

Medical Cannabis of Florida Fund I, LLC  
Projected Balance Sheet

As of December 31

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>ASSETS</b>										
<b>Current Assets</b>										
<b>Checking/Savings</b>										
10005 · Cash - operating	131,000	131,000	88,500	1,112,232	1,671,386	2,840,540	4,298,722	6,073,876	8,176,030	10,756,887
10010 · Cash - escrow	1,800,000	1,020,000	788,077	-	-	-	-	-	-	-
<b>Total Checking/Savings</b>	<u>1,931,000</u>	<u>1,151,000</u>	<u>876,577</u>	<u>1,112,232</u>	<u>1,671,386</u>	<u>2,840,540</u>	<u>4,298,722</u>	<u>6,073,876</u>	<u>8,176,030</u>	<u>10,756,887</u>
<b>Other Current Assets</b>										
12000 · Inventory	-	-	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
<b>Total Other Current Assets</b>	<u>-</u>	<u>-</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>
<b>Total Current Assets</b>	<u>1,931,000</u>	<u>1,151,000</u>	<u>976,577</u>	<u>1,212,232</u>	<u>1,771,386</u>	<u>2,940,540</u>	<u>4,398,722</u>	<u>6,173,876</u>	<u>8,276,030</u>	<u>10,856,887</u>
<b>Fixed Assets</b>										
15000 · Leasehold improv- cultivation	-	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000
15999 · Accumulated depre - cultivation	-	-	(70,000)	(140,000)	(210,000)	(280,000)	(350,000)	(420,000)	(500,000)	(500,000)
16000 · Leasehold improv - Dispensary	-	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000
16999 · Accumulated depre - dispensary	-	-	(20,000)	(40,000)	(60,000)	(80,000)	(100,000)	(120,000)	(150,000)	(150,000)
<b>Total Fixed Assets</b>	<u>-</u>	<u>650,000</u>	<u>560,000</u>	<u>470,000</u>	<u>380,000</u>	<u>290,000</u>	<u>200,000</u>	<u>110,000</u>	<u>-</u>	<u>-</u>
<b>TOTAL ASSETS</b>	<u><u>1,931,000</u></u>	<u><u>1,801,000</u></u>	<u><u>1,536,577</u></u>	<u><u>1,682,232</u></u>	<u><u>2,151,386</u></u>	<u><u>3,230,540</u></u>	<u><u>4,598,722</u></u>	<u><u>6,283,876</u></u>	<u><u>8,276,030</u></u>	<u><u>10,856,887</u></u>
<b>LIABILITIES &amp; EQUITY</b>										
<b>Liabilities</b>										
<b>Long Term Liabilities</b>										
27000 · Long-term debt	2,000,000	2,000,000	1,865,045	2,058,446	1,748,059	1,411,910	1,047,861	653,596	226,607	1
27050 · Accrued interest payable	80,000	240,000	480,000	-	-	-	-	-	-	-
<b>Total Long Term Liabilities</b>	<u>2,080,000</u>	<u>2,240,000</u>	<u>2,345,045</u>	<u>2,058,446</u>	<u>1,748,059</u>	<u>1,411,910</u>	<u>1,047,861</u>	<u>653,596</u>	<u>226,607</u>	<u>1</u>
<b>Total Liabilities</b>	<u>2,080,000</u>	<u>2,240,000</u>	<u>2,345,045</u>	<u>2,058,446</u>	<u>1,748,059</u>	<u>1,411,910</u>	<u>1,047,861</u>	<u>653,596</u>	<u>226,607</u>	<u>1</u>
<b>Equity</b>										
30100 · Managing member capital	900	900	900	900	900	900	900	900	900	900
31000 · Non-managing member capital	100	100	100	100	100	100	100	100	100	100
39000 · Distributions	-	-	-	(48,000)	(135,000)	(292,000)	(485,000)	(716,000)	(985,000)	(1,297,000)
Net Income	(150,000)	(440,000)	(809,468)	(329,214)	537,327	2,109,630	4,034,861	6,345,280	9,033,423	12,152,886
<b>Total Equity</b>	<u>(149,000)</u>	<u>(439,000)</u>	<u>(808,468)</u>	<u>(376,214)</u>	<u>403,327</u>	<u>1,818,630</u>	<u>3,550,861</u>	<u>5,630,280</u>	<u>8,049,423</u>	<u>10,856,886</u>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<u><u>1,931,000</u></u>	<u><u>1,801,000</u></u>	<u><u>1,536,577</u></u>	<u><u>1,682,232</u></u>	<u><u>2,151,386</u></u>	<u><u>3,230,540</u></u>	<u><u>4,598,722</u></u>	<u><u>6,283,876</u></u>	<u><u>8,276,030</u></u>	<u><u>10,856,887</u></u>

**Medical Cannabis of Florida Fund I, LLC Projected Income Statement**  
July 1, 2014 through December 31, 2023

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
<b>Ordinary Income/Expense</b>										
<b>Income</b>										
41000 - Sales medical marijuana	0.00	0.00	2,000,000.00	4,000,000.00	6,000,000.00	8,000,000.00	9,000,000.00	10,000,000.00	11,000,000.00	12,000,000.00
<b>Total Income</b>	<u>0.00</u>	<u>0.00</u>	<u>2,000,000.00</u>	<u>4,000,000.00</u>	<u>6,000,000.00</u>	<u>8,000,000.00</u>	<u>9,000,000.00</u>	<u>10,000,000.00</u>	<u>11,000,000.00</u>	<u>12,000,000.00</u>
<b>Cost of Goods Sold</b>										
50100 - CGS - excise tax	0.00	0.00	200,000.00	400,000.00	600,000.00	800,000.00	900,000.00	1,000,000.00	1,100,000.00	1,200,000.00
51005 - CGS - depreciation	0.00	0.00	70,000.00	70,000.00	70,000.00	70,000.00	70,000.00	70,000.00	80,000.00	0.00
51010 - CGS - rent	0.00	0.00	150,000.00	150,000.00	300,000.00	300,000.00	300,000.00	300,000.00	300,000.00	300,000.00
51020 - CGS - utilities	0.00	0.00	250,000.00	250,000.00	500,000.00	500,000.00	500,000.00	500,000.00	500,000.00	500,000.00
51100 - CGS - labor culti/secur/educ	0.00	0.00	400,000.00	800,000.00	1,200,000.00	1,600,000.00	1,800,000.00	2,000,000.00	2,200,000.00	2,400,000.00
51120 - CGS - labor payroll taxes	0.00	0.00	40,000.00	80,000.00	120,000.00	160,000.00	180,000.00	200,000.00	220,000.00	240,000.00
51130 - CGS - labor benefits	0.00	0.00	40,000.00	80,000.00	120,000.00	160,000.00	180,000.00	200,000.00	220,000.00	240,000.00
51140 - CGS - Insurance	0.00	0.00	60,000.00	60,000.00	75,000.00	75,000.00	75,000.00	75,000.00	75,000.00	75,000.00
51999 - CGS - other	0.00	0.00	40,000.00	80,000.00	120,000.00	160,000.00	180,000.00	200,000.00	220,000.00	240,000.00
61100 - CGS dispensary taxes licenses	0.00	40,000.00	25,000.00	50,000.00	75,000.00	100,000.00	112,500.00	125,000.00	137,500.00	150,000.00
66500 - CGS dispensary depreciation	0.00	0.00	20,000.00	20,000.00	20,000.00	20,000.00	20,000.00	20,000.00	30,000.00	0.00
67000 - CGS dispensary rent	0.00	0.00	50,000.00	50,000.00	100,000.00	100,000.00	100,000.00	100,000.00	100,000.00	100,000.00
67010 - CGS dispensary utilities	0.00	0.00	7,500.00	7,500.00	15,000.00	15,000.00	15,000.00	15,000.00	15,000.00	15,000.00
67020 - CGS dispensary insurance	0.00	0.00	20,000.00	20,000.00	40,000.00	40,000.00	40,000.00	40,000.00	40,000.00	40,000.00
<b>Total COGS</b>	<u>0.00</u>	<u>40,000.00</u>	<u>1,372,500.00</u>	<u>2,117,500.00</u>	<u>3,355,000.00</u>	<u>4,100,000.00</u>	<u>4,472,500.00</u>	<u>4,845,000.00</u>	<u>5,237,500.00</u>	<u>5,500,000.00</u>
<b>Gross Profit</b>	0.00	-40,000.00	627,500.00	1,882,500.00	2,645,000.00	3,900,000.00	4,527,500.00	5,155,000.00	5,762,500.00	6,500,000.00
<b>Expense</b>										
71000 - Dispensary management fee	45,000.00	90,000.00	250,000.00	250,000.00	250,000.00	250,000.00	250,000.00	250,000.00	250,000.00	250,000.00
76000 - Labor - general and admin	0.00	0.00	40,000.00	30,000.00	60,000.00	60,000.00	50,000.00	50,000.00	50,000.00	30,000.00
78010 - Office expense	0.00	0.00	20,000.00	20,000.00	40,000.00	40,000.00	40,000.00	50,000.00	50,000.00	50,000.00
78050 - Legal and professional fees	25,000.00	0.00	50,000.00	50,000.00	50,000.00	50,000.00	50,000.00	50,000.00	50,000.00	50,000.00
78100 - Charitable contributions	0.00	0.00	25,000.00	50,000.00	75,000.00	100,000.00	112,500.00	125,000.00	137,500.00	150,000.00
<b>Total Expense</b>	<u>70,000.00</u>	<u>90,000.00</u>	<u>385,000.00</u>	<u>400,000.00</u>	<u>475,000.00</u>	<u>500,000.00</u>	<u>502,500.00</u>	<u>525,000.00</u>	<u>537,500.00</u>	<u>530,000.00</u>
<b>Net Ordinary Income</b>	-70,000.00	-130,000.00	242,500.00	1,482,500.00	2,170,000.00	3,400,000.00	4,025,000.00	4,630,000.00	5,225,000.00	5,970,000.00
<b>Other Income/Expense</b>										
<b>Other Expense</b>										
81000 - Interest expense	80,000.00	160,000.00	336,968.00	177,246.00	153,459.00	127,697.00	99,769.00	69,581.00	36,857.00	537.00
82000 - Income tax expense	0.00	0.00	275,000.00	825,000.00	1,150,000.00	1,700,000.00	2,000,000.00	2,250,000.00	2,500,000.00	2,850,000.00
<b>Total Other Expense</b>	<u>80,000.00</u>	<u>160,000.00</u>	<u>611,968.00</u>	<u>1,002,246.00</u>	<u>1,303,459.00</u>	<u>1,827,697.00</u>	<u>2,099,769.00</u>	<u>2,319,581.00</u>	<u>2,536,857.00</u>	<u>2,850,537.00</u>
<b>Net Other Income</b>	-80,000.00	-160,000.00	-611,968.00	-1,002,246.00	-1,303,459.00	-1,827,697.00	-2,099,769.00	-2,319,581.00	-2,536,857.00	-2,850,537.00
<b>Net Income</b>	<u>-150,000.00</u>	<u>-290,000.00</u>	<u>-369,468.00</u>	<u>480,254.00</u>	<u>866,541.00</u>	<u>1,572,303.00</u>	<u>1,925,231.00</u>	<u>2,310,419.00</u>	<u>2,688,143.00</u>	<u>3,119,463.00</u>

**Medical Cannabis of Florida Fund I, LLC**  
**Projected Cash Flow Statement**  
**July 1, 2014 through December 31, 2023**

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
<b>Cash flows from operating activities</b>										
Net income	(150,000)	(290,000)	(369,468)	480,254	866,541	1,572,303	1,925,231	2,310,419	2,688,143	3,119,463
provided by operating activities:										
Depreciation - cultivation	-	-	70,000	70,000	70,000	70,000	70,000	70,000	80,000	-
Depreciation - dispensary	-	-	20,000	20,000	20,000	20,000	20,000	20,000	30,000	-
(Increase) decrease in:										
Inventories	-	-	(100,000)	-	-	-	-	-	-	-
Increase (decrease) in:										
Accrued and other current liabilities	80,000	160,000	240,000	-	-	-	-	-	-	-
Customer deposits										
Net cash provided by (used in) operating activities	<u>(70,000)</u>	<u>(130,000)</u>	<u>(139,468)</u>	<u>570,254</u>	<u>956,541</u>	<u>1,662,303</u>	<u>2,015,231</u>	<u>2,400,419</u>	<u>2,798,143</u>	<u>3,119,463</u>
<b>Cash flows from investing activities</b>										
Payments for the purchase of property	-	(650,000)	-	-	-	-	-	-	-	-
Net cash provided by (used in) investing activities	<u>-</u>	<u>(650,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Cash flows from financing activities</b>										
Proceeds from issuance of long-term debt	2,000,000	-	-	-	-	-	-	-	-	-
Principal payments on long-term debt	-	-	(134,955)	(286,599)	(310,387)	(336,149)	(364,049)	(394,265)	(426,989)	(226,606)
Member contributions	1,000	-	-	-	-	-	-	-	-	-
Member (distributions)	-	-	-	(48,000)	(87,000)	(157,000)	(193,000)	(231,000)	(269,000)	(312,000)
Net cash provided by (used in) financing activities	<u>2,001,000</u>	<u>-</u>	<u>(134,955)</u>	<u>(334,599)</u>	<u>(397,387)</u>	<u>(493,149)</u>	<u>(557,049)</u>	<u>(625,265)</u>	<u>(695,989)</u>	<u>(538,606)</u>
Net increase (decrease) in cash and cash equivalents	<u>1,931,000</u>	<u>(780,000)</u>	<u>(274,423)</u>	<u>235,655</u>	<u>559,154</u>	<u>1,169,154</u>	<u>1,458,182</u>	<u>1,775,154</u>	<u>2,102,154</u>	<u>2,580,857</u>
Cash and cash equivalents at beginning of year	-	1,931,000	1,151,000	876,577	1,112,232	1,671,386	2,840,540	4,298,722	6,073,876	8,176,030
Cash and cash equivalents at end of year	<u>1,931,000</u>	<u>1,151,000</u>	<u>876,577</u>	<u>1,112,232</u>	<u>1,671,386</u>	<u>2,840,540</u>	<u>4,298,722</u>	<u>6,073,876</u>	<u>8,176,030</u>	<u>10,756,887</u>
<b>Supplemental cash flow disclosures</b>										
Interest paid	<u>80,000</u>	<u>160,000</u>	<u>336,968</u>	<u>177,246</u>	<u>153,459</u>	<u>127,697</u>	<u>99,769</u>	<u>69,581</u>	<u>36,857</u>	<u>537</u>