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**Local Media Concepts Inc.**

**Financial Statements  
(Unaudited - see Notice to Reader)**

**December 31, 2020**

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# VAIVE AND ASSOCIATES

Professional Corporation

## Notice to Reader

On the basis of information provided by management, we have compiled the balance sheet of Local Media Concepts Inc. as at December 31, 2020 and the statement of income and retained earnings for the year then ended.

We have not performed an audit or a review engagement in respect of these financial statements and, accordingly, we express no assurance thereon.

Readers are cautioned that these statements may not be appropriate for their purposes.

These financial statements were compiled solely for the use of Local Media Concepts Inc. Vaive and Associates Professional Corporation makes no representation of any kind to any other person in respect of these financial statements and accepts no responsibility for their use by any other person.

*Vaive and Associates*

Ottawa  
June 28, 2021

Vaive and Associates Professional Corporation  
(Authorized to practice public accounting by the Chartered  
Professional Accountants of Ontario)

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**Local Media Concepts Inc.****Statement of Income and Retained Earnings  
(Unaudited - see Notice to Reader)**

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<b>For the year ended December 31,</b>	<b>2020</b>	<b>2019</b>
<b>Revenue</b>	<b>\$ 1,457,153</b>	<b>\$ 982,162</b>
<b>Expenses</b>		
Advertising and promotion	-	881
Amortization	2,983	3,171
Automotive	7,375	6,274
Communications	2,373	3,158
Interest and bank charges	77,460	32,159
Management fees	225,354	199,115
Meals and entertainment	2,329	4,845
Office	33,450	30,856
Professional fees	3,000	12,550
Rent	1,347	16,606
Salaries and benefits	191,774	111,354
Software subscriptions	31,144	23,272
Subcontract	722,719	473,192
Travel	6,901	2,720
	<b>1,308,209</b>	<b>920,153</b>
<b>Income before income taxes</b>	<b>148,944</b>	<b>62,009</b>
<b>Income taxes</b>	<b>17,899</b>	<b>6,428</b>
<b>Net income</b>	<b>131,045</b>	<b>55,581</b>
<b>Retained earnings, beginning of year</b>	<b>231,852</b>	<b>176,271</b>
<b>Retained earnings, end of year</b>	<b>\$ 362,897</b>	<b>\$ 231,852</b>

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**Local Media Concepts Inc.****Balance Sheet**  
**(Unaudited - see Notice to Reader)**

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December 31,	<u>2020</u>	<u>2019</u>
<b>Assets</b>		
<b>Current</b>		
Cash	\$ 22,919	\$ 195,474
Accounts receivable	387,216	22,732
Prepaid expenses	659	37
Sales tax receivable	-	1,589
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<b>Total Current</b>	<b>410,794</b>	219,832
<b>Due from a shareholder</b>	<b>30,000</b>	30,000
<b>Due from related company</b>	-	1,865
<b>Property, plant and equipment</b>	<b>5,848</b>	4,042
<b>Domain name, net of accumulated amortization</b>	<b>20,928</b>	20,928
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	<b>\$ 467,570</b>	<b>\$ 276,667</b>
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<b>Liabilities</b>		
<b>Current</b>		
Accounts payable and accrued liabilities	\$ 53,434	\$ 6,647
Deposits	33,240	31,640
Income taxes payable	17,899	6,428
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	<b>104,573</b>	44,715
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<b>Shareholders' equity</b>		
<b>Capital stock</b>	<b>100</b>	100
<b>Retained earnings</b>	<b>362,897</b>	231,852
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	<b>362,997</b>	231,952
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	<b>\$ 467,570</b>	<b>\$ 276,667</b>
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Approved by the board:

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Director