FLAME SEAL PRODUCTS, INC.

PROFIT & LOSS STATEMENT

September 30, 2015

	Jul - Sep 2015
Sales	$ 605,982
Freight Income	17,607
	623,589
Cost of Sales	
Inventory	233,263
Freight	32,551
Certification Testing	4,250
Total Cost of Sales	270,064
Gross Profit	$ 353,525
Selling, General, & Admin Expenses	
Expenses	259,045
Total SG &A	259,045
Net Ordinary Income	$ 94,480
Other Income	
Interest Income	17
Total Other Expenses	17
Other Expense	
Interest Expense	24,528
Total Expense	24,528
Net Other Income / Expenses	(24,510)
Net Income or Loss	$ 69,970

Prepared without Audit

FLAME SEAL PRODUCTS,INC.

BALANCE SHEET

September 30, 2015

ASSETS

Current Assets	
Cash	228,534
Accounts Receivables Trade	288,815
Inventory	255,512
Prepaid Insurance	15,983
Total Current Assets	788,844
Fixed Assets	
Product Testing	196,118
Property Plant & Equipment	224,213
Net of Depreciation ($)	(129,893)
Total Fixes Assets	290,439
Other Assets	
Deferred Tax	837,672
Patents	233,623
Valuation Allowance	(837,672)
Accumulated Amortization	(240,553)
Total Other Assets	(6,930)
TOTAL ASSETS	1,072,353

Liabilities & Stockholder Equity

Current Liability	
Accounts Payable	114,199
Accrued Interest Payable	32,878
Notes Payable Current Portion	179,824
Total Current Liabilities	326,901
Long-Term Debt	980,638
Total Liabilities	1,307,539
Stockholder Equity	
Additional Paid In Capital	10,702,470
Treasury Stock	578,352
Retained Earnings	(11,499,822)
Net Income for 3 months	(16,187)
Total Equity	(235,187)
TOTAL LJABILITES & EQUITY	1,072,352

Prepared without Audit

FLAME SEAL PRODUCTS, INC.
CASH FLOW
September 30, 2015

	Jul - Sep 30, 15
OPERATING ACTIVITIES	
Net Income	(16,186.62)
Adjustments to reconcile Net Income	
to net cash provided by operations:	
Accounts Receivable	(179,019.75)
Inventories: Inventory - Finished Goods	(90,511.28)
Prepaid Expense	(10,464.18)
Prepaid Insurance	(15,983.49)
Accounts Payable	78,582.82
Payroll Liabilities	(4,456.28)
Sales Tax Payable	2,626.23
Accrued Interest Payable	15,447.53
Accrued Property Taxes	12,665.52
Officer Compensation	50,000.00
Net cash provided by Operating Activities	(157,299.50)
INVESTING ACTIVITIES	
Product Development Testing	(92,109.54)
Property & Equipment	(87,980.18)
Accumulated Depreciation	28,295.73
Net cash provided by Investing Activities	(151,793.99)
FINANCING ACTIVITIES	
Share Holder Loans	(608,202.28)
Additional paid-in capital	979,390.89
Treasury Stock	104,971.46
Net cash provided by Financing Activities	476,160.07
Net cash increase for period	167,066.58
Cash at beginning of period	61,467.20
Cash at end of period	228,533.78

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