



## **Hempzene**

**Natural Solutions Direct Inc  
Hempzene Division of Nature Refined LLC**

### **Consolidated Financial Statements**

**As of September 30, 2020**

**HEMPZENE (Consolidated)**  
**Balance Sheet**  
As of September 30, 2020

	<b>Sep 30, 20</b>
<b>ASSETS</b>	
Current Assets	
Checking/Savings	11,433
Accounts Receivable	42,993
Other Current Assets	50,932
<b>Total Current Assets</b>	<b>105,358</b>
<b>TOTAL ASSETS</b>	<b>105,358</b>
<b>LIABILITIES &amp; EQUITY</b>	
Liabilities	
Current Liabilities	139,804
Long Term Liabilities	150,000
<b>Total Liabilities</b>	<b>289,804</b>
Equity	
Capital Stock	400
Net Income	-184,847
<b>Total Equity</b>	<b>-184,447</b>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>105,358</b>

**HEMPZENE (Consolidated)**  
**Statement of Operations**  
As of September 30, 2020

	Hempzene div of Nature Refined LLC	Natural Solutions Direct Inc	TOTAL
<b>Ordinary Income/Expense</b>			
Income	\$ 317,985	\$ 173,267	\$ 491,252
Cost of Goods Sold	\$ 57,507	\$ 27,290	\$ 84,797
<b>Gross Profit</b>	\$ 260,478	\$ 145,978	\$ 406,455
<b>Expense</b>			
General and Administrative	\$ 1,388	\$ -	\$ 1,388
Marketing and Advertising	\$ 269,339	\$ 139,452	\$ 408,791
Operating and Maintenance	\$ 84,520	\$ 71,347	\$ 155,867
Taxes & Insurance	\$ 225	\$ 25	\$ 250
<b>Expense</b>	\$ 355,472	\$ 210,824	\$ 566,297
<b>Net Ordinary Income</b>	\$ (94,995)	\$ (64,847)	\$ (159,841)
<b>Other Income/Expense</b>			
Other Expense	\$ 25,005	\$ -	\$ 25,005
<b>Net Other Income</b>	\$ (25,005)	\$ -	\$ (25,005)
<b>Net Income</b>	\$ (120,000)	\$ (64,847)	\$ (184,847)

**HEMPZENE (Consolidated)**  
**Statement of Operations**  
As of September 30, 2020

	Jul - Dec 19	Jan - Sep 20	TOTAL
<b>Ordinary Income/Expense</b>			
Income	\$ 23,696	\$ 467,557	\$ 491,252
Cost of Goods Sold	7,988	76,809	84,797
<b>Gross Profit</b>	15,708	390,748	406,455
<b>Expense</b>			
General and Administrative	0	1,388	1,388
Marketing and Advertising	43,143	365,648	408,791
Operating and Maintenance	4,633	151,234	155,867
Taxes & Insurance	225	25	250
<b>Expense</b>	48,001	518,296	566,297
<b>Net Ordinary Income</b>	-32,293	-127,548	-159,841
<b>Other Income/Expense</b>			
Other Expense	0	25,005	25,005
<b>Net Other Income</b>	0	-25,005	-25,005
<b>Net Income</b>	<b>\$ (32,293)</b>	<b>\$ (152,553)</b>	<b>\$ (184,847)</b>

**HEMPZENE (Consolidated)**  
**STATEMENT OF STOCKHOLDERS' EQUITY**  
As of September 30, 2020

**Natural Solutions Direct Inc**

	Class A Common Stock		Accumultaed Deficet	Stockholders' Deficet
	Shares	Amount		
June 24, 2020 ("Inception")	0	\$ -	\$ -	\$ -
Issuance of Founder shares	400,000	400		400
Net Loss			-184,847	
As of September 30, 2020	400,000	\$ 400	\$ (184,847)	\$ 400

**HEMPZENE (Consolidated)**  
**Statement of Cash Flows**  
As of September 30, 2020

	Jul - Dec 19	Jan - Sep 20
<b>OPERATING ACTIVITIES</b>		
Net Income	-32,293	-152,553
Adjustments to reconcile Net Income		
to net cash provided by operations:		
Accounts Receivable	-17,849	-25,144
Inventory Asset	-10,745	-40,187
Accounts Payable	58,610	77,876
Accrued Expenses	7,765	-4,447
Net cash provided by Operating Activities	37,781	8,098
<b>FINANCING ACTIVITIES</b>		
Note Payable	0	150,000
Capital Stock		400
Net cash provided by Financing Activities	0	150,400
Net cash increase for period	5,488	5,945
Cash at beginning of period		5,488
Cash at end of period	5,488	11,433

**HEMPZENE (Consolidated)**  
**NOTES TO FINANCIAL STATEMENTS (UNAUDITED)**  
January through September 2020

Natural Solutions Direct, Inc. (the “Company,” “Natural Solutions Direct,” “we” or “us”), organized in Delaware on June 24, 2020, is a company which distributes and markets the brand Hempzene along with other natural supplements. Our goal is to expand our brand, grow our product offering, and strengthen our customer base

Hempzene division of Nature Refined LLC is a company that developed, tested, and launched Hempzene. On July 1, 2020 Hempzene was sold to Natural Solutions Direct Inc.

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

*Use of estimates:*

The preparation of financial statements requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

*Cash and cash equivalents:*

Cash and cash equivalents include all cash balances, and highly liquid investments with maturities of three months or less when purchased.

*Accounts receivable:*

Accounts receivable primarily consists of a portion of consumer sales held in reserve by credit card processors. Management experience suggests that losses on account are likely to be infrequent. Therefore, no amount has been recognized in the statements as a reserve for losses on accounts receivables. The company has had zero losses on account to date.

*Inventory:*

The company’s inventory includes finished goods that are being held for sale. Management’s experience suggests that losses due to obsolescence or spoilage of inventory items are likely to be infrequent. Therefore, no amount has been recognized in the statements as a reserve for losses on inventory.

*Cost of Sales*

Cost of sales includes costs of inventory items and other supplies sold to the company’s customers, including shipping and handling expenses.

*Advertising Costs*

The company expenses direct advertising costs as incurred.

**INCOME TAXES**

The Company is subject to tax filing requirements in the federal jurisdiction of the United States.

**HEMPZENE (Consolidated)**  
**NOTES TO FINANCIAL STATEMENTS (UNAUDITED)**  
January through September 2020

**EQUITY BASED COMPENSATION**

The Company plans to provide an employee stock program for the purposes of attracting and retaining both qualified employees as well as board advisory members.

**NOTES PAYABLE**

The company currently has a note payable to Nature Refined LLC on the balance sheet.

**CONCENTRATIONS OF RISK**

Financial instruments that potentially subject the Company to credit risk consist of cash and cash equivalents. The Company places its cash and cash equivalents with a limited number of high quality institutions and at times may exceed the amount of insurance provided on such deposits.

**SUBSEQUENT EVENTS**

Management considered events subsequent to the end of the period but before July 24, 2020, the date for which the financial statements were available to be issued.