

Form 5500 Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Annual Return/Report of Employee Benefit Plan This form is required to be filed for employee benefit plans under sections 104 and 4065 of the Employee Retirement Income Security Act of 1974 (ERISA) and sections 6057(b) and 6058(a) of the Internal Revenue Code (the Code). ▶ Complete all entries in accordance with the instructions to the Form 5500.	OMB Nos. 1210-0110 1210-0089 2022 This Form is Open to Public Inspection
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Part I	Annual Report Identification Information
For calendar plan year 2022 or fiscal plan year beginning 01/01/2022 and ending 12/31/2022	
A	This return/report is for: ☐ a multiemployer plan ☒ a single-employer plan ☐ a multiple-employer plan (Filers checking this box must attach a list of participating employer information in accordance with the form instructions.) ☐ a DFE (specify) _____
B	This return/report is: ☐ the first return/report ☐ the final return/report ☐ an amended return/report ☐ a short plan year return/report (less than 12 months)
C	If the plan is a collectively-bargained plan, check here. ▶ ☐
D	Check box if filing under: ☒ Form 5558 ☐ automatic extension ☐ the DFVC program ☐ special extension (enter description)
E	If this is a retroactively adopted plan permitted by SECURE Act section 201, check here. ▶ ☐

Part II	Basic Plan Information—enter all requested information
1a	Name of plan SPENCER'S TV & APPLIANCE 401K PROFIT SHARING PLAN
1b	Three-digit plan number (PN) ▶ 002
1c	Effective date of plan 07/01/1982
2a	Plan sponsor's name (employer, if for a single-employer plan) Mailing address (include room, apt., suite no. and street, or P.O. Box) City or town, state or province, country, and ZIP or foreign postal code (if foreign, see instructions) SPENCER'S TV AND APPLIANCE 17500 S 40TH ST BLDG E., CHANDLER, AZ 85226
2b	Employer Identification Number (EIN) 86-0292380
2c	Plan Sponsor's telephone number 480-505-2355
2d	Business code (see instructions) 443141

Caution: A penalty for the late or incomplete filing of this return/report will be assessed unless reasonable cause is established.

Under penalties of perjury and other penalties set forth in the instructions, I declare that I have examined this return/report, including accompanying schedules, statements and attachments, as well as the electronic version of this return/report, and to the best of my knowledge and belief, it is true, correct, and complete.

SIGN HERE	Filed with authorized/valid electronic signature.	10/16/2023	ROBERT JANES
	Signature of plan administrator	Date	Enter name of individual signing as plan administrator
SIGN HERE			
	Signature of employer/plan sponsor	Date	Enter name of individual signing as employer or plan sponsor
SIGN HERE			
	Signature of DFE	Date	Enter name of individual signing as DFE

3a Plan administrator's name and address ☒ Same as Plan Sponsor		3b Administrator's EIN
		3c Administrator's telephone number
4 If the name and/or EIN of the plan sponsor or the plan name has changed since the last return/report filed for this plan, enter the plan sponsor's name, EIN, the plan name and the plan number from the last return/report: a Sponsor's name c Plan Name		4b EIN 4d PN
5 Total number of participants at the beginning of the plan year		5 286
6 Number of participants as of the end of the plan year unless otherwise stated (welfare plans complete only lines 6a(1) , 6a(2) , 6b , 6c , and 6d).		
a(1) Total number of active participants at the beginning of the plan year		6a(1) 253
a(2) Total number of active participants at the end of the plan year		6a(2) 252
b Retired or separated participants receiving benefits		6b 2
c Other retired or separated participants entitled to future benefits.....		6c 31
d Subtotal. Add lines 6a(2) , 6b , and 6c		6d 285
e Deceased participants whose beneficiaries are receiving or are entitled to receive benefits.		6e 0
f Total. Add lines 6d and 6e		6f 285
g Number of participants with account balances as of the end of the plan year (only defined contribution plans complete this item).....		6g 258
h Number of participants who terminated employment during the plan year with accrued benefits that were less than 100% vested.....		6h 14
7 Enter the total number of employers obligated to contribute to the plan (only multiemployer plans complete this item)		7
8a If the plan provides pension benefits, enter the applicable pension feature codes from the List of Plan Characteristics Codes in the instructions: 2F 2G 2J 2K 2T 3H 2E 3D 2R		
b If the plan provides welfare benefits, enter the applicable welfare feature codes from the List of Plan Characteristics Codes in the instructions: 4D		
9a Plan funding arrangement (check all that apply) (1) ☐ Insurance (2) ☐ Code section 412(e)(3) insurance contracts (3) ☒ Trust (4) ☐ General assets of the sponsor	9b Plan benefit arrangement (check all that apply) (1) ☐ Insurance (2) ☐ Code section 412(e)(3) insurance contracts (3) ☒ Trust (4) ☐ General assets of the sponsor	
10 Check all applicable boxes in 10a and 10b to indicate which schedules are attached, and, where indicated, enter the number attached. (See instructions)		
a Pension Schedules (1) ☒ R (Retirement Plan Information) (2) ☐ MB (Multiemployer Defined Benefit Plan and Certain Money Purchase Plan Actuarial Information) - signed by the plan actuary (3) ☐ SB (Single-Employer Defined Benefit Plan Actuarial Information) - signed by the plan actuary	b General Schedules (1) ☒ H (Financial Information) (2) ☐ I (Financial Information – Small Plan) (3) ☐ 0 A (Insurance Information) (4) ☒ C (Service Provider Information) (5) ☒ D (DFE/Participating Plan Information) (6) ☐ G (Financial Transaction Schedules)	

Part III Form M-1 Compliance Information (to be completed by welfare benefit plans)

11a If the plan provides welfare benefits, was the plan subject to the Form M-1 filing requirements during the plan year? (See instructions and 29 CFR 2520.101-2.) ☐ Yes ☐ No

If "Yes" is checked, complete lines 11b and 11c.

11b Is the plan currently in compliance with the Form M-1 filing requirements? (See instructions and 29 CFR 2520.101-2.) ☐ Yes ☐ No

11c Enter the Receipt Confirmation Code for the 2022 Form M-1 annual report. If the plan was not required to file the 2022 Form M-1 annual report, enter the Receipt Confirmation Code for the most recent Form M-1 that was required to be filed under the Form M-1 filing requirements. (Failure to enter a valid Receipt Confirmation Code will subject the Form 5500 filing to rejection as incomplete.)

Receipt Confirmation Code _____

SCHEDULE C (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Service Provider Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA). ▶ File as an attachment to Form 5500.	OMB No. 1210-0110
		2022
		This Form is Open to Public Inspection.

For calendar plan year 2022 or fiscal plan year beginning 01/01/2022 and ending 12/31/2022		
A Name of plan SPENCER'S TV & APPLIANCE 401K PROFIT SHARING PLAN	B Three-digit plan number (PN) ▶	002
C Plan sponsor's name as shown on line 2a of Form 5500 SPENCER'S TV AND APPLIANCE	D Employer Identification Number (EIN) 86-0292380	

Part I	Service Provider Information (see instructions)
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You must complete this Part, in accordance with the instructions, to report the information required for **each person** who received, directly or indirectly, \$5,000 or more in total compensation (i.e., money or anything else of monetary value) in connection with services rendered to the plan or the person's position with the plan during the plan year. If a person received **only** eligible indirect compensation for which the plan received the required disclosures, you are required to answer line 1 but are not required to include that person when completing the remainder of this Part.

1 Information on Persons Receiving Only Eligible Indirect Compensation

- a Check "Yes" or "No" to indicate whether you are excluding a person from the remainder of this Part because they received only eligible indirect compensation for which the plan received the required disclosures (see instructions for definitions and conditions)..... ☒ Yes ☐ No
- b If you answered line 1a "Yes," enter the name and EIN or address of each person providing the required disclosures for the service providers who received only eligible indirect compensation. Complete as many entries as needed (see instructions).

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL
04-2647786

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation
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2. Information on Other Service Providers Receiving Direct or Indirect Compensation. Except for those persons for whom you answered "Yes" to line 1a above, complete as many entries as needed to list each person receiving, directly or indirectly, \$5,000 or more in total compensation (i.e., money or anything else of value) in connection with services rendered to the plan or their position with the plan during the plan year. (See instructions).

(a) Enter name and EIN or address (see instructions)

STRATEGIC ADVISORS, INC.

04-2654524

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
27	ADVISOR	8624	Yes ☐ No ☒	Yes ☐ No ☐		Yes ☐ No ☐

(a) Enter name and EIN or address (see instructions)

FIDELITY INVESTMENTS INSTITUTIONAL

04-2647786

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
37 60 64 65	RECORDKEEPER	5950	Yes ☒ No ☐	Yes ☒ No ☐	0	Yes ☒ No ☐

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
			Yes ☐ No ☐	Yes ☐ No ☐		Yes ☐ No ☐

Part I Service Provider Information (continued)

3. If you reported on line 2 receipt of indirect compensation, other than eligible indirect compensation, by a service provider, and the service provider is a fiduciary or provides contract administrator, consulting, custodial, investment advisory, investment management, broker, or recordkeeping services, answer the following questions for (a) each source from whom the service provider received \$1,000 or more in indirect compensation and (b) each source for whom the service provider gave you a formula used to determine the indirect compensation instead of an amount or estimated amount of the indirect compensation. Complete as many entries as needed to report the required information for each source.

(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL	60	0
(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.	
AF AMER MUTUAL R4 - AMERICAN FUNDS 95-2566717	0.35%	
(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL	60	0
(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.	
COLUMBIA DIV INC A - COLUMBIA MGT PO BOX 219104 KANSAS CITY, MO 64121-9104	0.50%	
(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL	60	0
(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.	
J H ENTERPRISE T - JANUS HENDERSON 151 DETROIT STREET, DENVER, CO 80206	0.35%	

Part I Service Provider Information (continued)

3. If you reported on line 2 receipt of indirect compensation, other than eligible indirect compensation, by a service provider, and the service provider is a fiduciary or provides contract administrator, consulting, custodial, investment advisory, investment management, broker, or recordkeeping services, answer the following questions for (a) each source from whom the service provider received \$1,000 or more in indirect compensation and (b) each source for whom the service provider gave you a formula used to determine the indirect compensation instead of an amount or estimated amount of the indirect compensation. Complete as many entries as needed to report the required information for each source.

(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL	60	0
(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.	
J H GROWTH & INC T - JANUS HENDERS 151 DETROIT STREET, DENVER, CO 80206	0.35%	
(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL	60	0
(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.	
PGIM GLB TOT RTN R4 - PRUDENTIAL M 22-3703799	0.25%	
(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL	60	0
(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.	
TMPL GLOBAL BOND A - FRANKLIN TEMP 94-3167260	0.40%	

Part I Service Provider Information (continued)

3. If you reported on line 2 receipt of indirect compensation, other than eligible indirect compensation, by a service provider, and the service provider is a fiduciary or provides contract administrator, consulting, custodial, investment advisory, investment management, broker, or recordkeeping services, answer the following questions for (a) each source from whom the service provider received \$1,000 or more in indirect compensation and (b) each source for whom the service provider gave you a formula used to determine the indirect compensation instead of an amount or estimated amount of the indirect compensation. Complete as many entries as needed to report the required information for each source.

(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL	60	0
(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.	
VRS PARTNERS A - FIS INVESTOR SERV FAITH INVESTOR SERVICES, LLC 14785 PRESTON ROAD, SUITE 1000 DALLAS, TX 75254	0.55%	
(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.	
(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.	

Part II Service Providers Who Fail or Refuse to Provide Information

4 Provide, to the extent possible, the following information for each service provider who failed or refused to provide the information necessary to complete this Schedule.

(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide
(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide
(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide
(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide
(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide
(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide

Part III Termination Information on Accountants and Enrolled Actuaries (see instructions)
(complete as many entries as needed)

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

SCHEDULE D (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration	DFE/Participating Plan Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA). ► File as an attachment to Form 5500.	OMB No. 1210-0110 2022 This Form is Open to Public Inspection.
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For calendar plan year 2022 or fiscal plan year beginning 01/01/2022 and ending 12/31/2022		
A Name of plan SPENCER'S TV & APPLIANCE 401K PROFIT SHARING PLAN	B Three-digit plan number (PN) ►	002
C Plan or DFE sponsor's name as shown on line 2a of Form 5500 SPENCER'S TV AND APPLIANCE		
D Employer Identification Number (EIN) 86-0292380		

Part I	Information on interests in MTIAs, CCTs, PSAs, and 103-12 IEs (to be completed by plans and DFEs) (Complete as many entries as needed to report all interests in DFEs)
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a Name of MTIA, CCT, PSA, or 103-12 IE: WT G RETIRE INC F35		
b Name of sponsor of entity listed in (a): WILMINGTON TRUST FIDUCIARY SERVICES		
c EIN-PN 20-5886387-082	d Entity code C	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) 508014
a Name of MTIA, CCT, PSA, or 103-12 IE:		
b Name of sponsor of entity listed in (a):		
c EIN-PN	d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)
a Name of MTIA, CCT, PSA, or 103-12 IE:		
b Name of sponsor of entity listed in (a):		
c EIN-PN	d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)
a Name of MTIA, CCT, PSA, or 103-12 IE:		
b Name of sponsor of entity listed in (a):		
c EIN-PN	d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)
a Name of MTIA, CCT, PSA, or 103-12 IE:		
b Name of sponsor of entity listed in (a):		
c EIN-PN	d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)
a Name of MTIA, CCT, PSA, or 103-12 IE:		
b Name of sponsor of entity listed in (a):		
c EIN-PN	d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)
a Name of MTIA, CCT, PSA, or 103-12 IE:		
b Name of sponsor of entity listed in (a):		
c EIN-PN	d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)

a Name of MTIA, CCT, PSA, or 103-12 IE:**b** Name of sponsor of entity listed in (a):**c** EIN-PN**d** Entity
code**e** Dollar value of interest in MTIA, CCT, PSA, or
103-12 IE at end of year (see instructions)**a** Name of MTIA, CCT, PSA, or 103-12 IE:**b** Name of sponsor of entity listed in (a):**c** EIN-PN**d** Entity
code**e** Dollar value of interest in MTIA, CCT, PSA, or
103-12 IE at end of year (see instructions)**a** Name of MTIA, CCT, PSA, or 103-12 IE:**b** Name of sponsor of entity listed in (a):**c** EIN-PN**d** Entity
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103-12 IE at end of year (see instructions)**a** Name of MTIA, CCT, PSA, or 103-12 IE:**b** Name of sponsor of entity listed in (a):**c** EIN-PN**d** Entity
code**e** Dollar value of interest in MTIA, CCT, PSA, or
103-12 IE at end of year (see instructions)**a** Name of MTIA, CCT, PSA, or 103-12 IE:**b** Name of sponsor of entity listed in (a):**c** EIN-PN**d** Entity
code**e** Dollar value of interest in MTIA, CCT, PSA, or
103-12 IE at end of year (see instructions)**a** Name of MTIA, CCT, PSA, or 103-12 IE:**b** Name of sponsor of entity listed in (a):**c** EIN-PN**d** Entity
code**e** Dollar value of interest in MTIA, CCT, PSA, or
103-12 IE at end of year (see instructions)

Part II **Information on Participating Plans (to be completed by DFEs)**

(Complete as many entries as needed to report all participating plans)

a Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
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plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN

SCHEDULE H (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Financial Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA), and section 6058(a) of the Internal Revenue Code (the Code). ► File as an attachment to Form 5500.	OMB No. 1210-0110 2022 This Form is Open to Public Inspection
For calendar plan year 2022 or fiscal plan year beginning <u>01/01/2022</u> and ending <u>12/31/2022</u>		
A Name of plan <u>SPENCER'S TV & APPLIANCE 401K PROFIT SHARING PLAN</u>	B Three-digit plan number (PN) ►	<u>002</u>
C Plan sponsor's name as shown on line 2a of Form 5500 <u>SPENCER'S TV AND APPLIANCE</u>	D Employer Identification Number (EIN) <u>86-0292380</u>	

Part I Asset and Liability Statement			
1 Current value of plan assets and liabilities at the beginning and end of the plan year. Combine the value of plan assets held in more than one trust. Report the value of the plan's interest in a commingled fund containing the assets of more than one plan on a line-by-line basis unless the value is reportable on lines 1c(9) through 1c(14). Do not enter the value of that portion of an insurance contract which guarantees, during this plan year, to pay a specific dollar benefit at a future date. Round off amounts to the nearest dollar. MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 1b(1), 1b(2), 1c(8), 1g, 1h, and 1i. CCTs, PSAs, and 103-12 IEs also do not complete lines 1d and 1e. See instructions.			
Assets		(a) Beginning of Year	(b) End of Year
a Total noninterest-bearing cash.....	1a	0	621
b Receivables (less allowance for doubtful accounts):			
(1) Employer contributions.....	1b(1)	0	0
(2) Participant contributions.....	1b(2)	0	0
(3) Other.....	1b(3)	0	0
c General investments:			
(1) Interest-bearing cash (include money market accounts & certificates of deposit).....	1c(1)	1827604	1848487
(2) U.S. Government securities	1c(2)	0	0
(3) Corporate debt instruments (other than employer securities):			
(A) Preferred	1c(3)(A)	0	0
(B) All other	1c(3)(B)	0	0
(4) Corporate stocks (other than employer securities):			
(A) Preferred	1c(4)(A)	0	0
(B) Common.....	1c(4)(B)	575607	441556
(5) Partnership/joint venture interests	1c(5)	0	0
(6) Real estate (other than employer real property)	1c(6)	0	0
(7) Loans (other than to participants).....	1c(7)	0	0
(8) Participant loans.....	1c(8)	662248	731308
(9) Value of interest in common/collective trusts.....	1c(9)	526256	508014
(10) Value of interest in pooled separate accounts	1c(10)	0	0
(11) Value of interest in master trust investment accounts.....	1c(11)	0	0
(12) Value of interest in 103-12 investment entities	1c(12)	0	0
(13) Value of interest in registered investment companies (e.g., mutual funds).....	1c(13)	16937435	14226730
(14) Value of funds held in insurance company general account (unallocated contracts).....	1c(14)	0	0
(15) Other	1c(15)	1	0

1d Employer-related investments:		(a) Beginning of Year	(b) End of Year
(1) Employer securities	1d(1)	0	0
(2) Employer real property	1d(2)	0	0
e Buildings and other property used in plan operation	1e	0	0
f Total assets (add all amounts in lines 1a through 1e)	1f	20529151	17756716

Liabilities

g Benefit claims payable	1g	0	0
h Operating payables	1h	0	0
i Acquisition indebtedness	1i	0	0
j Other liabilities	1j	7	7
k Total liabilities (add all amounts in lines 1g through 1j)	1k	7	7

Net Assets

l Net assets (subtract line 1k from line 1f)	1l	20529144	17756709
---	-----------	----------	----------

Part II Income and Expense Statement

2 Plan income, expenses, and changes in net assets for the year. Include all income and expenses of the plan, including any trust(s) or separately maintained fund(s) and any payments/receipts to/from insurance carriers. Round off amounts to the nearest dollar. MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 2a, 2b(1)(E), 2e, 2f, and 2g.

Income

a Contributions:			
(1) Received or receivable in cash from: (A) Employers	2a(1)(A)	271195	
(B) Participants.....	2a(1)(B)	1743567	
(C) Others (including rollovers).....	2a(1)(C)	43678	
(2) Noncash contributions	2a(2)	0	
(3) Total contributions. Add lines 2a(1)(A) , (B) , (C) , and line 2a(2)	2a(3)		2058440
b Earnings on investments:			
(1) Interest:			
(A) Interest-bearing cash (including money market accounts and certificates of deposit).....	2b(1)(A)	23670	
(B) U.S. Government securities	2b(1)(B)	0	
(C) Corporate debt instruments	2b(1)(C)	0	
(D) Loans (other than to participants)	2b(1)(D)	0	
(E) Participant loans	2b(1)(E)	43757	
(F) Other.....	2b(1)(F)	0	
(G) Total interest. Add lines 2b(1)(A) through (F)	2b(1)(G)		67427
(2) Dividends: (A) Preferred stock.....	2b(2)(A)	0	
(B) Common stock.....	2b(2)(B)	6121	
(C) Registered investment company shares (e.g. mutual funds)	2b(2)(C)	930475	
(D) Total dividends. Add lines 2b(2)(A) , (B) , and (C)	2b(2)(D)		936596
(3) Rents.....	2b(3)		0
(4) Net gain (loss) on sale of assets: (A) Aggregate proceeds.....	2b(4)(A)	33952	
(B) Aggregate carrying amount (see instructions)	2b(4)(B)	45403	
(C) Subtract line 2b(4)(B) from line 2b(4)(A) and enter result.....	2b(4)(C)		
(5) Unrealized appreciation (depreciation) of assets: (A) Real estate.....	2b(5)(A)	0	
(B) Other.....	2b(5)(B)	-258859	
(C) Total unrealized appreciation of assets. Add lines 2b(5)(A) and (B)	2b(5)(C)		

		(a) Amount	(b) Total
(6) Net investment gain (loss) from common/collective trusts	2b(6)		8421
(7) Net investment gain (loss) from pooled separate accounts	2b(7)		0
(8) Net investment gain (loss) from master trust investment accounts	2b(8)		0
(9) Net investment gain (loss) from 103-12 investment entities.....	2b(9)		0
(10) Net investment gain (loss) from registered investment companies (e.g., mutual funds)	2b(10)		-3869053
c Other income	2c		0
d Total income. Add all income amounts in column (b) and enter total	2d		-1068479
Expenses			
e Benefit payment and payments to provide benefits:			
(1) Directly to participants or beneficiaries, including direct rollovers	2e(1)	1731720	
(2) To insurance carriers for the provision of benefits	2e(2)	0	
(3) Other	2e(3)	0	
(4) Total benefit payments. Add lines 2e(1) through (3)	2e(4)		1731720
f Corrective distributions (see instructions)	2f		11361
g Certain deemed distributions of participant loans (see instructions)	2g		-53699
h Interest expense	2h		0
i Administrative expenses: (1) Professional fees	2i(1)	0	
(2) Contract administrator fees	2i(2)	0	
(3) Investment advisory and management fees	2i(3)	8624	
(4) Other	2i(4)	5950	
(5) Total administrative expenses. Add lines 2i(1) through (4)	2i(5)		14574
j Total expenses. Add all expense amounts in column (b) and enter total	2j		1703956
Net Income and Reconciliation			
k Net income (loss). Subtract line 2j from line 2d	2k		-2772435
l Transfers of assets:			
(1) To this plan	2l(1)		0
(2) From this plan	2l(2)		0

Part III Accountant's Opinion

3 Complete lines 3a through 3c if the opinion of an independent qualified public accountant is attached to this Form 5500. Complete line 3d if an opinion is not attached.

a The attached opinion of an independent qualified public accountant for this plan is (see instructions):

(1) ☒ Unmodified (2) ☐ Qualified (3) ☐ Disclaimer (4) ☐ Adverse

b Check the appropriate box(es) to indicate whether the IQPA performed an ERISA section 103(a)(3)(C) audit. Check both boxes (1) and (2) if the audit was performed pursuant to both 29 CFR 2520.103-8 and 29 CFR 2520.103-12(d). Check box (3) if pursuant to neither.

(1) ☒ DOL Regulation 2520.103-8 (2) ☐ DOL Regulation 2520.103-12(d) (3) ☐ neither DOL Regulation 2520.103-8 nor DOL Regulation 2520.103-12(d).

c Enter the name and EIN of the accountant (or accounting firm) below:

(1) Name: **EVERS ROBINSON LTD**

(2) EIN: **86-0715183**

d The opinion of an independent qualified public accountant is **not attached** because:

(1) ☐ This form is filed for a CCT, PSA, or MTIA. (2) ☐ It will be attached to the next Form 5500 pursuant to 29 CFR 2520.104-50.

Part IV Compliance Questions

4 CCTs and PSAs do not complete Part IV. MTIAs, 103-12 IEs, and GIAs do not complete lines 4a, 4e, 4f, 4g, 4h, 4k, 4m, 4n, or 5. 103-12 IEs also do not complete lines 4j and 4l. MTIAs also do not complete line 4l.

During the plan year:

a Was there a failure to transmit to the plan any participant contributions within the time period described in 29 CFR 2510.3-102? Continue to answer "Yes" for any prior year failures until fully corrected. (See instructions and DOL's Voluntary Fiduciary Correction Program.)

	Yes	No	Amount
4a		X	

	Yes	No	Amount
b Were any loans by the plan or fixed income obligations due the plan in default as of the close of the plan year or classified during the year as uncollectible? Disregard participant loans secured by participant's account balance. (Attach Schedule G (Form 5500) Part I if "Yes" is checked.)			
4b		X	
c Were any leases to which the plan was a party in default or classified during the year as uncollectible? (Attach Schedule G (Form 5500) Part II if "Yes" is checked.)			
4c		X	
d Were there any nonexempt transactions with any party-in-interest? (Do not include transactions reported on line 4a. Attach Schedule G (Form 5500) Part III if "Yes" is checked.)			
4d		X	
e Was this plan covered by a fidelity bond?	X		500000
f Did the plan have a loss, whether or not reimbursed by the plan's fidelity bond, that was caused by fraud or dishonesty?		X	
4f		X	
g Did the plan hold any assets whose current value was neither readily determinable on an established market nor set by an independent third party appraiser?			
4g		X	
h Did the plan receive any noncash contributions whose value was neither readily determinable on an established market nor set by an independent third party appraiser?			
4h		X	
i Did the plan have assets held for investment? (Attach schedule(s) of assets if "Yes" is checked, and see instructions for format requirements.)	X		
4i	X		
j Were any plan transactions or series of transactions in excess of 5% of the current value of plan assets? (Attach schedule of transactions if "Yes" is checked and see instructions for format requirements.)			
4j		X	
k Were all the plan assets either distributed to participants or beneficiaries, transferred to another plan, or brought under the control of the PBGC?			
4k		X	
l Has the plan failed to provide any benefit when due under the plan?			
4l		X	
m If this is an individual account plan, was there a blackout period? (See instructions and 29 CFR 2520.101-3.)			
4m		X	
n If 4m was answered "Yes," check the "Yes" box if you either provided the required notice or one of the exceptions to providing the notice applied under 29 CFR 2520.101-3.			
4n		X	

5a Has a resolution to terminate the plan been adopted during the plan year or any prior plan year? ☐ Yes ☒ No
If "Yes," enter the amount of any plan assets that reverted to the employer this year _____.

5b If, during this plan year, any assets or liabilities were transferred from this plan to another plan(s), identify the plan(s) to which assets or liabilities were transferred. (See instructions.)

5b(1) Name of plan(s)	5b(2) EIN(s)	5b(3) PN(s)

5c Was the plan a defined benefit plan covered under the PBGC insurance program at any time during this plan year? (See ERISA section 4021 and instructions.) ☐ Yes ☐ No ☐ Not determined

If "Yes" is checked, enter the My PAA confirmation number from the PBGC premium filing for this plan year _____.

SCHEDULE R (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Retirement Plan Information This schedule is required to be filed under sections 104 and 4065 of the Employee Retirement Income Security Act of 1974 (ERISA) and section 6058(a) of the Internal Revenue Code (the Code). ► File as an attachment to Form 5500.	OMB No. 1210-0110 2022 This Form is Open to Public Inspection.
For calendar plan year 2022 or fiscal plan year beginning 01/01/2022 and ending 12/31/2022		
A Name of plan SPENCER'S TV & APPLIANCE 401K PROFIT SHARING PLAN		B Three-digit plan number (PN) ► 002
C Plan sponsor's name as shown on line 2a of Form 5500 SPENCER'S TV AND APPLIANCE		D Employer Identification Number (EIN) 86-0292380

Part I	Distributions
All references to distributions relate only to payments of benefits during the plan year.	
1	Total value of distributions paid in property other than in cash or the forms of property specified in the instructions..... 1
2	Enter the EIN(s) of payor(s) who paid benefits on behalf of the plan to participants or beneficiaries during the year (if more than two, enter EINs of the two payors who paid the greatest dollar amounts of benefits): EIN(s): 04-6568107 Profit-sharing plans, ESOPs, and stock bonus plans, skip line 3.
3	Number of participants (living or deceased) whose benefits were distributed in a single sum, during the plan year..... 3

Part II	Funding Information (If the plan is not subject to the minimum funding requirements of section 412 of the Internal Revenue Code or ERISA section 302, skip this Part.)
4	Is the plan administrator making an election under Code section 412(d)(2) or ERISA section 302(d)(2)? ☐ Yes ☐ No ☐ N/A If the plan is a defined benefit plan, go to line 8.
5	If a waiver of the minimum funding standard for a prior year is being amortized in this plan year, see instructions and enter the date of the ruling letter granting the waiver. Date: Month _____ Day _____ Year _____ If you completed line 5, complete lines 3, 9, and 10 of Schedule MB and do not complete the remainder of this schedule.
6	a Enter the minimum required contribution for this plan year (include any prior year accumulated funding deficiency not waived)..... 6a
	b Enter the amount contributed by the employer to the plan for this plan year..... 6b
	c Subtract the amount in line 6b from the amount in line 6a. Enter the result (enter a minus sign to the left of a negative amount)..... 6c
	If you completed line 6c, skip lines 8 and 9.
7	Will the minimum funding amount reported on line 6c be met by the funding deadline? ☐ Yes ☐ No ☐ N/A
8	If a change in actuarial cost method was made for this plan year pursuant to a revenue procedure or other authority providing automatic approval for the change or a class ruling letter, does the plan sponsor or plan administrator agree with the change? ☐ Yes ☐ No ☐ N/A

Part III	Amendments
9	If this is a defined benefit pension plan, were any amendments adopted during this plan year that increased or decreased the value of benefits? If yes, check the appropriate box. If no, check the "No" box..... ☐ Increase ☐ Decrease ☐ Both ☐ No

Part IV	ESOPs (see instructions). If this is not a plan described under section 409(a) or 4975(e)(7) of the Internal Revenue Code, skip this Part.
10	Were unallocated employer securities or proceeds from the sale of unallocated securities used to repay any exempt loan?..... ☐ Yes ☐ No
11	a Does the ESOP hold any preferred stock?..... ☐ Yes ☐ No
	b If the ESOP has an outstanding exempt loan with the employer as lender, is such loan part of a "back-to-back" loan? (See instructions for definition of "back-to-back" loan.)..... ☐ Yes ☐ No
12	Does the ESOP hold any stock that is not readily tradable on an established securities market?..... ☐ Yes ☐ No

Part V Additional Information for Multiemployer Defined Benefit Pension Plans

13 Enter the following information for each employer that (1) contributed more than 5% of total contributions to the plan during the plan year or (2) was one of the top-ten highest contributors (measured in dollars). See instructions. *Complete as many entries as needed to report all applicable employers.*

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

14	Enter the number of deferred vested and retired participants (inactive participants), as of the beginning of the plan year, whose contributing employer is no longer making contributions to the plan for:		
	a The current plan year. Check the box to indicate the counting method used to determine the number of inactive participants: ☐ last contributing employer ☐ alternative ☐ reasonable approximation (see instructions for required attachment).....	14a	
	b The plan year immediately preceding the current plan year. ☐ Check the box if the number reported is a change from what was previously reported (see instructions for required attachment)	14b	
	c The second preceding plan year. ☐ Check the box if the number reported is a change from what was previously reported (see instructions for required attachment)	14c	
15	Enter the ratio of the number of participants under the plan on whose behalf no employer had an obligation to make an employer contribution during the current plan year to:		
	a The corresponding number for the plan year immediately preceding the current plan year.....	15a	
	b The corresponding number for the second preceding plan year.....	15b	
16	Information with respect to any employers who withdrew from the plan during the preceding plan year:		
	a Enter the number of employers who withdrew during the preceding plan year	16a	
	b If line 16a is greater than 0, enter the aggregate amount of withdrawal liability assessed or estimated to be assessed against such withdrawn employers.....	16b	
17	If assets and liabilities from another plan have been transferred to or merged with this plan during the plan year, check box and see instructions regarding supplemental information to be included as an attachment ☐		

Part VI	Additional Information for Single-Employer and Multiemployer Defined Benefit Pension Plans
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18	If any liabilities to participants or their beneficiaries under the plan as of the end of the plan year consist (in whole or in part) of liabilities to such participants and beneficiaries under two or more pension plans as of immediately before such plan year, check box and see instructions regarding supplemental information to be included as an attachment ☐
19	If the total number of participants is 1,000 or more, complete lines (a) through (c) a Enter the percentage of plan assets held as: Stock: _____% Investment-Grade Debt: _____% High-Yield Debt: _____% Real Estate: _____% Other: _____% b Provide the average duration of the combined investment-grade and high-yield debt: ☐ 0-3 years ☐ 3-6 years ☐ 6-9 years ☐ 9-12 years ☐ 12-15 years ☐ 15-18 years ☐ 18-21 years ☐ 21 years or more c What duration measure was used to calculate line 19(b)? ☐ Effective duration ☐ Macaulay duration ☐ Modified duration ☐ Other (specify): _____
20	PBGC missed contribution reporting requirements. If this is a multiemployer plan or a single-employer plan that is not covered by PBGC, skip line 20. a Is the amount of unpaid minimum required contributions for all years from Schedule SB (Form 5500) line 40 greater than zero? ☐ Yes ☐ No b If line 20a is "Yes," has PBGC been notified as required by ERISA sections 4043(c)(5) and/or 303(k)(4)? Check the applicable box: ☐ Yes. ☐ No. Reporting was waived under 29 CFR 4043.25(c)(2) because contributions equal to or exceeding the unpaid minimum required contribution were made by the 30th day after the due date. ☐ No. The 30-day period referenced in 29 CFR 4043.25(c)(2) has not yet ended, and the sponsor intends to make a contribution equal to or exceeding the unpaid minimum required contribution by the 30th day after the due date. ☐ No. Other. Provide explanation _____

SPENCER'S TV & APPLIANCE 401(K) PROFIT SHARING PLAN
Financial Statements
December 31, 2022 and 2021



EVERS ROBINSON LTD
ACCOUNTING FOR GROWTH LLC

4747 NORTH 7TH STREET, SUITE 413, PHOENIX, AZ 85014
P 602.230.9480 F 602.230.9570

Independent Auditors' Report

The Trustees and Plan Sponsor
Spencer's TV & Appliance 401(k) Profit Sharing Plan

Scope and Nature of the ERISA Section 103(a)(3)(C) Audit

We have performed an audit of the financial statements of Spencer's TV & Appliance 401(k) Profit Sharing Plan, an employee benefit plan subject to the Employee Retirement Income Security Act of 1974 (ERISA), as permitted by ERISA Section 103(a)(3)(C) (ERISA Section 103(a)(3)(C) audit). The financial statements comprise the statements of net assets available for benefits as of December 31, 2022 and 2021, and the related statements of changes in net assets available for benefits for the years then ended, and the related notes to the financial statements.

Management, having determined it is permissible in the circumstances, has elected to have the audit of the financial statements performed in accordance with ERISA Section 103(a)(3)(C) pursuant to 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA. As permitted by ERISA Section 103(a)(3)(C), our audit need not extend to any statements or information related to assets held for investment of the plan (investment information) by a bank or similar institution or insurance carrier that is regulated, supervised, and subject to periodic examination by a state or federal agency, provided that the statements or information regarding assets so held are prepared and certified to by the bank or similar institution or insurance carrier in accordance with 29 CFR 2520.103-5 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA (qualified institution).

Management has obtained certifications from a qualified institution as of and for the years ended December 31, 2022 and 2021, stating that the certified investment information, as described in Note 3 to the financial statements, is complete and accurate.

Opinion

In our opinion, based on our audit and on the procedures performed as described in the Auditor's Responsibilities for the Audit of the Financial Statements section –

- the amounts and disclosures in the accompanying financial statements, other than those agreed to or derived from the certified investment information, are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America.
- the information in the financial statements related to assets held by and certified to by a qualified institution agrees to, or is derived from, in all material respects, the information prepared and certified by an institution that management determined meets the requirements of ERISA Section 103(a)(3)(C).

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Spencer's TV & Appliance 401(k) Profit Sharing Plan and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our ERISA Section 103(a)(3)(C) audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error. Management's election of the ERISA Section 103(a)(3)(C) audit does not affect management's responsibility for the financial statements.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Spencer's TV & Appliance 401(k) Profit Sharing Plan's ability to continue as a going concern for one year after the date the financial statements are available to be issued.

Management is also responsible for maintaining a current plan instrument, including all plan amendments; administering the plan; and determining that the plan's transactions that are presented and disclosed in the financial statements are in conformity with the plan's provisions, including maintaining sufficient records with respect to each of the participants, to determine the benefits due or which may become due to such participants.

Auditor's Responsibilities for the Audit of the Financial Statements

Except as described in the Scope and Nature of the ERISA Section 103(a)(3)(C) Audit of the Financial Statements section of our report, our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Spencer's TV & Appliance 401(k) Profit Sharing Plan's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about Spencer's TV & Appliance 401(k) Profit Sharing Plan's ability to continue as a going concern for a reasonable period of time.

Our audit did not extend to the certified investment information, except for obtaining and reading the certification, comparing the certified investment information with the related information presented and disclosed in the financial statements, and reading the disclosures relating to the certified investment information to assess whether they are in accordance with the presentation and disclosure requirements of accounting principles generally accepted in the United States of America.

Accordingly, the objective of an ERISA Section 103(a)(3)(C) audit is not to express an opinion about whether the financial statements as a whole are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America.

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

Other Matters

Supplemental Schedule Required by ERISA

The supplemental schedule of Schedule of Assets (Held at End of Year) as of December 31, 2022 is presented for purposes of additional analysis and is not a required part of the financial statements but is supplementary information required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA. Such information is the responsibility of management and was derived from and directly relates to the underlying accounting and other records used to prepare the financial statements. The information included in the supplemental schedule, other than that agreed to or derived from the certified investment information, has been subjected to auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or the financial statements themselves, and other additional procedures in accordance with

GAAS. For information included in the supplemental schedule that agreed to or is derived from the certified investment information, we compared such information to the related certified investment information.

In forming our opinion on the supplemental schedule, we evaluated whether the supplemental schedule, other than the information agreed to or derived from the certified investment information, including its form and content, is presented in conformity with the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA.

In our opinion –

- the form and content of the supplemental schedule, other than the information in the supplemental schedule that agreed to or is derived from the certified investment information, is presented, in all material respects, in conformity with the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA.
- the information in the supplemental schedule related to assets held by and certified to by a qualified institution agrees to or is derived from, in all material respects, the information prepared and certified by an institution that management determined meets the requirements of ERISA Section 103(a)(3)(C).

Evers Robinson Ltd.

Phoenix, Arizona
October 13, 2023

SPENCER'S TV & APPLIANCE 401(K) PROFIT SHARING PLAN
Statements of Net Assets Available for Benefits
December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Investments at fair value:		
Cash equivalents	\$ 1,567,161	1,502,603
Mutual funds	14,187,242	16,930,951
Self-directed brokerage accounts	<u>762,984</u>	<u>907,086</u>
	16,517,387	19,340,640
Investments at contract value:		
Stable value fund	<u>508,014</u>	<u>526,256</u>
 Total investments	 <u>17,025,401</u>	 <u>19,866,896</u>
 Receivables:		
Participant contributions	-	18,032
Employer contributions	-	3,476
Notes receivable from participants	<u>708,153</u>	<u>639,093</u>
 Total receivables	 <u>708,153</u>	 <u>660,601</u>
 Total assets	 <u>17,733,554</u>	 <u>20,527,497</u>
 Liabilities:		
Corrective distributions	<u>(13,605)</u>	<u>(11,361)</u>
 Net assets available for benefits	 <u><u>\$ 17,719,949</u></u>	 <u><u>20,516,136</u></u>

See accompanying notes to financial statements

SPENCER'S TV & APPLIANCE 401(K) PROFIT SHARING PLAN
Statements of Changes in Net Assets Available for Benefits
For the Years Ended December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Investment and other income (loss):		
Net appreciation (depreciation) in fair value of investments	\$ (3,846,725)	1,292,594
Interest & dividends	958,208	1,243,363
Participant loan interest	43,757	39,860
	<u>(2,844,760)</u>	<u>2,575,817</u>
Self-directed brokerage investment income (loss):		
Net appreciation (depreciation) in fair value of investments	(292,625)	73,728
Interest & dividends	10,466	3,173
	<u>(282,159)</u>	<u>76,901</u>
Contributions:		
Participant	1,725,535	1,655,632
Employer	267,719	283,500
Rollover	43,678	73,764
	<u>2,036,932</u>	<u>2,012,896</u>
Distributions and expenses:		
Benefits paid to participants	(1,678,021)	(2,121,366)
Deemed distributed loans	-	(31,382)
Corrective distributions	(13,605)	(11,361)
Administrative expenses	(14,574)	(13,648)
	<u>(1,706,200)</u>	<u>(2,177,757)</u>
Change in net assets available for benefits	(2,796,187)	2,487,857
Net assets available for benefits:		
Beginning of year	<u>20,516,136</u>	<u>18,028,279</u>
End of year	<u><u>\$ 17,719,949</u></u>	<u><u>20,516,136</u></u>

See accompanying notes to financial statements

SPENCER'S TV & APPLIANCE 401(K) PROFIT SHARING PLAN

Notes to Financial Statements

December 31, 2022 and 2021

1. Summary of significant accounting policies

The following is a summary of the significant accounting policies followed by Spencer's TV & Appliance 401(k) Profit Sharing Plan (the Plan). The policies conform with accounting principles generally accepted in the United States of America, which require management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of additions and deductions during the reporting period. Actual results could differ from those estimates.

The plan is sponsored by Spencer's Air Conditioning & Appliance, Inc., and has been adopted by AmeriFlow Water Systems, Inc. and Genuine Home Appliances, Inc. (Genuine), which are considered affiliated employers or participating employers. Spencer's Air Conditioning & Appliance, Inc., AmeriFlow Water Inc., and Genuine Home Appliances, Inc. will be referred to as the Company in these notes to the financial statements.

a. Investments

Mutual funds are stated at fair value based on the quoted market prices. Purchases and sales of securities are recorded on a trade-date basis and interest income is recorded on an accrual basis. Most investment options have management fees that reduce the overall return on assets. Net appreciation (depreciation) is inclusive of those fees.

A self-directed brokerage account option is also available to allow participants to select investment options not specifically offered by the Plan. Self-directed brokerage accounts include investments in cash and cash equivalents and common stocks. Common stocks are valued at the closing price reported on the active market on which the individual securities are traded.

b. Cash and cash equivalents

Cash and cash equivalents consist of cash and interest-bearing money market funds.

c. Notes receivable from participants

Notes receivable from participants are measured at their unpaid principal balance plus any accrued but unpaid interest. Delinquent participant loans are reclassified as distributions based upon the terms of the plan document.

d. Investment and administrative expenses

Most administrative expenses are paid directly by the Company. However, the Company retains the right to discontinue paying expenses, in which case the expenses will be paid by the Plan. Loan fees are paid from the account of the participant requesting the loan.

SPENCER'S TV & APPLIANCE 401(K) PROFIT SHARING PLAN

Notes to Financial Statements

December 31, 2022 and 2021

1. Summary of significant accounting policies, continued

e. Income taxes

Effective July 20, 2021, the Plan is utilizing a non-standardized pre-approved document sponsored by FMR, LLC. The document sponsor received a favorable determination letter dated June 30, 2020 from the Internal Revenue Service, which states that the Plan qualifies under the applicable provisions of the Internal Revenue Code. Prior to the above document, the Plan was utilizing a volume submitter document sponsored by Fidelity Management & Research Co. The document sponsor received a favorable determination letter dated March 31, 2014 from the Internal Revenue Service, which states that the Plan qualifies under the applicable provisions of the Internal Revenue Code.

The Plan has been amended since adopting the documents, however the Company believes that the Plan is currently designed and being operated in compliance with the applicable requirements of the Internal Revenue Code. Therefore, no provision for income taxes has been included in the Plan's financial statements. However, the Plan is subject to examination; generally for a period of three years from filing its Form 5500.

Accounting principles generally accepted in the United States of America require plan management to evaluate tax positions taken by the plan and recognize tax liability if the plan has taken an uncertain position that more likely than not would not be sustained upon examination by the Internal Revenue Service. The Plan is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress.

f. Concentrations of risk

The Plan provides for various investment fund options, which in turn invest in any combination of mutual funds and other investments. Investments are exposed to various risks, such as interest rate, credit and overall market volatility risks. Due to the level of risk associated with certain investments, it is reasonably possible that changes in the near term could materially affect participants' account balances and the amounts reported in the statements of net assets available for benefits and the changes in net assets available for benefits.

g. Corrective distributions

Corrective distributions represent refunds due to participants for contributions made in excess of amounts allowed by Plan provisions. These amounts are generally reimbursed to the participants in the subsequent year.

SPENCER'S TV & APPLIANCE 401(K) PROFIT SHARING PLAN
Notes to Financial Statements
December 31, 2022 and 2021

2. Description of plan

The following description of the Plan provides only general information. Participants should refer to the Plan document for a more complete description of the Plan's provisions.

a. General

The Plan, established July 1, 1982, is a defined contribution 401(k) profit sharing plan covering employees with at least one year of service to the Company. The Plan has no minimum age requirements. Effective January 1, 2022 the Plan was amended to change eligibility from 1 year of service (completion of 1,000 hours) to completion of 12 months of service. Employees may become participants on January 1, April 1, July 1 or October 1 coinciding with or next following completion of the eligibility requirements. The Plan is subject to the requirements of the Employee Retirement Income Security Act of 1974 (ERISA).

b. Contributions

Each participant may make salary deferral contributions of up to 90% of his/her annual compensation, not to exceed the annual deferral limit set by the Internal Revenue Code. Catch-up contributions are permitted for participants age 50 and older. The Plan also allows participants to make rollover and Roth contributions.

Each plan year, the Company may elect to make a discretionary matching contribution to eligible groups of employees. The Company's matching contribution for 2022 and 2021 was a maximum of 1.5% of the participant's eligible compensation, not to exceed deferral contributions, for each payroll period in which the participant made a deferral contribution. The Company contributed matching contributions of \$267,719 in 2022 and \$283,500 in 2021, net of forfeitures.

The Company may also make a discretionary contribution to all eligible participants. The exact percentage or amount is determined annually by the Company and is allocated based on each participant's proportionate share of the total compensation paid to all participants during the plan year. Participants who are actively employed on the last day of the plan year and have completed 1,000 hours of service during the plan year are eligible to receive an allocation of the discretionary contribution. For the plan years ended December 31, 2022 and 2021, the Company did not make any discretionary contributions.

Participants are automatically enrolled in the plan on the first of the quarter coinciding with or following completion of the eligibility requirements, unless they elect otherwise. The deferral amount is equal to 2% of compensation. Automatic enrollment contributions will increase by 1% on July 1st each year until the deferral percentage reaches 5% of compensation.

SPENCER'S TV & APPLIANCE 401(K) PROFIT SHARING PLAN

Notes to Financial Statements

December 31, 2022 and 2021

2. Description of plan, continued

c. Vesting

Each participant is immediately vested in his/her salary deferral, catch-up, and rollover contributions, and any earnings or losses on those contributions. The remainder of a participant's account balance is vested based on years of service. Participants vest at 20% after two years of service, and the percentage increases by 20% annually until the participant is fully vested after six years of service.

The forfeiture account balance was \$11,302 and \$16,163 at December 31, 2022 and 2021 respectively. The Plan document provides that forfeitures may be used to pay administrative expenses or to reduce the Company's contribution. For the years ended December 31, 2022 and 2021, forfeitures of \$21,767 and \$4,253 were used to offset employer contributions, respectively.

d. Participant accounts

Each participant's account is credited with the participant's salary deferral, catch-up, and rollover contributions, Company matching and discretionary contributions, and Plan earnings/losses. Plan earnings/losses are allocated based on account balances, as defined in the Plan document.

Each participant directs the investment of his/her account into various investment options offered by the Plan through Fidelity Management Trust Company.

e. Payment of benefits

Each participant is entitled to Plan benefits equal to 100% of his/her vested account balance. Benefits begin upon the earliest of retirement age, termination of employment, total and permanent disability or death of the participant. Benefits are paid in a lump-sum as soon as administratively feasible following the date on which a distribution is requested or is otherwise payable. The Plan permits hardship and in-service distributions under certain circumstances.

The Coronavirus Aid, Relief, and Economic Security ("CARES") Act was signed into law on March 27, 2020. The CARES Act allows changes to Plan distributions and loans. The Plan is permitted to implement the provisions and retrospectively adopt those provisions. The Plan intends to retrospectively adopt the distribution provisions of the CARES Act.

f. Loans

The Plan permits participants to borrow from their fund accounts a minimum of \$1,000 up to a maximum equal to the lesser of \$50,000 or 50% of their vested account balance. The loans are secured by the balance in the participant's account and bear interest at rates that range from 5.25% to 8.25%. Principal and interest are paid ratably through payroll deductions.

SPENCER'S TV & APPLIANCE 401(K) PROFIT SHARING PLAN

Notes to Financial Statements

December 31, 2022 and 2021

2. Description of plan, continued

g. Plan termination

The Company has the right under the Plan to discontinue its contributions at any time and to terminate the Plan subject to the provisions of ERISA. In the event of Plan termination, each participant will become fully vested in his/her account.

3. Information certified by the Custodian (unaudited)

At December 31, 2022 and 2021 the Plan's assets were held by Fidelity Management Trust Company (the Custodian). The following is a summary of the Plan's financial information that is included in the financial statements based on information certified by the Custodian as complete and accurate in accordance with Section 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA.

	<u>2022</u>	<u>2021</u>
Cash and cash equivalents	\$ 1,567,161	1,502,603
Mutual funds	14,187,242	16,930,951
Stable Value Fund	508,014	526,256
Self-directed brokerage accounts	762,984	907,086
Notes receivable from participants	<u>708,153</u>	<u>639,093</u>
	<u>\$ 17,733,554</u>	<u>20,505,989</u>
Net appreciation (depreciation) in fair value of investments	\$ (3,846,725)	1,292,594
Interest and dividend income	958,208	1,243,363
Net appreciation (depreciation) in fair value of self-directed brokerage accounts	(292,625)	73,728
Interest and dividend income of self-directed brokerage accounts	10,466	3,173
Participant loan interest	<u>43,757</u>	<u>39,860</u>
	<u>\$ (3,126,919)</u>	<u>2,652,718</u>

4. Fully benefit-responsive investment contract

The Plan entered into a benefit-responsive investment contract, a stable value fund (SVF), with the Wilmington Trust Collective Investment Trust II (Wilmington). Wilmington maintains the contributions in a general account. The SVF issuer is contractually obligated to repay the principal and a specified interest rate that is guaranteed to the Plan.

SPENCER'S TV & APPLIANCE 401(K) PROFIT SHARING PLAN

Notes to Financial Statements

December 31, 2022 and 2021

4. Fully benefit-responsive investment contract, continued

Because the stable value fund is fully benefit-responsive, contract value is the relevant measurement attribute for that portion of the net assets available for benefits attributable to the guaranteed investment contract. Contract value, as reported to the Plan by Wilmington, represents contributions made under the contract, plus earnings, less participant withdrawals and applicable expenses. Participants may ordinarily direct the withdrawal or transfer of all or a portion of their investment at contract value.

Certain events that are not in the ordinary course of fund operations may limit the ability of the Plan to transact at contract value with the issuer. The Plan administrator does not believe that the occurrence of any events, which would limit the Plan's ability to transact at contract value with participants, is probable.

5. Fair value measurements

Financial Accounting Standards Board Accounting Standards Codification 820, Fair Value Measurements (FASB ASC 820), establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under FASB ASC 820 are described below:

Level 1: Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Plan has the ability to access.

Level 2: Inputs to the valuation methodology include 1) quoted prices for similar assets or liabilities in active markets, 2) quoted prices for identical or similar assets or liabilities in inactive markets, 3) inputs other than quoted prices that are observable for the asset or liability, and 4) inputs that are derived principally from or corroborated by observable market data by correlation or other means. If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs. Following is a description of the valuation methodologies used for assets measured at fair value.

Mutual funds: valued at the net asset value (NAV) based on quoted market prices of shares held by the Plan at year end.

Self-directed brokerage accounts: Accounts primarily consist of common stock and cash equivalents that are valued on the basis of readily determinable market prices.

Cash equivalents: interest-bearing money market funds are valued at the current dollar value at year-end.

SPENCER'S TV & APPLIANCE 401(K) PROFIT SHARING PLAN

Notes to Financial Statements

December 31, 2022 and 2021

5. Fair value measurements, continued

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Plan believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following tables set forth by level, within the fair value hierarchy, the Plan's assets at fair value as of December 31, 2022 and 2021:

Assets at Fair Value as of December 31, 2022

		<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>		<u>Total</u>
Cash equivalents	\$	1,567,161	-	-	\$	1,567,161
Mutual funds		14,187,242	-	-		14,187,242
Self-directed brokerage accounts		<u>762,984</u>	<u>-</u>	<u>-</u>		<u>762,984</u>
Total assets at fair value	\$	<u>16,517,387</u>	<u>-</u>	<u>-</u>	\$	<u>16,517,387</u>

Assets at Fair Value as of December 31, 2021

		<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>		<u>Total</u>
Cash equivalents	\$	1,502,603	-	-	\$	1,502,603
Mutual funds		16,930,951	-	-		16,930,951
Self-directed brokerage accounts		<u>907,086</u>	<u>-</u>	<u>-</u>		<u>907,086</u>
Total assets at fair value	\$	<u>19,340,640</u>	<u>-</u>	<u>-</u>	\$	<u>19,340,640</u>

6. Reconciliation to Form 5500

The following is a reconciliation of net assets available for benefits in the financial statements to the Form 5500 for the years ended December 31, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Net assets available for benefits in the financial statements	\$ 17,719,949	20,516,136
Deemed defaulted loans	23,155	23,155
Employee receivables	-	(18,032)
Employer receivables	-	(3,476)
Corrective distributions payable	<u>13,605</u>	<u>11,361</u>
Net assets available for benefits on Form 5500	\$ <u>17,756,709</u>	<u>20,529,144</u>

SPENCER'S TV & APPLIANCE 401(K) PROFIT SHARING PLAN
Notes to Financial Statements
December 31, 2022 and 2021

6. Reconciliation to Form 5500, continued

The following is a reconciliation of changes in net assets available for benefits in the financial statements to the Form 5500 for the years ended December 31, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Changes in net assets available for benefits in the financial statements	\$ (2,796,187)	2,487,857
Deemed defaulted loans, net	-	1,407
Employee contributions receivable	-	(18,032)
Employer contributions receivable	-	(3,476)
Employee contributions receivable, prior year	18,032	-
Employer contributions receivable, prior year	3,476	-
Corrective distributions payable, current year	13,605	11,361
Corrective distributions payable, prior year	<u>(11,361)</u>	<u>(11,140)</u>
Changes in net assets available for benefits on Form 5500	\$ <u>(2,772,435)</u>	<u>2,467,977</u>

7. Party-in-Interest and Related Party Transactions

The Plan allows for transactions with certain parties who may perform services or have fiduciary responsibilities to the Plan. The Custodian of the Plan assets, record keeper, investment advisor, participating employers, and other service providers are considered parties-in-interest with respect to the Plan. Certain Plan investments are shares of mutual funds managed by the Custodian. The Plan issues loans to participants, which are secured by the balance in the participant's account. Such transactions are party-in-interest and related party transactions for which a statutory exemption exists.

Effective January 1, 2015, the Plan sponsor adopted the Spencer's Air Conditioning & Appliance, Inc. Employee Stock Ownership Plan. The Plan constitutes an employee stock ownership plan within the meaning of Code Section 4975 (e) (7) and is designed to invest primarily in qualifying employer securities. Employees become eligible to participate in the plan on January 1 or July 1 after completing one year of service, providing they have worked 1,000 hours during that time period. Participants should refer to the Plan document for a more complete description of the Plan's provisions.

8. Subsequent Events

Management reviewed the financial statements for subsequent events through October 13, 2023, the date the financial statements were available to be issued.

Effective January 2, 2023 the Plan was amended the plan for the auto escalation cap to increase from 5% to 10%.

SPENCER'S TV & APPLIANCE 401(K) PROFIT SHARING PLAN
Supplemental Information
December 31, 2022

SPENCER'S TV & APPLIANCE 401(K) PROFIT SHARING PLAN**EIN: 86-0292380 Plan Number: 002****Supplemental Schedule I****Schedule H, line 4i - Schedule of Assets (Held at End of Year)****Plan Year End: December 31, 2022**

Party- in- interest	Identity of issue, borrower, lessor, or similar party	Description of investment including maturity date, rate of interest, collateral, par, or maturity value	Current value
	American Funds American Mutual Fund	Mutual Fund	\$ 615,629
	PGIM Global Total Return	Mutual Fund	43,217
	J H Enterprise	Mutual Fund	719,251
	J H Growth & Income	Mutual Fund	87,430
	VRS Partners A	Mutual Fund	135,438
	Hartfield International Stock	Mutual Fund	227,309
	Columbia Dividend Income Fund	Mutual Fund	873,280
*	Fidelity Freedom 2060	Mutual Fund	263,341
*	Fidelity Freedom 2065	Mutual Fund	54,069
*	Fidelity Contrafund K	Mutual Fund	1,759,174
*	Fidelity Pacific Basin	Mutual Fund	130,919
*	Fidelity Real Estate	Mutual Fund	121,017
*	Fidelity Low Priced Stock K	Mutual Fund	57,736
*	Fidelity Emerging Markets K	Mutual Fund	152,698
*	Fidelity Stock Select Small Cap	Mutual Fund	163,304
*	Fidelity Freedom Income	Mutual Fund	175,233
*	Fidelity Freedom 2020	Mutual Fund	362,906
*	Fidelity Freedom 2030	Mutual Fund	633,337
*	Fidelity Select Natural Resources	Mutual Fund	221,769
*	Fidelity Freedom 2040	Mutual Fund	654,793
*	Fidelity Inflation Protected Bond	Mutual Fund	57,992
*	Fidelity Freedom 2005	Mutual Fund	628
*	Fidelity Freedom 2015	Mutual Fund	95,680
*	Fidelity Freedom 2025	Mutual Fund	884,890
*	Fidelity Freedom 2035	Mutual Fund	631,925
*	Fidelity International Index	Mutual Fund	516,324
*	Fidelity 500 Index	Mutual Fund	2,748,388
*	Fidelity Freedom 2045	Mutual Fund	472,677
*	Fidelity Freedom 2050	Mutual Fund	309,554
*	Fidelity US Bond Index	Mutual Fund	536,543
*	Fidelity Freedom 2055	Mutual Fund	197,647
*	Fidelity Small Cap Index	Mutual Fund	116,698
*	Fidelity Mid Cap Index	Mutual Fund	166,446
*	Fidelity Government Money Market	Cash Equivalent	1,567,161
	WT G Retirement Income Fund	Stable Value Fund	508,014

See accompanying independent auditors' report

SPENCER'S TV & APPLIANCE 401(K) PROFIT SHARING PLAN

EIN: 86-0292380 Plan Number: 002

Supplemental Schedule I

Schedule H, line 4i - Schedule of Assets (Held at End of Year)

Plan Year End: December 31, 2022

Party-in-interest	Identity of issue, borrower, lessor, or similar party	Description of investment including maturity date, rate of interest, collateral, par, or maturity value	Current value
	Self-directed Brokerage Accounts	Cash Equivalents, Mutual Funds and Common Stocks	762,984
*	Participant Loans	Interest Rates: 5.25% - 8.25%	708,153
			<u>\$ 17,733,554</u>

* denotes party-in-interest

See accompanying independent auditors' report

SPENCER'S TV & APPLIANCE 401(K) PROFIT SHARING PLAN
Financial Statements
December 31, 2022 and 2021



EVERS ROBINSON LTD
ACCOUNTING FOR GROWTH LLC

4747 NORTH 7TH STREET, SUITE 413, PHOENIX, AZ 85014
P 602.230.9480 F 602.230.9570

Independent Auditors' Report

The Trustees and Plan Sponsor
Spencer's TV & Appliance 401(k) Profit Sharing Plan

Scope and Nature of the ERISA Section 103(a)(3)(C) Audit

We have performed an audit of the financial statements of Spencer's TV & Appliance 401(k) Profit Sharing Plan, an employee benefit plan subject to the Employee Retirement Income Security Act of 1974 (ERISA), as permitted by ERISA Section 103(a)(3)(C) (ERISA Section 103(a)(3)(C) audit). The financial statements comprise the statements of net assets available for benefits as of December 31, 2022 and 2021, and the related statements of changes in net assets available for benefits for the years then ended, and the related notes to the financial statements.

Management, having determined it is permissible in the circumstances, has elected to have the audit of the financial statements performed in accordance with ERISA Section 103(a)(3)(C) pursuant to 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA. As permitted by ERISA Section 103(a)(3)(C), our audit need not extend to any statements or information related to assets held for investment of the plan (investment information) by a bank or similar institution or insurance carrier that is regulated, supervised, and subject to periodic examination by a state or federal agency, provided that the statements or information regarding assets so held are prepared and certified to by the bank or similar institution or insurance carrier in accordance with 29 CFR 2520.103-5 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA (qualified institution).

Management has obtained certifications from a qualified institution as of and for the years ended December 31, 2022 and 2021, stating that the certified investment information, as described in Note 3 to the financial statements, is complete and accurate.

Opinion

In our opinion, based on our audit and on the procedures performed as described in the Auditor's Responsibilities for the Audit of the Financial Statements section –

- the amounts and disclosures in the accompanying financial statements, other than those agreed to or derived from the certified investment information, are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America.
- the information in the financial statements related to assets held by and certified to by a qualified institution agrees to, or is derived from, in all material respects, the information prepared and certified by an institution that management determined meets the requirements of ERISA Section 103(a)(3)(C).

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Spencer's TV & Appliance 401(k) Profit Sharing Plan and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our ERISA Section 103(a)(3)(C) audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error. Management's election of the ERISA Section 103(a)(3)(C) audit does not affect management's responsibility for the financial statements.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Spencer's TV & Appliance 401(k) Profit Sharing Plan's ability to continue as a going concern for one year after the date the financial statements are available to be issued.

Management is also responsible for maintaining a current plan instrument, including all plan amendments; administering the plan; and determining that the plan's transactions that are presented and disclosed in the financial statements are in conformity with the plan's provisions, including maintaining sufficient records with respect to each of the participants, to determine the benefits due or which may become due to such participants.

Auditor's Responsibilities for the Audit of the Financial Statements

Except as described in the Scope and Nature of the ERISA Section 103(a)(3)(C) Audit of the Financial Statements section of our report, our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Spencer's TV & Appliance 401(k) Profit Sharing Plan's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about Spencer's TV & Appliance 401(k) Profit Sharing Plan's ability to continue as a going concern for a reasonable period of time.

Our audit did not extend to the certified investment information, except for obtaining and reading the certification, comparing the certified investment information with the related information presented and disclosed in the financial statements, and reading the disclosures relating to the certified investment information to assess whether they are in accordance with the presentation and disclosure requirements of accounting principles generally accepted in the United States of America.

Accordingly, the objective of an ERISA Section 103(a)(3)(C) audit is not to express an opinion about whether the financial statements as a whole are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America.

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

Other Matters

Supplemental Schedule Required by ERISA

The supplemental schedule of Schedule of Assets (Held at End of Year) as of December 31, 2022 is presented for purposes of additional analysis and is not a required part of the financial statements but is supplementary information required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA. Such information is the responsibility of management and was derived from and directly relates to the underlying accounting and other records used to prepare the financial statements. The information included in the supplemental schedule, other than that agreed to or derived from the certified investment information, has been subjected to auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or the financial statements themselves, and other additional procedures in accordance with

GAAS. For information included in the supplemental schedule that agreed to or is derived from the certified investment information, we compared such information to the related certified investment information.

In forming our opinion on the supplemental schedule, we evaluated whether the supplemental schedule, other than the information agreed to or derived from the certified investment information, including its form and content, is presented in conformity with the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA.

In our opinion –

- the form and content of the supplemental schedule, other than the information in the supplemental schedule that agreed to or is derived from the certified investment information, is presented, in all material respects, in conformity with the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA.
- the information in the supplemental schedule related to assets held by and certified to by a qualified institution agrees to or is derived from, in all material respects, the information prepared and certified by an institution that management determined meets the requirements of ERISA Section 103(a)(3)(C).

Evers Robinson Ltd.

Phoenix, Arizona
October 13, 2023

SPENCER'S TV & APPLIANCE 401(K) PROFIT SHARING PLAN
Statements of Net Assets Available for Benefits
December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Investments at fair value:		
Cash equivalents	\$ 1,567,161	1,502,603
Mutual funds	14,187,242	16,930,951
Self-directed brokerage accounts	<u>762,984</u>	<u>907,086</u>
	16,517,387	19,340,640
Investments at contract value:		
Stable value fund	<u>508,014</u>	<u>526,256</u>
 Total investments	 <u>17,025,401</u>	 <u>19,866,896</u>
 Receivables:		
Participant contributions	-	18,032
Employer contributions	-	3,476
Notes receivable from participants	<u>708,153</u>	<u>639,093</u>
 Total receivables	 <u>708,153</u>	 <u>660,601</u>
 Total assets	 <u>17,733,554</u>	 <u>20,527,497</u>
 Liabilities:		
Corrective distributions	<u>(13,605)</u>	<u>(11,361)</u>
 Net assets available for benefits	 <u><u>\$ 17,719,949</u></u>	 <u><u>20,516,136</u></u>

See accompanying notes to financial statements

SPENCER'S TV & APPLIANCE 401(K) PROFIT SHARING PLAN

Statements of Changes in Net Assets Available for Benefits

For the Years Ended December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Investment and other income (loss):		
Net appreciation (depreciation) in fair value of investments	\$ (3,846,725)	1,292,594
Interest & dividends	958,208	1,243,363
Participant loan interest	43,757	39,860
	<u>(2,844,760)</u>	<u>2,575,817</u>
Self-directed brokerage investment income (loss):		
Net appreciation (depreciation) in fair value of investments	(292,625)	73,728
Interest & dividends	10,466	3,173
	<u>(282,159)</u>	<u>76,901</u>
Contributions:		
Participant	1,725,535	1,655,632
Employer	267,719	283,500
Rollover	43,678	73,764
	<u>2,036,932</u>	<u>2,012,896</u>
Distributions and expenses:		
Benefits paid to participants	(1,678,021)	(2,121,366)
Deemed distributed loans	-	(31,382)
Corrective distributions	(13,605)	(11,361)
Administrative expenses	(14,574)	(13,648)
	<u>(1,706,200)</u>	<u>(2,177,757)</u>
Change in net assets available for benefits	(2,796,187)	2,487,857
Net assets available for benefits:		
Beginning of year	<u>20,516,136</u>	<u>18,028,279</u>
End of year	<u><u>\$ 17,719,949</u></u>	<u><u>20,516,136</u></u>

See accompanying notes to financial statements

SPENCER'S TV & APPLIANCE 401(K) PROFIT SHARING PLAN

Notes to Financial Statements

December 31, 2022 and 2021

1. Summary of significant accounting policies

The following is a summary of the significant accounting policies followed by Spencer's TV & Appliance 401(k) Profit Sharing Plan (the Plan). The policies conform with accounting principles generally accepted in the United States of America, which require management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of additions and deductions during the reporting period. Actual results could differ from those estimates.

The plan is sponsored by Spencer's Air Conditioning & Appliance, Inc., and has been adopted by AmeriFlow Water Systems, Inc. and Genuine Home Appliances, Inc. (Genuine), which are considered affiliated employers or participating employers. Spencer's Air Conditioning & Appliance, Inc., AmeriFlow Water Inc., and Genuine Home Appliances, Inc. will be referred to as the Company in these notes to the financial statements.

a. Investments

Mutual funds are stated at fair value based on the quoted market prices. Purchases and sales of securities are recorded on a trade-date basis and interest income is recorded on an accrual basis. Most investment options have management fees that reduce the overall return on assets. Net appreciation (depreciation) is inclusive of those fees.

A self-directed brokerage account option is also available to allow participants to select investment options not specifically offered by the Plan. Self-directed brokerage accounts include investments in cash and cash equivalents and common stocks. Common stocks are valued at the closing price reported on the active market on which the individual securities are traded.

b. Cash and cash equivalents

Cash and cash equivalents consist of cash and interest-bearing money market funds.

c. Notes receivable from participants

Notes receivable from participants are measured at their unpaid principal balance plus any accrued but unpaid interest. Delinquent participant loans are reclassified as distributions based upon the terms of the plan document.

d. Investment and administrative expenses

Most administrative expenses are paid directly by the Company. However, the Company retains the right to discontinue paying expenses, in which case the expenses will be paid by the Plan. Loan fees are paid from the account of the participant requesting the loan.

SPENCER'S TV & APPLIANCE 401(K) PROFIT SHARING PLAN

Notes to Financial Statements

December 31, 2022 and 2021

1. Summary of significant accounting policies, continued

e. Income taxes

Effective July 20, 2021, the Plan is utilizing a non-standardized pre-approved document sponsored by FMR, LLC. The document sponsor received a favorable determination letter dated June 30, 2020 from the Internal Revenue Service, which states that the Plan qualifies under the applicable provisions of the Internal Revenue Code. Prior to the above document, the Plan was utilizing a volume submitter document sponsored by Fidelity Management & Research Co. The document sponsor received a favorable determination letter dated March 31, 2014 from the Internal Revenue Service, which states that the Plan qualifies under the applicable provisions of the Internal Revenue Code.

The Plan has been amended since adopting the documents, however the Company believes that the Plan is currently designed and being operated in compliance with the applicable requirements of the Internal Revenue Code. Therefore, no provision for income taxes has been included in the Plan's financial statements. However, the Plan is subject to examination; generally for a period of three years from filing its Form 5500.

Accounting principles generally accepted in the United States of America require plan management to evaluate tax positions taken by the plan and recognize tax liability if the plan has taken an uncertain position that more likely than not would not be sustained upon examination by the Internal Revenue Service. The Plan is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress.

f. Concentrations of risk

The Plan provides for various investment fund options, which in turn invest in any combination of mutual funds and other investments. Investments are exposed to various risks, such as interest rate, credit and overall market volatility risks. Due to the level of risk associated with certain investments, it is reasonably possible that changes in the near term could materially affect participants' account balances and the amounts reported in the statements of net assets available for benefits and the changes in net assets available for benefits.

g. Corrective distributions

Corrective distributions represent refunds due to participants for contributions made in excess of amounts allowed by Plan provisions. These amounts are generally reimbursed to the participants in the subsequent year.

SPENCER'S TV & APPLIANCE 401(K) PROFIT SHARING PLAN

Notes to Financial Statements

December 31, 2022 and 2021

2. Description of plan

The following description of the Plan provides only general information. Participants should refer to the Plan document for a more complete description of the Plan's provisions.

a. General

The Plan, established July 1, 1982, is a defined contribution 401(k) profit sharing plan covering employees with at least one year of service to the Company. The Plan has no minimum age requirements. Effective January 1, 2022 the Plan was amended to change eligibility from 1 year of service (completion of 1,000 hours) to completion of 12 months of service. Employees may become participants on January 1, April 1, July 1 or October 1 coinciding with or next following completion of the eligibility requirements. The Plan is subject to the requirements of the Employee Retirement Income Security Act of 1974 (ERISA).

b. Contributions

Each participant may make salary deferral contributions of up to 90% of his/her annual compensation, not to exceed the annual deferral limit set by the Internal Revenue Code. Catch-up contributions are permitted for participants age 50 and older. The Plan also allows participants to make rollover and Roth contributions.

Each plan year, the Company may elect to make a discretionary matching contribution to eligible groups of employees. The Company's matching contribution for 2022 and 2021 was a maximum of 1.5% of the participant's eligible compensation, not to exceed deferral contributions, for each payroll period in which the participant made a deferral contribution. The Company contributed matching contributions of \$267,719 in 2022 and \$283,500 in 2021, net of forfeitures.

The Company may also make a discretionary contribution to all eligible participants. The exact percentage or amount is determined annually by the Company and is allocated based on each participant's proportionate share of the total compensation paid to all participants during the plan year. Participants who are actively employed on the last day of the plan year and have completed 1,000 hours of service during the plan year are eligible to receive an allocation of the discretionary contribution. For the plan years ended December 31, 2022 and 2021, the Company did not make any discretionary contributions.

Participants are automatically enrolled in the plan on the first of the quarter coinciding with or following completion of the eligibility requirements, unless they elect otherwise. The deferral amount is equal to 2% of compensation. Automatic enrollment contributions will increase by 1% on July 1st each year until the deferral percentage reaches 5% of compensation.

SPENCER'S TV & APPLIANCE 401(K) PROFIT SHARING PLAN

Notes to Financial Statements

December 31, 2022 and 2021

2. Description of plan, continued

c. Vesting

Each participant is immediately vested in his/her salary deferral, catch-up, and rollover contributions, and any earnings or losses on those contributions. The remainder of a participant's account balance is vested based on years of service. Participants vest at 20% after two years of service, and the percentage increases by 20% annually until the participant is fully vested after six years of service.

The forfeiture account balance was \$11,302 and \$16,163 at December 31, 2022 and 2021 respectively. The Plan document provides that forfeitures may be used to pay administrative expenses or to reduce the Company's contribution. For the years ended December 31, 2022 and 2021, forfeitures of \$21,767 and \$4,253 were used to offset employer contributions, respectively.

d. Participant accounts

Each participant's account is credited with the participant's salary deferral, catch-up, and rollover contributions, Company matching and discretionary contributions, and Plan earnings/losses. Plan earnings/losses are allocated based on account balances, as defined in the Plan document.

Each participant directs the investment of his/her account into various investment options offered by the Plan through Fidelity Management Trust Company.

e. Payment of benefits

Each participant is entitled to Plan benefits equal to 100% of his/her vested account balance. Benefits begin upon the earliest of retirement age, termination of employment, total and permanent disability or death of the participant. Benefits are paid in a lump-sum as soon as administratively feasible following the date on which a distribution is requested or is otherwise payable. The Plan permits hardship and in-service distributions under certain circumstances.

The Coronavirus Aid, Relief, and Economic Security ("CARES") Act was signed into law on March 27, 2020. The CARES Act allows changes to Plan distributions and loans. The Plan is permitted to implement the provisions and retrospectively adopt those provisions. The Plan intends to retrospectively adopt the distribution provisions of the CARES Act.

f. Loans

The Plan permits participants to borrow from their fund accounts a minimum of \$1,000 up to a maximum equal to the lesser of \$50,000 or 50% of their vested account balance. The loans are secured by the balance in the participant's account and bear interest at rates that range from 5.25% to 8.25%. Principal and interest are paid ratably through payroll deductions.

SPENCER'S TV & APPLIANCE 401(K) PROFIT SHARING PLAN

Notes to Financial Statements

December 31, 2022 and 2021

2. Description of plan, continued

g. Plan termination

The Company has the right under the Plan to discontinue its contributions at any time and to terminate the Plan subject to the provisions of ERISA. In the event of Plan termination, each participant will become fully vested in his/her account.

3. Information certified by the Custodian (unaudited)

At December 31, 2022 and 2021 the Plan's assets were held by Fidelity Management Trust Company (the Custodian). The following is a summary of the Plan's financial information that is included in the financial statements based on information certified by the Custodian as complete and accurate in accordance with Section 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA.

	<u>2022</u>	<u>2021</u>
Cash and cash equivalents	\$ 1,567,161	1,502,603
Mutual funds	14,187,242	16,930,951
Stable Value Fund	508,014	526,256
Self-directed brokerage accounts	762,984	907,086
Notes receivable from participants	<u>708,153</u>	<u>639,093</u>
	\$ <u>17,733,554</u>	<u>20,505,989</u>
Net appreciation (depreciation) in fair value of investments	\$ (3,846,725)	1,292,594
Interest and dividend income	958,208	1,243,363
Net appreciation (depreciation) in fair value of self-directed brokerage accounts	(292,625)	73,728
Interest and dividend income of self-directed brokerage accounts	10,466	3,173
Participant loan interest	<u>43,757</u>	<u>39,860</u>
	\$ <u>(3,126,919)</u>	<u>2,652,718</u>

4. Fully benefit-responsive investment contract

The Plan entered into a benefit-responsive investment contract, a stable value fund (SVF), with the Wilmington Trust Collective Investment Trust II (Wilmington). Wilmington maintains the contributions in a general account. The SVF issuer is contractually obligated to repay the principal and a specified interest rate that is guaranteed to the Plan.

SPENCER'S TV & APPLIANCE 401(K) PROFIT SHARING PLAN

Notes to Financial Statements

December 31, 2022 and 2021

4. Fully benefit-responsive investment contract, continued

Because the stable value fund is fully benefit-responsive, contract value is the relevant measurement attribute for that portion of the net assets available for benefits attributable to the guaranteed investment contract. Contract value, as reported to the Plan by Wilmington, represents contributions made under the contract, plus earnings, less participant withdrawals and applicable expenses. Participants may ordinarily direct the withdrawal or transfer of all or a portion of their investment at contract value.

Certain events that are not in the ordinary course of fund operations may limit the ability of the Plan to transact at contract value with the issuer. The Plan administrator does not believe that the occurrence of any events, which would limit the Plan's ability to transact at contract value with participants, is probable.

5. Fair value measurements

Financial Accounting Standards Board Accounting Standards Codification 820, Fair Value Measurements (FASB ASC 820), establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under FASB ASC 820 are described below:

Level 1: Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Plan has the ability to access.

Level 2: Inputs to the valuation methodology include 1) quoted prices for similar assets or liabilities in active markets, 2) quoted prices for identical or similar assets or liabilities in inactive markets, 3) inputs other than quoted prices that are observable for the asset or liability, and 4) inputs that are derived principally from or corroborated by observable market data by correlation or other means. If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs. Following is a description of the valuation methodologies used for assets measured at fair value.

Mutual funds: valued at the net asset value (NAV) based on quoted market prices of shares held by the Plan at year end.

Self-directed brokerage accounts: Accounts primarily consist of common stock and cash equivalents that are valued on the basis of readily determinable market prices.

Cash equivalents: interest-bearing money market funds are valued at the current dollar value at year-end.

SPENCER'S TV & APPLIANCE 401(K) PROFIT SHARING PLAN

Notes to Financial Statements

December 31, 2022 and 2021

5. Fair value measurements, continued

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Plan believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following tables set forth by level, within the fair value hierarchy, the Plan's assets at fair value as of December 31, 2022 and 2021:

Assets at Fair Value as of December 31, 2022

		<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>		<u>Total</u>
Cash equivalents	\$	1,567,161	-	-	\$	1,567,161
Mutual funds		14,187,242	-	-		14,187,242
Self-directed brokerage accounts		<u>762,984</u>	<u>-</u>	<u>-</u>		<u>762,984</u>
Total assets at fair value	\$	<u>16,517,387</u>	<u>-</u>	<u>-</u>	\$	<u>16,517,387</u>

Assets at Fair Value as of December 31, 2021

		<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>		<u>Total</u>
Cash equivalents	\$	1,502,603	-	-	\$	1,502,603
Mutual funds		16,930,951	-	-		16,930,951
Self-directed brokerage accounts		<u>907,086</u>	<u>-</u>	<u>-</u>		<u>907,086</u>
Total assets at fair value	\$	<u>19,340,640</u>	<u>-</u>	<u>-</u>	\$	<u>19,340,640</u>

6. Reconciliation to Form 5500

The following is a reconciliation of net assets available for benefits in the financial statements to the Form 5500 for the years ended December 31, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Net assets available for benefits in the financial statements	\$ 17,719,949	20,516,136
Deemed defaulted loans	23,155	23,155
Employee receivables	-	(18,032)
Employer receivables	-	(3,476)
Corrective distributions payable	<u>13,605</u>	<u>11,361</u>
Net assets available for benefits on Form 5500	\$ <u>17,756,709</u>	<u>20,529,144</u>

SPENCER'S TV & APPLIANCE 401(K) PROFIT SHARING PLAN
Notes to Financial Statements
December 31, 2022 and 2021

6. Reconciliation to Form 5500, continued

The following is a reconciliation of changes in net assets available for benefits in the financial statements to the Form 5500 for the years ended December 31, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Changes in net assets available for benefits in the financial statements	\$ (2,796,187)	2,487,857
Deemed defaulted loans, net	-	1,407
Employee contributions receivable	-	(18,032)
Employer contributions receivable	-	(3,476)
Employee contributions receivable, prior year	18,032	-
Employer contributions receivable, prior year	3,476	-
Corrective distributions payable, current year	13,605	11,361
Corrective distributions payable, prior year	<u>(11,361)</u>	<u>(11,140)</u>
Changes in net assets available for benefits on Form 5500	\$ <u>(2,772,435)</u>	<u>2,467,977</u>

7. Party-in-Interest and Related Party Transactions

The Plan allows for transactions with certain parties who may perform services or have fiduciary responsibilities to the Plan. The Custodian of the Plan assets, record keeper, investment advisor, participating employers, and other service providers are considered parties-in-interest with respect to the Plan. Certain Plan investments are shares of mutual funds managed by the Custodian. The Plan issues loans to participants, which are secured by the balance in the participant's account. Such transactions are party-in-interest and related party transactions for which a statutory exemption exists.

Effective January 1, 2015, the Plan sponsor adopted the Spencer's Air Conditioning & Appliance, Inc. Employee Stock Ownership Plan. The Plan constitutes an employee stock ownership plan within the meaning of Code Section 4975 (e) (7) and is designed to invest primarily in qualifying employer securities. Employees become eligible to participate in the plan on January 1 or July 1 after completing one year of service, providing they have worked 1,000 hours during that time period. Participants should refer to the Plan document for a more complete description of the Plan's provisions.

8. Subsequent Events

Management reviewed the financial statements for subsequent events through October 13, 2023, the date the financial statements were available to be issued.

Effective January 2, 2023 the Plan was amended the plan for the auto escalation cap to increase from 5% to 10%.

SPENCER'S TV & APPLIANCE 401(K) PROFIT SHARING PLAN
Supplemental Information
December 31, 2022

SPENCER'S TV & APPLIANCE 401(K) PROFIT SHARING PLAN**EIN: 86-0292380 Plan Number: 002****Supplemental Schedule I****Schedule H, line 4i - Schedule of Assets (Held at End of Year)****Plan Year End: December 31, 2022**

Party- in- interest	Identity of issue, borrower, lessor, or similar party	Description of investment including maturity date, rate of interest, collateral, par, or maturity value	Current value
	American Funds American Mutual Fund	Mutual Fund	\$ 615,629
	PGIM Global Total Return	Mutual Fund	43,217
	J H Enterprise	Mutual Fund	719,251
	J H Growth & Income	Mutual Fund	87,430
	VRS Partners A	Mutual Fund	135,438
	Hartfield International Stock	Mutual Fund	227,309
	Columbia Dividend Income Fund	Mutual Fund	873,280
*	Fidelity Freedom 2060	Mutual Fund	263,341
*	Fidelity Freedom 2065	Mutual Fund	54,069
*	Fidelity Contrafund K	Mutual Fund	1,759,174
*	Fidelity Pacific Basin	Mutual Fund	130,919
*	Fidelity Real Estate	Mutual Fund	121,017
*	Fidelity Low Priced Stock K	Mutual Fund	57,736
*	Fidelity Emerging Markets K	Mutual Fund	152,698
*	Fidelity Stock Select Small Cap	Mutual Fund	163,304
*	Fidelity Freedom Income	Mutual Fund	175,233
*	Fidelity Freedom 2020	Mutual Fund	362,906
*	Fidelity Freedom 2030	Mutual Fund	633,337
*	Fidelity Select Natural Resources	Mutual Fund	221,769
*	Fidelity Freedom 2040	Mutual Fund	654,793
*	Fidelity Inflation Protected Bond	Mutual Fund	57,992
*	Fidelity Freedom 2005	Mutual Fund	628
*	Fidelity Freedom 2015	Mutual Fund	95,680
*	Fidelity Freedom 2025	Mutual Fund	884,890
*	Fidelity Freedom 2035	Mutual Fund	631,925
*	Fidelity International Index	Mutual Fund	516,324
*	Fidelity 500 Index	Mutual Fund	2,748,388
*	Fidelity Freedom 2045	Mutual Fund	472,677
*	Fidelity Freedom 2050	Mutual Fund	309,554
*	Fidelity US Bond Index	Mutual Fund	536,543
*	Fidelity Freedom 2055	Mutual Fund	197,647
*	Fidelity Small Cap Index	Mutual Fund	116,698
*	Fidelity Mid Cap Index	Mutual Fund	166,446
*	Fidelity Government Money Market	Cash Equivalent	1,567,161
	WT G Retirement Income Fund	Stable Value Fund	508,014

See accompanying independent auditors' report

SPENCER'S TV & APPLIANCE 401(K) PROFIT SHARING PLAN

EIN: 86-0292380 Plan Number: 002

Supplemental Schedule I

Schedule H, line 4i - Schedule of Assets (Held at End of Year)

Plan Year End: December 31, 2022

Party-in-interest	Identity of issue, borrower, lessor, or similar party	Description of investment including maturity date, rate of interest, collateral, par, or maturity value	Current value
	Self-directed Brokerage Accounts	Cash Equivalents, Mutual Funds and Common Stocks	762,984
*	Participant Loans	Interest Rates: 5.25% - 8.25%	708,153
			<u>\$ 17,733,554</u>

* denotes party-in-interest

See accompanying independent auditors' report