

**The Waves GP LLC**

**12/31/20  
Form 1120**



**8035 SPYGLASS HILL RD  
MELBOURNE, FL 32940  
321-757-2020  
www.bermanhopkins.com**

October 7, 2021

The Waves GP LLC  
1300 N Broad Street  
JACKSONVILLE, FL 32202

Dear Dwayne:

This letter is to confirm and specify the terms of our engagement with you and to clarify the nature and extent of the services we will provide. In order to ensure an understanding of our mutual responsibilities, we ask all clients for whom returns are prepared to confirm the following arrangements.

We will prepare your 2020 federal and state corporate tax returns from information which you will furnish to us. We will not audit or otherwise verify the data you submit, although it may be necessary to ask you for clarification of some of the information.

It is your responsibility to provide all the information required for the preparation of complete and accurate returns. You should retain all the documents, cancelled checks and other data that form the basis of these returns. These may be necessary to prove the accuracy and completeness of the returns to a taxing authority. You have the final responsibility for the income tax returns and, therefore, you should review them carefully before you sign them.

Our work in connection with the preparation of your income tax returns does not include any procedures designed to discover defalcations and/or other irregularities, should any exist. We will render such accounting and bookkeeping assistance as determined to be necessary for preparation of the income tax returns.

The law provides various penalties that may be imposed when taxpayers understate their tax liability. If you would like information on the amount or the circumstances of these penalties, please contact us.

Your returns may be selected for review by the taxing authorities. Any proposed adjustments by the examining agent are subject to certain rights of appeal. In the event of such government tax examination, we will be available upon request to represent you and will render additional invoices for the time and expenses incurred.

Our fee for these services will be based upon the amount of time required at standard billing rates plus out-of-pocket expenses. All invoices are due and payable upon presentation.

Our commitment to excellence and quality includes exercising due diligence in the preparation

and filing of tax returns and other documents submitted to the IRS, and possessing the competence necessary to practice before the IRS. We also commit to adhere to the "best tax practices" in providing tax advice and representation concerning tax issues.

We want to express our appreciation for this opportunity to work with you.

Very truly yours,

BERMAN HOPKINS WRIGHT LAHAM CPAS & ASSOC

## Form 1120 Return Summary

For calendar year 2020 or tax year beginning 10/01/20 , ending 12/31/20  
 THE WAVES GP LLC 82-4447839

**Taxable Income**

Total income	
Total deductions	
Taxable income before NOL / special deductions	
Net operating loss deduction	
Special deductions	
<b>Taxable income</b>	

**Tax Computation**

Income tax	
Base erosion minimum tax	
Foreign tax credit	
General business credit	
Other credits	
Personal holding company tax	
Other taxes	
Additional taxes	
<b>Total tax</b>	0

**Section 965 Payments**

0

**Payments / Penalties / Section 965 Net Tax Liability**

Estimated tax payments	
Extension payment	
Other payments / credits	
Section 965 net tax liability	
Estimated tax penalty (Form 2220)	
Penalties and interest	
<b>Total payments / penalties / section 965 net tax liability</b>	

**Tax due**

**Overpayment credited to next year's estimated tax**

**Refund**

**Next Year's Estimates**

1st quarter	
2nd quarter	
3rd quarter	
4th quarter	
<b>Total</b>	

	<b>Schedule L</b>		<b>Schedule M-1</b>
	Prior Year	Current Year	
Assets	3,000	3,000	Schedule M-1
Liabilities	3,000	3,000	Page 1
Difference	0	0	0

	<b>Schedule M-2</b>		<b>Schedule M-3</b>
Schedule M-2		-687	Schedule M-3
Schedule L		-687	Page 1
Difference		0	0





**8035 SPYGLASS HILL RD  
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321-757-2020  
www.bermanhopkins.com**

October 7, 2021

**CONFIDENTIAL**

The Waves GP LLC  
1300 N Broad Street  
JACKSONVILLE, FL 32202

Dear Dwayne:

We have prepared the following returns from information provided by you without verification or audit:

U.S. Corporation Income Tax Return (Form 1120)  
Florida Corporate Income/Franchise Tax Return (Form F-1120)

We suggest that you examine these returns carefully to fully acquaint yourself with all items contained therein to ensure that there are no omissions or misstatements. Attached are instructions for signing and filing each return. Please follow those instructions carefully.

Also enclosed is any material you furnished for use in preparing the returns. If the returns are examined, requests may be made for supporting documentation. Therefore, we recommend that you retain all pertinent records for at least seven years.

In order that we may properly advise you of tax considerations, please keep us informed of any significant changes in your financial affairs or of any correspondence received from taxing authorities.

If you have any questions, or if we can be of assistance in any way, please call.

Sincerely,

BERMAN HOPKINS WRIGHT LAHAM CPAS & ASSOC



8035 SPYGLASS HILL RD  
MELBOURNE, FL 32940  
321-757-2020  
www.bermanhopkins.com

**Filing Instructions**

**The Waves GP LLC**

**Form 8879-C**

**U.S. Corporation Income Tax Declaration for an IRS *e-file* Return  
with Electronic Filing Personal Identification Number**

**Taxable Year Ended December 31, 2020**

**Date Due:** October 15, 2021

**Remittance:** None is required. No amount is due or overpaid.

**Signature:** You are using the Personal Identification Number (PIN) for signing your return electronically. Form 8879-C, IRS e-file Signature Authorization for Form 1120 should be signed and dated by an authorized officer of the corporation and returned to:

Client Portal log in at [www.bermanhopkins.com](http://www.bermanhopkins.com)  
E-Mail [efileauth@bermanhopkins.com](mailto:efileauth@bermanhopkins.com)  
Fax (321) 242-4844  
Mail BERMAN HOPKINS WRIGHT LAHAM CPAS & ASSOC  
8035 SPYGLASS HILL RD  
MELBOURNE, FL 32940

***Important:* Your return will not be filed with the IRS until the signed Form 8879-C, IRS e-file Signature Authorization for Form 1120 has been received by this office.**

**Other:** Your return is being filed electronically with the IRS and is not required to be mailed. If you mail a paper copy of Form 1120 to the IRS it will delay processing of your return.

Form **8879-C**

**IRS e-file Signature Authorization for Form 1120**  
For calendar year 2020, or tax year beginning 10/01/20, ending 12/31/20

OMB No. 1545-0123

Department of the Treasury  
Internal Revenue Service

**u Do not send to the IRS. Keep for your records.**  
**u Go to [www.irs.gov/Form8879C](http://www.irs.gov/Form8879C) for the latest information.**

**2020**

Name of corporation <b>THE WAVES GP LLC</b>	Employer identification number <b>82-4447839</b>
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<b>Part I Tax Return Information (Whole dollars only)</b>		
<b>1</b> Total income (Form 1120, line 11)	<b>1</b>	
<b>2</b> Taxable income (Form 1120, line 30)	<b>2</b>	0
<b>3</b> Total tax (Form 1120, line 31)	<b>3</b>	0
<b>4</b> Amount owed (Form 1120, line 35)	<b>4</b>	
<b>5</b> Overpayment (Form 1120, line 36)	<b>5</b>	

**Part II Declaration and Signature Authorization of Officer. Be sure to get a copy of the corporation's return.**

Under penalties of perjury, I declare that I am an officer of the above corporation and that I have examined a copy of the corporation's 2020 electronic income tax return and accompanying schedules and statements and to the best of my knowledge and belief, it is true, correct, and complete. I further declare that the amounts in Part I above are the amounts shown on the copy of the corporation's electronic income tax return. I consent to allow my electronic return originator (ERO), transmitter, or intermediate service provider to send the corporation's return to the IRS and to receive from the IRS **(a)** an acknowledgement of receipt or reason for rejection of the transmission, **(b)** the reason for any delay in processing the return or refund, and **(c)** the date of any refund. If applicable, I authorize the U.S. Treasury and its designated Financial Agent to initiate an electronic funds withdrawal (direct debit) entry to the financial institution account indicated in the tax preparation software for payment of the corporation's federal taxes owed on this return, and the financial institution to debit the entry to this account. To revoke a payment, I must contact the U.S. Treasury Financial Agent at **1-888-353-4537** no later than 2 business days prior to the payment (settlement) date. I also authorize the financial institutions involved in the processing of the electronic payment of taxes to receive confidential information necessary to answer inquiries and resolve issues related to the payment. I have selected a personal identification number (PIN) as my signature for the corporation's electronic income tax return and, if applicable, the corporation's consent to electronic funds withdrawal.

**Officer's PIN: check one box only**

I authorize BERMAN HOPKINS WRIGHT LAHAM CPAS & to enter my PIN 00769 as my signature  
ERO firm name do not enter all zeros  
on the corporation's 2020 electronically filed income tax return.

As an officer of the corporation, I will enter my PIN as my signature on the corporation's 2020 electronically filed income tax return.

Officer's signature **u** \_\_\_\_\_ Date **u** 10/05/21 Title **u** PRESIDENT  
**DWAYNE ALEXANDER**

**Part III Certification and Authentication**

**ERO's EFIN/PIN.** Enter your six-digit EFIN followed by your five-digit self-selected PIN. 59476012949  
do not enter all zeros

I certify that the above numeric entry is my PIN, which is my signature on the 2020 electronically filed income tax return for the corporation indicated above. I confirm that I am submitting this return in accordance with the requirements of **Pub. 3112**, IRS e-file Application and Participation, and **Pub. 4163**, Modernized e-File (MeF) Information for Authorized IRS e-file Providers for Business Returns.

ERO's signature **u** GRANT D. KARTAGENER, CPA Date **u** 10/05/21

**ERO Must Retain This Form — See Instructions**  
**Do Not Submit This Form to the IRS Unless Requested To Do So**

For Paperwork Reduction Act Notice, see instructions.

Form **8879-C** (2020)



- A Check if: 1a Consolidated return (attach Form 851) ... 1b Life/nonlife consolidated return ... 2 Personal holding co. (attach Sch. PH) ... 3 Personal service corp. (see instructions) ... 4 Schedule M-3 attached.

Name THE WAVES GP LLC Number, street, and room or suite no. 1300 N BROAD STREET City or town, state, or province, country, and ZIP or foreign postal code JACKSONVILLE FL 32202

B Employer identification number 82-4447839 C Date incorporated 09/05/2017 D Total assets (see instructions) \$ 3,000

E Check if: (1) Initial return (2) Final return (3) Name change (4) Address change

Table with 3 columns: Description, Amount, and Taxable Income. Rows include 1a Gross receipts or sales, 1b Returns and allowances, 2 Cost of goods sold, 3 Gross profit, 4 Dividends and inclusions, 5 Interest, 6 Gross rents, 7 Gross royalties, 8 Capital gain net income, 9 Net gain or (loss) from Form 4797, 10 Other income, 11 Total income, 12-26 Deductions, 27 Total deductions, 28 Taxable income before net operating loss deduction, 29a Net operating loss deduction, 29b Special deductions, 29c Add lines 29a and 29b, 30 Taxable income, 31 Total tax, 32 2020 net 965 tax liability paid, 33 Total payments, credits, and section 965 net tax liability, 34 Estimated tax penalty, 35 Amount owed, 36 Overpayment, 37 Enter amount from line 36 you want.

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Sign Here Signature of officer DWAYNE ALEXANDER Date Date Title PRESIDENT

Paid Preparer Use Only Print/Type preparer's name GRANT D. KARTAGENER, CPA Preparer's signature GRANT D. KARTAGENER, CPA Date 10/07/21 Check self-employed if PTIN P01369742 Firm's name BERMAN HOPKINS WRIGHT LAHAM CPAS & ASSOC Firm's EIN 59-1152714 Firm's address MELBOURNE, FL 32940 Phone no. 321-757-2020

<b>Schedule C Dividends, Inclusions, and Special Deductions</b> (see instructions)		(a) Dividends and inclusions	(b) %	(c) Special deductions (a) x (b)
1	Dividends from less-than-20%-owned domestic corporations (other than debt-financed stock)		50	
2	Dividends from 20%-or-more-owned domestic corporations (other than debt-financed stock)		65	
3	Dividends on certain debt-financed stock of domestic and foreign corporations		See instructions	
4	Dividends on certain preferred stock of less-than-20%-owned public utilities		23.3	
5	Dividends on certain preferred stock of 20%-or-more-owned public utilities		26.7	
6	Dividends from less-than-20%-owned foreign corporations and certain FSCs		50	
7	Dividends from 20%-or-more-owned foreign corporations and certain FSCs		65	
8	Dividends from wholly owned foreign subsidiaries		100	
9	<b>Subtotal.</b> Add lines 1 through 8. See instructions for limitations		See instructions	
10	Dividends from domestic corporations received by a small business investment company operating under the Small Business Investment Act of 1958		100	
11	Dividends from affiliated group members		100	
12	Dividends from certain FSCs		100	
13	Foreign-source portion of dividends received from a specified 10%-owned foreign corporation (excluding hybrid dividends) (see instructions)		100	
14	Dividends from foreign corporations not included on line 3, 6, 7, 8, 11, 12, or 13 (including any hybrid dividends)			
15	Section 965(a) inclusion		See instructions	
16a	Subpart F inclusions derived from the sale by a controlled foreign corporation (CFC) of the stock of a lower-tier foreign corporation treated as a dividend (attach Form(s) 5471) (see instructions)		100	
b	Subpart F inclusions derived from hybrid dividends of tiered corporations (attach Form(s) 5471) (see instructions)			
c	Other inclusions from CFCs under subpart F not included on line 15, 16a, 16b, or 17 (attach Form(s) 5471) (see instructions)			
17	Global Intangible Low-Taxed Income (GILTI) (attach Form(s) 5471 and Form 8992)			
18	Gross-up for foreign taxes deemed paid			
19	IC-DISC and former DISC dividends not included on line 1, 2, or 3			
20	Other dividends			
21	Deduction for dividends paid on certain preferred stock of public utilities			
22	Section 250 deduction (attach Form 8993)			
23	<b>Total dividends and inclusions.</b> Add column (a), lines 9 through 20. Enter here and on page 1, line 4			
24	<b>Total special deductions.</b> Add column (c), lines 9 through 22. Enter here and on page 1, line 29b			

**Schedule J Tax Computation and Payment** (see instructions)

**Part I—Tax Computation**

1	Check if the corporation is a member of a controlled group (attach Schedule O (Form 1120)). See instructions <input type="checkbox"/>		
2	Income tax. See instructions		0
3	Base erosion minimum tax (attach Form 8991)		
4	Add lines 2 and 3		0
5a	Foreign tax credit (attach Form 1118)	5a	
b	Credit from Form 8834 (see instructions)	5b	
c	General business credit (attach Form 3800)	5c	
d	Credit for prior year minimum tax (attach Form 8827)	5d	
e	Bond credits from Form 8912	5e	
6	<b>Total credits.</b> Add lines 5a through 5e		6
7	Subtract line 6 from line 4		7
8	Personal holding company tax (attach Schedule PH (Form 1120))		8
9a	Recapture of investment credit (attach Form 4255)	9a	
b	Recapture of low-income housing credit (attach Form 8611)	9b	
c	Interest due under the look-back method—completed long-term contracts (attach Form 8697)	9c	
d	Interest due under the look-back method—income forecast method (attach Form 8866)	9d	
e	Alternative tax on qualifying shipping activities (attach Form 8902)	9e	
f	Interest/tax due under Section 453A(c) and/or Section 453(l)	9f	
g	Other (see instructions—attach statement)	9g	
10	<b>Total.</b> Add lines 9a through 9g		10
11	<b>Total tax.</b> Add lines 7, 8, and 10. Enter here and on page 1, line 31		11 0

**Part II—Section 965 Payments** (see instructions)

12	2020 net 965 tax liability paid from Form 965-B, Part II, column (k), line 4. Enter here and on page 1, line 32	12	
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**Part III—Payments, Refundable Credits, and Section 965 Net Tax Liability**

13	2019 overpayment credited to 2020		13
14	2020 estimated tax payments		14
15	2020 refund applied for on Form 4466		15 ( )
16	Combine lines 13, 14, and 15		16
17	Tax deposited with Form 7004		17
18	Withholding (see instructions)		18
19	<b>Total payments.</b> Add lines 16, 17, and 18		19
20	Refundable credits from:		
a	Form 2439	20a	
b	Form 4136	20b	
c	Reserved for future use	20c	
d	Other (attach statement—see instructions)	20d	
21	<b>Total credits.</b> Add lines 20a through 20d		21
22	2020 net 965 tax liability paid from Form 965-B, Part I, column (d), line 4. See instructions		22
23	<b>Total payments, credits, and section 965 net tax liability.</b> Add lines 19, 21, and 22. Enter here and on page 1, line 33		23



**Schedule K Other Information** (continued from page 4)

		Yes	No
13	Are the corporation's total receipts (page 1, line 1a, plus lines 4 through 10) for the tax year and its total assets at the end of the tax year less than \$250,000? .....	X	
	If "Yes," the corporation is not required to complete Schedules L, M-1, and M-2. Instead, enter the total amount of cash distributions and the book value of property distributions (other than cash) made during the tax year \$ <u>1</u> .....		
14	Is the corporation required to file Schedule UTP (Form 1120), Uncertain Tax Position Statement? See instructions .....		X
	If "Yes," complete and attach Schedule UTP. ....		
15a	Did the corporation make any payments in 2020 that would require it to file Form(s) 1099? .....		X
b	If "Yes," did or will the corporation file required Form(s) 1099? .....		
16	During this tax year, did the corporation have an 80% or more change in ownership, including a change due to redemption of its own stock? .....		X
17	During or subsequent to this tax year, but before the filing of this return, did the corporation dispose of more than 65% (by value) of its assets in a taxable, non-taxable, or tax deferred transaction? .....		X
18	Did the corporation receive assets in a section 351 transfer in which any of the transferred assets had a fair market basis or fair market value of more than \$1 million? .....		X
19	During the corporation's tax year, did the corporation make any payments that would require it to file Forms 1042 and 1042-S under chapter 3 (sections 1441 through 1464) or chapter 4 (sections 1471 through 1474) of the Code? .....		X
20	Is the corporation operating on a cooperative basis? .....		X
21	During the tax year, did the corporation pay or accrue any interest or royalty for which the deduction is not allowed under section 267A? See instructions .....		X
	If "Yes," enter the total amount of the disallowed deductions <u>1</u> \$ .....		
22	Does the corporation have gross receipts of at least \$500 million in any of the 3 preceding tax years? (See sections 59A(e)(2) and (3)) .....		X
	If "Yes," complete and attach Form 8991. ....		
23	Did the corporation have an election under section 163(j) for any real property trade or business or any farming business in effect during the tax year? See instructions .....		X
24	Does the corporation satisfy one or more of the following? See instructions .....		X
a	The corporation owns a pass-through entity with current, or prior year carryover, excess business interest expense.		
b	The corporation's aggregate average annual gross receipts (determined under section 448(c)) for the 3 tax years preceding the current tax year are more than \$26 million and the corporation has business interest expense.		
c	The corporation is a tax shelter and the corporation has business interest expense. ....		
	If "Yes," complete and attach Form 8990. ....		
25	Is the corporation attaching Form 8996 to certify as a Qualified Opportunity Fund? .....		X
	If "Yes," enter amount from Form 8996, line 15 ..... <u>1</u> \$ .....		
26	Since December 22, 2017, did a foreign corporation directly or indirectly acquire substantially all of the properties held directly or indirectly by the corporation, and was the ownership percentage (by vote or value) for purposes of section 7874 greater than 50% (for example, the shareholders held more than 50% of the stock of the foreign corporation)? If "Yes," list the ownership percentage by vote and by value. See instructions .....		X
	Percentage: By Vote .....		
	By Value .....		

Schedule L	Balance Sheets per Books	Beginning of tax year		End of tax year	
		(a)	(b)	(c)	(d)
<b>Assets</b>					
1	Cash				
2a	Trade notes and accounts receivable	3,000		3,000	
b	Less allowance for bad debts		3,000		3,000
3	Inventories				
4	U.S. government obligations				
5	Tax-exempt securities (see instructions)				
6	Other current assets (att. stmt.)				
7	Loans to shareholders				
8	Mortgage and real estate loans				
9	Other investments (attach stmt.)				
10a	Buildings and other depreciable assets				
b	Less accumulated depreciation				
11a	Depletable assets				
b	Less accumulated depletion				
12	Land (net of any amortization)				
13a	Intangible assets (amortizable only)				
b	Less accumulated amortization				
14	Other assets (attach stmt.)				
15	<b>Total assets</b>		3,000		3,000
<b>Liabilities and Shareholders' Equity</b>					
16	Accounts payable				
17	Mortgages, notes, bonds payable in less than 1 year				
18	Other current liabilities (att. stmt.) STMT 3		3,687		3,687
19	Loans from shareholders				
20	Mortgages, notes, bonds payable in 1 year or more				
21	Other liabilities (attach statement)				
22	Capital stock: a Preferred stock				
	b Common stock				
23	Additional paid-in capital				
24	Retained earnings—Appropriated (att. stmt.)				
25	Retained earnings—Unappropriated		-687		-687
26	Adjustments to SH equity (att. stmt.)				
27	Less cost of treasury stock				
28	<b>Total liabilities and shareholders' equity</b>		3,000		3,000

Schedule M-1 Reconciliation of Income (Loss) per Books With Income per Return		
<b>Note:</b> The corporation may be required to file Schedule M-3. See instructions.		
1	Net income (loss) per books	0
2	Federal income tax per books	
3	Excess of capital losses over capital gains	
4	Income subject to tax not recorded on books this year (itemize):	
5	Expenses recorded on books this year not deducted on this return (itemize):	
a	Depreciation	\$
b	Charitable contributions	\$
c	Travel and entertainment	\$
	STMT 4	218
6	Add lines 1 through 5	218
7	Income recorded on books this year not included on this return (itemize):	
	Tax-exempt interest	\$
8	Deductions on this return not charged against book income this year (itemize):	
a	Depreciation	\$
b	Charitable contributions	\$
	STMT 5	218
9	Add lines 7 and 8	218
10	Income (page 1, line 28)—line 6 less line 9	0

Schedule M-2 Analysis of Unappropriated Retained Earnings per Books (Schedule L, Line 25)		
1	Balance at beginning of year	-687
2	Net income (loss) per books	0
3	Other increases (itemize):	
4	Add lines 1, 2, and 3	-687
5	Distributions: a Cash	
	b Stock	
	c Property	
6	Other decreases (itemize):	
7	Add lines 5 and 6	
8	Balance at end of year (line 4 less line 7)	-687



054744 The Waves GP LLC  
82-4447839  
FYE: 12/31/2020

## Federal Statements

### Statement 1 - Form 1120, Page 1, Line 10 - Other Income

<u>Description</u>	<u>Amount</u>
THE WAVES OF JACKSONVILLE, LT	\$ -218
BASIS ADJUSTMENT	<u>218</u>
TOTAL	<u><u>\$ 0</u></u>



054744 The Waves GP LLC  
82-4447839  
FYE: 12/31/2020

## Federal Statements

**Statement 2 - Form 1120, Page 1, Line 10 - Other Income Pass-Through Information**

<u>Name of Entity</u>	<u>EIN</u>	<u>Address</u>	<u>City</u>	<u>State</u>	<u>Zip Code</u>	<u>Country</u>
THE WAVES OF JACKSONVILLE, LTD	82-4500769	1300 N BROAD STREET	JACKSONVILLE	FL	32202	

## Federal Statements

### Statement 3 - Form 1120, Page 6, Schedule L, Line 18 - Other Current Liabilities

<u>Description</u>	<u>Beginning of Year</u>	<u>End of Year</u>
INTERPROGAM PAYABLE	\$ 3,299	\$ 3,299
CASH OVERDRAFT	388	388
TOTAL	<u>\$ 3,687</u>	<u>\$ 3,687</u>

### Statement 4 - Form 1120, Page 6, Schedule M-1, Line 5 - Expenses on Books Not on Return

<u>Description</u>	<u>Amount</u>
BASIS ADJUSTMENT (SCH K-1)	\$ 218
TOTAL	<u>\$ 218</u>

### Statement 5 - Form 1120, Page 6, Schedule M-1, Line 8 - Deductions on Return Not on Books

<u>Description</u>	<u>Amount</u>
FROM PASSTHROUGH ENTITY	\$ 218
TOTAL	<u>\$ 218</u>

**Partner's Basis Worksheet Page 1**

Form **1120/1120-S**

**2020**

For calendar year 2020 or tax year beginning 10/01/20, ending 12/31/20

Name

Employer Identification Number

THE WAVES GP LLC

82-4447839

**Name of entity** THE WAVES OF JACKSONVILLE, LTD

**Unit** 1

1. Beginning of year basis. Per IRC 705(a)(2) do not enter an amount below zero .....	<u>0</u>	
<b>Additions:</b>		
2. Capital contributions: Cash .....	_____	
3. Capital contributions: Property .....	_____	
4. Increase in share of partnership liabilities .....	_____	
5. Ordinary business income .....	_____	
6. Net rental real estate income .....	_____	
7. Other net rental income .....	_____	
8. Interest income .....	_____	
9. Dividends .....	_____	
10. Royalties .....	_____	
11. Net short-term capital gain .....	_____	
12. Net long-term capital gain .....	_____	
13. Net 28% rate capital gain (S Corporation) .....	_____	
14. Net Section 1231 gain and ordinary business gains .....	_____	
15. Gain on disposal of Section 179 assets (S Corporation) .....	_____	
16. Form 4684, line 34(c) .....	_____	
17. Tax-exempt interest and other tax-exempt income .....	_____	
18. Other income .....	_____	
19. Excess of deductions for depletion over basis of property (other than oil and gas) .....	_____	
20. Other increases .....	_____	
21. Total increases to basis (Add lines 2 through 20) .....	_____	<u>0</u>
22. Subtotal (Add lines 1 and 21) .....	_____	<u>0</u>
<b>Subtractions:</b>		
23. Distributions: Cash and marketable securities .....	_____	
24. Distributions: Property .....	_____	
25. Decrease in share of partnership liabilities .....	_____	
26. Total distributions (Add lines 23 through 25) .....	_____	<u>0</u>
27. Nondeductible noncapital expenses applied against basis (See Partner's Basis Worksheet Page 2) .....	<u>0</u>	
28. Oil and gas property depletion deduction up to adjusted basis of property .....	_____	
29. Other decreases .....	_____	
30. Basis before items of loss and deduction (Line 22 less sum of lines 26 through 29) .....	_____	<u>0</u>
31. Losses and deductions applied against basis (See Partner's Basis Worksheet Page 2) .....	_____	<u>0</u>
32. End of year basis (Subtract line 31 from line 30) Do not enter less than zero .....	_____	<u>0</u>

**Gain Recognized on Excess Distributions**

33. Total distributions less property distributions (Subtract line 24 from line 26) .....	_____	
34. Basis before distributions and loss items (line 22) less gain from entire disposition of partnership interest (line 29) .....	_____	
35. Gain recognized on excess distributions (Subtract line 34 from line 33) .....	_____	
Ordinary income .....	_____	
Short-term capital gain .....	_____	
Long-term capital gain .....	_____	
36. Gain recognized on appreciated property .....	_____	
37. Total gain recognized on distributions (Add lines 35 and 36) .....	_____	<u>0</u>

**Partner's Basis Worksheet Page 2**

Form **1120/1120-S**

**2020**

For calendar year 2020 or tax year beginning 10/01/20, ending 12/31/20

Name

Employer Identification Number

THE WAVES GP LLC

82-4447839

**Name of entity** THE WAVES OF JACKSONVILLE, LTD

**Unit** 1

	<b>Suspended Amount</b>	<b>Current Year</b>	<b>Total Loss</b>	<b>Percent</b>	<b>Allowed Loss</b>	<b>Disallowed Loss Carryforward</b>
Nondeductible noncapital expenses:						
Nondeductible expenses						
Deductible items:						
Ordinary business loss		218	218			218
Net rental real estate loss						
Other net rental loss						
Net ST capital loss portfolio						
Net LT capital loss portfolio						
Net 28% capital loss portfolio (S Corp)						
Net Section 1231 loss						
Ordinary business loss						
Other portfolio loss						
Form 4684, line 34(b)(i)						
Form 4684, line 34(b)(ii)						
Section 1256 contracts/straddles						
Other losses						
Other losses - Page 1						
Other losses - Schedule E						
Net ST capital loss business (S Corp)						
Net LT capital loss business (S Corp)						
Net 28% capital loss business (S Corp)						
Section 179 expense						
Cash contributions (60%)						
Cash contributions (30%)						
Noncash contributions (50%)						
Qualified conserv contrib (50%)						
Noncash contributions (30%)						
Capital gain property 50% (30%)						
Capital gain property (20%)						
Qualified conserv contrib (100%)						
Qualified cash contribution						
Investment interest expense						
Deductions - royalty income						
Depletion						
Section 59(e)(2) expenditures (S Corp)						
Intangible drilling costs (C Corp)						
Other portfolio deductions						
Preproductive period expenses						
Commercial revitalization deduction						
Reforestation expense deduction						
Penalty on early withdrawal						
Form 4684, line 29(b)(ii)						
Disposal Sec 179 assets (S Corp)						
Foreign taxes paid						
Foreign taxes accrued (S Corp)						
Other deductions						
<b>Total deductible items</b>		<u>218</u>	<u>218</u>			<u>218</u>

## K-1 Reconciliation Worksheet Page 1 Basis Adjustments

Form **1120**

**2020**

For calendar year 2020 or tax year beginning 10/01/20, ending 12/31/20

Name  
**THE WAVES GP LLC**

Employer Identification Number  
**82-4447839**

**Name of entity** THE WAVES OF JACKSONVILLE, LTD

**K1 Unit** 1

Name of activity	Current Year Amount	PY Suspended Basis Loss	Disallowed Basis Limitation	Entire disposition of activity Tax Return
<b>Page 1, Other income</b>				
Ordinary business income (loss)				
Net rental real estate income (loss)	-218		218	
Other net rental income (loss)				
Guaranteed payments				
Royalties				
Mining recapture and cancellation of debt				
Other portfolio income (loss)				
Other income (loss)				
Other income (loss) - Page 1				
Other income (loss) - Schedule E				
<b>Total Page 1, Other income</b>	-218		218	
<b>Page 1</b>				
Interest income				
Foreign taxes				
Charitable contributions				
Contributions (100%)				
Qualified cash contributions				
Investment interest expense				
Depletion				
Intangible drilling costs				
<b>Section 179 deduction</b>				
Section 179 deduction				
<b>Page 1, Other deductions</b>				
Deductions - royalty income				
Other portfolio deductions				
Preproductive period expenses				
Commercial revitalization deduction				
Reforestation expense deduction				
Penalty on early withdrawal				
Other deductions				
<b>Total Page 1, Other deductions</b>				
<b>Schedule C</b>				
Dividends and Other Subpart F				
<b>Schedule D / Form 8949</b>				
Net short-term capital gain (loss)				
Net long-term capital gain (loss)				
Section 1256 contracts and straddles				

**K-1 Reconciliation Worksheet Page 2  
Basis Adjustments Continued**

Form **1120**

**2020**

For calendar year 2020 or tax year beginning 10/01/20, ending 12/31/20

Name  
THE WAVES GP LLC

Employer Identification Number  
82-4447839

Name of entity THE WAVES OF JACKSONVILLE, LTD

K1 Unit 1

Name of activity

Entire disposition of activity

	Current Year Amount	PY Suspended Basis Loss	Disallowed Basis Limitation	Tax Return
<b>Form 4684</b>				
Form 4684, line 34(b)(i)				
Form 4684, line 34(b)(ii)				
Form 4684, line 34(c)				
Form 4684, line 29(b)(ii)				
<b>Form 4797</b>				
Part I gain (loss)				
Part II gain (loss)				
<b>Form 965</b>				
Section 965(a) inclusion				
Section 965(c) deduction				
<b>Miscellaneous / Basis Worksheet</b>				
Tax-exempt interest income				
Other tax-exempt income				
Nondeductible expenses				

Name <b>THE WAVES GP LLC</b>	Employer Identification Number <b>82-4447839</b>
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		2019	2020	Differences	
<b>Income</b>	Gross profit percentage .....				
	Net receipts .....				
	Cost of goods sold .....				
	Gross profit .....				
	Dividends .....				
	Interest .....				
	Gross rents .....				
	Gross royalties .....				
	Capital gain net income from Schedule D .....				
	Net gain or (loss) from Form 4797 .....				
	Other income .....				
	<b>Total income</b> .....				
<b>Deductions</b>	Compensation of officers .....				
	Salaries and wages less employment credits .....				
	Repairs and maintenance .....				
	Bad debts .....				
	Rents .....				
	Taxes and licenses .....				
	Interest .....				
	Charitable contributions .....				
	Depreciation .....				
	Depletion .....				
	Advertising .....				
	Pension, profit-sharing, etc., plans .....				
	Employee benefit programs .....				
	Other deductions .....	249		-249	
		<b>Total deductions</b> .....	249		-249
	<b>Taxable income before NOL &amp; special deductions</b> .....	-249		249	
	Net operating loss .....				
	Special deductions .....				
<b>Tax and Credits</b>		<b>Taxable income</b> .....	-249		249
		Income tax .....	0	0	0
		Base erosion minimum tax .....		0	
		Foreign tax credit .....			
		Form 8834 credit .....			
		General business credit .....			
		Credit for prior year minimum tax .....			
		Bond credits .....			
		Personal holding company tax .....			
		Other taxes .....			
	<b>Total tax</b> (Including additional taxes) .....	0	0	0	
	Net 965 tax liability paid .....				

Form <b>1120</b>	<b>Two Year Comparison Worksheet Page 2</b>	<b>2019 &amp; 2020</b>
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Name <b>THE WAVES GP LLC</b>	Employer Identification Number <b>82-4447839</b>
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		2019	2020	Differences
<b>Payments and Refundable Credits</b>	Prior year overpayment credited to current year .....			
	Current year estimated tax payments .....			
	Refund applied for on Form 4466 .....	( )	( )	
	Tax deposited with Form 7004 .....			
	Withholding .....			
	Form 2439 credit .....			
	Form 4136 credit .....			
	Other refundable credits .....			
	Net 965 tax liability paid from Form 965-B .....			
<b>Total payments, credits, and section 965 net tax liability</b>				
<b>Tax Due or Refund</b>	<b>Tax due (overpayment)</b> .....			
	Estimated tax penalty from Form 2220 .....			
	Penalties and interest .....			
	<b>Net tax due (overpayment)</b> .....			
	<b>Amount of overpayment credited to next year's tax</b> .....			
<b>Amount of overpayment refunded</b>				
<b>Sch L</b>	Beginning assets .....	3,000	3,000	
	Beginning liabilities and equity .....	3,000	3,000	
	Ending assets .....	3,000	3,000	
	Ending liabilities and equity .....	3,000	3,000	
<b>Sch M-1</b>	Net income (loss) per books .....	-249	0	249
	Federal income tax per books .....			
	Excess of capital losses over capital gains .....			
	Taxable income not on books .....			
	Book expenses not deducted .....		218	218
	Income on books not on return .....			
Return deductions not on books .....		218	218	
Income per return .....	-249	0	249	
<b>Sch M-2</b>	Beginning of year balance .....	-438	-687	-249
	Net income (loss) per books .....	-249	0	249
	Other increases .....			
	Cash distributions .....			
	Stock distributions .....			
	Property distributions .....			
Other decreases .....				
Balance at end of year .....	-687	-687	0	
<b>Sch M-3</b>	<b>Total income (loss) items:</b>			
	Income (loss) per income statement .....			
	Temporary difference .....			
	Permanent difference .....			
	Income (loss) per tax return .....			
	<b>Total expense/deduction items:</b>			
	Expense per income statement .....			
	Temporary difference .....			
	Permanent difference .....			
	Deduction per tax return .....			
	<b>Other items with no differences:</b>			
	Income (loss) per income statement .....			
	Income (loss) per tax return .....			
	<b>Reconciliation totals:</b>			
Income (loss) per income statement .....				
Temporary difference .....				
Permanent difference .....				
Income (loss) per tax return .....				



054744 The Waves GP LLC  
82-4447839  
FYE: 12/31/2020

## Federal Statements

### Form 1120, Page 6, Schedule L, Line 2a - Trade Notes and Accounts Receivable

<u>Description</u>	<u>Beginning of Year</u>	<u>End of Year</u>
A/R	\$ <u>3,000</u>	\$ <u>3,000</u>
TOTAL	\$ <u><u>3,000</u></u>	\$ <u><u>3,000</u></u>