

OFFERING MEMORANDUM

PART II OF OFFERING STATEMENT (EXHIBIT A TO FORM C)

N-Gen Technologies, Inc.

13393 Samantha Ave
San Diego, CA 92129

N-Gen.com



1000 shares of Common Stock

A crowdfunding investment involves risk. You should not invest any funds in this offering unless you can afford to lose your entire investment.

In making an investment decision, investors must rely on their own examination of the issuer and the terms of the offering, including the merits and risks involved. These securities have not been recommended or approved by any federal or state securities commission or regulatory authority. Furthermore, these authorities have not passed upon the accuracy or adequacy of this document.

The U.S. Securities and Exchange Commission does not pass upon the merits of any securities offered or the terms of the offering, nor does it pass upon the accuracy or completeness of any offering document or literature.

These securities are offered under an exemption from registration; however, the U.S. Securities and Exchange Commission has not made an independent determination that these securities are exempt from registration.

THE OFFERING

Maximum 107,000 shares of common stock (\$1,070,000)

Minimum 1,000 shares of common stock (\$10,000)

Maximum investment amount equals 10,700 shares of common stock (\$107,000)

Minimum investment amount equals 10 shares of common stock (\$100)

Company	N-Gen Technologies, Inc.
Corporate Address	13393 Samantha Ave., San Diego, CA. 92129
Description of Business	N-Gen Technologies is a power generation company focused on distributed electrical production. N-Gen's first product is a Home Power Appliance where consumers can generate their own electricity more cost effectively than the utilities with less pollution.
Type of Security Offered	Common Stock (the "Shares", or the "Securities")
Purchase Price of Security Offered	\$10.00
Minimum Investment Amount (per investor)	\$100.00

Perks

\$1,000 - \$2,990 Investment: Priority on Pre-Order List for an N-Gen1 Package and a \$100 Package discount (does not include install)

\$2,500 - \$4,990 Investment: Priority on Pre-Order List for an N-Gen1 Package and a \$500 Package Discount (does not include install)

\$5,000 - \$9,990 Investment: Priority on Pre-Order List for an N-Gen1 Package and a \$1,000 Package Discount (does not include install)

\$10,000 - \$49,990 Investment: Priority on Pre-Order List for an N-Gen1 Package and a \$2,500 Package Discount (does not include install)

\$50,000+ Investment: Priority on Pre-Order List for N-Gen1 Packages, a \$10,000 Discount on 2 N-Gen1 Packages (does not include install), an N-Gen Shop Tour with

the Founders (travel and lodging not included), and a signed Lithograph of the N-Gen1 design

Multiple Closings

If we reach the target offering amount prior to the offering deadline, we may conduct the first of multiple closings of the offering early, if we provide notice about the new offering deadline at least five business days prior (absent a material change that would require an extension of the offering and reconfirmation of the investment commitment).

THE COMPANY AND ITS BUSINESS

The company's business

Description of Business

N-Gen Technologies is focused on power generation products to allow for distributed electrical production. N-Gen's first product which is in development, is a Home Power Appliance where consumers can generate their own electricity more cost effectively than the utilities with less pollution.

Sales, Supply Chain, & Customer Base

N-Gen's initial customer base will be those with a desire to produce their own electricity more affordably and with less environmental impact. N-Gen's first products can be built with any contents supply chain and will be sold with a blend of direct and indirect sales.

Competition

There is currently no significant competition focused on Home Power Appliances utilizing Natural Gas. There are some smaller companies that are selling heat conversion devices for colder climates where the excess heat from the unit can be used to heat the home.

Liabilities and Litigation

N-Gen Technologies does not currently carry any significant liabilities and is involved in no litigation at this time.

The team

Officers and directors

Alan Holsapple	CTO
Chris Anthony	CEO

Alan Holsapple

N-Gen Technologies is the brain child of Alan Holsapple, who identified simple heat engines as a possible solution to the World's Energy needs. Issues with current heat engine designs lead him to leverage his engineering experience with advanced ceramic turbines to greatly simplify and improve upon a dual piston heat motor with modern technology and materials. He's spent the last several years refining his models, prototypes, and engineering for production. With help from friends, family, and interested strangers, he has toiled in his living room, garage, and workshop to create "the N-Gen" of the future. Capable of thermal conversion at almost 50%, this device is set to change how we think about power production. Alan has served as the Owner/Operator of Discount Installation Services since December 2011 whose business is Energy Upgrade Products for Residential and Commercial Customers. Alan has served as CTO of N-Gen since June 2017.

Chris Anthony

Born in Nashville, TN, Chris is an only child and the first in his Blue Ridge Mountain family to graduate from high school. He then went on to attend college at the University of North Carolina where he earned his BS degree in Finance. There he achieved Scholar Athlete and Deans List Honors on several occasions along with winning three NCAA Championships in Track and Field. During and since college he has founded six new companies, ranging from Network Services to Marine Manufacturing, each with their own successful story of innovation and brand building. Now Chris' companies hold many industry firsts like; over 300mpg commuter vehicle efficiency, Electric Hybrid Marine Propulsion Systems for Sport Boats, and Modular Battery Management System Memory devices that record over 20 years of data. Chris has served as the CEO of Epic Boats since August 2002 whose business is the manufacture and sale of recreational boats. Chris has served as CEO of N-Gen since June 2017.

Related party transactions

We entered into a license agreement with Alan Holsapple, a director, officer and our largest stockholder, pursuant to which we have a royalty free license to use the patent which protects our technology. The initial term of the license is twelve months and is automatically renewable for 3 consecutive twelve months periods. We have the obligation to purchase the patent for \$10.00, if we raise an aggregate of \$200,000 in capital on or before July 1, 2018.

RISK FACTORS

These are the principal risks that related to the company and its business:

- **Our auditor has issued a "going concern" opinion.** Our auditor has issued a "going concern" opinion on our financial statements, which means that the auditor is not sure if we will be able to succeed as a business without additional financing. To date, we have not generated revenues from our principal operations and have sustained losses since inception. Because losses will

continue until such time that we can complete the design of our generator, establish relationships with manufacturing facilities to manufacture our power generator and begin selling our power generator, and because we have no committed source of financing, we rely on financing to support our operations. These factors, among others, raise substantial doubt about our ability to continue as a going concern within one year after the date that the financial statements are issued. Throughout 2017, we intend to fund our operations through the sale of our securities to third parties and related parties. If we cannot raise additional capital, we may consume all the cash reserved for operations. There are no assurances that management will be able to raise capital on terms acceptable to us. If we are unable to obtain sufficient amounts of additional capital, we may be required to reduce the scope of our planned operations, which could harm our business, financial condition and operating results. The financial statements do not include any adjustments that might result from these uncertainties.

- **Our business strategy depends on the widespread adoption of our technology.** The market for an alternative power sources is emerging and rapidly evolving, and its future success is uncertain. If demand for our product fails to develop sufficiently, we may be unable to generate enough revenues to achieve and sustain profitability.
- **This is a brand new company.** We have no history, no clients and no revenues. If you are investing in us, it's because you think our power generator is a good idea, and that we will be able to successfully complete the design of, and market, manufacture and sell our power generator, and that we can price it right and sell it to enough people so that we will succeed.
- **We face intense competition, and many of our competitors have substantially greater resources than we do.** We compete with major and widely used and existing power generation facilities and devices, public utilities and alternative energy companies. Most of our current and potential competitors have greater market recognition and customer bases, longer operating histories and substantially greater financial, technical, marketing, distribution, purchasing, manufacturing, personnel and other resources than we do. In addition, many of our competitors are developing and are currently producing products based on new solar energy technologies that may ultimately have costs similar to, or lower than, our projected costs. As a result, they may be able to respond more quickly to changing customer demands or to devote greater resources to the development, promotion and sales of solar and solar-related products than we can. If we fail to compete successfully, our business would suffer and we may lose or be unable to gain market share.
- **If we do not retain key personnel, our business will suffer.** The success of our business is heavily dependent on the leadership of our key management personnel, specifically Alan Holsapple, the investor of our power generator, and Christopher Anthony. If any of these people were to leave us, it would be difficult to replace them, and our business would be harmed. We will also need to retain additional highly-skilled individuals if we are to effectively grow. Our future success depends on our continuing ability to identify, hire, develop,

motivate and retain highly skilled personnel for all areas of our organization. Competition in our industry for qualified employees is intense, and we anticipate that certain of our competitors may directly target our employees and officers, all of whom are at-will employees and not parties to employment agreements with us. Our continued ability to compete effectively depends on our ability to attract new employees and to retain and motivate our existing employees and officers.

- **Our competitive position depends in part on maintaining intellectual property protection.** Our ability to compete and to achieve and maintain profitability depends in part on our ability to protect our proprietary discoveries and technologies. We will rely on a combination of patent applications, trademarks and trade secret laws to protect our intellectual property rights. We will also rely upon unpatented know-how and continuing technological innovation to develop and maintain our competitive position. Any patents we may hold might be challenged by third parties as being invalid or unenforceable, or third parties may independently develop similar or competing technology that avoids our patents. We cannot be certain that the steps we take will prevent the misappropriation and use of our intellectual property, particularly in foreign countries where the laws may not protect our proprietary rights as fully as in the United States.
- **We do not currently own our intellectual property.** We do not currently own the patent which protects our technology, and have a royalty free license to use it from Alan Holsapple, a director, officer and substantial stockholder. The initial term of the license is twelve months and is automatically renewable for 3 consecutive twelve months periods. We have the option to purchase the patent for \$10.00, if we raise an aggregate of \$200,000 in capital on or before July 1, 2018. If we fail to meet the financing milestone and are unable to purchase the patent, we may only be able to operate our business for 48 months, and you could lose your investment.
- **We may face intellectual property infringement claims that could be time-consuming and costly to defend and could result in our loss of significant rights and the assessment of damages.** If we receive notice of claims of infringement, misappropriation or misuse of other parties' proprietary rights, some of these claims could lead to litigation. We cannot assure you that we will prevail in these actions. We may also initiate claims to defend our intellectual property. Intellectual property litigation, regardless of outcome, is expensive and time-consuming, could divert management's attention from our business and have a material negative effect on our business, operating results or financial condition. If there is a successful claim of infringement against us, we may be required to pay substantial damages (including treble damages if we were to be found to have willfully infringed a third party's patent) to the party claiming infringement, develop non-infringing technology, stop selling our products or using technology that contains the allegedly infringing intellectual property or enter into royalty or license agreements that may not be available on acceptable or commercially practical terms, if at all. Our failure to develop non-infringing technologies or license the proprietary rights on a timely basis could harm our

business. Parties making infringement claims on future issued patents may be able to obtain an injunction that would prevent us from selling our products or using technology that contains the allegedly infringing intellectual property, which could harm our business.

- **We are exposed to risks associated with product liability claims in the event that the use or installation of our products results in injury or damage.** Since our products are electricity-producing devices, it is possible that users, installers or services providers, could be injured or killed by our products, whether by product malfunctions, defects, improper installation or other causes. As a manufacturer of products that are used by consumers, we will face an inherent risk of exposure to product liability claims or class action suits in the event that the use of the products we sell or install results in injury or damage. Moreover, to the extent that a claim is brought against us we may not have adequate resources in the event of a successful claim against us. We will rely on general liability insurance to cover product liability claims and may not obtain separate product liability insurance. The successful assertion of product liability claims against us could result in potentially significant monetary damages and, if our insurance protection is inadequate, could require us to make significant payments.
- **Developing new products and technologies entails significant risks and uncertainties.** We are currently in the research and development stage and have not yet manufactured a prototype for our power generator. Delays or cost overruns in the development of our generator and failure of the product to meet our performance estimates may be caused by, among other things, unanticipated technological hurdles, difficulties in manufacturing, changes to design and regulatory hurdles. Any of these events could materially and adversely affect our operating performance and results of operations.
- **We may experience significant delays or other complications in the design, manufacture and launch of our power generator, which could harm business, prospects, financial condition and operating results.** We may experience significant delays or other complications in bringing to market our power generator. Any significant delays or other complications in the development, manufacture and/or launch, including, but not limited to, complications associated with launching our production or supply chain, or regulatory approvals, could materially damage our brand, business, prospects, financial condition and operating results.
- **We face significant barriers in our attempt to produce our power generator, and if we cannot successfully overcome those barriers, our business will be negatively impacted.** We face significant barriers as we attempt to produce our power generator, including, regulatory and compliance barriers. We do not yet have any prototypes and do not have a final design, a manufacturing facility or manufacturing processes. We will need to contract with manufacturers with excess capacity to manufacture our vehicles and certain components. We must successfully overcome these and other manufacturing and legal barriers to be successful.
- **Terms of subsequent financings may adversely impact your investment.** We will likely need to engage in common equity, debt, or preferred stock financing in the

future, which may reduce the value of your investment in the Common Stock. Interest on debt securities could increase costs and negatively impact operating results. Preferred stock could be issued in series from time to time with such designation, rights, preferences, and limitations as needed to raise capital. The terms of preferred stock could be more advantageous to those investors than to the holders of Common Stock. In addition, if we need to raise more equity capital from the sale of Common Stock, institutional or other investors may negotiate terms at least as, and possibly more, favorable than the terms of your investment, including a lower purchase price.

- **Risks of Borrowing.** We may have to seek loans from financial institutions. Typical loan agreements might contain restrictive covenants which may impair our operating flexibility. A default under any loan agreement could result in a charging order that would have a material adverse effect on our business, results of operations or financial condition.
- **Limited Transferability and Liquidity.** Each investor agrees that it will acquire our Common Stock for investment purposes only and not with a view towards distribution. Certain conditions imposed by the Securities Act must be satisfied prior to any sale, transfer, conversion or other disposition of our Common Stock. No public market exists for our Common Stock and no market is expected to develop.
- **Management Discretion as to Use of Proceeds.** Our success will be substantially dependent upon the discretion and judgment of our management team with respect to the application and allocation of the proceeds of this Offering. The use of proceeds described below is an estimate based on our current business plan. We, however, may find it necessary or advisable to re-allocate portions of the net proceeds reserved for one category to another, and we will have broad discretion in doing so.
- **Control by Majority Stockholders.** Even if this offering is fully subscribed, Alan Holsapple and Christopher Anthony, who serve as our sole officers and directors, will hold a substantial majority of our common stock. Therefore, investors will not be able to control our management.
- **Projections: Forward Looking Information.** Any projections or forward looking statements regarding our anticipated financial performance are hypothetical and are based on management's best estimate of the probable results of our operations, and will not have been reviewed by our independent accountants. These projections will be based on assumptions which management believes are reasonable. Some assumptions invariably will not materialize due to unanticipated events and circumstances beyond management's control. Therefore, actual results of operations will vary from such projections, and such variances may be material. Any projected results cannot be guaranteed.

OWNERSHIP AND CAPITAL STRUCTURE; RIGHTS OF THE SECURITIES

Ownership

- Christopher Anthony, 49.0% ownership, Common Stock

- Alan Holsapple, 51.0% ownership, Common Stock

Classes of securities

- Common Stock: 1,200,000

Voting Rights. The holders of the common stock are entitled to one vote for each share held of record on all matters submitted to a vote of the stockholders.

Dividends. Subject to preferences that may be granted to any then outstanding preferred stock, holders of common stock are entitled to receive ratably such dividends as may be declared by the board of directors out of funds legally available therefor as well as any distributions to the stockholders. The payment of dividends on the common stock will be a business decision to be made by our board of directors from time to time based upon the results of our operations and our financial condition and any other factors that our board of directors considers relevant. Payment of dividends on the common stock may be restricted by law and by loan agreements, indentures and other transactions entered into by us from time to time.

Liquidation Rights. In the event of our liquidation, dissolution or winding up, holders of common stock are entitled to share ratably in all of our assets remaining after payment of liabilities and the liquidation preference of any then outstanding preferred stock.

Absence of Other Rights or Assessments. Holders of common stock have no preferential, preemptive, conversion or exchange rights. There are no redemption or sinking fund provisions applicable to the common stock. When issued in accordance with our certificate of incorporation and the California Corporations Code, shares of our common stock will be fully paid and not liable to further calls or assessments by us.

What it means to be a Minority Holder

As a minority holder of common stock, you will have limited ability, if all, to influence our policies or any other corporate matter, including the election of directors, changes to the Company's governance documents, additional issuances of securities, company repurchases of securities, a sale of the Company or of assets of the Company, or transactions with related parties.

Dilution

Investors should understand the potential for dilution. Each Investor's stake in the

Company, could be diluted due to the Company issuing additional shares. In other words, when the Company issues more shares, the percentage of the Company that you own will decrease, even though the value of the Company may increase. You will own a smaller piece of a larger company. This increase in number of shares outstanding could result from a stock offering (such as an initial public offering, another crowdfunding round, a venture capital round or angel investment), employees exercising stock options, or by conversion of certain instruments (e.g., convertible notes, preferred shares or warrants) into stock.

If we decide to issue more shares, an Investor could experience value dilution, with each share being worth less than before, and control dilution, with the total percentage an investor owns being less than before. There may also be earnings dilution, with a reduction in the amount earned per share (although this typically occurs only if we offer dividends, and most early stage companies are unlikely to offer dividends, referring to invest any earnings into the Company).

The type of dilution that hurts early-stage investors mostly occurs when the company sells more shares in a "down round," meaning at a lower valuation than in earlier offerings.

If you are making an investment expecting to own a certain percentage of the Company or expecting each share to hold a certain amount of value, it is important to realize how the value of those shares can decrease by actions taken by the Company. Dilution can make drastic changes to the value of each share, ownership percentage, voting control, and earnings per share.

Transferability of securities

For a year, the securities can only be resold:

- In an IPO;
- To the company;
- To an accredited investor; and
- To a member of the family of the purchaser or the equivalent, to a trust controlled by the purchaser, to a trust created for the benefit of a member of the family of the purchaser or the equivalent, or in connection with the death or divorce of the purchaser or other similar circumstance.

FINANCIAL STATEMENTS AND FINANCIAL CONDITION; MATERIAL INDEBTEDNESS

Financial Statements

Our financial statements can be found attached to this document. The financial review covers the period ending in 2017-06-30.

Financial Condition

Results of Operation

We have not yet generated any revenues and do not anticipate doing so until we have completed the development of our generator and begin marketing and selling our generator, which we do not anticipate occurring until 2018. Based on our forecast, with the liquidity of the anticipated full raise amount, we anticipate that we can operate the business for 12 months without revenue generation.

Financial Milestones

The company is investing in the continued development of our generator and our brand and is generating sizeable net income losses as a result. Management currently forecasts 2017, 2018 and 2019 revenue of \$0 million, \$6 million and \$45 million, respectively, and believes we will generate positive net income beginning in 2019. With the introduction and Sale of the N-Gen1, we anticipate creating a positive cash flow ramp with sales of N-Gen1 packages of close to 2,000 in 2018 and 10,000 in 2019 at an average sale price of \$4,500 per package after adding accessories. That production will be augmented by future capital raises and possible debt to support inventory. Once into revenue, we project that we will invest heavily in variants on our base technologies.

Liquidity and Capital Resources

We are currently generating operating losses and requires the continued infusion of new capital to continue business operations. If we are successful in this offering, we will likely seek to continue to raise capital under crowdfunding offerings, equity or debt issuances, or any other methods available to the company. We believe that if we raise the full amount we are seeking in this offering, we will be able to sustain the business for 12 months but should the round close quickly we anticipate we will accelerate R&D spending as we seek to raise future rounds of funding more quickly. Should this crowdfunding round go slowly and not close to its potential we will alter our plans to slow our spend and seek to gain 12 months of operating capital from other sources.

Indebtedness

The Company does have any material indebtedness.

Recent offerings of securities

None

Valuation

\$12,000,000.00

We have not conducted a third party valuation of the Company. The price of the shares

reflects the opinion of the Company as to what would be fair market value.

USE OF PROCEEDS

	Offering Amount Sold	Offering Amount Sold
Total Proceeds:	\$10,000	\$1,070,000
Less: Offering Expenses		
StartEngine Fees (6% total fee)	\$600	\$64,200
Professional Fees	\$2,000	\$8,000
Net Proceeds	\$7,400	\$997,800
Use of Net Proceeds:		
R& D & Production	\$5,000	\$650,000
Marketing	\$1,000	\$150,000
Working Capital	\$1,400	\$197,800
Total Use of Net Proceeds	\$7,400	\$997,800

We are seeking to raise a minimum of \$10,000 (target amount) and up to \$1,070,000 (over-allotment amount) in this offering through Regulation Crowdfunding. If we manage to raise our over-allotment amount of \$1,070,000, we believe the amount will last us 12 months and plan to use the net proceeds of approximately \$997,800 over the course of that time. Marketing funds will be used to hire a marketing agency specializing in digital and social media outreach to engage with investors and interested customers. R&D funds will be used to develop updates to our current prototype, testing, validation, and to begin design of our production capabilities. We expect to use working capital for our general overhead and administrative expenses.

Irregular Use of Proceeds

The Company might incur Irregular Use of Proceeds that may include but are not limited to the following over \$10,000: Vendor payments and salary made to one's self, a friend or relative; Any expense labeled "Administration Expenses" that is not strictly for administrative purposes; Any expense labeled "Travel and Entertainment"; Any expense that is for the purposes of inter-company debt or back payments.

REGULATORY INFORMATION

Disqualification

No disqualifying event has been recorded in respect to the company or its officers or directors.

Compliance failure

The company has not previously failed to comply with Regulation CF.

Annual Report

We will make annual reports available on our website on the home page under the tab labeled annual report. The annual reports will be available within 120 days of the end of the issuer's most recent fiscal year.

EXHIBIT B TO FORM C

FINANCIAL STATEMENTS AND INDEPENDENT ACCOUNTANT'S REVIEW FOR N-Gen Technologies, Inc.

[See attached]

N-GEN TECHNOLOGIES, INC.

**FINANCIAL STATEMENTS
(UNAUDITED)**

JUNE 30, 2017

*Together with
Independent Accountants' Review Report*

dbbmckennon

Certified Public Accountants

Registered Firm - Public Company Accounting Oversight Board

N-Gen Technologies, Inc.
Index to Financial Statements
(unaudited)

	<u>Pages</u>
Independent Accountants' Review Report	1
Balance Sheet	2
Statement of Operations	3
Statement of Stockholders' Equity	4
Statement of Cash Flows	5
Notes to the Financial Statements	6



Certified Public Accountants
Registered Firm - Public Company Accounting Oversight Board

INDEPENDENT ACCOUNTANTS' REVIEW REPORT

To Management and Stockholders
N-Gen Technologies, Inc.
San Diego, California

We have reviewed the accompanying financial statements of N-Gen Technologies, Inc. (the "Company"), a Delaware Corporation, which comprise the balance sheet as of June 30, 2017 and the related statement of operations, stockholders' equity and cash flows for the period from June 19, 2017 ("Inception") to June 30, 2017 and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of company management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility 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; this includes 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.

Accountant's Responsibility

Our responsibility is to conduct the review engagements in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

Accountant's Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Going Concern

As discussed in Note 1, certain conditions indicate that the Company may be unable to continue as a going concern. The accompanying financial statements do not include any adjustments that might be necessary should the Company be unable to continue as a going concern. Our conclusion is not modified with respect to that matter.

July 14, 2017

N-GEN TECHNOLOGIES, INC.
BALANCE SHEET
JUNE 30, 2017
(unaudited)

	<u>June 30, 2017</u>
Assets	
Current assets:	
Prepaid expenses	\$ 6,100
Total current assets	<u>6,100</u>
Intangible assets, net	<u>3,000</u>
Total assets	<u><u>\$ 9,100</u></u>
Liabilities and Stockholders' Equity	
Commitments and contingencies (Note 3)	-
Stockholders' Equity	
Common stock, \$0.0001 par, 5,000,000 shares authorized, 1,200,000 issued and outstanding	\$ 120
Additional paid-in capital	18,972
Subscription receivable	(4,565)
Accumulated deficit	<u>(5,427)</u>
Total stockholder's equity	<u>9,100</u>
Total liabilities and stockholders' equity	<u><u>\$ 9,100</u></u>

See accompanying independent accountants' review report and notes to the financial statements

N-GEN TECHNOLOGIES, INC.
STATEMENT OF OPERATIONS
PERIOD FROM JUNE 19, 2017 (INCEPTION) TO JUNE 30, 2017
(unaudited)

Revenues	\$ -
Operating expenses:	
General and administrative	5,427
Total operating expenses	<u>5,427</u>
Operating loss	<u>(5,427)</u>
Net loss	<u><u>\$ (5,427)</u></u>

See accompanying independent accountants' review report and notes to the financial statements

N-GEN TECHNOLOGIES, INC.
STATEMENT OF STOCKHOLDERS' EQUITY
PERIOD FROM JUNE 19, 2017 (INCEPTION) TO JUNE 30, 2017
(unaudited)

	Common Stock		Additional Paid- in Capital	Subscription Receivable	Accumulated Deficit	Total Stockholders' Equity
	Shares	Amount				
June 19, 2017 (Inception)	-	\$ -	-	-	\$ -	\$ -
Founders' shares and contributed capital	1,200,000	120	18,972	(4,565)	-	14,527
Net loss	-	-	-	-	(5,427)	(5,427)
June 30, 2017	1,200,000	\$ 120	\$ 18,972	\$ (4,565)	\$ (5,427)	\$ 9,100

See accompanying independent accountants' review report and notes to the financial statements

N-GEN TECHNOLOGIES, INC.
STATEMENT OF CASH FLOWS
PERIOD FROM JUNE 19, 2017 (INCEPTION) TO JUNE 30, 2017
(unaudited)

Cash Flows from Operating Activities

Net loss	\$ (5,427)
Adjustments to reconcile net loss to net cash used in operating activities:	
Prepaid expenses	(6,100)
Net cash used in operating activities	<u>(11,527)</u>

Cash Flows from Investing Activities

Purchase of intangible assets	(3,000)
Net cash used in investing activities	<u>(3,000)</u>

Cash Flows from Financing Activities

Proceeds from capital contributions	14,527
Net cash provided by financing activities	<u>14,527</u>

Increase in cash and cash equivalents	-
Cash and cash equivalents, beginning of period	-
Cash and cash equivalents, end of period	<u>\$ -</u>

Supplemental disclosures of cash flow information:

Cash paid for interest	\$ -
Cash paid for income taxes	<u>\$ -</u>

See accompanying independent accountants' review report and notes to the financial statements

N-GEN TECHNOLOGIES, INC.
NOTES TO THE FINANCIAL STATEMENTS
(unaudited)

NOTE 1 – NATURE OF OPERATIONS

N-Gen Technologies, Inc. was incorporated on June 19, 2017 (“Inception”) in the state of Delaware. The Company’s headquarters are located in San Diego, California. The financial statements of N-Gen Technologies, Inc. (which may be referred to as the “Company” or “N-Gen Technologies”) are prepared in accordance with accounting principles generally accepted in the United States of America (“U.S. GAAP”).

N-Gen Technologies is an energy company whose founder designed a proprietary engine that improves the thermal efficiency of traditional heat engines. N-Gen’s technology (US patent 13949795) dramatically improves thermal performance with a unique pin fin heating and cooling system that allows better gas and pressure flow. This makes it perfect for Natural Gas conversion to electricity and other activities where converting heat mechanical motion is useful.

Going Concern and Management Plans

Since Inception, the Company has relied on funding from its founders for working capital. The Company will incur significant additional costs for the development of its technology. These matters raise substantial doubt about the Company’s ability to continue as a going concern. During the next 12 months, the Company intends to fund its operations with funding from its Regulation Crowdfunding campaign, and additional debt and/or equity financing as determined to be necessary. There are no assurances that management will be able to raise capital on terms acceptable to the Company. If the Company is unable to obtain sufficient amounts of additional capital, the Company may be required to reduce the scope of its planned development, which could harm our business, financial condition and operating results. The financial statements do not include any adjustments that might result from these uncertainties.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make certain estimates and assumptions that affect the reported amounts of assets and liabilities, and the reported amount of expenses during the reporting periods. Actual results could materially differ from these estimates. It is reasonably possible that changes in estimates will occur in the near term.

Fair Value of Financial Instruments

Fair value is defined as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants as of the measurement date. Applicable accounting guidance provides an established hierarchy for inputs used in measuring fair value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that the most observable inputs be used when available. Observable inputs are inputs that market participants would use in valuing the asset or liability and are developed based on market data obtained from sources independent of the Company. Unobservable inputs are inputs that reflect the Company’s assumptions about the factors that market participants would use in valuing the asset or liability. There are three levels of inputs that may be used to measure fair value:

- Level 1 - Observable inputs that reflect quoted prices (unadjusted) for identical assets or liabilities in active markets.
- Level 2 - Include other inputs that are directly or indirectly observable in the marketplace.
- Level 3 - Unobservable inputs which are supported by little or no market activity.

The fair value hierarchy also requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value.

N-GEN TECHNOLOGIES, INC.
NOTES TO THE FINANCIAL STATEMENTS
(unaudited)

Fair-value estimates discussed herein are based upon certain market assumptions and pertinent information available to management as of June 30, 2017. Fair values for these items were assumed to approximate carrying values because of their short term in nature or they are payable on demand.

Risks and Uncertainties

The Company has a limited operating history and has not generated revenue intended operations. The Company's business and operations are sensitive to general business and economic conditions in the U.S. and worldwide along with local, state, and federal governmental policy decisions. A host of factors beyond the Company's control could cause fluctuations in these conditions, including but not limited to: technological changes in the Company's industry, and competition in our space. Adverse developments in these general business and economic conditions, including recession, downturn or otherwise, could have a material adverse effect on the Company's financial condition and the results of its operations.

Cash and Cash Equivalents

For purpose of the statement of cash flows, the Company considers all highly liquid debt instruments purchased with an original maturity of three months or less to be cash equivalents.

Intangible Assets

Intangible assets with indefinite lives are reviewed for impairment whenever events or other changes in circumstances indicate that the carrying amount may not be recoverable. The impairment testing compares carrying values to fair values and, when appropriate, the carrying value of these assets is reduced to fair value. Impairment charges, if any, are recorded in the period in which the impairment is determined. As of June 30, 2017, the Company has not recorded an impairment.

Revenue Recognition

The Company will recognize revenue when (i) persuasive evidence of an arrangement exists, (ii) delivery has occurred or services have been rendered to the customer, (iii) the fee is fixed or determinable, and (iv) collectability is reasonably assured. Amounts received for which the performance obligations have not been fulfilled will be recorded in deferred revenue. No revenues have been derived to date.

Income Taxes

The Company is taxed as a corporation. Accordingly, the Company applies Accounting Standards Codification ("ASC") 740 Income Taxes ("ASC 740"). Deferred income taxes are recognized for the tax consequences in future years of differences between the tax bases of assets and liabilities and their financial statement reported amounts at each period end, based on enacted tax laws and statutory tax rates applicable to the periods in which the differences are expected to affect taxable income. Valuation allowances are established, when necessary, to reduce deferred tax assets to the amount expected to be realized. The provision for income taxes represents the tax expense for the period, if any and the change during the period in deferred tax assets and liabilities.

ASC 740 also provides criteria for the recognition, measurement, presentation and disclosure of uncertain tax positions. A tax benefit from an uncertain position is recognized only if it is "more likely than not" that the position is sustainable upon examination by the relevant taxing authority based on its technical merit.

The Company has chosen a fiscal year-end of December 31st. The accompanying financial statements do not provide a provision for income taxes and the related disclosures as the Company's hasn't completed a taxable year. In addition, the Company expects to record a full valuation allowance on any deferred tax assets. The Company currently is not under examination by any tax authority.

N-GEN TECHNOLOGIES, INC.
NOTES TO THE FINANCIAL STATEMENTS
(unaudited)

NOTE 3 – COMMITMENTS AND CONTINGENCIES

One of the Company's founders currently owns the patent related to the Company's intended product. The founder has granted a free license to the Company in connection with the patent. The Company has an obligation to purchase the patent for \$10, if the Company raises an aggregate of \$200,000 or more in capital through one or more equity or debt financings on or before July 1, 2018.

The Company is currently not involved with or know of any pending or threatening litigation against the Company or any of its officers.

NOTE 4 – STOCKHOLDERS' EQUITY

Common Stock

In June 2017, the Company issued a total of 1,200,000 shares of common stock to its founders. In connection with this issuance, one of the founders agreed to contribute a total of \$19,092 to the Company. As of June 30, 2017, the Company has received \$14,527 of this receivable. The other founder contributed a license for the patent as described in Note 3.

NOTE 5 – RELATED PARTY TRANSACTIONS

See Notes 3 and 4 for a description of related party transactions.

NOTE 6 – SUBSEQUENT EVENTS

The Company has evaluated subsequent events that occurred after June 30, 2017 through July 14, 2017, the issuance date of these financial statements. There have been no other events or transactions during this time which would have a material effect on these financial statements.

EXHIBIT C TO FORM C

PROFILE SCREENSHOTS

[See attached]



More Reliable Energy for All

The New Technologies

N-Gen Technologies is a leading provider of solar energy solutions for residential and commercial customers. Our advanced solar panels and inverters are designed to maximize energy production and efficiency, ensuring you get the most out of your solar investment. With our innovative technology and expert installation services, we can help you reduce your energy costs and contribute to a greener future.

N-Gen Technologies is a 100% owned 100% employee-owned off-grid power generator

Our mission is to provide clean, reliable, and affordable energy to all. We are committed to sustainable growth and creating long-term value for our employees and customers.

Construction

Our construction team is experienced in building solar farms and residential systems. We ensure all installations meet the highest standards of safety and quality.

Grid of Gas

We provide reliable gas service to our customers, ensuring they have a consistent and safe energy source.

Transmission Lines

Our transmission lines are designed to carry power efficiently over long distances, reducing energy loss and improving reliability.

Feeding a Nation on Conventional Oil Technologies

Traditional oil-based energy technologies are inefficient and polluting. They require extensive infrastructure and contribute to climate change.

Feeding a Nation on Renewable Technologies

Renewable technologies like solar and wind are clean, sustainable, and efficient. They provide a reliable source of energy that can meet the needs of a growing population.

Introducing The N-Gen 1: A Revolutionary Power Appliance

The N-Gen 1 is a revolutionary power appliance that combines solar energy with a smart inverter. It allows you to generate and store energy on-site, reducing your reliance on the grid and lowering your energy costs.

The Revolutionary Benefits of the N-Gen 1

- 100% Renewable Energy: Harness the power of the sun to generate clean energy.
- Smart Inverter: Monitor and control your energy production and consumption in real-time.
- Energy Storage: Store excess energy for use during the night or on cloudy days.
- Reduced Costs: Lower your electricity bills and increase your energy independence.

The Advantages of the N-Gen 1

- 100% Renewable Energy: Harness the power of the sun to generate clean energy.
- Smart Inverter: Monitor and control your energy production and consumption in real-time.
- Energy Storage: Store excess energy for use during the night or on cloudy days.
- Reduced Costs: Lower your electricity bills and increase your energy independence.

A New Day in Power Generation is Coming

The future of power generation is here. With N-Gen Technologies, you can enjoy clean, reliable, and affordable energy for years to come.

Lighting

Our lighting solutions are designed to provide bright, energy-efficient illumination for your home or business. They help you save money on energy costs while improving your lighting quality.

Heating & Cooling

We offer a range of heating and cooling systems to keep you comfortable year-round. Our energy-efficient options can help you reduce your utility bills.

Renewable

Invest in renewable energy with N-Gen Technologies. Our solar and wind solutions provide a sustainable and cost-effective way to power your life.

How does the N-Gen 1 compare to solar panels?

Solar Panels

- High Energy Cost: Solar panels have a high upfront cost and require a significant investment.
- Limited Energy Storage: Solar panels only generate energy during the day, so you need a storage system to use the energy at night.
- Large Area Requirement: Solar panels require a large area of space to be installed, which may not be feasible for all homes.
- 25-Year Return on Investment: It takes 25 years to recoup the initial investment in solar panels.

N-Gen 1

- 100% Renewable Energy: Harness the power of the sun to generate clean energy.
- Smart Inverter: Monitor and control your energy production and consumption in real-time.
- Energy Storage: Store excess energy for use during the night or on cloudy days.
- Reduced Costs: Lower your electricity bills and increase your energy independence.

How Much Does N-Gen 1 Cost?

	Base N-Gen 1	E-Gen 1W	E-Gen 1R	E-Gen 1C
Cost/Unit	\$1,000	\$3,400	\$4,200	\$4,600
Capacity	100W	100W	100W	100W
Efficiency	100%	100%	100%	100%
Warranty	10 Years	10 Years	10 Years	10 Years

An Amazing Opportunity

Join our team and become a part of the N-Gen 1 revolution. We offer a unique opportunity to earn a significant income while helping to create a sustainable future.

Consider The Big Picture

When you invest in N-Gen 1, you are not just investing in a product, you are investing in a future. You are helping to create a sustainable and profitable business that will last for years to come.

N-GEN

POWER TO THE PEOPLE!

Head in N-Gen Today!

Join our team and become a part of the N-Gen 1 revolution. We offer a unique opportunity to earn a significant income while helping to create a sustainable future.

Join Our Team

Join our team and become a part of the N-Gen 1 revolution. We offer a unique opportunity to earn a significant income while helping to create a sustainable future.

Join Our Team

Join our team and become a part of the N-Gen 1 revolution. We offer a unique opportunity to earn a significant income while helping to create a sustainable future.

Join Our Team

Join our team and become a part of the N-Gen 1 revolution. We offer a unique opportunity to earn a significant income while helping to create a sustainable future.

Join Our Team

Join our team and become a part of the N-Gen 1 revolution. We offer a unique opportunity to earn a significant income while helping to create a sustainable future.

Join Our Team

Join our team and become a part of the N-Gen 1 revolution. We offer a unique opportunity to earn a significant income while helping to create a sustainable future.

Join Our Team

Join our team and become a part of the N-Gen 1 revolution. We offer a unique opportunity to earn a significant income while helping to create a sustainable future.

Join Our Team

Join our team and become a part of the N-Gen 1 revolution. We offer a unique opportunity to earn a significant income while helping to create a sustainable future.

Join Our Team

Join our team and become a part of the N-Gen 1 revolution. We offer a unique opportunity to earn a significant income while helping to create a sustainable future.

Join Our Team

Join our team and become a part of the N-Gen 1 revolution. We offer a unique opportunity to earn a significant income while helping to create a sustainable future.

Join Our Team

Join our team and become a part of the N-Gen 1 revolution. We offer a unique opportunity to earn a significant income while helping to create a sustainable future.

VIDEO TRANSCRIPT (Exhibit D)

[Blend In – N-Gen logo with tag line “Giving Power to the PEOPLE!”]

[In a Pleasant Southern California female voice] 00:00-00:17 - We use a lot of power these days. You’re using it right now to watch this video. So, given our huge demand for electricity, you’d think that it’s probably created in a very efficient and cost effective manner. Well, sadly, you’d be wrong. It isn’t.

[Slight pause]

00:17-00:36 –Electricity is created in the heart of gigantic, noisy, stinking power plants. Plants placed far away from your home. For good reason.

Your electricity travels through very, very long cables to reach you, and is converted many times over before finally reaching the outlets in your home. Along the way, HALF of your power could be lost.

00:36-00:42 - Now... there’s a smarter way. Now... You can produce your OWN electricity at home!

00:42-00:50 - The N-Gen1 “Power Appliance” silently generates electricity for your home with much less pollution and at much less cost than your local utility.

00:50-01:03 - For about the same price as a new refrigerator you can have you own N-gen1. And in less than 3 years you’ll have recouped its cost with the savings from your old utility bill and pocket those saving from then on.

01:03-01:07 – HOW, you ask... Well, efficiency... That’s how...

01:07-01:40 - The N-Gen1 is the world’s most efficient generator. Period. It uses the clean, natural gas from your home to continuously and silently produce electricity. And it will do so, for 25-years at a minimum.

01:16-01:40 – The N-Gen1 meets most of your home’s power needs. But when you need a little more power, there’s a small battery pack to cover that peak usage. On the flipside, when you use less power, the N-Gen1 produces less.

Oh, and because natural gas is cheap, you’ll save money, LOTS of money. All while creating far less pollution with virtually no energy losses.

01:40-01:52 - With N-Gen Technologies the future of power production is in your home. Cleaner, more efficient and cheaper electricity, for ALL! Join us, and let’s give power to the people.

STARTENGINE SUBSCRIPTION PROCESS (Exhibit E)

Platform Compensation

- As compensation for the services provided hereunder by StartEngine Capital, Issuer shall pay to StartEngine Capital at the conclusion of the offering a fee consisting of a 5% (five percent) commission based on the amount of investments raised in the Offering and paid upon disbursement of funds from escrow at the time of a closing. The commission is paid in cash and in securities of the Issuer identical to those offered to the public in the Offering at the sole discretion of StartEngine Capital and reimbursement of certain expenses related to the Offering. The securities paid to the Site, if any, will be of the same class and have the same terms, conditions and rights as the securities being offered and sold by the Issuer on the Site.

Information Regarding Length of Time of Offering

- Investment Cancellations: Investors will have up to 48 hours prior to the end of the offering period to change their minds and cancel their investment commitments for any reason. Once the offering period is within 48 hours of ending, investors will not be able to cancel for any reason, even if they make a commitment during this period.
- Material Changes: Material changes to an offering include but are not limited to: A change in minimum offering amount, change in security price, change in management, etc. If an issuing company makes a material change to the offering terms or other information disclosed, including a change to the offering deadline, investors will be given five business days to reconfirm their investment commitment. If investors do not reconfirm, their investment will be cancelled and the funds will be returned.

Hitting The Target Goal Early & Oversubscriptions

- StartEngine Capital will notify investors by email when the target offering amount has hit 25%, 50% and 100% of the funding goal. If the issuing company hits its goal early, and the offering minimum of 21 days has been met, the issuing company can create a new target deadline at least 5 business days out. Investors will be notified of the new target deadline via email and will then have the opportunity to cancel up to 48 hours before new deadline.
- Oversubscriptions: We require all issuers to accept oversubscriptions. This may not be possible if: 1) it vaults an issuer into a different category for financial statement requirements (and they do not have the requisite financial statements); or 2) they reach \$1M in investments. In the event of an oversubscription, shares will be allocated at the discretion of the issuer.
- If the sum of the investment commitments does not equal or exceed the target offering amount at the offering deadline, no securities will be sold in the offering, investment commitments will be cancelled and committed funds will be returned.
- If a StartEngine issuer reaches their target offering amount prior to the deadline, they may conduct an initial closing of the offering early if they provide notice about the new offering deadline at least five business days prior to the new offering deadline (absent a material change that would require an extension of the offering and reconfirmation of the investment commitment). StartEngine will notify investors when the issuer meets its target offering amount. Thereafter, the issuer may conduct additional closings until the

offering deadline.

- Offerings under Rule 506(c) may only be conducted if the issuer, in its filed Form C, has identified to investors under Regulation Crowdfunding that it may choose to run a 506(c) offering during or after the Regulation Crowdfunding offering. Such language is now included in the StartEngine Investing Process, filed with every Form C. Issuer must also disclose, in the Risk Factors and Discussion of the Liquidity and Capital Resources sections, that it will be raising additional funds from investors in the future.

Minimum and Maximum Investment Amounts

- In order to invest, to commit to an investment or to communicate on our platform, users must open an account on StartEngine Capital and provide certain personal and non-personal information including information related to income, net worth, and other investments.
- Investor Limitations: Investors are limited in how much they can invest on all crowdfunding offerings during any 12-month period. The limitation on how much they can invest depends on their net worth (excluding the value of their primary residence) and annual income. If either their annual income or net worth is less than \$100,000, then during any 12-month period, they can invest up to the greater of either \$2,000 or 5% of the lesser of their annual income or net worth. If both their annual income and net worth are equal to or more than \$100,000, then during any 12-month period, they can invest up to 10% of annual income or net worth, whichever is less, but their investments cannot exceed \$100,000.