
RYCH SOLUM HOLDINGS LTD.

FINANCIAL INFORMATION

December 31, 2022

RYCH SOLUM HOLDINGS LTD.

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COMPILATION ENGAGEMENT REPORT

To the Management of RYCH Solum Holdings Ltd.

On the basis of information provided by management, we have compiled the balance sheet of RYCH Solum Holdings Ltd. as at December 31, 2022 and the statement of loss and deficit for the year then ended, and Note 1, which describes the basis of accounting applied in the preparation of the compiled financial information.

Management is responsible for the accompanying financial information, including the accuracy and completeness of the underlying information used to compile it and the selection of the basis of accounting.

We performed this engagement in accordance with Canadian Standard on Related Services (CSRS) 4200, *Compilation Engagements*, which requires us to comply with relevant ethical requirements. Our responsibility is to assist management in the preparation of the financial information.

We have not performed an audit or review engagement, nor were we required to perform procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an audit opinion or a review conclusion, or provide any form of assurance on the financial information.

Readers are cautioned that the financial information may not be appropriate for their purposes.

Lohn Caulder LLP

Chartered Professional Accountants
Vancouver, BC
April 26, 2023

RYCH SOLUM HOLDINGS LTD.

BALANCE SHEET

As at December 31

	2022	2021
	\$	\$
ASSETS		
Current		
Cash	49,369	38,419
Accounts receivable	200	-
	49,569	38,419
Deferred Cost	36,070	48,093
Fixed Assets (note 2)	3,762,677	3,774,609
	3,848,316	3,861,121
LIABILITIES		
Current		
Accounts payable	18,564	10,266
Due to shareholders	2,224,000	2,201,799
Note payable	325,000	-
Current portion of long term debt	28,290	352,740
	2,595,854	2,564,805
Long-Term Debt	1,291,878	1,320,168
	3,887,732	3,884,973
SHAREHOLDERS' EQUITY		
Share Capital (note 3)	1	1
Deficit	(39,417)	(23,853)
	(39,416)	(23,852)
	3,848,316	3,861,121

APPROVED ON BEHALF OF THE BOARD:_____
Director

RYCH SOLUM HOLDINGS LTD.

STATEMENT OF LOSS AND DEFICIT

		Year ended December 31	
		2022	2021
		\$	\$
Revenue			
	Rental income	132,390	101,082
	Parking income	4,560	3,702
	Laundry income	1,360	750
	Interest income	131	-
		138,441	105,534
Expenses			
	Amortization	11,932	6,095
	Financing fees	10,881	15,758
	General and administrative	4,543	9,458
	Insurance	11,063	12,611
	Interest and bank charges	108	114
	Interest on long-term debt	47,888	30,854
	Property management fees	16,513	14,521
	Property taxes	8,940	11,970
	Repairs and maintenance	25,235	15,499
	Utilities	16,902	12,507
		154,005	129,387
Net Loss for the Year		(15,564)	(23,853)
Deficit, beginning of year		(23,853)	-
Deficit, end of year		(39,417)	(23,853)

RYCH SOLUM HOLDINGS LTD.

NOTES TO THE FINANCIAL INFORMATION

December 31, 2022

1. Basis of Accounting

The basis of accounting applied in the preparation of the financial information is on the historical cost basis, reflecting cash transactions with the addition of:

- Selective accounts receivable accruals
- Selective accounts payable and accruals
- Current income taxes payable as at the reporting date

2. Fixed Assets

	2022		2021	
	Cost	\$ Accumulated Amortization	Net Book Value	\$ Net Book Value
Buildings	300,410	17,784	282,626	294,402
Equipment	865	243	622	778
Land	3,479,429	-	3,479,429	3,479,429
	3,780,704	18,027	3,762,677	3,774,609

3. Share Capital

Authorized:

Unlimited Common shares, voting, participating, no par value

Issued and Fully Paid:

	2022	2021
	\$	\$
100 Common shares	1	1