Granite City Food & Brewery Ltd.
(OTC Pink: GCFB)
A Minnesota Corporation

Quarterly Report for the Period Ended
March 27, 2018

Prepared in accordance with OTC Pink Basic Disclosure Guidelines
Current Information Tier

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Item 1: Name of the Issuer and its Predecessors (if any)

Granite City Food & Brewery Ltd.

Item 2: Address of the Issuer's Principal Executive Offices

Company headquarters:	3600 American Boulevard West, Suite 400 Bloomington, MN 55431 Tel: (952) 215-0660 Email: corporate@gcfb.net Website: www.gcfb.com
IR contact:	N/A

Item 3: Security Information

Trading symbol:	GCFB
Exact title and class of securities outstanding:	Common Stock
CUSIP:	38724Q404
Par or stated value:	$0.01 (par value)
Total shares authorized:	90,000,000
Total shares outstanding as of 3/27/18:	14,360,981

Additional class of securities (if necessary):	
Trading symbol:	N/A
Exact title and class of securities outstanding:	N/A
CUSIP:	N/A
Par or stated value:	$0.01 (par value)
Total shares authorized:	6,998,000 (Preferred Stock) 3,000,000 (Series A Convertible Preferred Stock) 2,000 (Redeemable Preferred Stock)
Total shares outstanding as of 3/27/18:	0

Transfer Agent:	Wells Fargo Bank Minnesota, N.A. 1110 Centre Pointe Curve, Suite 101 Mendota Heights, MN 55120 (800) 689-8788

Is the Transfer Agent registered under the Exchange Act?[1]

Yes

List any restrictions on the transfer of security:

No securities of this Issuer are subject to any additional restrictions unless otherwise noted by way of restrictive legend. Neither the Issuer nor any recognized regulatory body has imposed additional restrictions on the transfer of securities aside from required registration and/or exemption for resale of securities which bear a restrictive legend.

Describe any trading suspension orders issued by the SEC in the past 12 months:

[1] To be included in the OTC Pink Current Information tier, the transfer agent must be registered under the Exchange Act.

None

List any stock split, stock dividend, recapitalization, merger, acquisition, spin-off, or reorganization either currently anticipated or that occurred within the past 12 months:

N/A

Item 4: Issuance History

N/A

Item 5: Financial Statements

The following condensed consolidated financial statements for the quarters ended March 27, 2018 and March 28, 2017 are attached hereto as Exhibit A:

A. Condensed Consolidated Balance Sheets
B. Condensed Consolidated Statements of Operations
C. Condensed Consolidated Statements of Cash Flows
D. Notes to Condensed Consolidated Financial Statements

Item 6: Description of the Issuer's Business, Products and Services

A. Description of the Issuer's business operations:

We operate two casual dining concepts: Granite City Food & Brewery® and Cadillac Ranch All American Bar & Grill®. The Granite City concept features our award-winning signature line of hand-crafted beers finished on-site as well as local and regional craft beers from brewers in our various markets. In addition, our upscale casual dining restaurants offer a wide variety of menu items that are prepared fresh daily. The extensive menu features contemporary American fare made in our scratch kitchens. Granite City's attractive price point, high service standards, and great food and beer combine for a memorable dining experience. Cadillac Ranch restaurants feature freshly prepared, authentic, All-American cuisine in a fun, dynamic environment. Patrons enjoy a warm, Rock N' Roll inspired atmosphere. The Cadillac Ranch menu is diverse with offerings ranging from homemade meatloaf to pasta dishes, all freshly prepared using quality ingredients.

In addition to operating our restaurants, we own and operate a centralized beer production facility in Ellsworth, Iowa which facilitates the initial stages of our brewing process. The product produced at our beer production facility is then transported to the fermentation vessels at each of our Granite City restaurants where the brewing process is completed. We believe that this brewing process improves the economics of microbrewing as it eliminates the initial stages of brewing and storage at multiple locations. We have been granted patents by the United States Patent and Trademark Office for our brewing process and for an apparatus for distributed production of beer.

As of December 27, 2016, our company failed to meet certain financial covenants under our credit facility agreement with Citizens Bank, N.A. (f/k/a RBS Citizens, N.A.) ("Citizens Bank"), and on January 31, 2017, we failed to make our then required $5.0 million principal payment. We are, therefore, in default under the terms of the agreement. Such default also constitutes an event of default under our subordinated debt agreement and precludes us from paying principal and interest on such subordinated debt. Therefore, we have classified all debt as current. On April 28, 2017, we entered into a forbearance agreement with Citizens Bank pursuant to which Citizens Bank agreed for a specified period of time to forbear from exercising its rights and remedies under the credit agreement, the other loan documents and applicable law. During the forbearance period, which continued through October 2, 2017, we agreed (a) to provide Citizens Bank with certain budget deliverables, (b) to take specified steps to enable payoff of the development line of credit, including raising $7.0 million of new capital, and (c) to comply with certain financial covenants. Scheduled principal and interest were required to be paid on the term loan and revolver during the forbearance period. Interest as of April 28, 2017 accrued on the development line of credit and was to be paid along with the principal at the end of the forbearance period. On June 5, 2017, in accordance with the terms and conditions of the forbearance agreement with Citizens Bank, we engaged Lincoln Partners Advisors LLC to act as our exclusive financial advisor in connection with our pursuit of new equity and/or debt financing. During the forbearance period, we were unable to successfully consummate a financing transaction and did not pay off the principal or interest associated with the development line of credit, which resulted in the termination of the forbearance agreement. We continued to pay principal and interest on our other outstanding debt with Citizens Bank through and including the March 31, 2018 payment. However, we deferred the interest payment due on the term loan on April 30, 2018. Depending upon our future cash flows, we may defer additional principal and/or interest payments. Although Citizens Bank understands this to be the case, such arrangement is not documented in the form of a forbearance agreement. As of the filing of this report, although our discussions with Citizens Bank continue, due to the existing events of default, Citizens Bank may exercise its rights under the credit agreement without notice.

Our company's ability to continue funding our operations and meet our debt service obligations continues to depend upon our operating performance and operating margins, both of which will be affected by prevailing economic conditions in the retail and casual dining industries and other factors, which may be beyond our control. Increased competition and uncertainty in the casual dining industry continue to make it more difficult to accurately forecast our results of operations and cash position, so our revenues may deteriorate beyond what we anticipate. Along with many others in the industry, we experienced decreases in comparable restaurant sales in 2016 and 2017, and these decreases have continued on a year-to-date basis into 2018. Seeking to offset the negative impact of these sales trends, we have implemented several initiatives that are expected to increase sales and reduce costs. Such initiatives include new marketing designed to increase brand awareness, which is intended to generate additional guest traffic. Our marketing includes email, paid social and digital media and in-store signage and displays. Additional initiatives include menu pricing adjustments, reduction of food costs, management par level reductions at selected restaurants and a reduction in certain corporate overhead expenses. In 2017, we also engaged a firm to work with our landlords to restructure leases through a variety of means in order to reduce total occupancy costs. As of this filing, we had restructured 11 of our leases and continue to negotiate another property lease. Additionally, we closed one of our lower performing restaurants in March 2017, closed four of our lower performing restaurants in October 2017, and may close additional locations. Our management believes positive results from these initiatives will be realized in the future but can give no assurance that such initiatives will offset the negative impact of these year-to-date sales trends. Furthermore, our company will require additional liquidity including, but not limited to, additional equity and/or debt financing, in order to meet our current liabilities, including the repayment of our credit facility and our subordinated debt. To date, efforts to raise additional capital have been unsuccessful. We can give no assurance that we will successfully execute a financing transaction or any other transaction, and our ability to do so could be adversely affected by numerous factors, including changes in the economic or business environment, financial market volatility, and the performance of our business, and the terms and conditions of our credit agreement with Citizens Bank. Lastly, we continue to seek to identify cost savings measures to implement if trends continue; however, even after implementing such cost savings, it is possible that lower than planned sales levels would not create enough liquidity to sustain operations and to pay principal and interest on the term loan and revolver.

B. Date and state (or jurisdiction) of incorporation:

Granite City Food & Brewery Ltd. was incorporated June 26, 1997, as a Minnesota corporation.

C. Issuer's Primary SIC Code: 5812
Issuer's Secondary SIC Code: N/A

D. Issuer's fiscal year end date: December 25, 2018

E. Principal products or services, and their markets:

As of March 27, 2018, we operated 32 Granite City restaurants in 13 states and four Cadillac Ranch restaurants in four states. Our concepts target a broad guest base by offering high quality, made-from-scratch, polished casual food, and fresh, handcrafted, quality beers.

Our prototypical Granite City restaurant consists of an approximately 9,800 square foot facility conveniently located just off one or more interstate highways and/or centrally located within the respective area's retail, lodging and transportation activity. Granite City restaurants have open atmospheres as well as outdoor patio areas used for dining during warm weather months. We use granite and other rock materials along with natural woods and glass to create a balanced, clean, natural interior feel. We believe our design creates a fun and energetic atmosphere that promotes a destination dining experience.

The average size of our Cadillac Ranch restaurants is approximately 10,000 square feet. The atmospheres are warm, Rock N' Roll-inspired. Classic Rock, Modern Rock and more play through our state of the art sound system, with multiple large-screen televisions throughout. The spacious floor plan allows for catered events such as wedding receptions, corporate events, or any other private party.

The following is a listing of the location of each of our restaurants in operation as of March 27, 2018:

Granite City Food & Brewery				Cadillac Ranch
St. Cloud, MN	Eagan, MN	Orland Park, IL	Indianapolis, IN	Bloomington, MN
Sioux Falls, SD	Kansas City, MO	St. Louis, MO	Lyndhurst, OH	Miami, FL
Fargo, ND	Kansas City, KS	Ft. Wayne, IN	Naperville, IL	Oxon Hill, MD
Des Moines, IA	Olathe, KS	Toledo, OH	Schaumburg, IL	Pittsburgh, PA
Cedar Rapids, IA	Omaha, NE	South Bend, IN	Northville, MI	
Davenport, IA	Roseville, MN	Carmel, IN	National Harbor, MD	
Lincoln, NE	Rockford, IL	Troy, MI	Detroit, MI	
Maple Grove, MN	East Peoria, IL	Franklin, TN	Northbrook, IL	

Item 7: Description of the Issuer's Facilities

Our property and equipment consists of the following:

	March 27, 2018	December 26, 2017
Land	$ 18,000	$ 18,000
Buildings *	31,329,083	31,350,863
Leasehold improvements	16,768,112	16,774,031
Equipment and furniture	53,747,132	53,761,439
	101,862,326	101,904,333
Less accumulated depreciation	(64,232,920)	(62,649,431)
	37,629,406	39,254,902
Construction-in-progress	112,795	101,378
	$ 37,742,201	$ 39,356,280

*Includes $23,722,961 of buildings under capital lease at March 27, 2018 and December 26, 2017.

Property owned:

We own our beer production facility located in Ellsworth, Iowa.

Property capital leases:

As of March 27, 2018, we operated the following 12 Granite City restaurants under capital lease agreements with expiration dates of their initial terms ranging from 2020 through 2033. Under certain of the leases, we may be required to pay additional contingent rent based upon restaurant sales.

Sioux Falls, SD	Maple Grove, MN	Olathe, KS
Des Moines, IA	Eagan, MN	East Peoria, IL
Cedar Rapids, IA	Kansas City, MO	Troy, MI
Davenport, IA	Kansas City, KS	Northville, MI

At the inception and the amendment date of each of these leases, we evaluated the fair value of the land and building separately pursuant to the FASB guidance on accounting for leases. The land portion of these leases is classified as an operating lease as the fair value of the land is 25% or more of the total fair value of the lease. The building portion of these leases is classified as a capital lease because its present value was greater than 90% of the estimated fair value at the beginning or amendment date of the lease and/or the lease term represents 75% or more of the expected life of the property.

Property operating leases:

The land portions of the 12 property leases referenced above are classified as operating leases because the fair value of the land was 25% or more of the leased property at the inception of each lease. All scheduled rent increases for the land during the initial term of each lease are recognized on a straight-line basis. We have additional obligations under the following operating leases for 20 Granite City restaurants and four Cadillac Ranch restaurants.

Granite City Food & Brewery			Cadillac Ranch
St. Cloud, MN	St. Louis, MO	Lyndhurst, OH	Bloomington, MN
Fargo, ND	Ft. Wayne, IN	Naperville, IL	Miami, FL
Lincoln, NE	Toledo, OH	Schaumburg, IL	Oxon Hill, MD
Omaha, NE	South Bend, IN	National Harbor, MD	Pittsburgh, PA
Roseville, MN	Carmel, IN	Detroit, MI	
Rockford, IL	Franklin, TN	Northbrook, IL	
Orland Park, Il	Indianapolis, IN		

The expiration of the initial terms of the ground leases upon which we operate these restaurants range from 2019 through 2036. Under certain of the leases, we may be required to pay additional contingent rent based upon restaurant sales.

In April 2016, we entered into a 67-month lease agreement for approximately 11,000 square feet of office space for our corporate offices in Minneapolis, Minnesota. Annual rent is $164,603 with scheduled increases throughout the term.

Item 8: Officers, Directors, and Control Persons

A. Names of Officers, Directors and Control Persons

Executive Officers: Richard H. Lynch, Chief Executive Officer

Jeffrey L. Rager, Chief Financial Officer

Directors:	Fouad Z. Bashour, Chairman H. G. Carrington, Jr. Robert J. Doran	Richard H. Lynch Eugene E. McGowan Michael H. Staenberg
Control Persons:	Concept Development Partners LLC Eugene E. McGowan DHW Leasing, L.L.C.	

B. Legal/Disciplinary History:

None of the Issuer's officers, directors, or control persons has, in the past five years, been the subject of any of the following:

1. A conviction in a criminal proceeding or named as a defendant in a pending criminal proceeding (excluding traffic violations and other minor offenses);
2. The entry of an order, judgment, or decree, not subsequently reversed, suspended or vacated, by a court of competent jurisdiction that permanently or temporarily enjoined, barred, suspended or otherwise limited such person's involvement in any type of business, securities, commodities, or banking activities;
3. A finding or judgment by a court of competent jurisdiction (in a civil action), the Securities and Exchange Commission, the Commodity Futures Trading Commission, or a state securities regulator of a violation of federal or state securities or commodities law, which finding or judgment has not been reversed, suspended, or vacated; or
4. The entry of an order by a self-regulatory organization that permanently or temporarily barred suspended or otherwise limited such person's involvement in any type of business or securities activities.

C. Beneficial Shareholders: Concept Development Partners LLC[2]

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[2] As set forth in the Schedule 13D filed on July 9, 2012 by Concept Development Partners LLC, a Delaware limited liability company ("CDP"), CIC Partners Firm LP, a Delaware limited partnership ("CIC Partners"), CIC II LP, a Delaware limited partnership ("CIC Fund II"), CIC II GP LLC, a Delaware limited liability company ("CIC II GP"), CDP-ME Holdings, LLC, a Delaware limited liability company ("CDP-ME"), and CDP Management Partners, LLC, a Delaware limited liability company ("CDP Management") (collectively, the "Reporting Persons"). CDP is a limited liability company organized under the laws of the State of Delaware and is primarily in the business of investing in the restaurant industry. CDP's board of directors consists of Fouad Z. Bashour, Michael S. Rawlings, Dean S. Oakey and Robert J. Doran. CDP is minority owned by CDP-ME and CDP Management. Both CDP-ME and CDP Management are investment companies jointly owned and managed by Messrs. Oakey and Doran. The present principal occupation of Mr. Oakey is Managing Member of CDP Management Partners, LLC and CDP ME Holdings, LLC, and the present principal occupation of Mr. Doran is Managing Member of CDP Management Partners, LLC and CDP ME Holdings, LLC. Each of CDP, CDP-ME and CDP Management has a principal place of business at 1275 North Channel Dr., Harsens Island, MI 48028. CDP is majority owned by CIC CDP LLC, a Delaware limited liability company ("CIC CDP LLC"), which is itself a wholly-owned subsidiary of CIC Fund II. CIC Fund II is an investment fund managed by its general partner, CIC II GP, and ultimately owned and controlled by CIC Partners, a mid-market private equity firm headquartered in Dallas, Texas. The principal business of CIC CDP LLC is the investment in Granite City. The principal business of CIC Fund II is to be an investment fund in CIC Partners, and the principal business of CIC II GP is to act as the general partner of CIC Fund II. CIC Partners is jointly owned and managed by Marshall Payne, Amir Yoffe, Michael S. Rawlings, Fouad Z. Bashour and James C. Smith. The present principal occupation of Messrs. Payne, Yoffe, Rawlings, Bashour and Smith is serving as a director of CIC Partners, and together with CIC Partners, CIC Fund II and CIC II GP, each have a principal place of business at 3879 Maple Avenue, Suite 400, Dallas, Texas 75219. Messrs. Payne, Yoffe, Rawlings, Bashour, Smith, Oakey and Doran, as well as CIC Partners, CIC Fund II, CIC II GP, CDP-ME and CDP Management disclaim beneficial ownership of such securities. Represents beneficial ownership of 11,273,539 shares of common stock, including 9,606,873 shares of common stock and 1,666,666 shares of common stock over which CDP has voting power pursuant to a shareholder and voting agreement and irrevocable proxy between CDP and DHW Leasing, L.L.C. ("DHW"), dated May 10, 2011, as amended. The Reporting Persons have shared voting power over all of the reported shares and shared dispositive power over 9,606,873 shares of common stock.

3879 Maple Avenue, Suite 400, Dallas, TX 75219
78.5% common stock

Eugene E. McGowan[3]
101 North Main Avenue, Suite 325, Sioux Falls, SD 57104
14.5% common stock

DHW Leasing, L.L.C.[4]
101 North Main Avenue, Suite 325, Sioux Falls, SD 57104
11.6% common stock

Item 9: Third Party Providers

Legal Counsel:

Brett D. Anderson
Briggs and Morgan, P.A.
2200 IDS Center
80 South 8th Street
Minneapolis, MN 55402
(612) 977-8417
banderson@briggs.com

Accountant or Auditor:

Charles Selcer
Schechter, Dokken, Kanter, Andrews & Selcer, Ltd.
100 Washington Avenue South, Suite 1600
Minneapolis, MN 55401
(612) 332-9319
cselcer@sdkcpa.com

Investor Relations Consultant: None

Other Advisor: None

[3] Includes 17,310 shares of common stock purchasable by Mr. McGowan upon the exercise of options and 91,603 shares held directly by Mr. McGowan. Because Mr. McGowan may be deemed to be an indirect beneficial owner of the securities held by Harmony Equity Income Fund, L.L.C. (133,558 shares), Harmony Equity Income Fund II, L.L.C. (133,558 shares), Harmony VII, L.L.C. (45,944 shares), and DHW (1,666,666 shares), the number of shares of common stock reported herein as beneficially owned by Mr. McGowan, including shares of common stock owned by the aforementioned entities, totals 2,088,639.
[4] DHW retains the right to dispose of such shares of common stock; however, it has granted an irrevocable proxy to vote such shares of common stock to CDP.

Item 10: Issuer Certifications

I, Richard H. Lynch, certify that:

1. I have reviewed this annual disclosure statement of Granite City Food & Brewery Ltd.;
2. Based on my knowledge, this disclosure statement does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this disclosure statement; and
3. Based on my knowledge, the financial statements, and other financial information included or incorporated by reference in this disclosure statement, fairly present in all material respects the financial condition, results of operations and cash flows of the issuer as of, and for, the periods presented in this disclosure statement.

Dated: May 8, 2018

by: /s/ Richard H. Lynch
Richard H. Lynch
Chief Executive Officer

I, Jeffrey L. Rager, certify that:

1. I have reviewed this annual disclosure statement of Granite City Food & Brewery Ltd.;
2. Based on my knowledge, this disclosure statement does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this disclosure statement; and
3. Based on my knowledge, the financial statements, and other financial information included or incorporated by reference in this disclosure statement, fairly present in all material respects the financial condition, results of operations and cash flows of the issuer as of, and for, the periods presented in this disclosure statement.

Dated: May 8, 2018

by: /s/ Jeffrey L. Rager
Jeffrey L. Rager
Chief Financial Officer

EXHIBIT A

Granite City Food & Brewery Ltd.
(OTC Pink: GCFB)
A Minnesota Corporation

Condensed Consolidated Financial Statements
for the Quarters Ended March 27, 2018 and March 28, 2017

GRANITE CITY FOOD & BREWERY LTD.
CONDENSED CONSOLIDATED BALANCE SHEETS

	March 27, 2018	December 26, 2017
ASSETS		
Current assets:		
Cash and cash equivalents	$ 3,457,407	$ 6,165,079
Inventory	1,752,199	1,680,655
Prepaids and other, net	1,125,710	1,241,911
Total current assets	6,335,316	9,087,645
Prepaid rent, net of current portion	219,452	227,695
Property and equipment, net	37,742,201	39,356,280
Intangible and other assets, net	2,382,665	2,411,208
Deferred loss on sale leaseback	10,434,325	10,704,871
Total assets	$ 57,113,959	$ 61,787,699
LIABILITIES AND SHAREHOLDERS' DEFICIT:		
Current liabilities:		
Accounts payable	$ 1,848,377	$ 1,922,091
Accrued expenses	12,074,102	14,181,679
Deferred rent, current portion	670,937	984,799
Line of credit, current portion	10,273,000	10,273,000
Long-term debt, current portion	27,579,620	27,897,037
Capital lease obligations, current portion	1,099,763	1,058,183
Total current liabilities	53,545,799	56,316,789
Deferred rent, net of current portion	4,982,330	5,177,497
Other liabilities - interest rate swap	(59,864)	(5,199)
Capital lease obligations, net of current portion	17,779,253	18,077,020
Total liabilities	76,247,518	79,566,107
Shareholders' deficit:		
Common stock, $0.01 par value, 90,000,000 shares authorized; 14,360,981 shares issued and outstanding at 3/27/18 and 12/26/17	143,610	143,610
Additional paid-in capital	82,806,923	82,642,178
Accumulated deficit	(102,084,092)	(100,564,196)
Total shareholders' deficit	(19,133,559)	(17,778,408)
Total liabilities and shareholders' deficit	$ 57,113,959	$ 61,787,699

The accompanying notes are an integral part of the condensed consolidated financial statements.

GRANITE CITY FOOD & BREWERY LTD.
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS

	Thirteen Weeks Ended	
	March 27, 2018	March 28, 2017
Restaurant revenue	$ 33,537,159	$ 37,501,449
Cost of sales:		
Food, beverage and retail	8,764,156	9,806,754
Labor	11,403,051	12,604,508
Direct restaurant operating	6,113,296	6,146,340
Occupancy	3,461,811	4,216,719
Cost of sales and occupancy	29,742,314	32,774,321
General and administrative	2,639,049	3,120,537
Depreciation and amortization	1,745,767	2,066,255
Pre-opening	-	23,288
Loss on disposal of assets	3,463	17,761
Exit or disposal activities	(113,278)	2,398
Total costs and expenses	34,017,315	38,004,560
Operating loss	(480,155)	(503,111)
Interest:		
Income	-	23
Expense on capital leases	(497,728)	(547,993)
Other interest expense	(542,012)	(426,019)
Net interest expense	(1,039,740)	(973,989)
Loss before income tax	(1,519,896)	(1,477,100)
Income tax expense	-	8,550
Net loss	$ (1,519,896)	$ (1,485,650)
Loss per common share, basic	$ (0.11)	$ (0.10)
Weighted average shares outstanding, basic	14,360,981	14,360,981

The accompanying notes are an integral part of the condensed consolidated financial statements.

GRANITE CITY FOOD & BREWERY LTD.
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

	Thirteen Weeks Ended	
	March 27, 2018	March 28, 2017
Cash flows from operating activities:		
Net loss	$ (1,519,896)	$ (1,485,650)
Adjustments to reconcile net loss to net cash provided by operating activities:		
Depreciation and amortization	1,745,767	2,066,255
Amortization of deferred loss	327,855	302,358
Stock option expense	164,745	97,293
Non-cash interest expense	(5,655)	(29,103)
Loss on disposal of assets	3,463	17,761
Deferred rent	(514,510)	(37,908)
Changes in operating assets and liabilities:		
Inventory	(71,544)	92,184
Prepaids and other	124,444	646,016
Accounts payable	(48,493)	(842,641)
Accrued expenses	(2,084,710)	(1,516,228)
Net cash used in operating activities	(1,878,534)	(689,663)
Cash flows from investing activities:		
Purchase of:		
Property and equipment	(167,193)	(597,785)
Proceeds from sale leaseback	-	1,311,364
Intangible and other assets	(44,813)	74,270
Net cash (used in) provided by investing activities	(212,006)	787,849
Cash flows from financing activities:		
Proceeds from line of credit	-	1,000,000
Payments on capital lease obligations	(256,187)	(298,511)
Payments on long-term debt	(360,945)	(385,131)
Net cash (used in) provided by financing activities	(617,132)	316,358
Net (decrease) increase in cash	(2,707,672)	414,544
Cash and cash equivalents, beginning	6,165,079	4,414,045
Cash and cash equivalents, ending	$ 3,457,407	$ 4,828,589

Supplemental disclosure of non-cash investing and financing activities:

Change in fair value of interest rate swap	$	(54,665)	$	(68,999)
Property and equipment, intangibles and equity costs included in accounts payable and accrued expenses	$	678	$	26,522

The accompanying notes are an integral part of the condensed consolidated financial statements.

GRANITE CITY FOOD & BREWERY LTD.
NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1. Summary of significant accounting policies

Background

Granite City Food & Brewery Ltd. (the "Company") develops and operates two casual dining concepts: Granite City Food & Brewery® and Cadillac Ranch All American Bar & Grill®.

As of March 27, 2018, the Company operated 32 restaurants of its original concept, Granite City Food & Brewery, which features its award-wining signature line of hand-crafted beers finished on-site as well as local and regional craft beers from brewers in its various markets. This upscale casual dining restaurant offers a wide variety of menu items that are prepared fresh daily.

The Company also operates four Cadillac Ranch restaurants featuring freshly prepared, authentic, All-American cuisine in a fun, dynamic environment. Its patrons enjoy a warm, Rock N' Roll inspired atmosphere.

The Company owns and operates a centralized beer production facility which facilitates the initial stages of its brewing process. The product created at its beer production facility is then transported to the fermentation vessels at each of the Company's Granite City restaurants where the brewing process is completed. The Company believes this proprietary brewing process enables the Company to control the quality and consistency of its beers and improves the economics of microbrewing by eliminating the initial stages of brewing and storage at each restaurant, as well as third-party distribution costs. The Company was granted patents by the United States Patent Office for its brewing process and for an apparatus for distributed production of beer.

Principles of consolidation and basis of presentation

As of December 27, 2016, the Company failed to meet certain financial covenants under its credit facility agreement with Citizens Bank, N.A. (f/k/a RBS Citizens, N.A.) ("Citizens Bank"), and on January 31, 2017, it failed to make its then required $5.0 million principal payment. The Company is, therefore, in default under the terms of the agreement. Such default also constitutes an event of default under the Company's subordinated debt agreement and precludes the Company from paying principal and interest on such subordinated debt. Therefore, the Company has classified all debt as current. On April 28, 2017, the Company entered into a forbearance agreement with Citizens Bank pursuant to which Citizens Bank agreed for a specified period of time to forbear from exercising its rights and remedies under the credit agreement, the other loan documents and applicable law. During the forbearance period, which continued through October 2, 2017, the Company agreed (a) to provide Citizens Bank with certain budget deliverables, (b) to take specified steps to enable payoff of the development line of credit, including raising $7.0 million of new capital, and (c) to comply with certain financial covenants. Scheduled principal and interest were required to be paid on the term loan and revolver during the forbearance period. Interest as of April 28, 2017 accrued on the development line of credit and was to be paid along with the principal at the end of the forbearance period. On June 5, 2017, in accordance with the terms and conditions of the forbearance agreement with Citizens Bank, the Company engaged Lincoln Partners Advisors LLC to act as the Company's exclusive financial advisor in connection with the Company's pursuit of new equity and/or debt financing. During the forbearance period, the Company was unable to successfully consummate a financing transaction and did not pay off the principal or interest associated with the development line of credit, which resulted in the termination of the forbearance agreement. The Company continued to pay principal and interest on its other outstanding debt with Citizens Bank through and including the March 31, 2018 payment. However, the Company deferred the interest payment due on the term loan on April 30, 2018. Depending upon the Company's future cash flows, the Company may defer additional principal and/or interest payments. Although Citizens Bank understands this to be the case, such arrangement is not documented in the form of a forbearance agreement. As of the filing of this report, although the

Company's discussions with Citizens Bank continue, due to the existing events of default, Citizens Bank may exercise its rights under the credit agreement without notice.

The Company's ability to continue funding its operations and meet its debt service obligations continues to depend upon its operating performance and operating margins, both of which will be affected by prevailing economic conditions in the retail and casual dining industries and other factors, which may be beyond the Company's control. Increased competition and uncertainty in the casual dining industry continue to make it more difficult to accurately forecast the Company's results of operations and cash position, so the Company's revenues may deteriorate beyond what it anticipates. Along with many others in the industry, the Company experienced decreases in comparable restaurant sales in 2016 and in 2017, and these decreases have continued on a year-to-date basis into 2018. Seeking to offset the negative impact of these sales trends, the Company has implemented several initiatives that are expected to increase sales and reduce costs. Such initiatives include new marketing designed to increase brand awareness, which is intended to generate additional guest traffic. The Company's marketing includes email, paid social and digital media and in-store signage and displays. Additional initiatives include menu pricing adjustments, reduction of food costs, management par level reductions at selected restaurants and a reduction in certain corporate overhead expenses. In 2017, the Company also engaged a firm to work with its landlords to restructure leases through a variety of means in order to reduce total occupancy costs. As a result, the Company had restructured 11 leases and continues to negotiate another property lease. Additionally, the Company closed one of its lower performing restaurants in March 2017, closed four of its lower performing restaurants in October 2017, and may close additional locations. The Company's management believes positive results from these initiatives will be realized in the future but can give no assurance that such initiatives will offset the negative impact of these year-to-date sales trends. Furthermore, the Company will require additional liquidity including, but not limited to, additional equity and/or debt financing, in order to meet its current liabilities, including the repayment of its credit facility and its subordinated debt. To date, efforts to raise additional capital have been unsuccessful. The Company can give no assurance that it will successfully execute a financing transaction or any other transaction, and its ability to do so could be adversely affected by numerous factors, including changes in the economic or business environment, financial market volatility, the performance of its business, and the terms and conditions of its credit agreement with Citizens Bank. Lastly, the Company continues to seek to identify cost savings measures to implement if trends continue; however, even after implementing such cost savings, it is possible that lower than planned sales levels would not create enough liquidity to sustain operations and to pay principal and interest on the term loan and revolver.

The accompanying financial statements have been prepared assuming that the Company will continue as a going concern. The Company has suffered recurring losses from operations and has a net capital deficiency that raise substantial doubt about its ability to continue as a going concern. Management's plans in regard to these matters are described above. Operating results reported for the first quarters of fiscal years 2018 and 2017 include 36 and 41 restaurants, respectively. In the opinion of management, the financial statements presented herein include all adjustments, consisting of normal recurring adjustments, which are necessary for a fair statement of the Company's financial position as of March 27, 2018, and its results of operations for the interim periods ended March 27, 2018 and March 28, 2017. The results of operations for the 13 weeks ended March 27, 2018 are not necessarily indicative of the results to be expected for the entire year.

Certain information and footnote disclosures normally included in consolidated financial statements in accordance with U.S. GAAP have been condensed or omitted. A description of the Company's accounting policies and other financial information is included in its audited consolidated financial statements for the year ended December 26, 2017 as filed with OTC Markets (the "Annual Report"). Management believes that the disclosures included in the Company's accompanying interim financial statements and footnotes are adequate to make the information not misleading, but should be read in conjunction with the financial statements and notes thereto included in the Company's Annual Report. The accompanying balance sheet at December 26, 2017 has been derived from the Company's audited financial statements at that date.

Derivatives

The Company utilizes an interest rate swap agreement with a financial institution to fix interest rates on a portion of its variable rate debt, which reduces exposure to interest rate fluctuations (Note 3). The Company accounts for this derivative using fair value accounting and measurements described in Note 2. The fair value of the interest rate swap is recorded in other assets or other liabilities on the condensed consolidated balance sheet, depending on the fair value of the swap. The change in the fair value of the swap is recorded in other interest expense on the condensed consolidated statements of operations.

The Company has not used derivatives for trading or speculative purposes and has procedures in place to monitor and control the use of such instruments.

Related parties

Concept Development Partners LLC ("CDP") is the Company's controlling shareholder. As of March 27, 2018, CDP beneficially owned approximately 78.5% of the Company's common stock..

Fiscal year

The Company utilizes a 52/53-week fiscal year ending on the last Tuesday in December for financial reporting purposes. Fiscal years 2018 and 2017 each consist of 52 weeks.

Subsequent events

The Company has evaluated subsequent events through May 8, 2018, the date the financial statements were available for issuance.

2. Fair value measurements

The guidance of ASC 820, *Fair Value Measurements and Disclosures,* defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Valuation techniques under such accounting guidance related to fair value measurements are based on observable inputs which reflect readily obtainable data from independent sources, and unobservable inputs which reflect internal market assumptions. The Company uses the following three-tier fair value hierarchy, which prioritizes these inputs as follows:

Level 1—Quoted market prices in active markets for identical assets and liabilities.

Level 2—Inputs, other than quoted prices included in Level 1 that are either directly or indirectly observable.

Level 3—Inputs that are unobservable for the assets or liabilities where there is little or no market data. These inputs require significant management judgment or estimation.

As of March 27, 2018 and December 26, 2017, respectively, the fair value of cash and cash equivalents, receivables, accounts payable and accrued expenses approximates their carrying value due to the short-term nature of these financial instruments. The fair value of the capital lease obligations and long-term debt is estimated at its carrying value based upon current rates available to the Company.

The fair value of the Company's interest rate swap is determined based on information provided by the Company's bank counterparty that is model-driven and where inputs were observable or where significant value drivers were observable. Such models utilize quoted interest rate curves to calculate the forward values and then discount the forward values to present values. The Company classifies its interest rate swap as a Level 2 measurement as these securities are not actively traded in the market, but are observable based on current market rates (Notes 1 and 3). The following table presents the fair value of liabilities measured on a recurring basis as of March 27, 2018.

Description	Level 1	Level 2	Level 3	Total Asset
Interest rate swap fair value	$ -	$59,864	$ -	$59,864

The following table presents the fair value of liabilities measured on a recurring basis as of December 26, 2017:

Description	Level 1	Level 2	Level 3	Total Liability
Interest rate swap fair value	$ -	$5,199	$ -	$5,199

There were no transfers between levels of the fair value hierarchy during the first quarter of 2018 and fiscal year 2017.

3. Credit facility and long-term debt

In May 2014, the Company entered into a $40.0 million credit agreement with Citizens Bank, which was amended in September 2016. The credit advanced under such agreement is secured by liens on the Company's subsidiaries, personal property, fixtures and real estate owned or to be acquired. The credit agreement, as amended, provided for a secured term loan in the amount of $29.0 million, a revolving line of credit of $6.0 million, and a development line of credit of $5.0 million. Subject to the terms and conditions of the credit agreement, Citizens Bank also agreed to issue standby letters of credit in an aggregate undrawn face amount up to $1.0 million. As of March 27, 2018, the Company had outstanding a total of $37.1 million under this credit agreement, including the full $5.0 million of the development line of credit as well as $5.3 million under the revolving line of credit. Due to the existing events of default (described below), Citizens Bank has no obligation to extend further credit to the Company and may exercise its rights under the agreement without notice. The term and revolving credit facilities mature on May 15, 2019 and the development line of credit matured on January 31, 2017. As of December 27, 2016, the Company failed to meet certain financial covenants under this agreement and on January 31, 2017, it failed to make its then required $5.0 million principal payment on the development line of credit. The Company is, therefore, in default under the terms of the agreement. Such default also constitutes an event of default under the Company's subordinated debt agreement (described below) and precludes the Company from paying principal and interest on such subordinated debt. Therefore, the Company has classified all debt as current. The proceeds of the development line of credit were used solely to (1) refinance existing indebtedness of the Company and (2) fund capital expenditures and payment of fees, costs and expenses related to the Northbrook, Illinois and Lincoln, Nebraska locations and the build-out of the Company's corporate offices.

The Company is required to make regular interest and, with respect to the term loan only, quarterly amortizing principal payments. In the event that the total leverage ratio of the Company, as defined in the credit agreement, is greater than 3.00 to 1.00, the Company, commencing with the fiscal year ended December 26, 2017, must make an annual excess cash flow payment in an amount equal to the lesser of (x) 50% of the Company's excess cash flow for each fiscal year (as calculated under the credit agreement) or (y) an amount necessary to cause the total leverage ratio to be 3.00 to 1.00, in either case less the amount of voluntary principal payments during such fiscal year. As of March 27, 2018, the Company failed to comply with the total leverage ratio covenant and the fixed charge coverage ratio covenant.

At the time of the amendment, the term loan and revolver required the payment of interest at a fluctuating rate per annum equal to 4.0% plus LIBOR. The Company pays a line of credit commitment fee equal to the difference between the total line of credit commitment and the amount outstanding under the line of credit, plus outstanding letters of credit, equal to 0.25% of the unused line.

On April 28, 2017, the Company entered into a forbearance agreement with Citizens Bank pursuant to which Citizens Bank agreed for a specified period of time to forbear from exercising its rights and remedies under the credit agreement, the other loan documents and applicable law. During the forbearance period, which continued through October 2, 2017, the Company agreed (a) to provide Citizens Bank with certain budget deliverables, (b) to take specified steps to enable payoff of the development line of credit, including raising $7.0 million of new capital, and (c) to comply with certain financial covenants. Scheduled principal and interest at a fluctuating rate per annum equal to 7% as of April 28, 2017, were required to be paid on the term loan and revolver during the forbearance period. Interest at a fluctuating rate per annum equal to 9% as of April 28, 2017 accrued on the development line of credit and was to be paid along with the principal at the end of the forbearance period. On June 5, 2017, in accordance with the terms and conditions of the forbearance agreement with Citizens Bank, the Company engaged Lincoln Partners Advisors LLC to act as the Company's exclusive financial advisor in connection with the Company's pursuit of new equity and/or debt financing. During the forbearance period, the Company was unable to successfully consummate a financing transaction and did not pay off the principal or interest associated with the development line of credit, which resulted in the termination of the forbearance agreement. The Company continued to pay principal and interest on its other outstanding debt with Citizens Bank through and including the March 31, 2018 payment. However, the Company deferred the interest payment due on the term loan on April 30, 2018. Depending upon the Company's future cash flows, the Company may defer additional principal and/or interest payments. Although Citizens Bank understands this to be the case, such arrangement is not documented in the form of a forbearance agreement. As of the filing of this report, although the Company's discussions with Citizens Bank continue, due to the existing events of default, Citizens Bank may exercise its rights under the credit agreement without notice.

In June 2014, the Company entered into a five-year interest rate swap agreement to fix interest rates on a portion of this debt (Notes 1 and 2) pursuant to the terms of the credit agreement with Citizens Bank. Under the swap agreement, the Company pays a fixed rate of 1.79% and receives interest at the one-month LIBOR on a notional amount of $18.75 million. This effectively makes the Company's interest rate 5.44% on $18.75 million of its debt. The Company did not elect to apply hedge accounting for this interest rate swap agreement. As such, the fair value of the interest rate swap is recorded in other assets or other liabilities on the condensed consolidated balance sheet, depending on the fair value of the swap, and any changes in the fair value of the swap agreement will be accounted for as non-cash adjustments to interest expense and recognized in current earnings. The fair value of the swap agreement increased $54,665 in the first quarter of 2018 and was recorded as interest expense in the condensed consolidated statements of operations.

In December 2013, the Company entered into a binding agreement with Great Western Bank whereby the Company agreed that if Great Western Bank acquired GC Omaha LP's interest in the ground lease of the Omaha, Nebraska Granite City restaurant either by foreclosure or voluntary surrender, it would acquire the building and improvements and assume the ground lease from Great Western Bank. In April 2014, Great Western Bank acquired GC Omaha LP's interest in the ground lease and, following receipt of the required landlord consent, on September 30, 2015, the Company purchased the building and improvements and assumed the ground lease from Great Western Bank. To facilitate the transaction, the Company entered into a loan agreement with Great Western Bank in the amount of $1.08 million with an annual interest at a rate of 5.5%. Such loan matures on September 30, 2020 and requires monthly principal and interest payments. Because the Company is in default under the terms of its agreement with Citizens Bank, the Company is, therefore, in default under the terms of the Great Western Bank agreement. As of December 27, 2016, all the debt of the Company was classified as current.

4. Restaurant closures

In October 2017, the Company ceased operations at its Cadillac Ranch restaurant in Indianapolis, Indiana. In December 2017, the Company entered into a lease termination agreement with the landlord of such location which was effective February 28, 2018. In consideration of the lease termination, the Company paid past due and current rent through February 2018, relinquished possession of non-branded furniture, fixtures and equipment and paid its lease restructuring consulting firm. Such payments have been reflected in occupancy costs, gain/loss on disposal of assets and exit or disposal activities in the Company's financial statements.

5. Leases

In the first quarter of 2018, the Company entered into lease amendments with the landlords of three of the restaurants it operates under operating leases. As a result of such lease amendments, annual base rent for these properties was reduced by $354,961 in the aggregate and scheduled rent increases were included in the amended lease terms. One such amendment included a reduction in the term and two such amendments included changes in the sales breakpoint and rates for which percentage rent is required.

6. Commitments and contingencies

Legal proceedings

On September 9, 2016, Chelsea Koenig, one of the Company's former employees in Pittsburgh, filed a collective action under the Fair Labor Standards Act ("FLSA") and a putative class action under Pennsylvania state law against the Company in the United States District Court for the Western District of Pennsylvania. The complaint alleged that the Company required all tipped employees of Granite City and Cadillac Ranch in states other than Minnesota, to perform work that was ineligible for tip credit compensation at a tip credit rate, required "off the clock" work, required tipped employees to participate in a tip pool that included "expeditors," failed to provide sufficient notice of the application of the tip credit, and required tipped employees to cover walk-outs and shortages, in violation of the minimum wage provisions of the FLSA. The claim further alleged violation of the Pennsylvania Minimum Wage Act, the Pennsylvania Wage Payment Collection Law, and a Pennsylvania common law claim. On May 11, 2017, the federal court granted plaintiff's motion for class certification of a Pennsylvania state law class, as well as plaintiff's motion for conditional certification of a nationwide collective action under the FLSA, relating to the sufficiency of notice provided to employees at Cadillac Ranch restaurants regarding the use of the tip credit. In November 2017, the Company and Ms. Koenig executed a settlement, pursuant to which, the Company agreed to pay $315,529 in settlement, inclusive of plaintiff's attorneys' fees and associated costs. On March 28, 2018, the court approved the settlement and on April 11, 2018, the Company disbursed the settlement payment. The Company continues to deny any liability associated with these claims but agreed to the settlement in order to avoid the cost and expense of further litigation.

In addition to the litigation described above, the Company is occasionally a defendant in litigation arising in the ordinary course of its business, including claims arising from personal injuries, contract claims, wage and hour claims, dram shop claims, employment-related claims and claims from customers or employees alleging injury, illness or other food quality, health or operational concerns, and landlord-tenant disputes. To date, none of these types of litigation, most of which are typically covered by insurance, has had a material effect on the Company. The Company has insured and continues to insure against many of these types of claims. A judgment on any claim not covered by or in excess of the Company's insurance coverage could adversely affect its financial condition or results of operations.

7. Stock based compensation

The Company measures and recognizes all stock-based compensation under the fair value method using the Black-Scholes option-pricing model. Share-based compensation expense recognized is based on awards ultimately expected to vest, and as such, it is reduced for estimated or actual forfeitures. Forfeitures are estimated at the time of grant and revised, if necessary, in subsequent periods if actual forfeitures differ from those estimates. The Company used the following assumptions within the Black-Scholes option-pricing model for the first quarters of fiscal years 2018 and 2017:

	Thirteen Weeks Ended	
	March 27, 2018	March 28, 2017
Weighted average risk-free interest rate	2.55% - 2.72%	2.36% - 2.51%
Expected life of options	10 years	10 years
Expected stock volatility	113.70%-113.98%	89.58% -89.80%
Expected dividend yield	None	None

As of March 27, 2018, there were options outstanding for the purchase of 450,182 and 351,422 shares under the Company's Amended and Restated Equity Incentive Plan and Long-Term Incentive Plan, respectively. Although vesting schedules vary, option grants under these plans generally vest over a three or four-year period and options are exercisable for no more than ten years from the date of grant. The Amended and Restated Equity Incentive Plan expired in February 2012. As of March 27, 2018, 48,578 shares remained available for issuance of awards under the Long-Term Incentive Plan.

The 2014 Non-Qualified Plan ("NQ Plan") was created to accommodate the continued issuance of annual stock option awards to the Company's non-employee directors and periodic stock option awards to select employees. In 2017, the NQ Plan was amended to increase the number of shares authorized for issuance to 2,750,000. Options under the NQ Plan generally vest over a three-year period and are exercisable for not more than ten years from the date of grant. As of March 27, 2018, options for the purchase of 2,124,525 shares were outstanding, and 625,475 shares remained available for issuance of awards, under the NQ Plan.

A summary of the Company's stock options as of March 27, 2018 is presented below:

Fixed Options	Shares	Weighted Average Exercise Price	Weighted Average Remaining Contractual Life	Aggregate Intrinsic Value
Outstanding at December 26, 2017	2,990,265	$ 1.60	7.7 years	$ -
Granted	10,000	1.25	9.1 years	
Exercised	-	-		
Forfeited	(74,136)	1.88		
Outstanding at March 27, 2018	2,926,129	$ 1.59	6.8 years	$ -
Options exercisable at December 26, 2017	893,228	$ 2.19	4.2 years	$ -
Options exercisable at March 27, 2018	1,215,254	$ 1.93	4.8 years	$ -
Weighted-average fair value of options granted during 2018	$ 0.27			

The aggregate intrinsic value in the table above represents the total pretax intrinsic value (the difference between the closing price of the Company's stock on March 27, 2018 and the exercise price, multiplied by the number of in-the-money options) that would have been received by the option holders had all option holders exercised their options on March 27, 2018. As of March 27, 2018, there was approximately $566,008 of total unrecognized compensation cost related to unvested share-based compensation arrangements, of which $494,238 is expected to be recognized during the remainder of fiscal year 2018, $45,977 in fiscal year 2019, $21,012 in fiscal year 2020, $4,773, in fiscal year 2021 and $8 in fiscal year 2022.

The following table summarizes information about stock options outstanding at March 27, 2018:

	Options Outstanding			Options Exercisable	
Range of Exercise Prices	Number of Options Outstanding	Weighted Average Remaining Contractual Life	Weighted Average Exercise Price	Number of Options Exercisable	Weighted Average Exercise Price
$1.00 - $2.00	2,062,851	7.8 years	$ 1.29	498,601	$ 1.43
$2.01 - $3.00	822,113	4.6 years	$ 2.25	675,488	$ 2.20
$3.01 - $6.00	41,165	2.1 years	$ 3.66	41,165	$ 3.66
Total	2,926,129	6.8 years	$ 1.59	1,215,254	$ 1.93

As of March 27, 2018, a warrant for the purchase of 175,000 shares of common stock at an exercise price of $1.50 per share was outstanding and exercisable. Such five-year option was issued to an accredited investor in December 2013 in connection with a financing transaction.

8. Subsequent events

In September 2016, one of the Company's former employees in Pittsburgh, filed a collective action under the FLSA and a putative class action under Pennsylvania state law against the Company (Note 6). In November 2017, the parties executed a settlement agreement and on March 28, 2018, the court approved the settlement. The Company disbursed the settlement payment on April 11, 2018.

EXHIBIT B

INFORMATION AND DISCLOSURE STATEMENT PURSUANT TO RULE 15C2-11

Sections (a)(5)(i) through (a)(5)(xvi)
of the
Securities Exchange Act of 1934, as amended

i. **The exact name of the issuer and its predecessor (if any):**

Granite City Food & Brewery Ltd.

ii. **The address of its principal executive offices:**

3600 American Boulevard West, Suite 400
Bloomington, MN 55431

iii. **The state of incorporation (if it is a corporation):**

Minnesota

iv. **The exact title and class of the securities:**

Common Stock

v. **The par or stated value of the securities:**

$0.01 (par value)

vi. **The number of shares or total amount of the securities outstanding as of the end of the issuer's most recent fiscal year:**

14,360,981

vii. **The name and address of the transfer agent:**

Wells Fargo Bank Minnesota, N.A.
1110 Centre Pointe Curve, Suite 101
Mendota Heights, MN 55120

viii. **The nature of the issuer's business:**

See Item 6 of Annual Report for the Quarter Ended March 27, 2018.

ix. **The nature of products or services offered:**

See Item 6 of Annual Report for the Quarter Ended March 27, 2018.

x. **The nature and extent of the issuer's facilities:**

See Item 7 of Annual Report for the Quarter Ended March 27, 2018.

xi. **The name of the chief executive officer and members of the board of directors:**

See Item 8 of Annual Report for the Quarter Ended March 27, 2018.

xii. **The issuer's most recent balance sheet and profit and loss and retained earnings statements:**

See Item 5 of Annual Report for the Quarter Ended March 27, 2018.

xiii. **Similar financial information for such part of the two preceding fiscal years as the issuer or its predecessor has been in existence:**

See Item 5 of Annual Report for the Quarter Ended March 27, 2018.

xiv. **Whether the broker or dealer or any associated person is affiliated, directly or indirectly, with the issuer:**

N/A

xv. **Whether the quotation is being published or submitted on behalf of any other broker or dealer, and, if so, the name of such broker or dealer:**

N/A

xvi. **Whether any quotation is being submitted or published directly or indirectly on behalf of the issuer, or any director, officer or any person, directly or indirectly the beneficial owner of more than 10 percent of the outstanding units or shares of any equity security of the issuer, or at the request of any promoter for the issuer, and, if so, the name of such person, and the basis for any exemption under the federal securities laws for any sales of such securities on behalf of such person:**

N/A