



2021
PRELIMINARY
UNAUDITED
ANNUAL FINANCIAL
STATEMENTS



974 Griffin Street
Grover Beach, CA 93433

January 10, 2022

Dear Shareholder,

Attached are unaudited, preliminary financial statements for Doc Burnstein's Ice Cream Lab, Inc., for the year ending December 31, 2021.

These statements consolidate the results of Doc Burnstein's Ice Cream Lab, Doc Burnstein's Creamery, Doc Burnstein's Chico, and Doc Burnstein's Sacramento.

Sincerely,

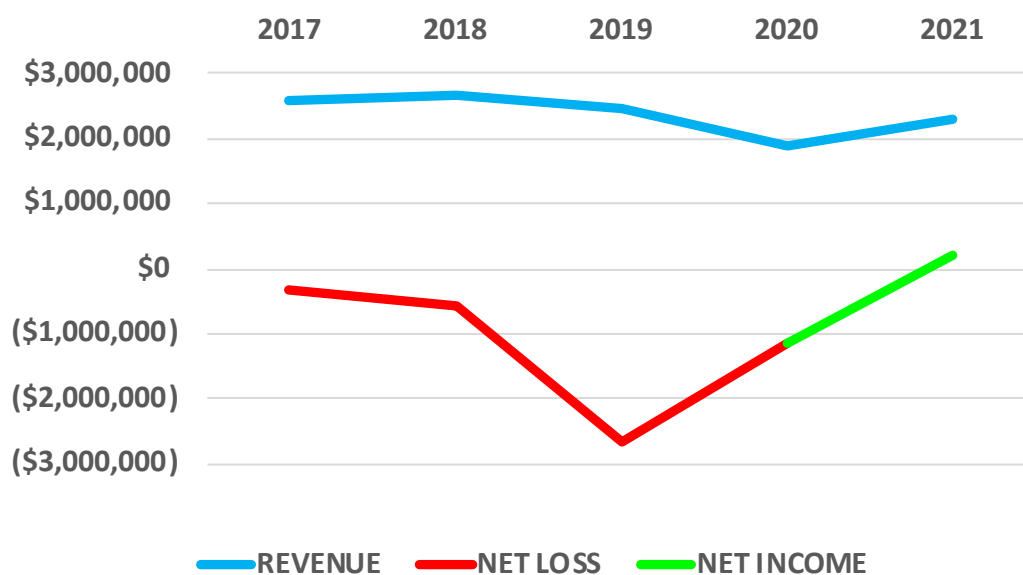
A handwritten signature in blue ink that reads "David Long". The signature is written in a cursive style with a large, looped "D" and "L".

David Long
Interim CEO
Doc Burnstein's Ice Cream Lab, Inc.

**DOC BURNSTEIN'S ICE CREAM LAB, INC.
FIVE-YEAR COMPARISONS**

**FOR THE YEAR ENDED DECEMBER 31, 2021
(UNAUDITED)**

FIVE YEAR SALES AND PROFIT COMPARISON



FIVE YEAR MARGIN COMPARISON (x1,000)

	2017	% of Revenue	2018	% of Revenue	2019	% of Revenue	2020	% of Revenue	2021	% of Revenue	Year-over-year Change
REVENUE	\$2,593		\$2,659		\$2,445		\$1,892		\$2,285		
PRODUCTION COSTS	1,470	57%	1,506	57%	1,395	57%	1,247	66%	1,280	56%	-10%
GROSS PROFIT	1,123		1,153		1,050		645		1,005		
OTHER EXPENSES	1,455	56%	1,728	65%	3,690	151%	1,777	94%	785	34%	-60%
NET INCOME	(332)	-13%	(575)	-22%	(2,640)	-108%	(1,132)	-60%	220	10%	+70%

FIVE YEAR COMPARISON OF ASSETS, DEBT, AND EQUITY (x1,000)

	2017	2018	2019	2020	2021	Year over Year % Change
ASSETS	\$1,104	\$2,862	\$1,758	\$1,453	\$1,565	8%
LIABILITIES	407	860	804	1,630	1,412	-13%
EQUITY						
Paid-In Capital	1,176	3,065	4,461	4,709	4,709	
Retained Earnings	(148)	(489)	(866)	(3,754)	(4,776)	
Net Income	(332)	(575)	(2,640)	(1,132)	220	
TOTAL EQUITY	697	2,001	955	(177)	153	n/a
TOTAL LIABILITIES & EQUITY	1,104	2,862	1,758	1,453	1,565	
RETURN ON ASSETS	-30%	-20%	-150%	-78%	14%	
RETURN ON EQUITY	-48%	-29%	-277%	n/a	144%	

DOC BURNSTEIN'S ICE CREAM LAB, INC.
CONSOLIDATED BALANCE SHEET
DECEMBER 31, 2021
(UNAUDITED)

ASSETS

CURRENT ASSETS

Cash & Cash Equivalents	\$ 115,962
Accounts Receivable	15,497
Inventory	69,243
Other Current Assets	<u>41,664</u>
Total Current Assets	242,366

FIXED ASSETS

Computers & Equipment	853,816
Furniture & Fixtures	49,036
Vehicles	237,185
Leasehold Improvements	1,002,196
Less: Accumulated Depreciation	<u>(953,709)</u>
Total Fixed Assets	1,188,524

INTANGIBLES AND OTHER ASSETS

134,535

Total Assets \$1,565,425

DOC BURNSTEIN'S ICE CREAM LAB, INC.
CONSOLIDATED BALANCE SHEET (continued)
DECEMBER 31, 2021
(UNAUDITED)

LIABILITIES AND EQUITY

CURRENT LIABILITIES

Accounts Payable	\$ 217,750
Short-Term Notes Payable	32,623
Other Current Liabilities	<u>54,510</u>
Total Current Liabilities	304,883

LONG-TERM LIABILITIES

Long-Term Notes Payable	<u>1,107,506</u>
Total Liabilities	1,412,389

EQUITY

Shareholders' Equity:	
Common stock, zero par value; 100 million Class A shares authorized, 1,097,539 issues and outstanding, as of December 31, 2021	4,708,500
Retained Earnings	(4,775,640)
Net Income /(Loss)	<u>220,176</u>
Total Equity	<u>153,036</u>
Total Liabilities and Equity	<u>\$1,565,425</u>

DOC BURNSTEIN'S ICE CREAM LAB, INC.
CONSOLIDATED STATEMENT OF OPERATIONS & OTHER COMPREHENSIVE INCOME (LOSS)
FOR THE YEAR ENDED DECEMBER 31, 2021
(UNAUDITED)

REVENUE	
Retail Sales	\$1,984,298
Wholesale Sales	<u>300,783</u>
Total Revenue	2,285,081
COST OF GOODS	
Labor	793,603
Ingredients and Packaging	<u>486,542</u>
Total Cost of Goods	<u>1,280,145</u>
GROSS PROFIT	1,004,936
GENERAL AND ADMINISTRATIVE EXPENSES	1,351,363
DEPRECIATION	<u>151,932</u>
LOSS FROM OPERATIONS	(498,359)
NET OTHER INCOME/(LOSS)	806,372
INTEREST EXPENSE	<u>(86,803)</u>
INCOME BEFORE INCOME TAX EXPENSE	221,210
INCOME TAX EXPENSE	<u>(1,034)</u>
NET INCOME	<u>\$220,174</u>