

Financial Statements and Independent Auditor's Report

Bent Tree Homeowner's Association

For the Year Ended December 31, 2023

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Merry Elizabeth Hopkins, CPA

Independent Auditor's Report

To the Board of Directors and Shareholders Bent Tree Homeowner's Association

Opinion

We have audited the financial statements of Bent Tree Homeowner's Association which comprise the balance sheets as of December 31, 2023 and the related statements of income, changes in stockholders' equity for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Bent Tree Homeowner's Association as of December 31, 2023 and the results of its operations and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis of Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Bent Tree Homeowner's Association and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Bent Tree Homeowner's Association ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Merry Elizabeth Hopkins, CPA

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements, as a whole, are free from material misstatement, whether due to fraud or error and to issue an auditor's report that includes our opinion. We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

In performing an audit in accordance with GAAS, we:

Exercise professional judgment and maintain professional skepticism throughout the audit.

Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

Obtain an understanding of internal control relevant to the audit 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 Bent Tree Homeowner's Association internal control. Accordingly, no such opinion is expressed.

Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Bent Tree Homeowner's Association ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings and certain internal control-related matters that we identified during the audit.



Dated: June 28, 2024

Merry Elizabeth Hopkins, CPA

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Bent Tree Homeowner's Association

Balance Sheet

As of December 31, 2023

	Notes	In US Dollars 2023
Assets		
Non-current Assets		
Property, Plant and Equipment	1	1,620
Total Non-current Assets		1,620
Current Assets		
Cash and Bank Balances	2	48,987
Account Receivables	3	49,562
Total Current Assets		98,549
Total Assets		100,169
Liabilities and Equity		
Current Liabilities		
Account Payables	4	1,525
Other Current Liabilities	5	5
Total Current Liabilities		1,530
Total Liabilities		1,530
Equity		
Capital		0
Current Year Earnings		4,715
Retained Earnings		93,924
Total Equity		98,639
Total Liabilities and Owner's Equity		100,169

See accompanying notes to the financial statements

Bent Tree Homeowner's Association

Income Statement

For the year ended December 31, 2023

	Notes	In US Dollars 2023
Total Revenue	6	76,569
Less: Cost of Good Sold		0
Gross Profit		76,569
Operating Expenses		
General & Administrative Expenses	7	72,287
Total Expenses		72,287
Operating Profit / (Loss)		4,282
Other Expenses		0
Other Income		433
Net Profit/ (Loss) for the year		4,715

See accompanying notes to the financial statements

Bent Tree Homeowner's Association

Statement of Cash Flows

For the year ended December 31, 2023

	In US Dollars
	2023
Cash flow from Operating Activities	
Receipts from Customers	66,038
Payments to Suppliers and Employees	-59,020
Cash Receipts from Other Operating Activities	132
Cash used in Operating Activity	7,150
Cash flow from Investing Activities	
Payment for Property, Plant and Equipments	-11,508
Cash used in Investing Activities	-11,508
Cash flow from Financing Activities	
	0
Cash generated from Financing Activities	0
Net cash generated during the year	-4,358
Cash and cash equivalent at the beginning of the year	53345
Cash and cash equivalent at the end of the year	48,987

See accompanying notes to the financial statements

Bent Tree Homeowner's Association

Statement of Changes in Equity

For the year ended December 31, 2023

Particulars	Capital	Retained Earnings	Total
Balance as at January 01, 2023	0	93,924	93,924
Less: Owner's Withdrawals	0	0	0
Profit / (Loss) for the period	-	4,715	4,715
Balance as at December 31, 2023	0	98,639	98,639

See accompanying notes to the financial statements

Bent Tree Homeowner's Association

Notes to Financial Statements

For the year ended December 31, 2023

Note A – Organization and Description of Business

Nature of Business

Bent Tree Homeowner's Association was incorporated in the State of Ohio. Its headquarter is in Ohio, the company is providing services of Property Management. The President of Bent Tree Homeowner's Association is Carol Ingle.

Note B – Significant Accounting Policies

Basis of Accounting

The Company prepares its financial statements using the accrual method of accounting in conformity with accounting principles generally accepted in the United States of America (“U.S. GAAP”).

Basis of Measurement

The financial statements presented herein have been meticulously prepared in accordance with the historical cost convention. In these documents, barring the figures represented in the cash flow statement, all transactions have been comprehensively recorded on an accrual basis, ensuring a thorough and accurate reflection of the organization's financial position.

Cash and cash equivalents

Cash and cash equivalents are carried in the balance sheet at cost. For the purpose of cash flow statement, cash and cash equivalents comprise cash in hand and cash with banks in current and saving accounts.

Use of Estimates

The preparation of financial statements in conformity with U.S. 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.

Property and Equipment

Property and equipment are initially recognized at acquisition cost including any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the management. Subsequently, property and equipment are stated at cost less accumulated depreciation and any identified impairment losses. Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the companies and the cost of the item can be measured reliably.

All other repairs and maintenance costs are charged to income statement during the year in which they are incurred.

Depreciation method, rates and useful lives of property, plant and equipment

The management of the Company reassesses useful lives, depreciation method, and rates for each item of property, plant and equipment annual by considering expected pattern of economic benefits that the Company expects to derive from those items.

Bent Tree Homeowner's Association

Notes to Financial Statements

For the year ended December 31, 2023

Provisions

Provisions are based on best estimate of the expenditure required to settle the present obligation at the reporting date, that is, the amount that the Company would rationally pay to settle the obligation at the reporting date or to transfer it to a third party.

Impairment

The carrying amounts of the Company's assets are reviewed at each balance sheet date to determine whether there is any indication of impairment loss. If any such indication exists, recoverable amount is estimated in order to determine the extent of the impairment loss, if any. Impairment loss is recorded on judgmental basis, for which provision may differ in the future years based on the actual expense.

Going Concern

The accompanying financial statements are prepared assuming the Company will continue as a going concern. At December 31, 2023 the Company had a positive cash and cash equivalents of \$48,987. The ability of the Company to continue as a going concern is dependent upon developing sales and obtaining additional capital and financing. While the Company believes in the viability of its strategy to produce sales volume and in its ability to raise additional funds, there can be no assurances to that effect. The financial statements do not include adjustments to reflect the possible effects on the recoverability and classification of assets or the amounts and classification of liabilities that may result from the outcome of this uncertainty.

Functional Currency

These financial statements are prepared in United States Dollars which is the Business' functional currency.

Intangible asset

An intangible asset is an identifiable non-monetary asset without physical substance. An intangible asset is recognized if it is probable that the future economic benefits that are attributable to the asset will flow to the companies and that the cost of such asset can also be measured reliably. Cost of the intangible asset includes purchase cost and directly attributable expenses incidental to bring the asset for its intended use.

Costs associated with maintaining computer software are recognized as an expense as and when incurred.

Intangible assets are stated at cost less accumulated amortization and accumulated impairment losses, if any. Amortization is charged over the estimated useful life of the asset on a systematic basis by applying the reducing balance method from the month when such asset is available for use.

Subsequent Events

Management has evaluated subsequent events for recognition and disclosure in the financial statements through December 31, 2023 which is the date the financial statements were available to be issued. Through December 31, 2023, no subsequent events required recognition or disclosure in the financial statements.

Bent Tree Homeowner's Association

Notes to Financial Statements

For the year ended December 31, 2023

Bank Statements

We have reviewed the Bank Statements of Bent Tree Homeowner's Association for the period from January 01, 2023 to December 31, 2023. The Bank Statements are reconciled with the Financial Statements and are true and accurate.

Income Tax

The business has recognized in the financial statements that effects of all tax position and continually evaluate expiring statutes of limitations, audits, changes in tax laws, and new authoritative rulings. The business is not aware of any circumstances or events that make it reasonable possible that unrecognized tax benefit may increase or decrease within 12 months of the statement of financial position date. Penalties and interest assessed by taxing authorities are included in the provision for income taxes, if applicable. There were no penalties or interest paid during the reporting period.

Note C – References to Financial Statements

1 Property, Plant and Equipment	2023
Concrete	39,178
Equipment	2,308
Heater	6,270
Pool Pump	2,592
Accumulated Depreciation	-48,728
Total	1,620
2 Cash and Bank Balances	2023
Operating Account	30,923
Reserve Account	18,064
Total	48,987
3 Account Receivables	2023
Receivables	49,562
Total	49,562
4 Account Payables	2023
Payables	1,525
Total	1,525

Bent Tree Homeowner's Association

Notes to Financial Statements

For the year ended December 31, 2023

5 Other Current Liabilities		2023
PNC Bank Checking		5
Total		5

6 Revenue		2023
Annual Dues		74,750
Interest Income		32
Pavilion Rentals		1,787
Total		76,569

7 General & Administrative Expenses		2023
Administrative		4,369
Depreciation		12,571
Insurance		4,168
Landscaping		7,555
Payroll Service		577
Payroll Taxes		3,161
Pool Salaries & Wages		12,977
Pool Supplies & Repairs		16,156
Real Estate Taxes		382
Social Events		831
Utilities		9,540
Total		72,287

Note D – Date of Authorization of Financial Statements

These financial statements were authorized for issue on 1/30/2024 by the Board of Directors.

Note E – General

Figures have been rounded off to the nearest dollar.