u>Eliav Kling</u>	<u>Compensation Agreement</u>	<u>Restricted</u>	<u>Reg S</u>
<u>02/15/2022</u>	<u>New Issuance</u>	<u>1,142*</u>	<u>Common</u>	<u>\$0.07644</u>	<u>Yes</u>	<u>Eital Muskai</u>	<u>Employment Agreement</u>	<u>Restricted</u>	<u>Reg S</u>
<u>05/15/2022</u>	<u>New Issuance</u>	<u>67*</u>	<u>Common</u>	<u>\$0.06497</u>	<u>Yes</u>	<u>Eital Muskai</u>	<u>Employment Agreement</u>	<u>Restricted</u>	<u>Reg S</u>
<u>05/15/2022</u>	<u>New Issuance</u>	<u>2,168*</u>	<u>Common</u>	<u>\$0.042</u>	<u>Yes</u>	<u>Eital Muskai</u>	<u>Employment Agreement</u>	<u>Restricted</u>	<u>Reg S</u>
<u>05/25/2022</u>	<u>New Issuance</u>	<u>32,800*</u>	<u>Common</u>	<u>\$0.038</u>	<u>No</u>	<u>Mast Hill Fund LP – Investment Control: Patrick Hassani, CIO</u>	<u>Securities Purchase Agreement</u>	<u>Free Trading</u>	<u>Rule 144</u>
<u>06/09/2022</u>	<u>New Issuance</u>	<u>4,674*</u>	<u>Common</u>	<u>\$0.038</u>	<u>No</u>	<u>J.H. Darbie & Co. Inc. – Robert Y. Rabinowitz</u>	<u>Consulting Agreement</u>	<u>Restricted</u>	<u>Rule 144</u>
<u>06/23/2022</u>	<u>New Issuance</u>	<u>50,000*</u>	<u>Common</u>	<u>\$0.04202</u>	<u>No</u>	<u>Michael Kahiri</u>	<u>Consulting Agreement</u>	<u>Restricted</u>	<u>Reg S</u>
<u>06/29/2022</u>	<u>Cancellation</u>	<u>(19,500)*</u>	<u>Common</u>	<u>N/A</u>	<u>N/A</u>	<u>Boaz Kahiri</u>	<u>Returned for cancellation</u>	<u>N/A</u>	<u>N/A</u>

							<u>services not provided</u>		
<u>06/29/2022</u>	<u>Cancellation</u>	<u>(11,500)*</u>	<u>Common</u>	<u>N/A</u>	<u>N/A</u>	<u>Michael Pesakhzon</u>	<u>Returned for cancellation services not provided</u>	<u>N/A</u>	<u>N/A</u>
<u>08/15/2022</u>	<u>New Issuance</u>	<u>4,207*</u>	<u>Common</u>	<u>\$0.0184</u>	<u>Yes</u>	<u>Eital Muskai</u>	<u>Employment Agreement</u>	<u>Restricted</u>	<u>Reg S</u>
<u>11/15/2022</u>	<u>New Issuance</u>	<u>7,302*</u>	<u>Common</u>	<u>\$0.0103</u>	<u>Yes</u>	<u>Eital Muskai</u>	<u>Employment Agreement</u>	<u>Restricted</u>	<u>Reg S</u>
<u>12/01/2022</u>	<u>New Issuance</u>	<u>82,540*</u>	<u>Common</u>	<u>\$0.0105</u>	<u>No</u>	<u>Louis Shefsky</u>	<u>Consulting Agreement</u>	<u>Restricted</u>	<u>Reg S</u>
<u>01/01/2023</u>	<u>New Issuance</u>	<u>100,000*</u>	<u>Common</u>	<u>\$0.0073</u>	<u>No</u>	<u>Eliav Kling</u>	<u>Consulting Agreement</u>	<u>Restricted</u>	<u>Reg S</u>
<u>02/25/2023</u>	<u>New Issuance</u>	<u>560,000*</u>	<u>Common</u>	<u>\$0.015</u>	<u>No</u>	<u>Benny Doro</u>	<u>Acquisition Agreement</u>	<u>Restricted</u>	<u>Reg S</u>
<u>01/15/2024</u>	<u>New Issuance</u>	<u>264,786*</u>	<u>Common</u>	<u>\$0.0022</u>	<u>Yes</u>	<u>ESilkroad Network Limited/ Ruben Yakubov</u>	<u>Debt Settlement</u>	<u>Restricted</u>	<u>Reg S</u>
Shares Outstanding on Date of This Report: <u>Ending Balance:</u> <u>Date June 30, 2024</u> <u>Common: 1,736,173*</u> <u>Preferred: 0</u>									

***Control persons for any entities in the table above must be disclosed in the table or in a footnote here.

Use the space below to provide any additional details, including footnotes to the table above:

*Reverse Split enacted on July 25, 2024 on the basis of 1 new share for each 150 shares held as of date of effect, impacted retroactively.

B. Promissory and Convertible Notes

Indicate by check mark whether there are any outstanding promissory, convertible notes, convertible debentures, or any other debt instruments that may be converted into a class of the issuer's equity securities:

No: ☐ Yes: ☒ (If yes, you must complete the table below)

<u>Date of Note Issuance</u>	<u>Outstanding Balance (\$)</u>	<u>Principal Amount at Issuance (\$)</u>	<u>Interest Accrued (\$)</u>	<u>Maturity Date</u>	<u>Conversion Terms (e.g. pricing mechanism for determining conversion of instrument to shares)</u>	<u>Name of Noteholder. *You must disclose the control person(s) for any entities listed.</u>	<u>Reason for Issuance (e.g. Loan, Services, etc.)</u>
11/16/2020	147,922	147,922	-	11/16/2021	From issuance date, convert at any time in whole or in part at \$0.0073 per share(1)	Ioulia Chpilevakaia Assigned from Andy Chu	Debt
11/16/2020	97,412	97,412	-	11/16/2021	From issuance date, convert at any time in whole or in part at \$0.0073 per share(1)	Rosa Shimonov	Debt

						Assigned from Holm Investments Ltd. B/O Vinicus Dantas	
11/16/2020	74,029	74,029	-	11/16/2021	From issuance date, convert at any time in whole or in part at \$0.0073 per share(1)	Alena Ivanova Assigned from Splash Water Solutions Canada Ltd B/O Keir MacPherson	Debt
11/16/2020	64,080	114,080	-	11/16/2021	From issuance date, convert at any time in whole or in part at \$0.0073 per share(1)	Rosa Shimonov Assigned from May Liu	Debt
11/16/2020	10,760	10,760	-	11/16/2021	From issuance date, convert at any time in whole or in part at \$0.0073 per share(1)	Ioulia Chpilevakaia Assigned from Asiatic Management Consultants Ltd. – B/O Justin Liu	Debt
03/08/2021	56,734	45,093	11,641	Each amount deposited under the Loan Treaty shall have a term of 12 months for repayment, and shall bear an interest rate of 8% per annum.	On March 8, 2021, the Company entered into a Loan Treaty Agreement whereby the lender has agreed to provide a loan in the amount of up to \$250,000 in tranches over a period of one year from time to time as agreed between the lender and the Company Each amount deposited shall have a term of 12 months for repayment, and shall bear an interest rate of 8% per annum. At the option of the Lender, the loan amount or any portion thereof is convertible into restricted, unregistered shares of the Common Stock of the Company at a fixed rate of \$3.00 per share (2)	Global Investment Advisors Inc. Controlling shareholder, Ilya Aharon	Convertible debt
03/08/2021	58,168	46,101	12,067	Each amount deposited under the Loan Treaty shall have a term of 12 months for repayment, and shall bear an interest rate of 8% per annum.	On March 8, 2021, the Company entered into a Loan Treaty Agreement whereby the lender has agreed to provide a loan in the amount of up to \$250,000 in tranches over a period of one year from time to time as agreed between the lender and the Company Each amount deposited shall have a term of 12 months for repayment, and shall bear an interest rate of 8% per annum. At the option of the Lender, the loan amount or any portion thereof is convertible into restricted,	Limitless A1 Inc. Controlling shareholder, Yoav Kahiri	Convertible Debt

					unregistered shares of the Common Stock of the Company at a fixed rate of \$3.00 per share (2)		
03/18/2022	47,320	40,000	7,320	Each amount deposited under the Loan Treaty shall have a term of 12 months for repayment, and shall bear an interest rate of 8% per annum. (2)	From issuance date, convert at any time in whole or in part at \$3.00 per share (2)	World Amber Corp. Yohanan Aharon	Convertible debt
05/20/2022	463,909	370,000	93,909	12 months at 12% per annum	From issuance date convertible at any time in whole or in part at \$0.33 per share (3)	Mast Hill Fund, LP Investment Control: Patrick Hassani, CIO	Convertible debt

Use the space below to provide any additional details, including footnotes to the table above:

- (1) Notes provide that that no re-capitalization, forward split or reverse split of the Company's common stock to take effect after the date of the Notes but prior to the date of conversion shall have a dilutive or anti-dilutive effect on the number of shares that are to be issued as a result of such conversion.
- (2) Impact of 1 for 150 reverse split has been applied to conversion price
- (3) Impact of 1 for 150 reverse split has been applied to conversion price. Conversion price from original Note reduced as a result of subsequent dilutive issuances.

4) Issuer's Business, Products and Services

The purpose of this section is to provide a clear description of the issuer's current operations. Ensure that these descriptions are updated on the Company's Profile on www.OTCMarkets.com.

A. Summarize the issuer's business operations (If the issuer does not have current operations, state "no operations")

During the quarter ended March 31, 2023, the Company closed the acquisition of Super Fresh Foods, Inc. ("Super Fresh"), a U.S.-based food-tech company established in Wyoming in 2022 and specializing in meal-subscription operations from its sole shareholder, Mr. Benny Doro. Following the closing of the transaction, Super Fresh operates as a 100% owned subsidiary of the Company. In return, the Super Fresh shareholder was issued a total of 560,000 unregistered, restricted shares of the Company's common stock.

Super Fresh is a successful direct-to-consumer meal subscription company which uses a customized proprietary software to manage its logistics by tracking meals from ordering, ingredient acquisition, meal preparation, delivery, and payment across a broad platform of meal delivery assets. Meals are able to be purchased at www.allyourmeals.com

Super Fresh was established in 2022 and operates through a subcontractor agreement with All Your Foods in the Vancouver, British Columbia metropolitan area to deliver meals under its "All Your Meals" brand.

The Super Fresh Brand, "All Your Meals" is for people who want to eat healthy food without sacrificing taste and without the hassle of preparing every meal at home. Using proprietary Super Fresh recipes, the subcontracted All Your Foods kitchen delivers our delicious meals for clients to heat and eat, without sacrificing the freshness or flavor we expect from a home cooked meal.

In May 2023, the Company divested its wholly owned Israeli subsidiary, Enigmai Ltd. The Company's directors, Mr. Louis Shefsky and Mr. Eliav Kling acquired Enigmai Ltd. including all liabilities of Enigmai Ltd., plus one dollar (\$1) and a release of all loans, debts or liabilities owing by Enigmai Ltd. to the Company. The Company recorded a gain of \$102,834 on date of divestiture. All historic operations of Enigmai are currently included in discontinued operations.

During the quarter ended June 30, 2023, the Company's wholly owned subsidiary Super Fresh launched its new meal prep and delivery service in the Greater Toronto, Canada area, providing convenient options for busy individuals, families and corporate clients looking to maintain a healthy diet while not sacrificing taste. The service also offers customizable meal plans tailored to individual dietary needs and preferences, such as vegetarian, gluten-free, and low carb options.

Super Fresh Foods sources its ingredients from local farms and suppliers, ensuring that the meals are fresh and of high quality. The meals are then prepared by professional chefs who specialize in healthy and nutritious cooking, ensuring that each meal is both delicious and beneficial for the body.

Customers can choose from a variety of meal plans, ranging from weekly to monthly subscriptions, making it easy to fit tasty healthy eating into even the busiest of days. The service will offer delivery to the Greater Toronto area, making it convenient for customers to receive their meals without having to leave their homes or offices. The meal offerings can be found at www.allyourmealsgta.com.

On September 14, 2023, Super Fresh announced that it was designing a new mobile delivery application which was launched in early 2024.

On September 26, 2023, Super Fresh announced the move to compostable containers for its meals.

On November 1, 2023, Mr. Benny Doro resigned as President, Secretary and Treasurer and Mr. Louis Shefsky, current director, assumed those positions.

Concurrently Mr. Ruben Yakubov was appointed to the Company's Board of Directors and as Chairman of the Board as well as Chief Financial Officer. Ruben Yakubov, graduated in 1994 as an economist from Kazakhski Chimiko-Technologitcheski Institute in Chimkent, Kazakhstan. Mr. Yakubov has been working as an economist and financial advisor in various business and financial sectors for almost 20 years. Mr. Yakubov served as a director at Kazstroyservice ("KSS") for 15 years. KSS is a reputable operating company based in Kazakhstan, which specializes in project delivery services. Its targeted services included a focus on both construction and infrastructure for oil pipelines, oil refinery plants and on-shore/off-shore infrastructure for the oil and gas industry. More recently, in the last 4 years Mr. Yakubov has continued his advisory role focused on providing independent private and public corporations with strategies for growth and development of commercial or near commercial products and technologies, including the burgeoning meal delivery industry.

B. List any subsidiaries, parent company, or affiliated companies.

As of June 30, 2024, the Company has one subsidiary, Super Fresh Foods, Inc.

C. Describe the issuers' principal products or services.

The Super Fresh brand "All Your Meals" is for people who want to eat healthy food without sacrificing taste and without the hassle of preparing every meal at home. Using proprietary Super Fresh recipes, the All Your Foods kitchen delivers our delicious meals for Super Fresh' clients to heat and eat, without sacrificing the freshness or flavor we expect from a home cooked meal.

5) Issuer's Facilities

The goal of this section is to provide investors with a clear understanding of all assets, properties or facilities owned, used or leased by the issuer and the extent in which the facilities are utilized.

In responding to this item, please clearly describe the assets, properties or facilities of the issuer. Describe the location of office space, data centers, principal plants, and other property of the issuer and describe the condition of the properties.

Specify if the assets, properties, or facilities are owned or leased and the terms of their leases. If the issuer does not have complete ownership or control of the property, describe the limitations on the ownership.

The Company utilizes shared office space provided free of charge by one of its directors on a month-to-month basis: 10120 W Flamingo Rd, Ste 4-1130, Las Vegas, NV 89147.

6) All Officers, Directors, and Control Persons of the Company

Using the table below, please provide information, as of the period end date of this report, regarding all officers and directors of the company, or any person that performs a similar function, regardless of the number of shares they own.

In addition, list all individuals or entities controlling 5% or more of any class of the issuer's securities.

If any insiders listed are corporate shareholders or entities, provide the name and address of the person(s) beneficially owning or controlling such corporate shareholders, or the name and contact information (City, State) of an individual representing the corporation or entity. Include Company Insiders who own any outstanding units or shares of any class of any equity security of the issuer.

The goal of this section is to provide investors with a clear understanding of the identity of all the persons or entities that are involved in managing, controlling or advising the operations, business development and disclosure of the issuer, as well as the identity of any significant or beneficial owners.

Based on 1,736,173 shares of common stock issued and outstanding as of June 30, 2024 after retroactively applying the recent 150 to 1 reverse split:

Names of All Officers, Directors, and Control Persons	Affiliation with Company (e.g. Officer Title /Director/Owner of 5% or more)	Residential Address (City / State Only)	Number of shares owned	Share type/class	Ownership Percentage of Class Outstanding	Names of control person(s) if a corporate entity
<u>Louis Shesky</u>	<u>President, Secretary/Treasurer and Director</u> <u>5% or More</u>	<u>Thornhill, Ontario</u>	<u>149,402</u>	<u>Common Stock</u>	<u>8.61%</u>	
<u>Eliav Kling</u>	<u>5% or More</u>	<u>Georgetown, Cayman Islands</u>	<u>179,539</u>	<u>Common Stock</u>	<u>10.35%</u>	
<u>Benny Doro</u>	<u>CEO and Director, 5% or more</u>	<u>Vancouver, British Columbia, Canada</u>	<u>560,000</u>	<u>Common Stock</u>	<u>32.28%</u>	
<u>Mark Wright</u>	<u>Director</u>	<u>Vancouver British Columbia Canada</u>	<u>-</u>	<u>-</u>	<u>-</u>	
<u>Ruben Yakubov</u>	<u>Chairman of the Board, Director and CFO.</u> <u>Sole officer and director subsidiary Super Fresh Foods Inc.</u>	<u>Maple, Ontario, Canada</u>	<u>280,786 of which 16,000 shares are held directly and 264,786 are held indirectly by ESilkroad Network Ltd., a company of which Mr. Yakubov is the beneficial owner</u>	<u>Common Stock</u>	<u>16.18%</u>	

Confirm that the information in this table matches your public company profile on www.OTCMarkets.com. If any updates are needed to your public company profile, log in to www.OTCIQ.com to update your company profile.

7) Legal/Disciplinary History

A. Identify and provide a brief explanation as to whether any of the persons or entities listed above in Section 6 have, in the past 10 years:

1. Been the subject of an indictment or conviction in a criminal proceeding or plea agreement or named as a defendant in a pending criminal proceeding (excluding minor traffic violations);

None

2. Been the subject of the entry of an order, judgment, or decree, not subsequently reversed, suspended or vacated, by a court of competent jurisdiction that permanently or temporarily enjoined, barred, suspended or otherwise limited such person's involvement in any type of business, securities, commodities, financial- or investment-related, insurance or banking activities;

None

3. Been the subject of a finding, disciplinary order or judgment by a court of competent jurisdiction (in a civil action), the Securities and Exchange Commission, the Commodity Futures Trading Commission, a state securities regulator of a violation of federal or state securities or commodities law, or a foreign regulatory body or court, which finding or judgment has not been reversed, suspended, or vacated;

None

4. Named as a defendant or a respondent in a regulatory complaint or proceeding that could result in a "yes" answer to part 3 above; or

None

5. Been the subject of an order by a self-regulatory organization that permanently or temporarily barred, suspended, or otherwise limited such person's involvement in any type of business or securities activities.

None

6. Been the subject of a U.S Postal Service false representation order, or a temporary restraining order, or preliminary injunction with respect to conduct alleged to have violated the false representation statute that applies to U.S mail.

None

B. Describe briefly any material pending legal proceedings, other than ordinary routine litigation incidental to the business, to which the issuer or any of its subsidiaries is a party to or of which any of their property is the subject. Include the name of the court or agency in which the proceedings are pending, the date instituted, the principal parties thereto, a description of the factual basis alleged to underlie the proceeding and the relief sought. Include similar information as to any such proceedings known to be contemplated by governmental authorities.

None

8) Third Party Service Providers

Provide the name, address, telephone number and email address of each of the following outside providers. You may add additional space as needed.

Confirm that the information in this table matches your public company profile on www.OTCMarkets.com. If any updates are needed to your public company profile, update your company profile.

Securities Counsel (must include Counsel preparing Attorney Letters).

Name: Allen Tucci
Firm: McNees Wallace & Nurick LLC
Address 1: 426 Lancaster Ave, Suite 110
Address 2: Devon, PA 19333
Phone: (484) 329-8046
Email: atucci@mcneeslaw.com

Accountant or Auditor

Name: Li Shen, Accountant
Firm: The Accounting Connection
Address 1: 145-251 Midpark Blvd SE
Address 2: Calgary, AB T2X 1S3, Canada
Phone: 403-693-8004
Email: support@theaccountingconnection.com

Investor Relations

Name: -
Firm: -
Address 1: -
Address 2: -
Phone: -
Email: -

All other means of Investor Communication:

Twitter: <https://twitter.com/allyourfoods>
Discord: [n/a](#)
LinkedIn: <https://www.linkedin.com/company/super-fresh-foods>
Facebook: <https://www.facebook.com/allyourfoodsinc/>

Other social media sites:

<https://www.instagram.com/superfreshfoodsgspt/>
<https://www.tiktok.com/@superfreshfoodsgspt?lang=en>
<https://www.youtube.com/@superfreshfoodsgspt/videos>

Other Service Providers

Provide the name of any other service provider(s) that **that assisted, advised, prepared, or provided information with respect to this disclosure statement**. This includes counsel, broker-dealer(s), advisor(s), consultant(s) or any entity/individual that provided assistance or services to the issuer during the reporting period.

Name: Jacqueline Danforth
Firm: The Ideal Connection
Nature of Services: Compliance Consulting Services
Address 1: 30 North Gould, Suite 5953

Address 2: Sheridan, WY 82801
Phone: 646-831-6244
Email: jd@theidealconnection.com

9) Disclosure & Financial Information

A. This Disclosure Statement was prepared by (name of individual):

Name: Jacqueline Danforth
Title: Independent Service Provider
Relationship to Issuer: Consultant

Content of this report was prepared in reliance on information provided by management.

B. The following financial statements were prepared in accordance with:

- ☐ IFRS
☒ U.S. GAAP

C. The following financial statements were prepared by (name of individual):

Name: Li Shen
Title: Accountant, The Accounting Connection
Relationship to Issuer: Outside Accountant

Describe the qualifications of the person or persons who prepared the financial statements:⁵
Ms. Shen is a CPA (Chartered Professional Accountant) in Canada

Provide the following qualifying financial statements:

We have included the following unaudited financial statements for the three and six months ended June 30, 2024 and 2023

- a. Condensed Consolidated Balance Sheet;
- b. Condensed Consolidated Statement of Income;
- c. Condensed Consolidated Statement of Cash Flows;
- d. Condensed Consolidated Statement of Retained Earnings (Statement of Changes in Stockholders' Equity)
- e. Financial Notes to Condensed Consolidated Financial Statements

Financial Statement Requirements:

- Financial statements must be published together with this disclosure statement as one document.
- Financial statements must be "machine readable". Do not publish images/scans of financial statements.
- Financial statements must be presented with comparative financials against the prior FYE or period, as applicable.
- Financial statements must be prepared in accordance with U.S. GAAP or International Financial Reporting Standards (IFRS) but are not required to be audited.

⁵ The financial statements requested pursuant to this item must be prepared in accordance with US GAAP or IFRS and by persons with sufficient financial skills.

10) Issuer Certification

Principal Executive Officer:

I, Benny Doro certify that:

1. I have reviewed this Quarterly Disclosure Statement for Food Culture Inc.;
2. Based on my knowledge, this disclosure statement does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this disclosure statement; and
3. Based on my knowledge, the financial statements, and other financial information included or incorporated by reference in this disclosure statement, fairly present in all material respects the financial condition, results of operations and cash flows of the issuer as of, and for, the periods presented in this disclosure statement.

August 19, 2024

/s/ Benny Doro
CEO and director

Principal Financial Officer:

I, Ruben Yakubov certify that:

1. I have reviewed this Quarterly Disclosure Statement for Food Culture Inc.;
2. Based on my knowledge, this disclosure statement does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this disclosure statement; and
3. Based on my knowledge, the financial statements, and other financial information included or incorporated by reference in this disclosure statement, fairly present in all material respects the financial condition, results of operations and cash flows of the issuer as of, and for, the periods presented in this disclosure statement.

August 19, 2024

/s/ Ruben Yakubov
CFO and director

**FOOD CULTURE INC.
(FORMERLY GOLDEN STAR ENTERPRISES LTD.)**

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

**Six Months Ended June 30, 2024 and 2023
(Unaudited)**

(Stated in US Dollars)

Index to Unaudited Condensed Consolidated Financial Statements

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FOOD CULTURE INC.
(FORMERLY GOLDEN STAR ENTERPRISES LTD.)
Unaudited Condensed Consolidated Balance Sheets

	June 30, 2024	December 31, 2023
ASSETS		
CURRENT ASSETS:		
Cash	\$ 2,550	\$ 92
Accounts receivable, related parties	16,966	25,327
Marketable securities	<u>15,603</u>	<u>20,332</u>
Total current assets	35,119	45,751
Intangible assets	855,558	947,226
Goodwill	<u>161,707</u>	<u>161,707</u>
TOTAL ASSETS	<u>\$ 1,052,384</u>	<u>\$ 1,154,684</u>
LIABILITIES AND STOCKHOLDERS' EQUITY (DEFICIT)		
CURRENT LIABILITIES:		
Accounts payable and accrued liabilities	\$ 247,140	\$ 211,404
Deferred revenue	2,009	1,660
Advances	43,427	33,604
Demand loans	69,000	69,000
Convertible notes	<u>3,606,806</u>	<u>4,317,423</u>
Total current liabilities	3,968,382	4,633,091
TOTAL LIABILITIES	<u>3,968,382</u>	<u>4,633,091</u>
Commitments and contingencies		
STOCKHOLDERS' EQUITY (DEFICIT)		
Common stock, \$0.0001 par value, 500,000,000 shares authorized, 1,736,173 and 1,471,387, issued and outstanding as of June 30, 2024 and December 31, 2023, respectively	173	147
Additional paid-in capital	3,731,057	3,461,001
Accumulated earnings (deficit)	<u>(6,647,228)</u>	<u>(6,939,555)</u>
Total stockholders' equity (deficit)	<u>(2,915,998)</u>	<u>(3,478,407)</u>
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY (DEFICIT)	<u>\$ 1,052,384</u>	<u>\$ 1,154,684</u>

The accompanying notes are an integral part of these unaudited condensed consolidated financial statements.

FOOD CULTURE INC.
(FORMERLY GOLDEN STAR ENTERPRISES LTD.)
Unaudited Condensed Consolidated Statements of Operations and Comprehensive Income (Loss)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2024	2023	2024	2023
REVENUES	\$ 9,128	\$ 3,521	\$ 13,750	\$ 34,209
OPERATING EXPENSES				
Professional fees	5,000	5,750	10,000	17,000
Consulting fees	7,894	47,684	9,350	205,167
General and administrative	59,504	53,053	119,806	73,194
Total operating expenses	72,398	106,487	139,156	295,361
(Loss) from operations	(63,270)	(102,966)	(125,406)	(261,152)
Other income (expense)				
Interest expense	(15,063)	(47,770)	(30,372)	(132,405)
Gain on debt settlement	-	-	452,834	-
Gain on divestiture of subsidiary	-	102,834	-	102,834
Unrealized loss on investment	1,418	(21,277)	(4,729)	(37,826)
Total other income (expense)	(13,645)	33,787	417,733	(67,397)
Income (loss) from continuing operation	(76,915)	(69,179)	292,327	(328,549)
Income (loss) from discontinued operation	-	4,437	-	(1,249)
Income (loss)	<u>\$ (76,915)</u>	<u>\$ (64,742)</u>	<u>\$ 292,327</u>	<u>\$ (329,798)</u>
Other comprehensive loss				
Net Income (loss)	\$ (76,915)	(64,742)	\$ 292,327	\$ (329,798)
Foreign currency translation adjustment	-	(4,606)	-	(2,298)
Comprehensive loss	<u>\$ (76,915)</u>	<u>\$ (69,348)</u>	<u>\$ 292,327</u>	<u>\$ (362,200)</u>
Basic income (loss) per common share	<u>\$ (0.04)</u>	<u>\$ (0.05)</u>	<u>\$ 0.17</u>	<u>\$ (0.27)</u>
Diluted income (loss) per common share	<u>(0.00)</u>	<u>(0.05)</u>	<u>0.01</u>	<u>(0.01)</u>
Weighted average shares, basic	<u>1,736,173</u>	<u>1,471,387</u>	<u>1,714,350</u>	<u>1,297,575</u>
Weighted average shares, diluted	<u>57,094,862</u>	<u>56,046,764</u>	<u>57,073,039</u>	<u>55,872,952</u>

The accompanying notes are an integral part of these unaudited condensed consolidated financial statements.

FOOD CULTURE INC.
(FORMERLY GOLDEN STAR ENTERPRISES LTD.)
Unaudited Condensed Consolidated Statements of Changes in Stockholders' (Deficit)

	<u>Common Stock</u>		<u>Additional Paid in Capital</u>	<u>Accumulated (Deficit)</u>	<u>Total Stockholders' (Deficit)</u>
	<u>Shares</u>	<u>Amount</u>			
Balance, December 31, 2023	1,471,387	\$ 147	\$ 3,461,001	\$ (6,939,555)	\$ (3,478,407)
Shares issued under notice of conversion	264,786	26	270,056	-	270,082
Net income (loss)	-	-	-	369,242	369,242
Balance, March 31, 2024	1,736,173	173	3,731,057	(6,570,313)	(2,839,083)
Net income (loss)	-	-	-	(76,915)	(76,915)
Balance, June 30, 2024	1,736,173	\$ 173	\$ 3,731,057	\$ (6,647,228)	\$ (2,915,998)

	<u>Common Stock</u>		<u>Additional Paid-in Capital</u>	<u>Deferred Compensation</u>	<u>Accumulated Earnings (Deficit)</u>	<u>Accumulated Other Comprehensive Income (Loss)</u>	<u>Total Stockholders' (Deficit)</u>
	<u>Shares</u>	<u>Amount</u>					
Balance, December 31, 2022	811,387	\$ 81	\$ 2,091,567	\$ (155,406)	\$ (6,402,090)	\$ 2,298	\$ (4,463,550)
Stock issued under share exchange agreement	560,000	56	1,259,944				1,260,000
Stock awards to consultants and management	100,000	10	109,490	-	-	-	109,500
Amortization of deferred stock-based compensation	-	-	-	47,002	-	-	47,002
Unrealized loss on foreign currency translation	-	-	-	-	-	2,308	2,308
Net loss	-	-	-	-	(265,056)	-	(265,056)
Balance, March 31, 2023	1,471,387	147	3,461,001	(108,404)	(6,667,146)	4,606	(3,309,796)
Amortization of deferred stock-based compensation				47,002			47,002
Unrealized loss on foreign currency translation						(4,606)	(4,606)
Net loss					(64,742)		(64,742)
Balance, June 30, 2023	1,471,387	\$ 147	\$ 3,461,001	\$ (61,402)	\$ (6,731,888)	\$ -	\$ (3,332,142)

The accompanying notes are an integral part of these unaudited condensed consolidated financial statements.

FOOD CULTURE INC.
(FORMERLY GOLDEN STAR ENTERPRISES LTD.)
Unaudited Condensed Consolidated Statements of Cash Flows

	Six Months ended June 30,	
	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net income (loss)	\$ 292,327	\$(329,798)
Loss from discontinued operation	-	1,249
Adjustments to reconcile net income (loss) to net cash used in operating activities:		
Depreciation and amortization	91,668	61,112
Amortization of debt discount	-	99,468
Stock-based compensation	-	203,504
Unrealized (gain) loss on investment in securities	4,729	37,826
Realized foreign exchange	-	(7,618)
(Gain) on divestment	-	(102,834)
(Gain) on debt settlement	(452,834)	-
Changes in operating assets and liabilities:		
Increase in accounts receivable, related party	8,361	(18,927)
Increase (decrease) in unearned revenue	349	661
Increase in accounts payable and accrued liabilities	48,034	45,038
Net cash provided (used) in operating activities	<u>(7,366)</u>	<u>(10,319)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Cash disposal due to divestment	-	(947)
Cash acquired from share exchange agreement	-	94
Net cash provided by investing activities	<u>-</u>	<u>(853)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Repayment to related party	-	(1,128)
Advances	9,824	-
Net cash provided by (used in) financing activities	<u>9,824</u>	<u>(1,128)</u>
CASH FLOWS FROM DISCONTINUED OPERATION:		
Operating activities	-	(4,923)
Net cash used by discontinued activities	<u>-</u>	<u>(4,923)</u>
Foreign exchange effect on cash	-	(169)
Net increase (decrease) in cash	2,458	(17,392)
Cash at beginning of year	92	18,081
Cash at the end of the period	<u><u>\$ 2,550</u></u>	<u><u>\$ 689</u></u>
Supplemental Disclosure of Cash Flow Information:		
Cash paid for interest	\$ -	\$ -
Cash paid for income taxes	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these unaudited condensed consolidated financial statements.

FOOD CULTURE INC.
(FORMERLY GOLDEN STAR ENTERPRISES LTD.)
Unaudited Condensed Consolidated Statements of Cash Flows

Non-cash Investing and Financing Activities:

Intangible assets from share exchange agreement	\$	-	\$ 1,100,000
Goodwill from share exchange agreement	\$	-	\$ 161,707
Accounts payable related party acquired from share exchange agreement	\$	-	\$ 1,807
Shares issued under notice of conversion - principal	\$ 75,080	\$	-
Shares issued under notice of conversion – interest payable	\$ 12,300	\$	-

The accompanying notes are an integral part of these unaudited condensed consolidated financial statements.

FOOD CULTURE INC.
(FORMERLY GOLDEN STAR ENTERPRISES LTD.)
NOTES TO UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
For The Six Months ended June 30, 2024 and 2023

Note 1 – Organization and Description of Business

FOOD CULTURE INC. (FORMERLY GOLDEN STAR ENTERPRISES LTD.) (the “Company”) was incorporated on September 13, 1993, in the State of Delaware as Power Direct, Inc. On January 31, 2000, the Company changed its name to 2U Online.com Inc. On October 8, 2003, the Company changed its name to Golden Spirit Minerals Ltd. On October 19, 2004, the Company changed its name to Golden Spirit Mining Ltd. On July 18, 2005, the Company changed its name to Golden Spirit Gaming Ltd. On June 30, 2006, the Company changes its name to Golden Spirit Enterprises Ltd. On August 29, 2011, the Company changed its name to Terralene Fuels Corporation. On June 5, 2013, the Company changed its name to Golden Star Enterprises Ltd. On July 17, 2024 the Company changed its name to Food Culture Inc.

On October 27, 2020, the Company entered into an acquisition agreement with the shareholders of Enigmai Ltd., an operating enterprise software company established in 2009 that offers clients a workforce management system solution, whereby the Company acquired 100% of the issued and outstanding shares of Enigmai Ltd in exchange for 20,000,000 restricted common shares of the Company (the “Share Exchange”). The Company further agreed to pay a finder’s fee of 2,000,000 shares to third parties. The transaction closed effective October 31, 2020, and the Company administratively issued the shares on November 24, 2020, making Enigmai Ltd. a wholly owned subsidiary of the Company.

On November 4, 2020, the then Board of Directors and officers resigned, and Eliav Kling and Louis Shefsky were appointed to the Board of Directors and as officers of the Company, thus effecting a change in control of the Company.

During the fiscal year ended December 31, 2022, the Company entered into certain financing agreements (Note 6) in order to continue to implement its ongoing plans to upgrade its workforce management software suite, including an equity purchase agreement to raise up to \$5,000,000 for which the Company filed an initial Form S-1 Registration Statement with the Securities and Exchange Commission (“SEC”) (Note 9). On April 14, 2023, the Company withdrew its Registration Statement.

Effective February 25, 2023, the Company closed the acquisition of Super Fresh Foods, Inc. (“Super Fresh”), a U.S.-based food-tech company established in Wyoming in 2022 and specializing in meal-subscription operations from its sole shareholder, Mr. Benny Doro. Following the closing of the transaction, Super Fresh operates as a 100% owned subsidiary of the Company. In return, the Super Fresh shareholder was issued a total of 84,000,000 unregistered, restricted shares of the Company’s common stock. The Company concurrently added two new board members, Mr. Benny Doro and Mr. Mark Wright to the Company’s board of directors. The transaction effected a change of control of the Company. Subsequently on March 31, 2023, each of Mr. Louis Shefsky and Mr. Eliav Kling resigned all officer positions and Mr. Benny Doro was appointed the sole officer of the Company assuming the titles of CEO, President, Secretary and Treasurer.

In May 2023, the Company divested its wholly owned Israeli subsidiary, Enigmai Ltd. The Company’s directors, Mr. Louis Shefsky and Mr. Eliav Kling acquired Enigmai Ltd. including all liabilities of Enigmai Ltd., plus one dollar (\$1) and a release of all loans, debts or liabilities owing by Enigmai Ltd. to the Company. The Company recorded a gain of \$102,834 on date of divestiture. All historic operations of Enigmai are currently included in discontinued operations.

On November 1, 2023, Mr. Benny Doro resigned as President, Secretary and Treasurer and Mr. Louis Shefsky, current director, assumed those positions. Concurrently Mr. Ruben Yakubov was appointed to the Company’s Board of Directors and as Chairman of the Board and Chief Financial Officer.

FOOD CULTURE INC.
(FORMERLY GOLDEN STAR ENTERPRISES LTD.)
NOTES TO UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
For The Six Months ended June 30, 2024 and 2023

Note 1 – Organization and Description of Business

On January 31, 2024, the Board of Directors and the majority stockholders of the Corporation approved a name change of the company to Food Culture, Inc. and a reverse split of the shares of the Company on the basis of one new share for each 150 shares currently held. FINRA announced the completed corporate action on July 25, 2024 and changed the Company's trading symbol to "GSPTD". On August 23, 2024, the Company's symbol will change from GSPTD and become "FCUL". All share and per shares values herein have been retroactively impacted for the aforementioned reverse split.

Going Concern

During the six months ended June 30, 2024, and 2023, the Company reported a gain of \$292,327 and a loss \$328,549 respectively from continuing operations; cash used in operations totaled \$7,366 and \$10,319 for the six months ended June 31, 2024, and 2023, respectively. On June 30, 2024, the Company had negative working capital of approximately \$3.9 million. The continuation of the Company as a going concern is dependent upon the continued financial support from its shareholders, officer and directors and third parties, the ability to raise equity or debt financing, and the attainment of profitable operations from the Company's existing business. These factors raise substantial doubt regarding the Company's ability to continue as a going concern.

Note 2 – Summary of Significant Accounting Policies

Basis of Presentation

The accompanying condensed consolidated financial statements have been prepared by the Company in accordance with accounting principles generally accepted in the United States ("GAAP"), and pursuant to the rules and regulations of the Securities and Exchange Commission (the "SEC").

As discussed in Note 2, Recently Issued Accounting Pronouncements, to the Consolidated Financial Statements, the Company adopted Accounting Standards Update No. 2020-06, Debt – Debt with Conversion and Other Options (Subtopic 470-20) and Derivatives and Hedging – Contracts in Entity's Own Equity (Subtopic 815-40): Accounting for Convertible Instruments and Contracts in an Entity's Own Equity ("ASU 2020-06"), effective January 1, 2022. Comparative prior period Consolidated Financial Statements have not been restated for ASU 2020-06 as the net effect of the adoption of ASU 2020-06 consists solely of a reallocation from APIC to Convertible notes payable with a net zero effect on the statement of profit and loss.

Year End

The Company has selected December 31 as its year end.

Principals of Consolidation

The consolidated financial statements include the accounts of Food Culture Inc. (Formerly Golden Star Enterprises Ltd.) and its 100% controlled subsidiary, Super Fresh Foods, Inc. Operations of subsidiary Enigmai Ltd. have been reported as discontinued through the date of divestiture on May 30, 2023. All significant intercompany balances and transactions have been eliminated.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America ("GAAP") requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Significant items subject to estimates and assumptions include timing of recognition of revenue on software service renewals and expenses related thereto. Actual results could differ from those estimates.

FOOD CULTURE INC.
(FORMERLY GOLDEN STAR ENTERPRISES LTD.)
NOTES TO UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
For The Six Months ended June 30, 2024 and 2023

Note 2 – Summary of Significant Accounting Policies (continued)

Foreign Currency Translation

The Company uses the U.S. Dollar as the reporting currency for its financial statements. Functional currency is the currency of the primary economic environment in which an entity operates. The functional currency of the Company's wholly owned subsidiary is the Israeli Shekel ("ILS").

Translation of amounts from ILS into U.S. dollars has been made at the following exchange rates:

	June 30, 2023		March 31, 2023
	(Divestment)		
Period-end ILS: U.S. dollar exchange rate	\$ -	\$	0.27774
Period average ILS: U.S. dollar exchange rate	\$ -	\$	0.28284

Adjustments arising from such translations are included in accumulated other comprehensive income (loss) in stockholders' equity.

Cash and Cash Equivalents

For financial accounting purposes, cash and cash equivalents are considered to be all highly liquid investments with a maturity of three (3) months or less at the time of purchase.

Marketable Securities

The Company's investments in marketable equity securities are classified based on the nature of the securities and their availability for use in current operations. The Company's marketable equity securities are measured at fair value with unrealized gains and losses reported in other income (expense), net ("OI&E"). If there is a permanent decline in the market value of the securities, this permanent market value adjustment is taken into income in the period.

Stock-based Compensation

We account for stock-based compensation in accordance with ASC 718, *Compensation – Stock Compensation*. Under the fair value recognition provision of this guidance, stock-based compensation cost is measured at the grant date based on the fair value of the award and is recognized as expense over the requisite service period (typically the vesting period) and reduced for actual forfeitures in the period they occur. Stock-based compensation is included as consulting fees in our condensed consolidated statements of operations and comprehensive loss.

Business Combinations

The Company accounts for business combinations using the purchase method of accounting. The purchase method requires the Company to determine the fair value of all acquired assets, including identifiable intangible assets and all assumed liabilities. The total cost of acquisitions is allocated to the underlying identifiable net assets, based on their respective estimated fair values. Determining the fair value of assets acquired and liabilities assumed requires management's judgment and the utilization of independent valuation experts, and often involves the use of significant estimates and assumptions, including assumptions with respect to future cash inflows and outflows, discount rates and asset lives, among other items.

FOOD CULTURE INC.
(FORMERLY GOLDEN STAR ENTERPRISES LTD.)
NOTES TO UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
For The Six Months ended June 30, 2024 and 2023

Note 2 – Summary of Significant Accounting Policies (continued)

Goodwill and Intangibles

Goodwill represents the excess of the purchase price over the fair market value of the net assets (including intangibles) acquired on February 25, 2023, respectively. The Company has implemented the Business Combinations Topic of the Financial Accounting Standards Board (“FASB”) Accounting Standards Codification (“ASC”) 350, *Intangibles - Goodwill and Other*. Goodwill and tradename are deemed to have an indefinite life, customer/distributor relationships have a definite life of approximately 5 years, website, and marketing materials have a definite life of approximately 3 years. Goodwill and indefinite life intangible assets are not amortized but are subject to, at a minimum, annual impairment testing. The Company expenses costs to maintain or extend intangible assets as incurred.

The Company reviews intangible assets (with a definite life), excluding goodwill and tradenames, for impairment when events or changes in circumstances indicate the carrying amount may not be recoverable. We measure the recoverability of these assets by comparing the carrying amounts to the future undiscounted cash flows that the assets are expected to generate. If the carrying value of the assets are not recoverable, the impairment recognized is measured as the amount by which the carrying value of the asset exceeds its fair value. There were no impairments for the periods presented.

The Company tests goodwill, accreditation and trade names for impairment at least annually, or more frequently if events or changes in circumstances indicate that the asset may be impaired. There were no goodwill, accreditation or trade names impairments for the periods presented. Amortization of customer relationships on a straight-line basis totaled \$91,668 and \$61,112 in the six months ended June 30, 2024, and 2023, respectively.

Long-Lived Assets

The Company evaluates the recoverability of its long-lived assets for impairment, other than goodwill, whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. The recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to undiscounted future net cash flows expected to be generated by the assets. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the fair value of the assets. Fair value estimates are based on assumptions concerning the amount and timing of estimated future cash flows. The Company had no long-lived asset impairments as of June 30, 2024, and 2023, respectively.

Revenue Recognition

The Company follows ASC 606, *Revenue from Contracts with Customers*. Under ASC 606, the Company recognizes revenue from software licensing agreements and contracts by applying the following steps: (1) identify the contract with a customer; (2) identify the performance obligations in the contract; (3) determine the transaction price; (4) allocate the transaction price to each performance obligation in the contract; and (5) recognize revenue when each performance obligation is satisfied.

In the six months ended June 30, 2024, and 2023, the Company reported revenue from acquired meal preparation and delivery service. The Company holds the associated intellectual property including recipes, tradenames and e-commerce website, and operates this service through a subcontractor with a full kitchen facility where the meals are prepared. The subcontractor organizes delivery to the clients and invoices the Company a fixed fee per meal and reimbursement of all delivery costs. Under the guidance of ASC 606-10-55-40 the Company has determined it is the agent and the subcontractor is the principal. As a result, the Company recognizes revenue from the sales of its prepared meals in the amount of the net sales of the meal subscriptions or gross revenue less the costs invoiced by the subcontractor.

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Note 2 – Summary of Significant Accounting Policies (continued)

Revenue Recognition (Cont'd)

Through the date of divestiture in the quarter ended June 30, 2023, the Company's former subsidiary generated revenues from subscriptions to the Company's workforce software, the ENIGMAI Business Suite. Customers paid a fixed fee for access to the software suite. Thereafter, customers paid 12% of the software cost annually for maintenance and support. Updates and new software versions are included in the maintenance costs. Set up fees and software costs are expensed when the software is operational for each client. Annual maintenance fees are generally charged in advance at the start of each contract year and amortized over the year. The Company also generated revenue from time to time from ad hoc service/software installation projects which are invoiced on completion. During the years ended December 31, 2022, and 2021, the Company recognized revenues of \$44,476 and \$45,075, respectively. Balances of deferred revenues at December 31, 2022 and December 31, 2021 totaled \$21,952 and \$49,738, respectively. Effective May 30, 2023, all operations of Enigmai were divested.

Disaggregated Revenues

The Company currently has a single product line with one geographical market and therefore has not presented disaggregated revenues. Sales through date of divestiture on May 30, 2023 from former subsidiary Enigmai have been included as discontinued operations.

Convertible Debt and Stock Settled Debt

The Company adopted ASU 2020-06 effective January 1, 2022. In certain instances, the Company will issue convertible notes which contain a provision in which the price of the conversion feature is priced at a fixed discount to the trading price of the Company's common shares as traded in the over-the-counter market. In these instances, the Company records a liability, in addition to the principal amount of the convertible note, as stock-settled debt for the fixed value transferred to the convertible note holder from the fixed discount conversion feature. As of June 30, 2024, and December 31, 2023, the Company had recorded within Convertible Notes, net of discount, in the amounts of \$3,606,806 and \$4,317,423, respectively.

Original Issue Discount and Debt Issue Costs

If debt is issued with an original issue discount, the original issue discount is recorded to debt discount, reducing the face amount of the note and is amortized over the life of the debt to the statement of operations as amortization of debt discount. If a conversion of the underlying debt occurs, a proportionate share of the unamortized amounts is immediately expensed.

The Company may pay debt issue costs in connection with raising funds through the issuance of debt whether convertible or not or with other consideration. These costs are recorded as debt discounts and are amortized over the life of the debt on the statement of operations as amortization of debt discount.

Fair Value Measurements

The Company's financial instruments primarily consist of cash and cash equivalents, accounts receivable, accounts payable and accrued liabilities, deferred revenue, and debt. The carrying values of the Company's financial instruments approximate fair value.

FASB ASC 820, *Fair Value Measurements and Disclosures* ("ASC 820") establishes a framework for all fair value measurements and expands disclosures related to fair value measurement and developments. ASC 820 defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

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Note 2 – Summary of Significant Accounting Policies (continued)

Fair Value Measurements (Cont'd)

ASC 820 requires that assets and liabilities measured at fair value are classified and disclosed in one of the following three categories:

- Level 1—Quoted market prices for identical assets or liabilities in active markets or observable inputs;
- Level 2—Significant other observable inputs that can be corroborated by observable market data; and
- Level 3—Significant unobservable inputs that cannot be corroborated by observable market data.

The Company believes that the carrying amounts of cash and cash equivalents, accounts receivable, accounts payable, and debt approximate fair value based on either their short-term nature or on terms currently available to the Company in financial markets.

Income Taxes

Deferred tax assets and liabilities are recognized for the future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases and net operating loss and credit carry forwards. Deferred tax assets and liabilities are measured at rates expected to apply to taxable income in the years in which those temporary differences and carry forwards are expected to be recovered or settled. The effect on deferred tax assets and liabilities of a change in tax rates is recognized in the statement of operations in the period that includes the enactment date. A valuation allowance is recorded when it is not more likely than not that all or a portion of the net deferred tax assets will be realized.

Basic and Diluted Net Income (Loss) Per Share

The Company computes net income (loss) per share in accordance with ASC 260, *Earning per Share*. ASC 260 requires presentation of both basic and diluted earnings per share (EPS) on the face of the statement of operations and comprehensive income (loss). Basic EPS is computed by dividing net income (loss) available to common shareholders (numerator) by the weighted average number of shares outstanding (denominator) during the period. Diluted EPS gives effect to all dilutive potential common shares outstanding during the period using the if-converted method. In computing Diluted EPS, the average stock price for the period is used in determining the number of shares assumed to be purchased from the exercise of certain convertible notes payable.

The table below reflects the potentially dilutive securities outstanding during each reporting period:

	<u>June 30, 2024</u>	<u>December 31, 2023</u>
Share purchase warrants	126,667	126,667
Equity agreement share purchase warrants	66,667	66,667
Convertible notes	55,165,356	54,382,042
Total	<u>55,358,689</u>	<u>54,575,375</u>

Recently issued accounting pronouncements

The Company has reviewed other recently issued accounting pronouncements and plans to adopt those that are applicable to it. The Company does not expect the adoption of any other pronouncements to have an impact on its results of operations or financial position.

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Note 3 – Marketable Securities

As at June 30, 2024 and December 31, 2023, marketable securities consisted of the following:

	<u>June 30, 2024</u>	<u>December 31, 2023</u>
4,728,283 shares of Wee-Cig International Corp. (“WCIG”)	\$ 15,603	\$ 20,332
35,187 shares of Bravo Enterprises Ltd.	-	-
Total	<u>\$ 15,603</u>	<u>\$ 20,332</u>

During the six months ended June 30, 2024, and 2023, the Company recorded an unrealized loss of \$4,729 and \$37,826, respectively, on the change in fair market value of these investments.

Note 4 – Business Combination

Effective February 25, 2023, the Company closed the acquisition of Super Fresh Foods, Inc. ("Super Fresh"), a U.S.-based food-tech company established in Wyoming in 2022 and specializing in meal-subscription operations from its sole shareholder, Mr. Benny Doro. Following the closing of the transaction, Super Fresh operates as a 100% owned subsidiary of the Company. In return, the Super Fresh shareholder was issued a total of 560,000 unregistered, restricted shares of the Company’s common stock. The Company concurrently added two new board members, Mr. Benny Doro and Mr. Mark Wright to the Company’s board of directors. The transaction effected a change of control of the Company.

The following is a summary of the estimated fair values of acquisition costs at the date of February 25, 2023:

Consideration Paid – Fair Value

Stock issued:

Number of Shares:	560,000	
Value per share	\$ 2.25	
Total stock fair value		<u>1,260,000</u>
Total consideration		<u>\$ 1,260,000</u>

The following is a summary of the estimated fair values of the assets acquired and liabilities assumed and additional information regarding the intangible assets acquired at the date of February 28, 2023:

Tangible assets acquired:

Cash	\$ 94
Intangible assets	<u>6</u>
Accounts payable, related party	<u>(1,807)</u>
Total assets acquired and liability assumed	<u>(1,707)</u>

Intangible assets acquired:

Tradename – trademarks, brand (indefinite life)	250,000
Customer base/distributors (expected 5 years)	750,000
Website and marketing (expected 3 years)	<u>100,000</u>
Total intangible assets acquired	<u>1,100,000</u>
Goodwill	<u>161,707</u>

Total Net asset acquired	<u><u>\$ 1,260,000</u></u>
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Note 4 – Business Combination (continued)

As of June 30, 2024, and December 31, 2023, management of the Company determined there was no impairment of the Company's goodwill, nor other intangibles with an indefinite life, required.

Note 5 – Intangible Assets

The following table sets forth the details of intangible assets at June 30, 2024 and December 31, 2023:

	<u>June 30, 2024</u>	<u>December 31, 2023</u>
Intangible assets acquired under share exchange agreement:		
Intangible assets in Super Fresh	\$ 6	\$ 6
Tradename – trademarks (indefinite life)	250,000	250,000
Customer base/distributors (expected 5 years)	750,000	750,000
Website and marketing (expected 3 years)	100,000	100,000
Less accumulated amortization	(244,448)	(152,780)
Total	<u>\$ 855,558</u>	<u>\$ 947,226</u>

As of June 30, 2024, the estimated future amortization expense associated with the Company's finite-lived intangible assets for each of the five succeeding fiscal years is as follows:

<u>Years Ended December 31,</u>	<u>Amortization Expense</u>
2024	68,750
2025	183,333
2026	155,554
2027 and after	175,000
Total	<u>\$ 582,637</u>

Amortization is recognized in general and administrative expense.

Note 6 – Deferred Stock-based Compensation

On December 1, 2022, the Company entered into a compensation agreement for a term of one year with its President and Secretary, Louis Shefsky pursuant to which the Company issued a total of 82,540 unregistered, restricted shares of common stock, valued at \$130,000 or \$1.575 per share. The Company amortized the value over the term of the contract which concluded on November 30, 2023.

On January 1, 2023, the Company and its CEO and director, Eliav Kling, entered into a compensation agreement for a term of one year, ending December 31, 2023, pursuant to which the Company agreed to compensation in the form of 100,000 unregistered, restricted shares of common stock, based on the fair market value of the stock on the date of the agreement or \$1.095 per share or \$109,500. Mr. Kling resigned as an officer and director subsequent to the three months ended March 31, 2023, and the Company has expensed the full value of the agreement as of March 31, 2023.

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Note 7 – Divestiture of subsidiary

The Company's wholly owned subsidiary, Enigmai Ltd., was sold to two of our officers and directors with an effective date of May 30, 2023. As a result, the Company has reported the operations of Enigmai Ltd. as discontinued in our current report.

The Results of the Discontinued Operations are as follows:

	Three Months Ended June 30,		Six Months Ended June 30,	
	2024	2023	2024	2023
Revenue	\$ -	\$ 6,764	\$ -	\$ 17,328
Operating expenses				
Cost of revenue	\$ -	\$ 406	\$ -	\$ 1,040
Professional fees	-	1,226	-	2,923
Research and development	-	-	-	11,281
General and administrative	-	695	-	3,333
Total operating expenses	-	2,327	-	18,577
Income (loss) from discontinued operations	\$ -	\$ 4,437	\$ -	\$ (1,249)

Assets and liabilities held for sale as of May 30, 2023 (immediately before divestiture)

	May 30, 2023
ASSETS:	
Cash	\$ 947
Accounts receivable	8,087
Other receivable	2,622
TOTAL ASSETS	\$ 11,656
LIABILITIES:	
Accounts payable and accrued liabilities	\$ 100,594
Deferred revenue	12,173
Due to related party	1,723
TOTAL LIABILITIES	114,490
NET ASSETS	\$ (102,834)
Consideration:	\$ -
Gain on divestiture	\$ 102,834

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Note 8 – Debt

Convertible Notes:

The Company has the following convertible notes outstanding as of June 30, 2024, and December 31, 2023:

	June 30, 2024	December 31, 2023
Loan treaty agreements, net of discount	\$ 2,448,400	\$ 3,159,017
Security purchase agreement, net of discount	370,000	370,000
Other convertible notes	788,406	788,406
Total convertible notes	<u>\$ 3,606,806</u>	<u>\$ 4,317,423</u>

Loan Treaty Agreements

On March 8, 2021, the Company entered into two Loan Treaty Agreements with two third parties (“Treaty Agreement”) whereby each lender has agreed to provide a loan in the amount of up to \$250,000 in tranches over a period of one year from time to time as agreed between the lender and the Company. Each amount deposited has a term of 12 months for repayment and shall bear an interest rate of 8% per annum. In addition, at the option of the Lender, the loan amount or any portion thereof is convertible into restricted, unregistered shares of the Common Stock of the Company at a fixed rate of \$3.00 per share, provided that at no time may the Lender hold more than 9.99% of the outstanding Common Stock of the Company. Each promissory note issued hereunder, or part thereof, may be converted into unrestricted common shares at the one-year anniversary of the deposit of the funds to the Company.

During the fiscal year ended December 31, 2021, the two third parties who had funded \$45,093 and \$46,101, respectively, under their Treaty Agreements assigned their Treaty Agreements to a third party who consolidated the two agreements into one Treaty Agreement and funded an additional \$50,080. During the year ended December 31, 2021, the Company received an aggregate cumulative amount of \$141,074. The Company recorded \$2,824,118 as the liability on stock settled debt associated with the funding tranches which amount was amortized over the term of the notes.

During the year ended December 31, 2022, the Company received additional aggregate proceeds of \$65,000, of which \$40,000 was received from an additional lender on the same terms and conditions as the prior Treaty Agreements. The Company recorded \$128,625 as the liability on stock settled debt associated with the funding tranches which amount was amortized over the term of the notes. During the year ended December 31, 2023, the controlling shareholder of a lender under the aforementioned loan treaties with a principal balance of \$75,080 became our Chairman and CFO (See Note 12 – Related Parties). On January 15, 2024, the Company issued a total of 264,786 shares of restricted common stock to settle the principal amount of \$75,080 and interest payable in the amount of \$12,300 with respect to conversion of debt under a loan treaty agreement at \$0.33 per share.

The remaining carrying value of the tranches is as follows:

	June 30, 2024	December 31, 2023
Principal issued	\$ 131,194	\$ 206,274
Stock-settled liability	2,317,206	2,952,743
Total convertible notes	<u>\$ 2,448,400</u>	<u>\$ 3,159,017</u>

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Note 8 – Debt (Continued)

Loan Treaty Agreements (cont'd)

The interest expenses for the tranches are as follows:

	Three Months Ended		Six Months Ended	
	June 30,		June 30,	
	2024	2023	2024	2023
Interest expense on notes	\$ 2,617	\$ 4,114	\$ 5,481	\$ 8,183
Amortization of debt discount		-	-	20,460
Total:	<u>\$ 2,617</u>	<u>\$ 4,114</u>	<u>\$ -</u>	<u>\$ 28,643</u>

As of June 30, 2024, the unpaid interest balance on the notes was \$31,029 (December 31, 2023 - \$37,848) which amount is included in Accounts payable and accrued liabilities.

The gain on extinguishment of principal and interest during the six months ended June 30, 2024, is as follows:

Principal	\$ 75,080
Stock-settled liability	635,537
Interest payable	12,300
Total	<u>722,917</u>
264,786 shares issued under notice of conversion, fair market value	270,082
Gain on conversion on January 15, 2024	<u>\$ 452,838</u>

Security Purchase Agreement with Warrant

On May 20, 2022, the Company entered into a Security Purchase Agreement (“SPA”) with an investor for the purchase and issuance of a 12% senior secured promissory note (the “Note”) in the principal amount of \$370,000 with gross proceeds to the Company of \$333,000, after deducting a 10% Original Issue Discount (“OID”). The Term of the Note is twelve months. The conversion rate of the Note on the date of the agreement was \$1.50 per share. The Company agreed to pay a finder’s fee in respect of the Note in the amount of \$26,640 and legal fees of \$5,000. Net funds of \$301,360 were allocated to be expended for operating costs including the further execution of the Company’s business plan. Further, in conjunction with the Note, the Company issued a series of five-year warrants with initial exercise terms as follows: 100,000 shares at \$6.00 per share; 13,333 shares at \$15 per share; 6,667 shares at \$30 per share and 6,667 shares at \$75 per share. In addition, the warrants issued under the SPA have an anti-dilution clause whereby if at any time while the warrants are outstanding, the Company shall sell or grant any option to purchase or sell or grant any right to reprice, or otherwise dispose of or issue any common stock or securities priced at less than the exercise price of the warrants, then the Company is obligated to notify the warrant holder and to adjust the warrant exercise price by reducing, at the option of the Holder and only reduced to equal the issuance price or the new issuance such that the number of Warrant Shares issuable shall be increased such that the aggregate Exercise Price payable hereunder, after taking into account the decrease in the Exercise Price, shall be equal to the aggregate Exercise Price prior to such adjustment (for the avoidance of doubt, the aggregate Exercise Price prior to such adjustment is calculated as follows: the total number of Warrant Shares issuable upon exercise of this Warrant immediately prior to such adjustment (without regard to the Beneficial Ownership Limitation) multiplied by the Exercise Price in effect immediately prior to such adjustment).

In accordance with ASC 470 – Debt, the gross proceeds of \$370,000 were allocated based on the relative fair values of the convertible notes and the warrants of \$267,753 and \$102,247, respectively. The Warrant was valued at \$102,247 and was recorded as a debt discount which is being amortized over the life of the Note. In addition, the Note

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Note 8 – Debt (Continued)

Security Purchase Agreement with Warrant (cont'd)

had an OID and related legal fees in the cumulative amount of \$68,640 which was recorded as a debt discount which is also being amortized over the life of the Note. The total debt discount was \$170,887.

The carrying value of convertible note is as follows:

	June 30, 2024	December 31, 2023
Principal issued	\$ 370,000	\$ 370,000

The interest expenses for the tranches are as follows:

	Three Months Ended June 30,		Six Months Ended June 30,	
	2024	2023	2024	2023
Interest expense on notes	\$ 11,070	\$ 11,170	\$ 22,139	\$ 22,018
Amortization of debt discount	-	31,210	-	79,007
Total:	<u>\$ 11,070</u>	<u>\$ 42,380</u>	<u>\$ 22,139</u>	<u>\$ 101,025</u>

As of June 30, 2024, the unpaid interest balance was \$93,909 (December 31, 2023 - \$71,770) which amount is included in Accounts payable and accrued liabilities.

On June 6, 2022, the Company issued shares under a consulting agreement priced at \$6.00 per share thus triggering a repricing the share purchase warrants issued under the SPA to an exercise price of \$6.00 per share.

On August 15, 2022, the Company issued shares under employment agreement priced at \$2.76 per share thus triggering a repricing the share purchase warrants issued under the SPA to an exercise price of \$2.76 per share.

On December 1, 2022, the Company issued shares under employment agreement priced at \$1.575 per share thus triggering a repricing the share purchase warrants issued under the SPA to an exercise price of \$1.575 per share.

On January 1, 2023, the Company issued shares under an employment agreement priced at \$1.095 per share thus triggering a repricing the share purchase warrants issued under the SPA to an exercise price of \$1.095 per share, and a repricing of the conversion rate under the terms of the Note to \$1.095 per share.

On January 15, 2024, the Company issued shares under notice of conversion with priced at \$0.33 per share thus triggering a repricing the share purchase warrants issued under the SPA to an exercise price of \$0.33 per share, and a repricing of the conversion rate under the terms of the Note to \$0.033 per share.

Other Convertible Notes

The Company acquired total debt in the form of advances from third parties in the aggregate amount of \$517,215 as a result of a reverse acquisition during the year ended December 31, 2020.

On November 16, 2020, certain of these third-party debt holders entered into convertible notes with the Company in respect to debt totaling \$488,640 whereunder the Holder has the right, in its sole discretion, at any time, with three (3) days written notice, to convert any part of the notes into shares of the Company's common stock at a fixed conversion

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Note 8 – Debt (Continued)

Other Convertible Notes (cont'd)

rate of \$0.00725 per share, such that no re-capitalization, forward split or reverse split of the Company's common stock to take effect after the date hereof but prior to the date of conversion shall have a dilutive effect on the number of shares that are to be issued as a result of such conversion. During the year ended December 31, 2021, 86,838 shares were issued to settle a portion of the debt in the amount of \$94,437 reducing the principal balance payable to \$394,203.

The Company adopted ASU 2020-06 effective as of January 1, 2022, using the modified retrospective method. The carrying value is as follows:

	June 30, 2024	December 31, 2023
Principal issued	\$ 394,203	\$ 394,203
Stock-settled liability	394,203	394,203
Total convertible notes	<u>\$ 788,406</u>	<u>\$ 788,406</u>

Demand Loans:

On June 30, 2021, the Company issued a promissory note (the "Note") to a third party in the principal amount of \$19,000. The Note bears interest at the rate of 8% per annum and is due and payable by the Company upon demand from the debtor.

On August 20, 2021, the Company issued a promissory note (the "Note") to a third party in the principal amount of \$50,000. The Note bears interest at the rate of 8% per annum and is due and payable by the Company upon demand from the debtor.

We recorded interest expenses of \$1,376 and \$1,376 for the three months ended June 30, 2024, and 2023, respectively. We recorded interest expenses of \$2,752 and \$2,737 for the six months ended June 30, 2024, and 2023, respectively.

As of June 30, 2024, the unpaid interest balance was \$16,016 (December 31, 2023 - \$13,264) which amount is included in Accounts payable and accrued liabilities, and the principal balance payable for loans due on demand is \$69,000.

Note 9 – Equity Purchase Agreement

On May 27, 2022, the Company entered into an Equity Purchase Agreement ("EPA") with Mast Hill Fund, L.P., wherein Mast Hill agreed to commit to the purchase of up to Five Million Dollars (\$5,000,000) worth of the Company's common stock at a price equal to 70% of the volume weighted average price of the Company's Common Stock on the Principal Market on the Trading Day during the seven days preceding the respective Put Date for the duration of the Offering (the "Offering") for a period of two years from the effective date of this prospectus, unless extended by our Board of Directors for up to an additional ninety (90) days. The Company agreed to file a registration statement on Form S-1 with the Securities and Exchange Commission ("SEC") in order to facilitate the EPA. While the Company filed an initial registration statement on September 15, 2022, the Company withdrew the filing on April 14, 2023. As of the date of the report the Company has not been able to comply with the requirement to register the underlying securities with respect to the EPA and is currently unable to utilize the proposed financing.

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Note 10 – Capital Stock

The Company's authorized capital is 500,000,000 common shares with a par value of \$0.0001 per share. As of June 30, 2024 and December 31, 2023 there were a total of 1,736,173 and 1,471,387 shares of common stock issued and outstanding, respectively.

On January 15, 2024, the Company issued a total of 264,786 shares of Common Stock upon receipt of a notice of conversion from a convertible note holder (ref: Note 8).

On February 25, 2023, the Company issued a total of 560,000 shares of Common Stock to Mr. Benny Doro, in respect to the share exchange agreement between the Company and Super Fresh (re: Note 4).

On January 1, 2023, 100,000 unregistered, restricted shares of common stock were issued by the Company to its CEO and director, Eliav Kling, pursuant to an executive compensation agreement and valued at fair market value (re: Note 6).

Note 11 – Warrants

On May 20, 2022, the Company issued cumulative 126,667 warrants to a convertible note holder in conjunction with certain financing agreements (Note 6) with exercise terms as follows: 100,000 shares at \$6.00 per share; 13,333 shares at \$15.00 per share; 6,667 shares at \$30 per share and 6,667 shares at \$75 per share. The fair value of the warrants granted was estimated at \$5.70 or \$722,000 using the Black-Scholes pricing model.

On May 27, 2022, the Company issued 66,667 warrants to an investor conjunction with equity purchase agreements (Note 9) with an exercise price of \$9 per share. The fair value of the warrants granted was estimated at \$5.25 or \$350,000 using the Black-Scholes pricing model.

Certain warrants above include dilution protection for the warrant holders, which could cause the exercise price to be reduced as a result of a financing event at a valuation below the exercise price in effect at the time. During the year ended December 31, 2023 and subsequent six months ended June 30, 2024, as a result of additional share issuances below the original exercise price of certain warrants, the warrant exercise price for the aforementioned 193,334 warrants was downward adjusted to \$.33 per share. The downward pricing adjustment on each of the modification dates did not result in any additional expense.

In accordance with authoritative accounting guidance, the fair value of the outstanding common stock purchase warrants was calculated using the Black-Scholes option-pricing model with the following assumptions at the measurement date(s):

	<u>Measurement date</u>
Dividend yield	0%
Expected volatility	351.08 ~ 515.59
Risk-free interest rate	2.71 ~ 2.80%
Expected life (years)	5 years
Stock Price	\$4.425 ~ \$5.70
Exercise Price	\$6.00-\$75

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Note 11 – Warrants (continued)

A summary of the warrant activity for the period ended June 30, 2024 is as follows:

	Shares	Weighted-Average Exercise Price	Weighted-Average Remaining Contractual Term	Aggregate Intrinsic Value
Outstanding at December 31, 2022	193,334	\$ 1.575 ⁽¹⁾	4.39	\$ -
Grants				
Exercised				
Expired				
Outstanding at December 31, 2023	193,334	\$ 1.095 ⁽¹⁾	3.39	\$ -
Outstanding at June 30, 2024	193,334	\$ 0.33 ⁽¹⁾	3.14	\$ -

(1) Reflects current exercise price as a result of downward price adjustments during the periods reported.

The following table summarizes information with respect to outstanding warrants to purchase common stock of the Company on June 30, 2024 and December 31, 2023:

Exercise Price	December 31, 2023	Issued	Repricing	Exercised	June 30, 2024	Expiration Date
\$ 1.095	193,334	-	\$ 0.33	-	193,334	May 20, 2027

Note 12 – Related Party Transactions

Benny Doro, CEO, President, Secretary/Treasurer and Director

Effective February 25, 2023, the Company closed the acquisition of Super Fresh, a U.S.-based food-tech company established in Wyoming in 2022 and specializing in meal-subscription operations from its sole shareholder, Mr. Benny Doro. Mr. Doro was issued a total of 560,000 unregistered, restricted shares of the Company's common stock as consideration for the transfer of 100% interest in Super Fresh. Concurrently Mr. Doro was appointed to the Company's board of directors. On March 31, 2023, Mr. Doro was appointed the sole officer of the Company assuming the titles of CEO, President, Secretary and Treasurer. Mr. Doro is also the controlling shareholder and an officer of Super Fresh subcontractor, All Your Foods.

On November 1, 2023, Mr. Benny Doro resigned as President, Secretary and Treasurer. Mr. Doro continues in his role as CEO and a member of the Board of Directors.

All Your Foods

All Your Foods, a Vancouver, British Columbia based corporation controlled by Mr. Doro, our sole officer and member of the board of directors, sold certain assets including recipes, customer lists and contracts, intellectual property, the URL www.allyourfoods.com and certain marketing assets to Super Fresh under the terms of an agreement dated February 1, 2023, at which time Super Fresh entered the meal-subscription industry focused on local delivery of prepared meals. Concurrently, The Company entered into a subcontractor agreement with All Your Foods whereunder All Your Foods prepares and delivers meals to the Super Fresh customer list. All Your Foods charges a flat fee cost per meal and is reimbursed for all delivery costs. Board member Mark Wright is also an officer of All Your Foods.

FOOD CULTURE INC.
(FORMERLY GOLDEN STAR ENTERPRISES LTD.)
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Note 12 – Related Party Transactions (continued)

Mark Wright, Director

Mr. Wright was appointed to the Company's board of directors on February 25, 2023. Mr. Wright is also an officer of the Company's subcontracted meal service provider, All Your Foods.

Louis Shefsky

On December 1, 2022, the Company entered into a new one-year compensation agreement with Mr. Shefsky under which the Company issued a total of 82,540 shares of unregistered, restricted common stock at \$1.575 per share for a total value of \$130,000. The term of the contract is from December 1, 2022, to November 30, 2023.

During the year ended December 31, 2023, the Company recorded expenses of \$119,167 pursuant to the terms of the consulting agreements. Mr. Shefsky resigned as President, Secretary and Treasurer of the Company on March 31, 2023, and resumed these roles effective November 1, 2023.

Eliav Kling

On January 1, 2023, the Company and its CEO and director, Eliav Kling entered into a compensation agreement for a term of one year, ending December 31, 2023, pursuant to which the Company issued 100,000 unregistered, restricted shares of common stock, based on the fair market value of the stock on the date of the agreement or \$1.095 per share.

During the year ended December 31, 2023, the Company recorded expenses of \$109,500 pursuant to the terms of the consulting agreement.

Mr. Kling resigned as CEO of the Company on March 31, 2023. On June 4, 2023, Mr. Eliav Kling resigned from the Company's board of directors.

Ruben Yakubov

On November 1, 2023, Mr. Ruben Yakubov was appointed to the Board of Directors and to serve as Chairman of the Board and as the Company's Chief Financial Officer. Mr. Yakubov is the controlling shareholder of eSilkroad Network Ltd., a company that entered into a loan treaty with the Company discussed in Note 8 – Loan Treaty, under which certain principal and interest were settled on January 15, 2024, by the issuance of a total of 264,786 shares of restricted common stock at \$0.33 per share.

Note 13 - Subsequent Events

The Company has evaluated events for the period from June 30, 2024, through August 19, 2024, the date on which these financial statements were issued, and determined that there are no additional events requiring disclosure.