

ENDOSOUND, INC

Balance Sheet

As of March 31, 2026

PRELIMINARY & UNAUDITED

	TOTAL
ASSETS	
Current Assets	
Bank Accounts	
1010 US Bank Operating Account - 1392	12,031
1015 Banc of Cal Operating	85,591
1025 Banc of Cal Collateral Account	37,158
Total Bank Accounts	\$134,780
Accounts Receivable	
Accounts Receivable (A/R)	161,470
Total Accounts Receivable	\$161,470
Other Current Assets	
1101 Allowance for Doubtful Accounts	(43,000)
1200 Prepays & Other Receivables	196,525
1225 Inventory Asset	94,606
Total Other Current Assets	\$248,131
Total Current Assets	\$544,381
Fixed Assets	
1300 Fixed Assets	172,338
1400 Accumulated Depreciation	(158,097)
1501 Devices held at Customer - Cost	74,000
1502 Devices held at Customer - Accumulated Depreciation	(51,324)
1550 Tooling	4,131
Total Fixed Assets	\$41,048
Other Assets	
1800 Security Deposits	6,449
Total Other Assets	\$6,449
TOTAL ASSETS	\$591,877
LIABILITIES AND EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
2000 Accounts Payable (A/P)	211,870
Total Accounts Payable	\$211,870
Credit Cards	
2001 Credit Cards	15,400
Total Credit Cards	\$15,400
Other Current Liabilities	
2100 Accrued Liabilities	473,914
2222 Convertible Notes 2024-2025	3,351,372
2223 Convertible Note Accretion	385,758

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As of March 31, 2026

	TOTAL
Total Other Current Liabilities	\$4,211,044
Total Current Liabilities	\$4,438,314
Total Liabilities	\$4,438,314
Equity	
3000 Equity	7,324,617
Retained Earnings	(10,509,963)
Net Income	(661,091)
Total Equity	\$ (3,846,436)
TOTAL LIABILITIES AND EQUITY	\$591,877

ENDOSOUND, INC

Profit and Loss

January - March, 2026

	TOTAL
Income	
4000 Sales of Product Income	72,565
Other Revenue	13,500
Total Income	\$86,065
Cost of Goods Sold	
5000 Cost of Goods Sold	29,188
Total Cost of Goods Sold	\$29,188
GROSS PROFIT	\$56,877
Expenses	
6000 R & D	218,425
6100 RA / QA	44,086
6200 Operations	46,431
6300 Sales & Marketing	180,348
6400 G & A	182,831
Total Expenses	\$672,121
NET OPERATING INCOME	\$ (615,243)
Other Income	
7015 Interest Income	119
Total Other Income	\$119
Other Expenses	
7020 Interest Expense Convertible Notes	41,061
7021 Depreciation Expense - Capital Equip	4,905
Total Other Expenses	\$45,967
NET OTHER INCOME	\$ (45,848)
NET INCOME	\$ (661,091)

ENDOSOUND, INC
Statement of Cash Flows
January - March, 2026

	Total
OPERATING ACTIVITIES	
Net Income	(661,091)
Adjustments to reconcile Net Income to Net Cash provided by operations:	
Depreciation Expense	11,072
Accounts Receivable (A/R)	(3,703)
Prepays & Other Receivables	(43,489)
Inventory Asset	39,904
Security Deposits	(188)
Accounts Payable (A/P)	56,254
Accrued Liabilities	96,368
Total Adjustments to reconcile Net Income to Net Cash provided by operations:	\$ 156,218
Net cash provided by operating activities	\$ (504,873)
INVESTING ACTIVITIES	
Tooling	(4,131)
Net cash provided by investing activities	\$ (4,131)
FINANCING ACTIVITIES	
Net cash provided by financing activities	\$ 25,000
Net cash increase for period	\$ (484,004)
Cash at beginning of period	618,783
Cash at end of period	\$ 134,780