

Disclosure Statement Pursuant to the Pink Basic Disclosure Guidelines

Dinewise, Inc

586 Cobb Parkway S

Suite 912

(888) 243-2680

www.pawntrust.com

invest@pawntrust.com

SIC Code-6141

Annual Report

For the period ending December 31, 2022 (the "Reporting Period")

Outstanding Shares

The number of shares outstanding of our Common Stock was:

166,731,956 as of December 31, 2022

132,731,956 of December 31, 2021

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: ☒ X

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

Yes: ☐ No: ☒ X

Change in Control

Indicate by check mark whether a Change in Control¹ of the company has occurred over this reporting period:

Yes: ☐ No: ☒ X

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

¹ "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;

(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.

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

Dinewise, Inc

The state of incorporation or registration of the issuer and of each of its predecessors (if any) during the past five years; Please also include the issuer's current standing in its state of incorporation (e.g. active, default, inactive):

Nevada-Active

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

None

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

None

The address(es) of the issuer's principal executive office:

586 Cobb Parkway S
Suite 912
Marietta, Georgia 30060

The address(es) of the issuer's principal place of business:

X 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: X If Yes, provide additional details below:

The Issuer went through Receivership Proceedings in the State of Nevada. Case A-17-766927-P Department Number: XXIX. The Custodianship was Approved on January 31, 2018. Discharged on January 21, 2020. On February 25, 2020, the Nevada Courts approved the Motion to return Control of Company to the new Board of Directors.

2) Security Information

Transfer Agent

Name: Pacific Stock Transfer
Phone: (800) 785-7782
Email: infor@pacificstocktransfer.com
Address: 6725 Via Austi Parkway
Suite 300
Las Vegas, NV 89119

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:	DWIS	
Exact title and class of securities outstanding:	Common	
CUSIP:	254447105	
Par or stated value:	.001	
Total shares authorized:	250,000,000	as of date: December 31, 2022
Total shares outstanding:	166,731,956	as of date: : December 31, 2022
Number of shares in the Public Float ² :	48,371,331	as of date: : December 31, 2022
Total number of shareholders of record:	181	as of date: : December 31, 2022

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.

Holders of Common Shares have one vote per share held. There is dividend entitlement determined by the Board of Directors. Further there are no pre-emptive rights.

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

No Preferred Stocks

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

No other Material rights

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.

No material modifications to rights of holders of company securities.

3) Issuance History

² "Public Float" shall mean the total number of unrestricted shares not held directly or indirectly by an officer, director, any person who is the beneficial owner of more than 10 percent of the total shares outstanding (a "control person"), or any affiliates thereof, or any immediate family members of officers, directors and control persons.

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

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

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

Shares Outstanding as of Second Most Recent Fiscal Year End: <u>Opening Balance</u> Date <u>December 31, 2020</u> Common: <u>132,731,956</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>5/3/2022</u>	<u>New Issuance</u>	<u>12,000,000</u>	<u>Common</u>	<u>\$180,000</u>	<u>Yes</u>	<u>Michael Farr</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4(A) 1 Exemption</u>
<u>10/25/2022</u>	<u>New Issuance</u>	<u>12,000,000</u>	<u>Common</u>	<u>\$252,000</u>	<u>Yes</u>	<u>Melvin Farr, Jr</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4(A) 1 Exemption</u>
<u>11/11/2022</u>	<u>New Issuance</u>	<u>10,000,000</u>	<u>Common</u>	<u>\$495,000</u>	<u>Yes</u>	<u>Venkateswarlu Garikapati</u>	<u>Debt Conversion</u>	<u>Unrestricted</u>	<u>4(A) 1 Exemption</u>
Shares Outstanding on Date of This Report: <u>Ending Balance</u> Date <u>December 31, 2022</u> Common: <u>166,731,956</u> Preferred: <u>0</u>									

Example: A company with a fiscal year end of December 31st, in addressing this item for its Annual Report, would include any events that resulted in changes to any class of its outstanding shares from the period beginning on January 1, 2021 through December 31, 2022 pursuant to the tabular format above.

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

N/A

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: X (If yes, you must complete the table below)

Date of Note Issuance	Outstanding Balance (\$)	Principal Amount at Issuance (\$)	Interest Accrued (\$)	Maturity Date	Conversion Terms (e.g. pricing mechanism for determining conversion of instrument to shares)	Name of Noteholder. *You must disclose the control person(s) for any entities listed.	Reason for Issuance (e.g. Loan, Services, etc.)
<u>9/10/2018</u>	<u>236,000</u>	<u>270,000</u>	<u>293,200</u>	<u>12/31/2021</u>	<u>.001</u>	<u>Melvin Farr, Jr</u>	<u>Loan</u>

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

N/A

4) Issuer's Business, Products and Services

The purpose of this section is to provide a clear description of the issuer's current operations.
(Please ensure that these descriptions are updated on the Company's Profile on www.otcm Markets.com).

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

PawnTrust engages in small business loans to thriving entrepreneurs. PawnTrust has now added a marketplace exclusively for Pawn Shops to its business model. PawnTrust acts as an intermediary between the Pawn Shop and consumer using the best technology to streamline borrowing, buying and bartering transactions through an app on a mobile phone. PawnTrust has established Pawn Partners; which are local Pawn Shops, in which inventory is extrapolated into the PawnTrust Marketplace. This allows the Pawn Shops to immediately and seamlessly have their inventory displayed nationally. PawnTrust works like an amplifier. Many of these local stores do not have a web presence nor capital to market their inventory on a national basis. By leveraging the PawnTrust national marketplace the local store can create incremental sales from a wider range of buyers. PawnTrust uses Artificial Intelligence (AI) in the marketplace platform to automate various workflows including advance image recognition algorithms. Items are automatically identified and descriptions are generated with remarkable accuracy which speeds up the process and standardizes the descriptions. This has the potential to transform the pawn industry where descriptive tags help to create a context based search for a user friendly interface. Using AI will bring an immersive and engaging experience.

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

Affiliated Companies as of September 1, 2022

SCM Auto Club, LLC
Pawn Club, LLC
TitlePal, Inc

C. Describe the issuers' principal products or services.

Small Business Loans
MicroLending
On Line Retail Market Place

5) Issuer's Facilities

The goal of this section is to provide a potential investor 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, give the location of the principal plants and other property of the issuer and describe the condition of the properties. If the issuer does not have complete ownership or control of the property (for example, if others also own the property or if there is a mortgage on the property), describe the limitations on the ownership.

If the issuer leases any assets, properties or facilities, clearly describe them as above and the terms of their leases.

Month to Month Lease

6) Officers, Directors, and Control Persons

Using the table below, please provide information, as of the period end date of this report, regarding any officers, or directors of the company, individuals or entities controlling more than 5% of any class of the issuers securities, or any person that performs a similar function, regardless of the number of shares they own. **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 in the note section.**

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 an investor 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 shareholders.

Names of All Officers, Directors and Control Persons	Affiliation with Company (e.g. Officer Title /Director/Owner of more than 5%)	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>MacFund Holdings</u>	<u>Christina Moore</u> <u>100%</u>	<u>Marietta, GA</u>	<u>100,000,000</u>	<u>Common</u>	<u>75.34%</u>	<u>Christina Moore</u>
<u>Convenient Gourmet Group LP</u>	<u>Larry Clark</u>	<u>Florham Park, NJ</u>	<u>12,196,216</u>	<u>Common</u>	<u>7.31%</u>	<u>_____</u>
<u>Michael Farr</u>	<u>N/A</u>	<u>Atlanta, GA</u>	<u>12,000,000</u>	<u>Common</u>	<u>7.19%</u>	<u>_____</u>
<u>Christina Moore</u>	<u>President</u>	<u>Atlanta, GA</u>	<u>0</u>	<u>_____</u>	<u>_____</u>	<u>_____</u>
<u>Christina Moore</u>	<u>Treasurer</u>	<u>Atlanta, GA</u>	<u>0</u>	<u>_____</u>	<u>_____</u>	<u>_____</u>
<u>Christina Moore</u>	<u>Secretary</u>	<u>Atlanta, GA</u>	<u>0</u>	<u>_____</u>	<u>_____</u>	<u>_____</u>
<u>Melving Farr, Jr</u>	<u>N/A</u>	<u>Austell, GA</u>	<u>12,000,000</u>	<u>Common</u>	<u>7.19%</u>	<u>_____</u>
<u>Venkateswarlu Garikapati</u>	<u>N/A</u>	<u>Farmers Branch, TX</u>	<u>10,000,000</u>	<u>Common</u>	<u>5.99%</u>	<u>_____</u>

7) Legal/Disciplinary History

A. Identify whether any of the persons or entities listed above have, in the past 10 years, been the subject of:

1. A conviction in a criminal proceeding or named as a defendant in a pending criminal proceeding (excluding traffic violations and other minor offenses);

N/A

2. 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, or banking activities;

N/A

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

N/A

4. The entry 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.

N/A

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 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.

N/A

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.

Securities Counsel (must include Counsel preparing Attorney Letters).

Name: Law offices of Marc Applbaum
Address 1: 1205 Rosecrans St.
Address 2: San Diego CA 92106
Phone: (619) 993-0288
Email: applbaumlaw@gmail.com

Accountant or Auditor

Name: CHRISTOPHER OSAIGBOVO
Firm: UCABS Consolidated
Address 1: 950 Cobb Parkway Suite 205
Address 2: Marietta, Georgia 30060
Phone: 770-261-1107
Email: chrisbovo3@gmail.com

Investor Relations

Name: Christina Moore
Firm: PawnTrust
Address 1: 586 Cobb Parkway S
Address 2: Suite 912
Phone: (888) 243-2680
Email: invest@pawntrust.com

All other means of Investor Communication:

Twitter: <https://twitter.com/dinewiseinc>
Discord: N/A
LinkedIn: N/A
Facebook: <https://www.facebook.com/pawntrust>
[Other] N/A

9) Financial Statements

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

- ☐ IFRS
☒ U.S. GAAP

B. The following financial statements were prepared by (name of individual)³:

Name: Chris Osiagbovo
Title:
Relationship to Issuer: Corporate Accountant
Describe the qualifications of the person or persons who prepared the financial statements: CPA

Provide the following financial statements for the most recent fiscal year or quarter. For the initial disclosure statement (qualifying for Pink Current Information for the first time) please provide reports for the two previous fiscal years and any subsequent interim periods.

- a. Audit letter, if audited;
- b. Balance Sheet;
- c. Statement of Income;
- d. Statement of Cash Flows;
- e. Statement of Retained Earnings (Statement of Changes in Stockholders' Equity)
- f. Financial Notes

Important Notes:

- Financial statements must be "machine readable". Do not publish images/scans of financial statements.
- All financial statements for a fiscal period must be published together with the disclosure statement in one Annual or Quarterly Report.

³ 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:

The issuer shall include certifications by the chief executive officer and chief financial officer of the issuer (or any other persons with different titles but having the same responsibilities) in each Quarterly Report or Annual Report.

The certifications shall follow the format below:

I, Christina Moore certify that:

1. I have reviewed this Disclosure Statement for December 31, 2022;
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.

March 28, 2023



Christina Moore- Director

Principal Financial Officer:

I, Christina Moore certify that:

1. I have reviewed this Disclosure Statement for December 31, 2022;
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.

March 28, 2023



Christina Moore-Director

PAWNTRUST, INC
BALANCE SHEETS
(Unaudited)

	<u>December 31, 2021</u>	<u>December 31, 2022</u>
ASSETS		
Current assets		
Cash	\$ 12,085	\$ 47,807
Total current assets		
Other Assets		
Accounts Receivables	\$ 700,000	\$ 1,200,000
Investment	\$ 105,836	\$ 47,060
Total Assets	\$ 817,921	\$ 1,294,867
LIABILITIES AND STOCKHOLDERS EQUITY		
Current liabilities		
Accounts payable	\$ 2,710	\$ 3,192
Notes Payable	\$ 270,000	\$ 529,200
Total current liabilities	\$ 272,710	\$ 532,392
Stockholders Equity		
Paid In Capital	\$ 420,000	\$ 420,000
Retained Earnings	\$ 125,211	\$ 342,475
Total liabilities & Stockholders equity	\$ 817,921	\$ 1,294,867

PAWNTRUST, INC
STATEMENT OF OPERATIONS
(Unaudited)

	Year Ended December 31,	
	2021	2022
REVENUE		
Inflows	\$ 168,000	\$ 276,000
Other-Investment Activities	\$ 112,375	\$ 239,736
TOTAL INCOME	\$ 280,375	\$ 515,736
EXPENSES		
General and Administrative	\$ (104,402)	\$ (118,472)
Other Expenses	\$ -	\$ -
TOTAL EXPENSES	\$ (104,402)	\$ (118,472)
EARNINGS BEFORE INTEREST TAX AND DEPERCIATION	\$ 175,973	\$ 397,264
INTEREST EXPENSE	\$ (98,000)	\$ (180,000)
NET INCOME	\$ 77,973	\$ 217,264

PAWNTRUST, INC
STATEMENT OF CASH FLOWS
(Unaudited)

	Year Ended December 31,	
	2021	2022
Cash flows from operating activities		
Net Income	\$ 77,979	\$ 217,264
Changes in operating assets and liabilities	\$ (357,440)	\$ (601,278)
Net cash used in operating activities	<u>\$ (279,461)</u>	<u>\$ (384,014)</u>
Cash flows from investing activities		
Investments	\$ 115,836	\$ 239,736
Net Cash Used in investing activities	<u>\$ 115,836</u>	<u>\$ 239,736</u>
Cash flows from financing activities		
Proceeds from accounts receivables	\$ 168,000	\$ 180,000
Net Cash Provided by Financing activities	<u>\$ 168,000</u>	<u>\$ 180,000</u>
 Net Change in Cash	 \$ 4,375	 \$ 35,722
Cash at beginning of year	\$ 7,710	\$ 12,085
Cash at end of the year	<u>\$ 12,085</u>	<u>\$ 47,807</u>
 Supplementa cash flows disclosures		
Cash paid for interest	\$ 98,000	\$ 180,000
cash paid for income taxes	<u>\$ -</u>	<u>\$ -</u>

PAWNTRUST, INC
STATEMENT OF CHANGES IN STOCKHOLDERS EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2022
(Unaudited)

	<u>Preferred Stock</u>		<u>Common Stock</u>		<u>Additional</u>	<u>Common Stock</u>	<u>Accumulated</u>	<u>Total</u>
	Shares	Amount	Shares	Amount	Paid in Capital	Subscribed	Surplus	
Balance December 31, 2020	-	-	132,731,956	\$ 132,732	420,000	-	47,238	\$ 599,970
Net Profit Year End December 31, 2021	-	-	-	-	-	-	\$ 77,973	\$ 77,973
Balance December 31, 2021	-	-	132,731,956	\$ 132,732	\$ 420,000	\$ -	\$ 125,211	\$ 677,943
Net Profit Year ended December 31, 2022	-	-	34,000,000	-		-	\$ 217,264	\$ 217,264
Balance December 31, 2022	-	<u>\$ -</u>	<u>166,731,956</u>	<u>\$ 166,732</u>	<u>\$ 420,000</u>	<u>\$ -</u>	<u>\$ 342,475</u>	<u>\$ 895,207</u>

PawnTrust, Inc
Notes to the Financial Statements
December 31, 2022
(Unaudited)

NOTE 1-ORGANIZATION AND DESCRIPTION OF BUSINESS

PawnTrust, Inc; a subsidiary brand of Dinewise, was incorporated on October 7, 2015 under the laws of the state of Georgia for the purpose of making small business loans to Pawn Shops, Liquor Stores and Title Pawn companies. PawnTrust current footprint covers the state of Georgia. Dinewise, Inc acquired PawnTrust, Inc. on December 15, 2021 and thus abandoned its current food service business model and management has decided to completely focus on micro lending.

NOTE 2-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying unaudited financial statements and related notes have been prepared in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP). The unaudited financial statements furnished reflect all adjustments which are, in the opinion of management necessary to a fair statement of the results for the periods presented.

The preparation of financial statements in conformity with 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 estimates include the estimated useful lives of property and equipment. Actual results could differ from those estimates.

The Company has implemented all new accounting pronouncements that are in effect. These pronouncements did not have any material impact on the financial statements unless otherwise disclosed. The company believes that there are not any other new accounting pronouncements that have been issued that might have a material impact on its financial position or results of operations.

NOTE 3- GOING CONCERN

As reflected in the unaudited financial statements for this period the Company has a net income \$217,264.

NOTE 4-NOTES PAYABLE AND PAID IN CAPITAL

The company has a note of \$529,200. This note was due on December 31, 2021 and includes the original note of \$270,000 and accrued interest of \$259,200. The Paid in Capital of \$420,000 is paid to shareholders at 14% per annum.

NOTE 5- ACCOUNTS RECEIVABLE

The company uses the collateral on small business to create a loan and charges its fee on a monthly basis. This formula garners an equivalent of 2% interest per month on outstanding balances. These collateral loans are documented with a loan and security agreement signed by the respective small business. The current outstanding balance with its small business partners as of December 31, 2022 is \$1,200,000.

NOTE 6-GENERAL AND ADMINISTRATIVE EXPENSES

General and Administrative expenses were \$118,472. Management allocates 25% of expenses from all portfolio companies. This allocation is memorialized in a contractual relationship. According to management the Companies expenses as represented in the financial statements have reached scale and there will be a proportionate savings in costs gained by increasing the accounts receivable balance.

NOTE 7-OTHER INVESTMENTS

Management uses free cash flow for the purchase of inventory through its portfolio company. This enables the company to increase income with free cash at a higher rate of return than normal bank or brokerage investments. The company earns 50% of the gross profit from the sale of each investment. At year end the investment income was \$112,375. This is memorialized in a contractual relationship with the portfolio company.

NOTE 8-NET INCOME

The Company has posted net income for the period of \$217,264 up over 300% from the same period in the previous year. The company has maintained liquidity in an economically stressful environment.

FORWARD LOOKING INFORMATION

This release includes statements that may constitute "forward-looking" statements, usually containing the words "believe," "estimate," "project," "expect" or similar expressions. These statements are made pursuant to the safe harbor provisions of the Private Securities Litigation Reform Act of 1995. While the Company believes the expectations reflected in forward-looking statements are reasonable, there can be no assurances such expectations will prove to be accurate. Security holders are cautioned such forward-looking statements involve risks and uncertainties. Certain factors may cause results to differ materially from those anticipated by the forward-looking statements made in this release. Factors that would cause or contribute to such differences include, but are not limited to, acceptance of the Company's current and future products and services in the marketplace, the ability of the Company to develop effective new products and receive regulatory approvals of such products, competitive factors, dependence upon third-party vendors, risks and uncertainties related to the current unknown duration and severity of the COVID-19 pandemic and other risks detailed in the Company's periodic report filings with the Securities and Exchange Commission. By making these forward-looking statements, the Company undertakes no obligation to update these statements for revisions or changes after the date of this release.