

PROUDLY PRESENTING

\$299,000

Including Inventory & Furnishings



ABOUT 'BROADWAY JEWELLERS'

- 33 Years in business
- Operating hours: 10am - 5:30pm Monday to Saturday. Closed Sunday and Holidays.
- A+ Accredited Business with BBB.
- New jewellery, Consignment jewellery, Custom jewellery, Watches and Repairs.
- Price of Business includes \$250,000 +/- of jewellery inventory at cost.
- Current owner will train new buyer.
- Great income producing business with accountant prepared financial statements available.
- Owner/Operator Income over **\$123,000 - \$142,000/annum.**



CAMPBELL, SAUNDERS & CO.

BROADWAY JEWELLERS LTD.

FINANCIAL STATEMENTS

APRIL 30, 2016

(Unaudited - See Notice To Reader)

CAMPBELL, SAUNDERS & CO.

Chartered Professional Accountants

NOTICE TO READER

On the basis of information provided by management, we have compiled the balance sheet of **Broadway Jewellers Ltd.** as at April 30, 2016 and the statements of earnings and retained earnings for the year then ended. We have not performed an audit or a review engagement in respect of these financial statements and, accordingly, we express no assurance thereon. Readers are cautioned that these statements may not be appropriate for their purposes.



CHARTERED PROFESSIONAL ACCOUNTANTS

Vancouver, B.C.
June 23, 2016

BROADWAY JEWELLERS LTD.
BALANCE SHEET
AS AT APRIL 30, 2016
(Unaudited - See Notice To Reader)

ASSETS

	2016	2015
CURRENT		
Cash	\$ 73,907	\$105,088
Inventory	371,022	360,119
Prepaid expenses	7,263	7,526
Term deposit	100,284	-
Income tax receivable	<u>-</u>	<u>8,368</u>
	552,476	481,101
DUE FROM RELATED COMPANIES (Note 2)	334,035	334,035
PROPERTY AND EQUIPMENT (Note 3)	<u>339</u>	<u>474</u>
	<u>\$886,850</u>	<u>\$815,610</u>

LIABILITIES

CURRENT		
Accounts payable	\$ 29,014	\$ 34,109
Sales taxes payable	7,336	4,360
Customer deposits payable	35,876	10,958
Income tax payable	10,589	-
Due to shareholders	<u>199</u>	<u>27,116</u>
	<u>83,014</u>	<u>76,543</u>

SHAREHOLDERS' EQUITY

SHARE CAPITAL	100	100
RETAINED EARNINGS	<u>803,736</u>	<u>738,967</u>
	<u>803,836</u>	<u>739,067</u>
	<u>\$886,850</u>	<u>\$815,610</u>

BROADWAY JEWELLERS LTD.

STATEMENT OF RETAINED EARNINGS

FOR THE YEAR ENDED APRIL 30, 2016
(Unaudited - See Notice To Reader)

	2016	2015
RETAINED EARNINGS - BEGINNING OF YEAR	\$738,967	\$ 807,620
Net earnings for the year	68,769	31,347
Dividend	<u>(4,000)</u>	<u>(100,000)</u>
RETAINED EARNINGS - END OF YEAR	<u>\$803,736</u>	<u>\$ 738,967</u>

BROADWAY JEWELLERS LTD.

STATEMENT OF EARNINGS

FOR THE YEAR ENDED APRIL 30, 2016

(Unaudited - See Notice To Reader)

	2016	2015
REVENUE		
Sales	\$427,624	\$421,554
COST OF SALES	<u>167,466</u>	<u>210,366</u>
GROSS PROFIT	<u>260,158</u>	<u>211,188</u>
EXPENSES		
Advertising	7,808	9,654
Amortization	135	229
Automobile	1,629	1,289
Bank charges and interest	130	288
Entertainment	86	1,446
Foreign exchange loss (gain)	1,332	(3,058)
Insurance	5,045	4,991
Office and miscellaneous	4,318	4,296
Professional fees	2,900	3,589
Rent	20,268	20,756
Repairs, maintenance and security	343	988
Salaries and benefits	134,053	124,792
Telephone	505	763
Travel	851	3,064
Utilities	<u>1,397</u>	<u>1,732</u>
	<u>180,800</u>	<u>174,819</u>
EARNINGS BEFORE INCOME TAXES	79,358	36,369
Provision for income taxes	<u>(10,589)</u>	<u>(5,022)</u>
NET EARNINGS	<u>\$ 68,769</u>	<u>\$ 31,347</u>

BROADWAY JEWELLERS LTD.
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2016
(Unaudited - See Notice To Reader)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICY

Amortization

Amortization is calculated over the estimated useful life of property and equipment at the following annual rate:

Equipment and furniture	-20% per annum declining balance basis
Computer	-30% per annum declining balance basis
Leasehold improvements	-1/5 straight-line basis

In the year of acquisition, amortized is recorded at one-half of the above annual rates.

Use of estimates

The preparation of financial statements requires management to make estimates 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.

NOTE 2 - DUE FROM RELATED PARTIES

Due from related parties comprise the following:

Due from 661986 B.C. Ltd. (661)	\$262,223
Due from J.P. Squared Management Ltd. (JP)	<u>71,812</u>
	<u>\$334,035</u>

661 and JP are owned 50% by the same individuals that owns the Company.

These advance bear no interest and have no fixed terms of repayment.

BROADWAY JEWELLERS LTD.
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2016
(Unaudited - See Notice To Reader)

NOTE 3 - PROPERTY AND EQUIPMENT

Property and equipment are recorded at cost less accumulated amortization:

	2016		2015	
	Cost	Accumulated Amortization	Cost	Amortization
Equipment & furniture	\$17,310	\$17,232	\$17,310	\$17,213
Computer	3,682	3,626	3,682	3,562
Leasehold improvements	25,292	25,292	25,292	25,292
Signs	<u>1,163</u>	<u>958</u>	<u>1,163</u>	<u>906</u>
	<u>\$47,447</u>	<u>\$47,108</u>	<u>\$47,447</u>	<u>\$46,973</u>
		<u>\$ 339</u>		<u>\$ 474</u>