

Brad Hacker and Company ***Consultants and Accountants***

8211 W. Broward Blvd. ■ Suite 440 ■ Plantation, Florida 33324 ■ 954.410.2973 Phone ■ 954.964.2512 Fax ■

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Smash Inc.

We have audited the accompanying financial statements of Smash Inc., which comprise the balance sheet as of December 31, 2018, and the related statements of operations and cash flows for the year then ended, and the related notes to the financial statements.

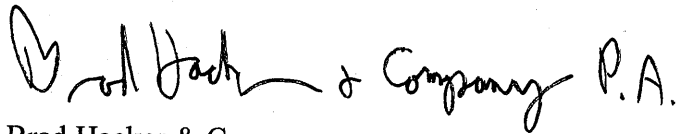
Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Smash Inc. as of December 31, 2018, and the results of its their operations and their cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

A handwritten signature in black ink that reads "Brad Hacker & Company P.A." The signature is written in a cursive, flowing style.

Brad Hacker & Company
Plantation, Florida
October 1, 2019

SMASH INC.
BALANCE SHEET
DECEMBER 31, 2018

ASSETS

Current Assets

Cash in Banks \$ 10,402

Other Current Assets 2,500

Total Current Assets 12,902

Fixed Assets

Property, Plant & Equip (Net) -

TOTAL ASSETS \$ 12,902

LIABILITIES & FUND BALANCE

Liabilities

Current Liabilities

Accounts Payable and Accrued Expenses \$ 75

Total Current Liabilities 75

Total Liabilities 75

Fund Balance

Fund Balance-Prior year 4,012

Net Income \$8,814

Total Fund Balance 12,826

TOTAL LIABILITIES & EQUITY \$ 12,902

SMASH INC.
STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2018

REVENUES	<u>\$ 75,678</u>
COSTS OF SALES	
<i>Event Expenses</i>	8,510
<i>Housing Project Costs</i>	9,080
<i>Total Costs of Sales</i>	<u>17,590</u>
GROSS MARGIN	58,088
SELLING, GENERAL AND ADMINISTRATIVE EXPS	
<i>Contract Services</i>	40,435
<i>Other General & Administrative</i>	8,839
<i>Total SG&A</i>	<u>49,274</u>
NET INCOME	<u><u>\$8,814</u></u>

The accompanying notes are an integral part of these financial statements

CDC DEPOSITS CORP.
STATEMENT OF CASH FLOW
YEAR ENDED DECEMBER 31, 2018

OPERATING ACTIVITIES

<i>Net Income</i>	\$ 8,814
<i>Adjustments to reconcile Net Income to net cash provided by operations:</i>	
<i>Other Current Assets</i>	(2,500)
<i>Accounts Payable</i>	75
 <i>Net cash provided by Operating Activities</i>	<hr/> 6,389

INVESTING ACTIVITIES

<i>Property, Plant & Equipment</i>	-
 <i>Net cash provided by Investing Activities</i>	<hr/> -

FINANCING ACTIVITIES

 <i>Net cash provided by Financing Activities</i>	<hr/> -
 <i>Total Cash Provided</i>	<hr/> 6,389
 <i>Prior Years Cash Balance</i>	4,013
 <i>total Cash On Hand 12/31/18</i>	<hr/> <hr/> \$ 10,402

SMASH INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Business

Struggle for Miami's Affordable and Sustainable Housing ("SMASH" or "The Company") is a Florida Not-For-profit community-led developer of affordable housing. SMASH has a vision to defeat the slumlords, end gentrification, house the LGBTQ Homeless Youth and develop Miami for the people, by the people. SMASH is a Community Land Trust (CLT) organization, and all of its land is under grassroots community control. All SMASH projects are designed with the intention to eliminate disparities in health outcomes and protect residents from environmental threats. The Company has successfully formed a Community Land Trust non-profit organization aiding residents that are affected from unfair rental practices in the community, and has garnered the support to create the CLT on public land.

Basis of Presentation

The Company prepares its financial statements in accordance with accounting principles generally accepted in the United States of America ("GAAP"). 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. Actual results could differ from those estimates.

Revenue Recognition

The Company recognizes revenue from event fundraisers and donations from third parties.

Property and Equipment

Property and equipment are recorded at cost. Depreciation is computed using the straight-line method over a five-year life for all assets. Expenditures for major renewals and betterments that extend the useful lives of property and equipment are capitalized. Expenditures for maintenance and repairs are charged to expense as incurred.

Concentration of Credit Risk

Financial instruments, which potentially subject the Company to concentrations of credit risk, consist principally of cash deposits in excess of FDIC insured limits. The Company has not experienced any losses in such accounts. Management believes the Company is not exposed to any significant credit risk related to cash.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Company considers all short-term highly liquid notes and certificates of deposits with original maturities of three months or less to be cash equivalents.

SMASH INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2018

Impairment of Long-Lived Assets

In accordance with Statement of Financial Accounting Standards ("SFAS") No. 144 long-lived assets, such as property, plant and equipment, and purchased intangibles subject to amortization, are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to estimated undiscounted future cash flows expected to be generated by the asset. If the carrying amount of an asset exceeds its estimated future cash flows, an impairment charge is recognized by the amount by which the carrying amount of the asset exceeds the fair value of the asset. Assets to be disposed of would be separately presented in the balance sheet and reported at the lower of the carrying amount or fair value less costs to sell, and are no longer depreciated. The assets and liabilities of a disposed group classified as held for sale would be presented separately in the appropriate asset and liability sections of the balance sheet.

Recent Pronouncements

The Financial Accounting Standards Board ("FASB") periodically issues new accounting standards in a continuing effort to improve standards of financial accounting and reporting. We have reviewed the recently issued pronouncements and concluded that there are no recently issued accounting pronouncements that the Company has yet to adopt that are expected to have a material effect on the Company's financial position, results of operations or cash flows.

NOTE 2 - PROPERTY AND EQUIPMENT, NET

Property and equipment, net, consisted of the following:

Furniture and equipment	\$ <u> -</u>
	-
Less: Accumulated depreciation	<u> (-)</u>
Total property and equipment, net	\$ <u> -</u>

Depreciation expense was \$-0- for the year ended December 31, 2018.

NOTE 3 - OPERATING LEASES

The Company leases office and parking space on various month to month leases. Total rent expense was \$1,457 for the year ended December 31, 2018.