

7. SUBSEQUENT EVENTS

A subsequent event is such that relates to those conditions which are not known or knowable as of the valuation date. A report typically does not include a discussion of subsequent events because such subsequent events do not affect the determination of value as of the specified valuation date.

The AICPA's Standard on Valuation Services (SSVS No. 1 VS Sec 100.43) addresses the analyst's responsibility regarding subsequent events:

“The valuation date is the specific date at which the valuation analyst estimates the value of the subject interest and concludes on his or her estimated value. Generally, the valuation analyst should consider only circumstances existing at the valuation date and events occurring up to the valuation date. An event that could affect the value may occur subsequent to the valuation date: such an occurrence is referred to as a subsequent event. Subsequent events are indicative of conditions that were not known or knowable at the valuation date, including conditions that arose subsequent to the valuation date. The valuation would not be updated to reflect those events or condition. Moreover, the valuation would typically not include a discussion of those events or conditions because a valuation is performed at a point in time—the valuation date—and the events described in this subparagraph, occurring subsequent to that date, are not relevant to the value determined as of that date. In situations in which a valuation is meaningful to the intended user beyond the valuation date, the events may be of such nature and significance as to warrant disclosure in a separate section of the report in order to keep users informed.”

The following disclosure information is provided for informational purposes only and does not affect the determination of the equity value on a minority, non-marketable basis of the Subject on the valuation date of October 31, 2018. We believe that the coronavirus, or COVID-19, pandemic is a subsequent event and that the disclosure of this event would be meaningful to the reader of this valuation report.

The pandemic has temporarily adversely affected market conditions. A review of the chronology of the coronavirus pandemic gives an analyst little that would be known or knowable on the Valuation Date due to the fact that there was no information regarding pneumonia from unknown causes or coronavirus emanating from China at the date of valuation.¹⁹

In terms of the economic impact of the coronavirus pandemic, the S&P 500 (SPX) Index was at \$2,711.74 on the valuation date, October 31, 2018. The SPX reached a high of \$3,386.15 on February 19, 2020. By the end of the first quarter, March 31, 2020, the SPX was at \$2,584.59, a 23.7% decrease from the high and a 12.0% decrease from the valuation date. The Dow Jones Industrial Average (DJIA) Index was at \$225,115.76 on the valuation date, October 31, 2018. The DJIA reached a high of \$29,551.42 on February 12, 2020. By the end of the first quarter, March 31, 2020, the DJIA was at \$21,917.16, a 25.8% decrease from the high and 12.7% decrease from the valuation date. Please see Figure 7-1 for

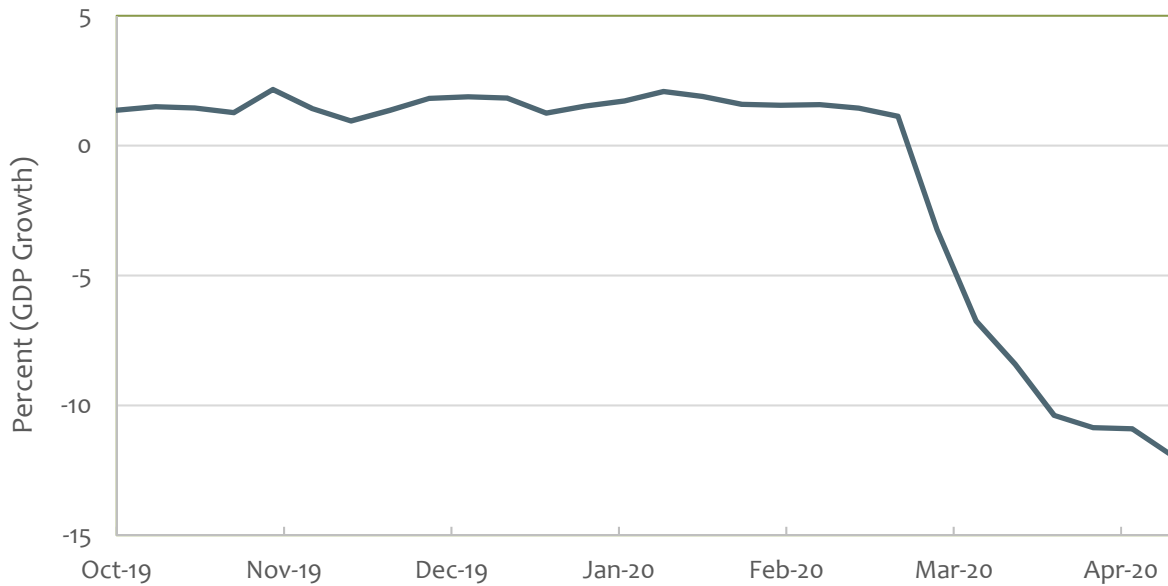
¹⁹ Business Insider <https://www.businessinsider.com/coronavirus-pandemic-timeline-history-major-events-2020-3>

information. Further, the Federal Reserve Bank of New York Weekly Economic Index reports a similar decline timeline in Figure 7-2.²⁰

Figure 7-1. Subsequent Events Timeline



Figure 7-2. Weekly Economic Index (WEI) Over Recent Months



²⁰ Federal Reserve Bank of New York <https://www.newyorkfed.org/research/policy/weekly-economic-index>

Indeed, there has been a noted change in patterns of behavior throughout the state and US. Google Mobility has tracked usage patterns of maps and through their data we can see that there have been large fluctuations in the maps usage of the population using google, in Figure 7-3 and Figure 7-4²¹.

Figure 7-3. Georgia Mobility

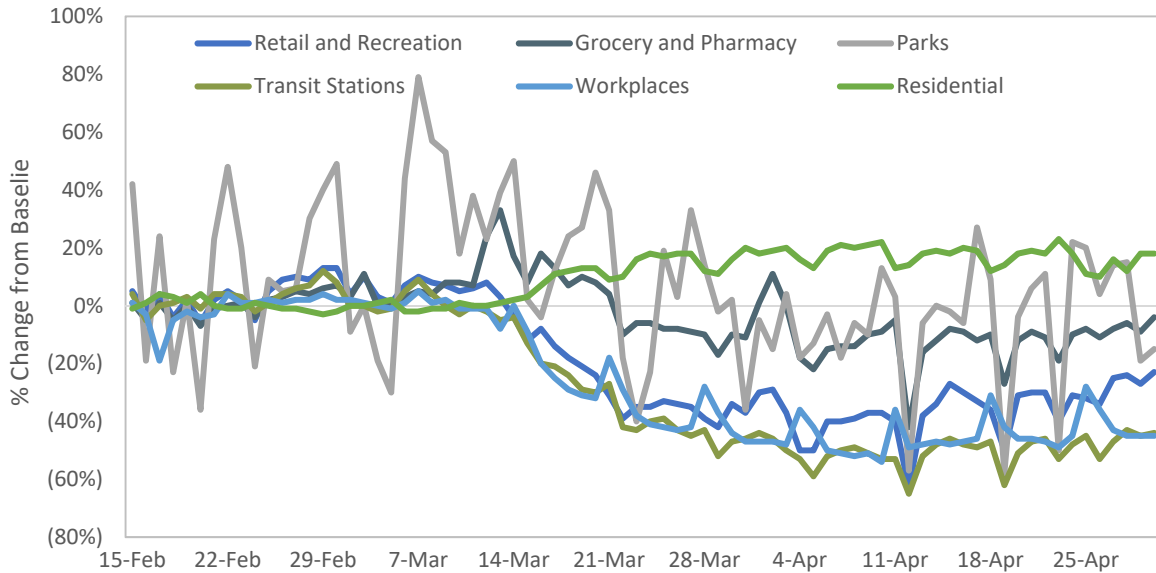
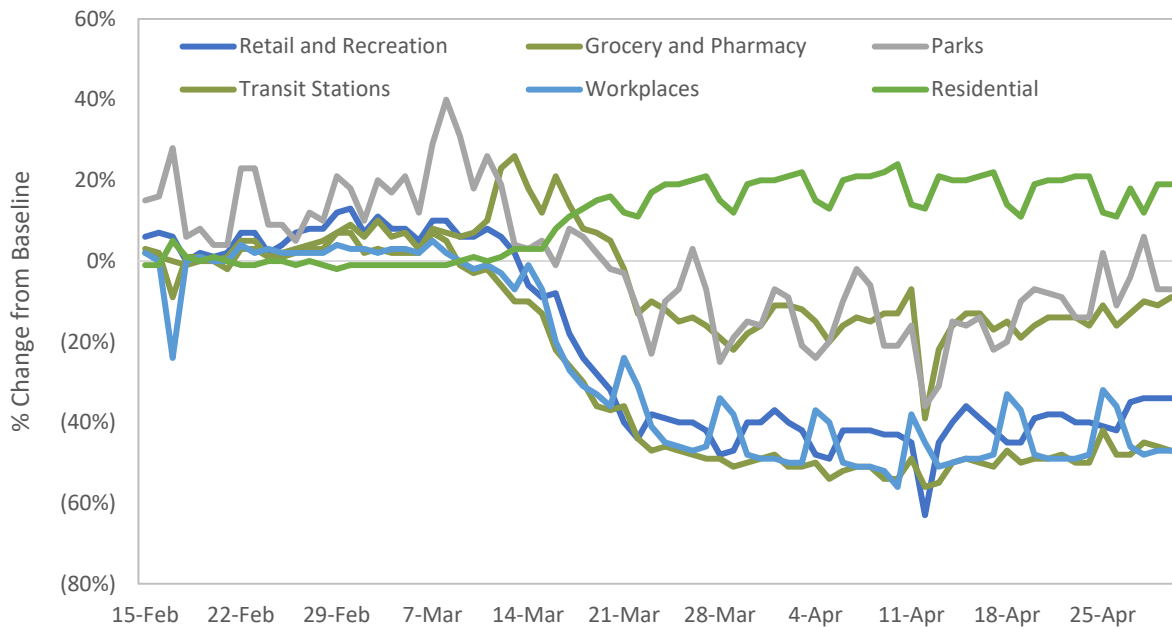


Figure 7-4. United States Mobility



²¹ Google COVID-19 Community Mobility Reports <https://www.google.com/covid19/mobility/>