

FLAME SEAL PRODUCTS, INC.
PROFIT & LOSS STATEMENT

March 31, 2017

	<u>Jan - Mar 2017</u>
Sales	
Other Income	599,880
	<u>599,880</u>
Cost of Sales	
Inventory	245,709
Freight	39,520
Certification Testing	-
Total Cost of Sales	<u>285,229</u>
Gross Profit	<u><u>\$ 314,651</u></u>
Selling, General, & Admin Expenses	
Expenses	390,226
Total S G & A	<u>390,226</u>
Net Ordinary Income	<u>\$ (75,575)</u>
Other Income	
Interest Income	0
Total other Expenses	<u>0</u>
Other Expense	
Interest Expense	4,933
Total Expense	<u>4,933</u>
Net Other Income / Expenses	<u>(4,932)</u>
Net Income or Loss	<u><u>\$ (80,507)</u></u>

Prepared without Audit

FLAME SEAL PRODUCTS, INC.

BALANCE SHEET

March 31, 2017

ASSETS	
Current Assets	
Cash	\$ 174,368
Accounts Receivables-Trade	207,084
Inventory	291,442
Prepaid Insurance	8,245
Total Current Assets	\$ 681,140
Fixed Assets	
Product Testing	321,284
Property Plant & Equipments	346,374
Net of Depreciation (\$177128.)	(177,128)
Total Fixes Assets	\$ 490,530
Other Assets	
Deferred Tax	837,672
Patents	233,623
Valuation Allowance	(837,672)
Accumulated Amortiziation	(261,386)
Total Other Assets	(27,763)
TOTAL ASSETS	\$ 1,143,907
Liabilities & Stockholders Equity	
Current Liability	
Accounts Payable	\$ 60,811
Accrued Interest Payable	65,633
Notes Payable-Current Portion	54836.19
Total Current Liabilites	181,280
Long-Term Debt	1,233,185
Total Liabilities	1,414,466
Stockholders Equity	
Treasury Stock	(22,000)
Additional Paid-In Capital	\$ 10,761,432
Capital Stock	582,488
Retained Earnings	(11,511,971)
Net Income for 3 months	(80,507)
Total Equity	(270,559)
TOTAL LIABILITES & EQUITY	\$ 1,143,907

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CASH FLOW

March 31, 2017

	<u>Jan - Mar 2017</u>
OPERATING ACTIVITIES	
Net Income	\$ (80,507)
Adjustments to reconcile Net Income to net cash provided by operations:	
Accounts Receivable	22341
Inventories:Inventory - Finished Goods	1656
Prepaid Expense	.-93
Prepaid Insurance	(7583)
Accounts Payable	(17308)
Payroll Liabilities	9369
Sales Tax Payable	36
Accrued Interest Payable	4933
Accrued Property Taxes	
Net cash provided by Operating Activities	<u>\$ (67,065)</u>
INVESTING ACTIVITIES	
Product Development Testing	(24039)
Property & Equipment	(27173)
Accumulated Depreciation	9432
Accumulated Amortization	
Net cash provided by Investing Activities	<u>\$ (41,780)</u>
FINANCING ACTIVITIES	
Loans	54226
Additional paid-in capital	0
Capital Stock	0
Treasury Stock	0
Net cash provided by Financing Activities	<u>\$ 54,226</u>
Net cash increase for period	<u>(54619)</u>
Cash at beginning of period	
Cash at end of period	<u><u>\$ (54,619)</u></u>

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