

TEUTECH LLC
FINANCIAL INFORMATION (IN US \$)
FOR THE YEAR ENDED MARCH 31, 2024

TEUTECH LLC

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COMPILATION ENGAGEMENT REPORT

To the Shareholder of: Teutech LLC

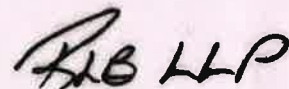
On the basis of information provided by management, we have compiled the balance sheet of Teutech LLC as at March 31, 2024 and the statement of (loss) earnings and deficit for the year then ended, and the notes to the financial information, which describes the basis of accounting applied in the preparation of the compiled financial information and other explanatory information ("financial information").

Management is responsible for the accompanying financial information, including the accuracy and completeness of the underlying information used to compile it and the selection of the basis of accounting.

We performed this engagement in accordance with Canadian Standard on Related Services (CSRS) 4200, Compilation Engagements, which requires us to comply with relevant ethical requirements. Our responsibility is to assist management in the preparation of the financial information.

We did not perform an audit engagement or a review engagement, nor were we required to perform procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an audit opinion or a review conclusion, or provide any form of assurance on the financial information.

Readers are cautioned that the financial information may not be appropriate for their purposes.



Guelph, Ontario
May 24, 2024

Chartered Professional Accountants
Licensed Public Accountants

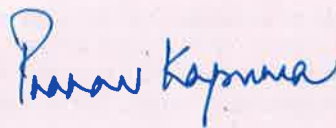
TEUTECH LLC**BALANCE SHEET (IN US \$)****AS AT MARCH 31, 2024**

	2024	2023
ASSETS		
CURRENT		
Cash	\$ 803,809	\$ 168,559
Accounts receivable	221,277	533,873
Income taxes recoverable	0	36
Inventory	103,251	100,926
Prepaid expenses	<u>59,752</u>	<u>23,492</u>
	1,188,089	826,886
CAPITAL ASSETS (note 3)	<u>671,791</u>	<u>785,459</u>
	<u>\$ 1,859,880</u>	<u>\$ 1,612,345</u>
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	\$ 47,555	\$ 91,211
Government remittances payable	56,590	21,959
Income taxes payable	9,072	0
Payable to related parties	<u>3,119,734</u>	<u>2,690,478</u>
	<u>3,232,951</u>	<u>2,803,648</u>
SHAREHOLDER'S DEFICIT		
SHARE CAPITAL		
Issued Capital		
490 Common shares	1	1
DEFICIT	<u>(1,373,072)</u>	<u>(1,191,304)</u>
	<u>(1,373,071)</u>	<u>(1,191,303)</u>
	<u>\$ 1,859,880</u>	<u>\$ 1,612,345</u>

Ramon Kaprielian

TEUTECH LLC**STATEMENT OF (LOSS) EARNINGS AND DEFICIT (IN US \$)****FOR THE YEAR ENDED MARCH 31, 2024**

	2024	2023
REVENUE	<u>\$ 3,158,433</u>	<u>\$ 3,720,703</u>
COST OF SALES	<u>2,164,259</u>	<u>2,878,562</u>
GROSS PROFIT	<u>994,174</u>	<u>842,141</u>
OPERATING EXPENSES		
Amortization	105,975	103,176
General, selling and administrative	<u>1,142,437</u>	<u>1,164,440</u>
	<u>1,248,412</u>	<u>1,267,616</u>
LOSS FROM OPERATIONS	(254,238)	(425,475)
OTHER INCOME	<u>81,577</u>	<u>665,398</u>
(LOSS) EARNINGS BEFORE INCOME TAXES	(172,661)	239,923
PROVISION FOR INCOME TAXES	<u>9,107</u>	<u>0</u>
NET (LOSS) EARNINGS for the year	(181,768)	239,923
DEFICIT, beginning of year	<u>(1,191,304)</u>	<u>(1,431,227)</u>
DEFICIT, end of year	<u><u>\$(1,373,072)</u></u>	<u><u>\$(1,191,304)</u></u>



TEUTECH LLC**NOTES TO THE FINANCIAL INFORMATION****FOR THE YEAR ENDED MARCH 31, 2024**

1. NATURE OF BUSINESS

The company is incorporated under the provisions of the Limited Liability Company Act of the State of Alabama, U.S.A. and is primarily involved in operating a machining, stamping and fabrication facility primarily for the automotive sector.

2. BASIS OF ACCOUNTING

The basis of accounting applied in the preparation of the balance sheet of Teutech LLC as at March 31, 2024, and the income statement for the year then ended, is the historical cost basis and reflects cash transactions with the addition of:

- a) Accounts receivable which are recorded less an allowance for doubtful accounts
- b) Inventory is valued using the first-in, first-out (FIFO) method
- c) Prepaid expenses pertain to future periods
- d) Capital assets are amortized on the basis of their estimated useful life using the following methods and rates:

Furniture and fixtures	- 20 % declining balance basis
Equipment	- 10 % declining balance basis
Leaseholds	- 3 years straight line basis

Amortization is recorded at 50% of the above rates in the year of addition.

- e) Accounts payable and accrued liabilities which are as at the reporting date
- f) Current income taxes payable are as at the reporting date
- g) Revenue is recognized as goods are shipped and collection is reasonably assured
- h) Recognizing the grants or subsidies from the Government under the same head of expense or an asset in case it pertains to the same accounting period to reflect the effective net cost to the organization. In case the grant or subsidy pertains to a different accounting period or non-relatable to the any particular expense or an asset, it is recognized as "Other Income".

3. CAPITAL ASSETS

	Cost	Accumulated Amortization	Net 2024	Net 2023
Furniture and fixtures	\$ 5,626	\$ 24	\$ 5,602	\$ 0
Equipment	1,333,063	666,875	666,188	785,458
Leaseholds	<u>29,500</u>	<u>29,499</u>	<u>1</u>	<u>1</u>
	<u>\$ 1,368,189</u>	<u>\$ 696,398</u>	<u>\$ 671,791</u>	<u>\$ 785,459</u>

