

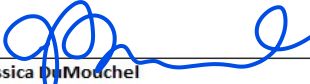
PKC Group USA

Management Accounts for the year ending 31Dec2020

PKC Group USA
Balance Sheets

(Dollars in Thousands, Unaudited)

	<u>December 31, 2020</u>	<u>December 31, 2019</u>	<u>Change</u>	<u>December 31, 2018</u>
ASSETS				
CURRENT ASSETS:				
Cash and Cash Equivalents	\$ 293	\$ 577	\$ (284)	\$ 577
Accounts Receivable - Affiliates	0	0	-	0
Prepaid and Other Current Assets	3	(3,776)	3,779	(663)
Total Current Assets	<u>295</u>	<u>(3,199)</u>	<u>3,494</u>	<u>(86)</u>
Investments	<u>59,599</u>	<u>59,599</u>	<u>-</u>	<u>59,599</u>
OTHER ASSETS:				
Goodwill	2,795	2,795	-	2,795
Long Term Receivable - Affiliate	(131,269)	(123,772)	(7,497)	(51,772)
Total other assets	<u>(128,474)</u>	<u>(120,977)</u>	<u>(7,497)</u>	<u>(48,977)</u>
TOTAL ASSETS	<u>\$ (68,580)</u>	<u>\$ (64,576)</u>	<u>\$ (4,003)</u>	<u>\$ 10,536</u>
LIABILITIES AND SHAREHOLDERS' EQUITY				
CURRENT LIABILITIES:				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Accounts Payable - Affiliates	2,006	2,106	(100)	2,030
Taxes Payable	-	-	-	-
Other Current Liabilities	13,715	(0)	13,715	-
Total Current Liabilities	<u>15,721</u>	<u>2,106</u>	<u>13,615</u>	<u>2,030</u>
LONG TERM LIABILITIES:				
Long Term Debt - Affiliate	104,541	104,626	(85)	165,819
SHAREHOLDERS' EQUITY:				
Common Stock	13,517	13,517	-	13,517
Additional Paid In Capital	520	520	-	520
Retained Earnings	(202,879)	(185,346)	(17,533)	(171,350)
Total Shareholders Equity	<u>(188,842)</u>	<u>(171,309)</u>	<u>(17,533)</u>	<u>(157,312)</u>
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	<u>\$ (68,580)</u>	<u>\$ (64,576)</u>	<u>\$ (4,003)</u>	<u>\$ 10,536</u>


Jessica DuMouchel
 Senior Director – Corporate Controller
 PKC Group North America

PKC Group USA
Statements of Income
(Dollars in Thousands, Unaudited)

	Twelve Months Ended	
	December 31,	
	2020	2019
General Admin and Selling Expense	\$ -	\$ -
NET MARGIN	-	-
Foreign exchange loss (gain)	(100)	77
Interest Expense	17,633	13,920
INCOME AFTER TAXES	<u>\$ (17,533)</u>	<u>\$ (13,997)</u>



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PKC Group USA and Subsidiaries
Statements of Cash Flow
(Dollars in Thousands, Unaudited)

	Twelve Months Ended	
	December 31,	
	<u>2020</u>	<u>2019</u>
Operating Activities		
Net income	\$ (17,533)	\$ (13,997)
Changes in assets and liabilities:		
Accounts receivable - affiliates	0	0
Prepaid expenses and other	(3,779)	3,113
Accounts payable - trade	0	0
Accounts payable - affiliates	(100)	77
Other current liabilities	13,715	(0)
Taxes payable	0	0
Net cash provided by operating activities	<u>(7,696.47)</u>	<u>(10,807.16)</u>
Financing Activities		
Long Term - Affiliate	<u>7,412.05</u>	<u>10,807.16</u>
Net cash used by financing activities	7,412.05	10,807.16
Net (decrease) increase in cash and cash equivalents	(284.42)	-
Cash and cash equivalents at beginning of period	<u>577</u>	<u>577</u>
Cash and cash equivalents at end of period	<u>\$ 293</u>	<u>\$ 577</u>

Jessica DuMouchel
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PKC Group North America