

ASCENDANT SOLUTIONS, INC.
CONSOLIDATED BALANCE SHEETS
(000's omitted, except par value and share amounts)

	(Unaudited) September 30, 2015	(Audited) December 31, 2014
ASSETS		
Cash	\$ 485	\$ 310
Trade accounts receivable, net	1,945	1,289
Other receivables	147	139
Receivable from affiliates	42	59
Inventories, net	3,715	2,356
Prepaid expenses	139	200
Total current assets	<u>6,473</u>	<u>4,353</u>
Property and equipment, net	1,411	1,015
Intangible assets, net	4,551	529
Investments carried at cost	5,107	5,107
Deferred tax asset	3,000	3,000
Total assets	<u><u>\$ 20,542</u></u>	<u><u>\$ 14,004</u></u>
LIABILITIES		
Accounts payable	\$ 2,221	\$ 1,518
Accrued liabilities	460	358
Notes payable, current portion	931	451
Total current liabilities	<u>3,612</u>	<u>2,327</u>
Notes payable, long-term portion	8,305	2,760
Total liabilities	<u><u>11,917</u></u>	<u><u>5,087</u></u>
STOCKHOLDERS' EQUITY		
Ascendant Solutions, Inc. stockholders' equity:		
Common stock, \$0.0001 par value; 50,000,000 shares		
authorized; 22,877,896 shares issued and 21,847,896		
shares outstanding at September 30, 2015; 22,847,596		
shares issued and 21,817,596 shares outstanding at		
December 31, 2014	2	2
Additional paid-in capital	60,029	60,015
Accumulated deficit	(51,009)	(50,703)
Treasury stock, at cost, 1,030,000 shares	(397)	(397)
Total stockholders' equity	<u><u>8,625</u></u>	<u><u>8,917</u></u>
Total liabilities and stockholders' equity	<u><u>\$ 20,542</u></u>	<u><u>\$ 14,004</u></u>

ASCENDANT SOLUTIONS, INC.
CONSOLIDATED STATEMENTS OF OPERATIONS
(000's omitted, except share and per share amounts)
(Unaudited)

	Three Months Ended Sept 30,		Nine Months Ended Sept 30,	
	2015	2014	2015	2014
Revenue	\$ 10,786	\$ 7,312	\$ 29,194	\$ 20,461
Cost of sales	7,796	5,206	21,131	14,427
Gross profit	<u>2,990</u>	<u>2,106</u>	<u>8,063</u>	<u>6,034</u>
Operating expenses:				
Selling, general and administrative expenses	2,697	1,897	7,659	5,443
Depreciation and amortization	<u>234</u>	<u>61</u>	<u>506</u>	<u>176</u>
Total operating expenses	<u>2,931</u>	<u>1,958</u>	<u>8,165</u>	<u>5,619</u>
Operating income (loss)	<u>59</u>	<u>148</u>	<u>(102)</u>	<u>415</u>
Dividend income	32	25	56	47
Other income, net	1	1	4	11
Interest expense	<u>(104)</u>	<u>(33)</u>	<u>(224)</u>	<u>(87)</u>
Income (loss) before income tax provision	<u>(12)</u>	<u>141</u>	<u>(266)</u>	<u>386</u>
Income tax provision	<u>(15)</u>	<u>(16)</u>	<u>(40)</u>	<u>(39)</u>
Net income (loss)	<u>\$ (27)</u>	<u>\$ 125</u>	<u>\$ (306)</u>	<u>\$ 347</u>
Earnings (loss) per share	<u>\$ *</u>	<u>\$ 0.01</u>	<u>\$ (0.01)</u>	<u>\$ 0.02</u>
Common shares outstanding	21,847,896	21,571,510	21,847,896	21,571,510

* Less than \$0.01 per share

ASCENDANT SOLUTIONS, INC.
CONSOLIDATED STATEMENTS OF CASH FLOWS
(000's omitted)
(Unaudited)

	Nine Months Ended Sept 30, 2015	2014
Operating Activities		
Net income (loss)	\$ (306)	\$ 347
Items not requiring (providing cash)		
Provision for doubtful accounts	15	3
Depreciation and amortization	506	176
Amortization of restricted stock units	14	9
Changes in operating assets and liabilities:		
Accounts receivable	(662)	94
Inventories	(1,359)	(352)
Prepaid expenses and other assets	83	113
Accounts payable	681	(380)
Accrued liabilities	102	(76)
Net cash used by operating activities	<u>(926)</u>	<u>(66)</u>
Investing Activities		
Purchases of property and equipment	(722)	(158)
Purchases of intangible assets	(4,202)	(560)
Net cash used in investing activities	<u>(4,924)</u>	<u>(718)</u>
Financing Activities		
Payments on notes payable	(22,355)	(12,455)
Proceeds from notes payable	28,380	13,200
Net cash provided by financing activities	<u>6,025</u>	<u>745</u>
Net increase in cash	175	(39)
Cash at beginning of period	310	436
Cash at end of period	<u>\$ 485</u>	<u>\$ 397</u>