

Disclosure Statement Pursuant to the Pink Basic Disclosure Guidelines

Kelyniam Global, Inc.

97 River Road
Canton, Ct 06019

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www.Kelyniam.com
info@Kelyniam.com
3842

Quarterly Report

For the quarter ending September 30, 2023 (the “Reporting Period”)

Outstanding Shares

The number of shares outstanding of our Common Stock was:

29,923,145 as of September 30, 2023

28,993,145 as of December 31, 2022

Shell Status

Indicate by check mark whether the company is a shell company (as defined in Rule 405 of the Securities Act of 1933, Rule 12b-2 of the Exchange Act of 1934 and Rule 15c2-11 of the Exchange Act of 1934):

Yes: ☐ No: ☒

Indicate by check mark whether the company’s shell status has changed since the previous reporting period:

Yes: ☐ No: ☒

Change in Control

Indicate by check mark whether a Change in Control¹ of the company has occurred over this reporting period:

Yes: ☐ No: ☒

¹ “Change in Control” shall mean any events resulting in:

- (i) Any “person” (as such term is used in Sections 13(d) and 14(d) of the Exchange Act) becoming the “beneficial owner” (as defined in Rule 13d-3 of the Exchange Act), directly or indirectly, of securities of the Company representing fifty percent (50%) or more of the total voting power represented by the Company’s then outstanding voting securities;
- (ii) The consummation of the sale or disposition by the Company of all or substantially all of the Company’s assets;
- (iii) A change in the composition of the Board occurring within a two (2)-year period, as a result of which fewer than a majority of the directors are directors immediately prior to such change; or
- (iv) The consummation of a merger or consolidation of the Company with any other corporation, other than a merger or consolidation which would result in the voting securities of the Company outstanding immediately prior thereto continuing to represent (either by remaining outstanding or by being converted into voting securities of the surviving entity or its parent) at least fifty percent (50%) of the total voting power represented by the voting securities of the Company or such surviving entity or its parent outstanding immediately after such merger or consolidation.

1) Name and address(es) of the issuer and its predecessors (if any)

In answering this item, provide the current name of the issuer any names used by predecessor entities, along with the dates of the name changes.

The Company's name is Kelyniam Global, Inc. From its inception in 2005 through October 2007, the corporation was named Ketner Global Investments, Inc.

The state of incorporation or registration of the issuer and of each of its predecessors (if any) during the past five years; Please also include the issuer's current standing in its state of incorporation (e.g. active, default, inactive):

Nevada, Active

Describe any trading suspension orders issued by the SEC concerning the issuer or its predecessors since inception:

N/A

List any stock split, stock dividend, recapitalization, merger, acquisition, spin-off, or reorganization either currently anticipated or that occurred within the past 12 months:

N/A

The address(es) of the issuer's principal executive office:

97 River Road
Canton, Ct 06019

The address(es) of the issuer's principal place of business:

☒ *Check if principal executive office and principal place of business are the same address:*

97 River Road
Canton, Ct 06019

Has the issuer or any of its predecessors been in bankruptcy, receivership, or any similar proceeding in the past five years?

No: ☒ Yes: ☐ If Yes, provide additional details below:

2) Security Information

Transfer Agent

Name: Transfer Online
Phone: (503) 227-2950
Email: www.transferonline.com
Address: 512 SE Salmon St.
Portland, OR 97214

Publicly Quoted or Traded Securities:

The goal of this section is to provide a clear understanding of the share information for its publicly quoted or traded equity securities. Use the fields below to provide the information, as applicable, for all outstanding classes of securities that are publicly traded/quoted.

Trading symbol:	KLYG	
Exact title and class of securities outstanding:	Common – Class A	
CUSIP:	488359100	
Par or stated value:	.001	
Total shares authorized:	60,000,000	as of date: 9/30/2023
Total shares outstanding:	29,923,145	as of date: 9/30/2023
Number of shares in the Public Float ² :	<u>18,384,645</u>	as of date: 9/30/2023
Total number of shareholders of record:	456	as of date: 9/30/2023

All additional class(es) of publicly quoted or traded securities (if any): N/A

Other classes of authorized or outstanding equity securities: N/A

The goal of this section is to provide a clear understanding of the share information for its other classes of authorized or outstanding equity securities (e.g. preferred shares). Use the fields below to provide the information, as applicable, for all other authorized or outstanding equity securities.

Security Description:

The goal of this section is to provide a clear understanding of the material rights and privileges of the securities issued by the company. Please provide the below information for each class of the company's equity securities, as applicable:

1. For common equity, describe any dividend, voting and preemption rights.

The company has a single class of common stock. The common equity, as governed under Nevada law is entitled to vote and participate in dividends and liquidation rights in accordance with the pro rata share of each share issued and outstanding. The Company does not have shares with super voting rights, preemptions or other rights than class A common. The Board of Kelyniam believes in transparent and participatory governance in its corporate actions and, as such, has continued to adhere to all corporate issuances of securities using only class A common shares.

2. For preferred stock, describe the dividend, voting, conversion, and liquidation rights as well as redemption or sinking fund provisions.

Not applicable as the Company has not issued preferred stock

3. Describe any other material rights of common or preferred stockholders.

Not applicable as the Company has a single class of common stock with no enumerated or special voting rights privileges.

² "Public Float" shall mean the total number of unrestricted shares not held directly or indirectly by an officer, director, any person who is the beneficial owner of more than 10 percent of the total shares outstanding (a "control person"), or any affiliates thereof, or any immediate family members of officers, directors and control persons.

4. Describe any material modifications to rights of holders of the company's securities that have occurred over the reporting period covered by this report.

There have been no material modifications to the rights of holders of the company's securities during this reporting period.

3) Issuance History

The goal of this section is to provide disclosure with respect to each event that resulted in any changes to the total shares outstanding of any class of the issuer's securities **in the past two completed fiscal years and any subsequent interim period**.

Disclosure under this item shall include, in chronological order, all offerings and issuances of securities, including debt convertible into equity securities, whether private or public, and all shares, or any other securities or options to acquire such securities, issued for services. Using the tabular format below, please describe these events.

A. Changes to the Number of Outstanding Shares

Indicate by check mark whether there were any changes to the number of outstanding shares within the past two completed fiscal years:

No: ☐ Yes: ☒ (If yes, you must complete the table below)

Shares Outstanding as of Second Most Recent Fiscal Year End:			*Right-click the rows below and select "Insert" to add rows as needed.						
Opening Balance									
Date 12/31/2021			Common: 25,738145 Preferred: 1,000,000						
Date of Transaction	Transaction type (e.g. new issuance, cancellation, shares returned to treasury)	Number of Shares Issued (or cancelled)	Class of Securities	Value of shares issued (\$/per share) at Issuance	Were the shares issued at a discount to market price at the time of issuance? (Yes/No)	Individual/ Entity Shares were issued to (entities must have individual with voting / investment control disclosed).	Reason for share issuance (e.g. for cash or debt conversion) - OR- Nature of Services Provided	Restricted or Unrestricted as of this filing.	Exemption or Registration Type.
<u>4/12/2021</u>	<u>Cancelled</u>	<u>5,217,155</u>	<u>Class A</u>		<u>No</u>	<u>Kelyniam Treasury</u>	<u>Cancel Treasury Shares</u>	<u>Restricted</u>	<u>144</u>
<u>4/12/2021</u>	<u>Cancelled</u>	<u>1,000,000</u>	<u>Class A</u>		<u>No</u>	<u>Kelyniam Treasury</u>	<u>Cancel Treasury Shares</u>	<u>Restricted</u>	<u>144</u>
<u>4/22/2021</u>	<u>New Issuance</u>	<u>140,000</u>	<u>Class A</u>	<u>.1</u>	<u>No</u>	<u>Chris Mirucki</u>	<u>Board Service</u>	<u>Restricted</u>	<u>144</u>
<u>4/22/2021</u>	<u>New Issuance</u>	<u>45,000</u>	<u>Class A</u>	<u>.15</u>	<u>No</u>	<u>Javier Vegas</u>	<u>Contractor Award</u>	<u>Restricted</u>	<u>144</u>
<u>4/22/2021</u>	<u>New Issuance</u>	<u>560,000</u>	<u>Class A</u>	<u>.05</u>	<u>No</u>	<u>Mark Smith</u>	<u>Investment '19</u>	<u>Restricted</u>	<u>144</u>

<u>4/22/2021</u>	<u>New Issuance</u>	<u>500,000</u>	<u>Class A</u>	<u>.05</u>	<u>No</u>	<u>Linda Breault</u>	<u>Investment '19</u>	<u>Restricted</u>	<u>144</u>
<u>4/29/2021</u>	<u>New Issuance</u>	<u>1,000,000</u>	<u>Class A</u>	<u>.05</u>	<u>No</u>	<u>Ross Bjella</u>	<u>Investment '19</u>	<u>Restricted</u>	<u>144</u>
<u>4/29/2021</u>	<u>New Issuance</u>	<u>200,000</u>	<u>Class A</u>	<u>.05</u>	<u>No</u>	<u>Carolyn Smith</u>	<u>Investment '19</u>	<u>Restricted</u>	<u>144</u>
<u>4/29/2021</u>	<u>New Issuance</u>	<u>40,000</u>	<u>Class A</u>	<u>.05</u>	<u>No</u>	<u>Brian Smith</u>	<u>Investment '19</u>	<u>Restricted</u>	<u>144</u>
<u>5/28/2021</u>	<u>New Issuance</u>	<u>200,000</u>	<u>Class A</u>	<u>.05</u>	<u>No</u>	<u>Naveh Levy</u>	<u>Investment '19</u>	<u>Restricted</u>	<u>144</u>
<u>7/9/2021</u>	<u>New Issuance</u>	<u>6,000</u>	<u>Class A</u>	<u>.3</u>	<u>No</u>	<u>John Healy</u>	<u>Consulting Fee</u>	<u>Restricted</u>	<u>144</u>
<u>12/21/2021</u>	<u>New Issuance</u>	<u>280,000</u>	<u>Class A</u>	<u>.05</u>	<u>No</u>	<u>Mark Smith</u>	<u>Investment</u>	<u>Restricted</u>	<u>144</u>
<u>12/21/2021</u>	<u>New Issuance</u>	<u>100,000</u>	<u>Class A</u>	<u>.05</u>	<u>No</u>	<u>Carolyn Smith</u>	<u>Investment</u>	<u>Restricted</u>	<u>144</u>
<u>12/21/2021</u>	<u>New Issuance</u>	<u>20,000</u>	<u>Class A</u>	<u>.05</u>	<u>No</u>	<u>Brian B Smith</u>	<u>Investment</u>	<u>Restricted</u>	<u>144</u>
<u>12/28/2021</u>	<u>New Issuance</u>	<u>187,500</u>	<u>Class A</u>	<u>.05</u>	<u>No</u>	<u>Mark Smith</u>	<u>Investment</u>	<u>Restricted</u>	<u>144</u>
<u>5/31/2022</u>	<u>New Issuance</u>	<u>150,000</u>	<u>Class A</u>	<u>.09</u>	<u>No</u>	<u>Laura Reed</u>	<u>Sign on bonus</u>	<u>Restricted</u>	<u>144</u>
<u>5/31/2022</u>	<u>New Issuance</u>	<u>75,000</u>	<u>Class A</u>	<u>.09</u>	<u>No</u>	<u>Desiree Webb</u>	<u>Board Svce</u>	<u>Restricted</u>	<u>144</u>
<u>5/31/2022</u>	<u>New Issuance</u>	<u>600,000</u>	<u>Class A</u>	<u>.09</u>	<u>No</u>	<u>Terrance Kurtenbach</u>	<u>Board Svce</u>	<u>Restricted</u>	<u>144</u>
<u>6/2/2022</u>	<u>New Issuance</u>	<u>500,000</u>	<u>Class A</u>	<u>.03</u>	<u>No</u>	<u>Mark Smith</u>	<u>Compensation</u>	<u>Restricted</u>	<u>144</u>
<u>6/2/2022</u>	<u>New Issuance</u>	<u>1,000,000</u>	<u>Class A</u>	<u>.03</u>	<u>No</u>	<u>Chris Breault</u>	<u>Compensation</u>	<u>Restricted</u>	<u>144</u>
<u>8/30/2022</u>	<u>New Issuance</u>	<u>480,000</u>	<u>Class A</u>	<u>.03</u>	<u>No</u>	<u>Mark V Smith</u>	<u>Compensation</u>	<u>Restricted</u>	<u>144</u>
<u>8/30/2022</u>	<u>New Issuance</u>	<u>450,000</u>	<u>Class A</u>	<u>.03</u>	<u>No</u>	<u>Chris Breault</u>	<u>Compensation</u>	<u>Restricted</u>	<u>144</u>
<u>1/6/2023</u>	<u>New Issuance</u>	<u>75,000</u>	<u>Class A</u>	<u>.1</u>	<u>No</u>	<u>Desiree Webb</u>	<u>Board Svce</u>	<u>Restricted</u>	<u>144</u>
<u>1/6/2023</u>	<u>New Issuance</u>	<u>50,000</u>	<u>Class A</u>	<u>.1</u>	<u>No</u>	<u>Thomas McDonald</u>	<u>Compensation</u>	<u>Restricted</u>	<u>144</u>

<u>1/6/2023</u>	<u>New Issuance</u>	<u>300,000</u>	<u>Class A</u>	<u>.1</u>	<u>No</u>	<u>Terrance Kurtenbach</u>	<u>Board Svcs</u>	<u>Restricted</u>	<u>144</u>
<u>1/6/2023</u>	<u>New Issuance</u>	<u>20,000</u>	<u>Class A</u>	<u>.1</u>	<u>No</u>	<u>Deborah Chasse</u>	<u>Compensation</u>	<u>Restricted</u>	<u>144</u>
<u>1/6/2023</u>	<u>New Issuance</u>	<u>25,000</u>	<u>Class A</u>	<u>.1</u>	<u>No</u>	<u>Faith DiFronzo</u>	<u>Compensation</u>	<u>Restricted</u>	<u>144</u>
<u>1/6/2023</u>	<u>New Issuance</u>	<u>25,000</u>	<u>Class A</u>	<u>.1</u>	<u>No</u>	<u>Basiru Sumbundu</u>	<u>Compensation</u>	<u>Restricted</u>	<u>144</u>
<u>1/6/2023</u>	<u>New Issuance</u>	<u>10,000</u>	<u>Class A</u>	<u>.1</u>	<u>No</u>	<u>Diane Bjella</u>	<u>Compensation</u>	<u>Restricted</u>	<u>144</u>
<u>3/16/2023</u>	<u>New Issuance</u>	<u>50,000</u>	<u>Class A</u>	<u>.1</u>	<u>No</u>	<u>Jason Mayfield</u>	<u>Compensation</u>	<u>Restricted</u>	<u>144</u>
<u>3/16/2023</u>	<u>New Issuance</u>	<u>75,000</u>	<u>Class A</u>	<u>.08</u>	<u>No</u>	<u>Lisette Grunweld</u>	<u>Compensation/ Board Service</u>	<u>Restricted</u>	<u>144</u>
<u>3/16/2023</u>	<u>New Issuance</u>	<u>75,000</u>	<u>Class A</u>	<u>.08</u>	<u>No</u>	<u>Desiree Webb</u>	<u>Compensation/ Board Service</u>	<u>Restricted</u>	<u>144</u>
<u>3/16/2023</u>	<u>New Issuance</u>	<u>75,000</u>	<u>Class A</u>	<u>.08</u>	<u>No</u>	<u>Mark V Smith</u>	<u>Compensation/ Board Service</u>	<u>Restricted</u>	<u>144</u>
<u>3/16/2023</u>	<u>New Issuance</u>	<u>75,000</u>	<u>Class A</u>	<u>.08</u>	<u>No</u>	<u>Ross Bjella</u>	<u>Compensation/ Board Service</u>	<u>Restricted</u>	<u>144</u>
<u>3/16/2023</u>	<u>New Issuance</u>	<u>75,000</u>	<u>Class A</u>	<u>.08</u>	<u>No</u>	<u>Terrance Kurtenbach</u>	<u>Compensation/ Board Service</u>	<u>Restricted</u>	<u>144</u>
Shares Outstanding on Date of This Report:									
<u>Ending</u> <u>Balance</u>									
<u>Ending Balance:</u>									
Date 9/30/2023	Common: 29,923,145								
Preferred:									

Example: A company with a fiscal year end of December 31st, in addressing this item for its Annual Report, would include any events that resulted in changes to any class of its outstanding shares from the period beginning on January 1, 2021 through December 31, 2022 pursuant to the tabular format above.

Use the space below to provide any additional details, including footnotes to the table above:

B. Promissory and Convertible Notes - N/A

Indicate by check mark whether there are any outstanding promissory, convertible notes, convertible debentures, or any other debt instruments that may be converted into a class of the issuer's equity securities:

No: ☒ Yes: ☐ (If yes, you must complete the table below)

Date of Note Issuance	Outstanding Balance (\$)	Principal Amount at Issuance (\$)	Interest Accrued (\$)	Maturity Date	Conversion Terms (e.g. pricing mechanism for determining conversion of instrument to shares)	Name of Noteholder. <small>*You must disclose the control person(s) for any entities listed.</small>	Reason for Issuance (e.g. Loan, Services, etc.)
==	==	==	==	==	==	==	==

4) Issuer's Business, Products and Services

The purpose of this section is to provide a clear description of the issuer's current operations.

(Please ensure that these descriptions are updated on the Company's Profile on www.otcmarkets.com).

A. Summarize the issuer's business operations (If the issuer does not have current operations, state "no operations")

Kelyniam Global, Inc. is a custom design-to-build medical device manufacturing company specializing in the delivery of cranial implant technologies to neurologically dependent patients. The Company is engaged in the production of custom prosthetics utilizing computer-aided design and computer-aided manufacturing of medical-grade polymers. Its Engineering Division uses Bio-Computer Aided Design (CAD) Computer Aided Manufacturing (CAM) technology to provide replicated cranial implants to replace damaged bone structures.

Its product, PEEK-Optima, is engineered for biocompatibility. Derived from the patient's computed tomography (CT) data, the Company's 3D BIO-CAD/CAM software is used to transfer the details found on the edge of the defect directly to the implant edge. Its K-Plans include ke24, ke72 and kp5day. The Company's emergency plan, ke24, provides precision-replicated, patient-specific cranial implants in approximately 24 hours.

B. List any subsidiaries, parent company, or affiliated companies.

None

C. Describe the issuers' principal products or services.

Cranial implants manufactured using Bio-Computer Aided Design (CAD) Computer Aided Manufacturing (CAM) technology.



5) Issuer's Facilities

The goal of this section is to provide a potential investor with a clear understanding of all assets, properties or facilities owned, used or leased by the issuer and the extent in which the facilities are utilized.

In responding to this item, please clearly describe the assets, properties or facilities of the issuer, give the location of the principal plants and other property of the issuer and describe the condition of the properties. If the issuer does not have complete ownership or control of the property (for example, if others also own the property or if there is a mortgage on the property), describe the limitations on the ownership.

If the issuer leases any assets, properties or facilities, clearly describe them as above and the terms of their leases.

The Company leases 6,000 sq feet of facilities located in a US FDA inspected manufacturing facility in Canton, Ct. The plant is an end-to-end facility including the Cad-cam design capabilities and advanced additive manufacturing processes using 3-d printing. The end-to-end facility provides for control of the process resulting in superior capabilities for turn around times on delivery of implants to neurology departments at hospitals.

The real estate lease is in effect through December 31, 2027 with options to renew until 2032. Monthly lease payments are \$2,667 currently through December 31, 2023. Beginning 1/1/2024, lease payments will be \$2,800 monthly until December 31, 2027. Beginning 1/1/2028 lease payments will increase to \$2,830 monthly.

6) Officers, Directors, and Control Persons

Using the table below, please provide information, as of the period end date of this report, regarding any officers, or directors of the company, individuals or entities controlling more than 5% of any class of the issuers securities, or any person that performs a similar function, regardless of the number of shares they own. **If any insiders listed are corporate shareholders or entities, provide the name and address of the person(s) beneficially owning or controlling such corporate shareholders, or the name and contact information (City, State) of an individual representing the corporation or entity in the note section.**

Include Company Insiders who own any outstanding units or shares of any class of any equity security of the issuer.

The goal of this section is to provide an investor with a clear understanding of the identity of all the persons or entities that are involved in managing, controlling or advising the operations, business development and disclosure of the issuer, as well as the identity of any significant or beneficial shareholders.

Name of Officer/Director or Control Person	Affiliation with Company (e.g. Officer Title /Director/Owner of more than 5%)	Residential Address (City / State Only)	Number of shares owned	Share type/class	Ownership Percentage of Class Outstanding	Names of control person(s) if a corporate entity
<u>Ross Bjella*</u>	<u>CEO</u>	<u>Whitefish Bay, WI</u>	<u>2,082,500</u>	<u>Class A Common</u>	<u>7.24</u>	
<u>Lisette Grunwell</u>	<u>Director</u>	<u>Old Lyme</u>	-	<u>Class A Common</u>	<u>0.0</u>	
<u>Mark Smith*</u>	<u>Director</u>	<u>Frankfort NY</u>	<u>2,857,500</u>	<u>Class A Common</u>	<u>9.96</u>	
<u>Stan Solomonson</u>	<u>5% Owner</u>	<u>Santa Rosa, CA</u>	<u>2,200,000</u>	<u>Class A Common</u>	<u>7.35</u>	
<u>Terrance Kurtenbach</u>	<u>CFO</u>	<u>Germantown, WI</u>	<u>2,075,000</u>	<u>Class A Common</u>	<u>7.18</u>	
<u>Patrick McMurchy</u>	<u>5% Owner</u>	<u>Tulsa, Ok</u>	<u>1,620,000</u>	<u>Class A Common</u>	<u>5.41</u>	
<u>Desiree Webb</u>	<u>Director</u>	<u>Boca Raton, FL</u>	<u>225,000</u>	<u>Class A Common</u>	<u>1.0</u>	

*Includes shares held directly by spouse

7) Legal/Disciplinary History

A. Identify whether any of the persons or entities listed above have, in the past 10 years, been the subject of:

1. A conviction in a criminal proceeding or named as a defendant in a pending criminal proceeding (excluding traffic violations and other minor offenses);

None

2. The entry of an order, judgment, or decree, not subsequently reversed, suspended or vacated, by a court of competent jurisdiction that permanently or temporarily enjoined, barred, suspended or otherwise limited such

person's involvement in any type of business, securities, commodities, or banking activities;

None

3. A finding or judgment by a court of competent jurisdiction (in a civil action), the Securities and Exchange Commission, the Commodity Futures Trading Commission, or a state securities regulator of a violation of federal or state securities or commodities law, which finding or judgment has not been reversed, suspended, or vacated; or

None

4. The entry of an order by a self-regulatory organization that permanently or temporarily barred, suspended, or otherwise limited such person's involvement in any type of business or securities activities.

None

- B. Describe briefly any material pending legal proceedings, other than ordinary routine litigation incidental to the business, to which the issuer or any of its subsidiaries is a party or of which any of their property is the subject. Include the name of the court or agency in which the proceedings are pending, the date instituted, the principal parties thereto, a description of the factual basis alleged to underlie the proceeding and the relief sought. Include similar information as to any such proceedings known to be contemplated by governmental authorities.

None

8) Third Party Service Providers

Provide the name, address, telephone number and email address of each of the following outside providers. You may add additional space as needed.

Securities Counsel (must include Counsel preparing Attorney Letters).

Name: Kevin Timken
Firm: Michael, Best & Friedrich
Address 1: 170 South Main St
Suite 1000
Salt Lake City, UT 84101

Phone: (801) 924.4124
Email: KCTimken@MichaelBest.com

Accountant or Auditor

Name: Ryan LaQuerre
Firm: LaQuerre Audi
Address 1: 106 East St
Plainville, CT 06062

Phone: (860) 747.4559
Email: info@laqcpa.com

Investor Relations – N/A

All other means of Investor Communication:

Twitter: _____
Discord: _____
LinkedIn: _____
Facebook: _____

Other Service Providers

Provide the name of any other service provider(s) that **that assisted, advised, prepared, or provided information with respect to this disclosure statement**. This includes counsel, broker-dealer(s), advisor(s), consultant(s) or any entity/individual that provided assistance or services to the issuer during the reporting period.

N/A

9) Financial Statements

A. The following financial statements were prepared in accordance with:

- ☐ IFRS
☒ U.S. GAAP

B. The following financial statements were prepared by (name of individual)³:

Name: **Terrance Kurtenbach**
Title: **Chief Financial Officer**
Relationship to Issuer: **Employee**

Describe the qualifications of the person or persons who prepared the financial statements: **CPA (Ret.) – Former partner Big 4 accounting firm.**

Provide the following financial statements for the most recent fiscal year or quarter. For the initial disclosure statement (qualifying for Pink Current Information for the first time) please provide reports for the two previous fiscal years and any subsequent interim periods.

- a. Audit letter, if audited;
- b. Balance Sheet;
- c. Statement of Income;
- d. Statement of Cash Flows;
- e. Statement of Retained Earnings (Statement of Changes in Stockholders' Equity)
- f. Financial Notes

10) Issuer Certification

Principal Executive Officer:

The issuer shall include certifications by the chief executive officer and chief financial officer of the issuer (or any other persons with different titles but having the same responsibilities) in each Quarterly Report or Annual Report.

³ The financial statements requested pursuant to this item must be prepared in accordance with US GAAP or IFRS and by persons with sufficient financial skills.

The certifications shall follow the format below:

I, Ross Bjella certify that:

1. I have reviewed this Disclosure Statement for Kelyniam Global, Inc.;
2. Based on my knowledge, this disclosure statement does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this disclosure statement; and
3. Based on my knowledge, the financial statements, and other financial information included or incorporated by reference in this disclosure statement, fairly present in all material respects the financial condition, results of operations and cash flows of the issuer as of, and for, the periods presented in this disclosure statement.

____ November 13, 2023



s/s/ Ross Bjella

(Digital Signatures should appear as "/s/ [OFFICER NAME]")

Principal Financial Officer:

I, Terrance Kurtenbach certify that:

1. I have reviewed this Disclosure Statement for Kelyniam Global, Inc.;
2. Based on my knowledge, this disclosure statement does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this disclosure statement; and
3. Based on my knowledge, the financial statements, and other financial information included or incorporated by reference in this disclosure statement, fairly present in all material respects the financial condition, results of operations and cash flows of the issuer as of, and for, the periods presented in this disclosure statement.

November 13, 2023



/s/ Terrance Kurtenbach

(Digital Signatures should appear as "/s/ [OFFICER NAME]")

KELYNIAM GLOBAL, INC.
FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED
SEPTEMBER 30, 2023 AND 2022

KELYNIAM GLOBAL, INC.
TABLE OF CONTENTS
SEPTEMBER 30, 2023 AND 2022

ACCOUNTANT'S COMPLIATION REPORT	<u>Page</u> 1
FINANCIAL STATEMENTS:	
BALANCE SHEET	2 - 3
STATEMENT OF INCOME	4
STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY	5
STATEMENT OF CASH FLOWS	6
NOTES TO THE FINANCIAL STATEMENTS	7 - 18
SUPPLEMENTARY INFORMATION:	19
SCHEDULE I - COST OF SALES	20
SCHEDULE II - GENERAL AND ADMINISTRATIVE EXPENSES	21

LaQuerreAudi

certified public accountants

Independent Accountant's Compilation Report

To the Board of Directors
Kelyniam Global, Inc.
Collinsville, CT

Management is responsible for the accompanying financial statements of Kelyniam Global, Inc., (a Corporation), which comprise the balance sheet as of September 30, 2023 and 2022, and the related statement of income, changes in stockholders' equity and cash flows for the nine months then ended, and the related notes to the financial statements in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements in Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The supplementary information contained in Schedules I and II is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management. The supplementary information was not subject to our compilation engagement. We have not audited or reviewed the supplementary information and do not express an opinion, a conclusion, nor provide any assurance on such information.

Respectfully,

LaQuerre Audi, LLC

LaQuerre Audi, LLC
Certified Public Accountants
Plainville, CT 06062

November 9, 2023

KELYNIAM GLOBAL, INC.
BALANCE SHEET
SEPTEMBER 30, 2023 AND 2022

ASSETS

	<u>2023</u>	<u>2022</u>
<u>CURRENT ASSETS</u>		
Accounts receivable, net of allowances	\$ 251,456	\$ 462,383
Inventory	36,747	52,346
Prepaid expenses	15,221	91,795
TOTAL CURRENT ASSETS	<u>303,424</u>	<u>606,524</u>
<u>PROPERTY AND EQUIPMENT</u>		
Manufacturing equipment	569,049	565,642
Computer equipment	91,588	86,147
Furniture and fixtures	8,043	8,043
Leasehold improvements	323,162	323,162
	<u>991,842</u>	<u>982,994</u>
Less: Accumulated depreciation	<u>(620,516)</u>	<u>(572,072)</u>
TOTAL PROPERTY AND EQUIPMENT	<u>371,326</u>	<u>410,922</u>
<u>OTHER ASSETS</u>		
Operating lease - right-of-use asset	143,832	82,926
Intangible assets, net	12,386	-
Security deposit	8,000	8,000
Deferred income tax asset	491,000	396,300
TOTAL OTHER ASSETS	<u>655,218</u>	<u>487,226</u>
TOTAL ASSETS	<u>\$ 1,329,968</u>	<u>\$ 1,504,672</u>

See accompanying notes and independent accountant's compilation report

KELYNIAM GLOBAL, INC.
BALANCE SHEET
SEPTEMBER 30, 2023 AND 2022

LIABILITIES & STOCKHOLDERS' EQUITY

	<u>2023</u>	<u>2022</u>
<u>CURRENT LIABILITIES</u>		
Line of credit	\$ 170,085	\$ 125,777
Accounts payable	137,846	153,730
Accrued expenses	105,871	110,873
Deferred revenue	-	88,762
Current portion of operating lease liabilities	33,462	32,484
Current portion of officer loan	114,983	84,260
Current portion of note payable	12,659	12,459
TOTAL CURRENT LIABILITIES	<u>574,906</u>	<u>608,345</u>
<u>LONG-TERM LIABILITIES</u>		
Operating lease liabilities, less current portion	110,370	50,442
Note payable, less current portion	221,052	118,258
TOTAL LONG-TERM LIABILITIES	<u>331,422</u>	<u>168,700</u>
TOTAL LIABILITIES	<u>906,328</u>	<u>777,045</u>
<u>STOCKHOLDERS' EQUITY</u>		
Common stock \$.001 par value, 60,000,000 shares authorized, 29,923,145 shares issued and outstanding in 2023; 28,993,145 shares issued and outstanding in 2022	29,923	28,993
Additional paid in-capital	2,882,478	2,806,437
Retained earnings (accumulated deficit)	(2,474,956)	(2,093,998)
Treasury stock, at cost (237,583 shares in 2023 and 2022)	(13,805)	(13,805)
TOTAL STOCKHOLDERS' EQUITY	<u>423,640</u>	<u>727,627</u>
TOTAL LIABILITIES & STOCKHOLDERS' EQUITY	<u>\$ 1,329,968</u>	<u>\$ 1,504,672</u>

See accompanying notes and independent accountant's compilation report

KELYNIAM GLOBAL, INC.
STATEMENT OF INCOME
FOR THE NINE MONTHS ENDED
SEPTEMBER 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
Sales	\$ 1,741,587	\$ 2,194,435
Cost of Sales	<u>391,903</u>	<u>455,702</u>
Gross Profit	1,349,684	1,738,733
General and Administrative Expenses	<u>1,679,677</u>	<u>1,645,210</u>
Income (Loss) from operations	<u>(329,993)</u>	<u>93,523</u>
Other Income (Expenses)		
Stock-based compensation expense	(76,971)	(165,750)
Interest income	3,000	-
Interest expense	<u>(38,235)</u>	<u>(17,040)</u>
	<u>(112,206)</u>	<u>(182,790)</u>
Loss Before Provision (Benefit) for Income Taxes	(442,199)	(89,267)
Provision (Benefit) for Income Tax	<u>(27,609)</u>	<u>41,925</u>
Net Loss	<u><u>\$ (414,590)</u></u>	<u><u>\$ (131,192)</u></u>

See accompanying notes and independent accountant's compilation report

KELYNIAM GLOBAL, INC.
STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY
SEPTEMBER 30, 2023 AND 2022

	Common Stock	Additional Paid-in Capital	Retained Earnings	Treasury Stock	Total Stockholders' Equity
Balance, January 1, 2022	\$ 25,738	\$ 2,643,942	\$ (1,962,806)	\$ (13,805)	\$ 693,069
Issuance of new shares	3,255	162,495	-	-	165,750
Net loss	-	-	(131,192)	-	(131,192)
Balance, September 30, 2022	<u>\$ 28,993</u>	<u>\$ 2,806,437</u>	<u>\$ (2,093,998)</u>	<u>\$ (13,805)</u>	<u>\$ 727,627</u>
Balance, January 1, 2023	\$ 28,993	\$ 2,806,437	\$ (2,060,366)	\$ (13,805)	\$ 761,259
Issuance of new shares	930	76,041	-	-	76,971
Net loss	-	-	(414,590)	-	(414,590)
Balance, September 30, 2023	<u>\$ 29,923</u>	<u>\$ 2,882,478</u>	<u>\$ (2,474,956)</u>	<u>\$ (13,805)</u>	<u>\$ 423,640</u>

See accompanying notes and independent accountant's compilation report

KELYNIAM GLOBAL, INC.
STATEMENT OF CASH FLOWS
FOR THE NINE MONTHS ENDED
SEPTEMBER 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net loss	\$ (414,590)	\$ (131,192)
Adjustments needed to reconcile net income to net cash provided by (used in) operating activities:		
Stock-based compensation expense	76,971	165,750
Depreciation	36,354	35,287
Amortization	678	-
(Increase) Decrease in operating assets		
(Increase) Decrease in accounts receivable	248,434	76,106
(Increase) Decrease in inventory	19,954	(8,057)
(Increase) Decrease in prepaid expenses	89,775	(88,579)
(Increase) Decrease in intangible assets	(13,064)	-
(Increase) Decrease in deferred income taxes	(30,000)	37,500
Increase (Decrease) in accounts payable	(113,774)	45,923
Increase (Decrease) in accrued expenses	8,144	(59,295)
Increase (Decrease) in deferred revenue	(36,101)	(63,238)
Net Cash Provided By (Used In) Operating Activities	<u>(127,219)</u>	<u>10,205</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	<u>-</u>	<u>(42,856)</u>
Net Cash Provided By (Used In) Investing Activities	<u>-</u>	<u>(42,856)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Net borrowings on line of credit	(14,909)	16,434
Borrowings on note payable	117,974	124,652
Principal payments on note payable	(6,569)	(51,942)
Net repayments to officer	30,723	(56,493)
Net Cash Provided by (Used In) Financing Activities	<u>127,219</u>	<u>32,651</u>
Net Increase (Decrease) in Cash and Cash Equivalents	-	-
Cash and Cash Equivalents at Beginning of Year	<u>-</u>	<u>-</u>
Cash and Cash Equivalents at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

See accompanying notes and independent accountant's compilation report

KELYNIAM GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023 AND 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

Kelyniam Global, Inc. (“the Company”), organized under the laws of the State of Nevada, specializes in the rapid production of custom prosthetic cranial implants utilizing computer-aided design and computer aided manufacturing of advanced medical grade polymers. The Company develops, manufactures, and distributes custom cranial and maxilla-facial implants for patients requiring the reconstruction of cranial and certain facial structures. The Company works directly with surgeons, health systems and payors to improve clinical and cost-of-care outcomes. The Company has additional products and categories in various stages of development and commercialization.

The Company’s business operations consist solely of regulatory approvals, manufacturing operations and distribution to customers and markets entirely in the United States.

Basis of Accounting

The financial statements of the Company have been prepared in conformity with accounting principles generally accepted in the United States of America (“GAAP”).

Revenue Recognition

Revenue from the sale of implantable products is generally recognized at an amount that reflects the expected consideration at the point-in-time the hospital customer obtains control of the product, which is defined as when the product is delivered and accepted, or upon shipment to a third-party distribution customer assuming control of the products.

Significant judgments – contracts with multiple performance obligations

Generally, each customer order represents a separate contract. Customer orders may include promises to transfer multiple performance obligations. A performance obligation is a promise in a contract with a customer to transfer products or services that are distinct. Generally, each specific product or service ordered is considered distinct and therefore, considered a separate performance obligation.

The Company allocates the transaction price to each performance obligation on a relative standalone selling price (“SSP”) basis. The SSP is the price at which the Company would sell a promised product or service separately to a customer. Judgement is required to determine the SSP for each distinct performance obligation.

KELYNIAM GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023 AND 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*Continued*)

The Company determines SSP by considering its overall pricing objectives and market conditions on a customer basis. Significant pricing practices taken into consideration include the Company's discounting practices, price lists, historical sales and contract prices. As the Company's go-to-market strategies evolve, the Company may modify its pricing practices in the future, which could result in changes to SSP. In certain cases, the Company is able to establish SSP based on observable prices of products or services sold separately in comparable circumstances to similar customers. The Company uses a single amount to estimate SSP when it has observable prices.

The transaction price for each contract with a customer is generally fixed. Amounts that have been invoiced are recorded in accounts receivable and revenue, when control to customers has occurred.

The Company has determined that it qualifies for the practical expedient to expense incremental costs of obtaining a contract as incurred in the period that the goods or services are transferred to the customer as this treatment is consistent with the incremental costs incurred.

Deferred Revenue

During 2022, the Company and a customer entered into a fixed agreement to provide specific products to the customer in support of a minimum purchase agreement contract where the customer's purchases had not been sufficient to meet minimum purchase requirements for 2021. The agreement measured revenue by the future provision of products during the year of 2022. The final outstanding amount related to this agreement was billed in full during the first quarter of 2023. As of September 30, 2022, the outstanding amount related to this agreement of \$88,762 is shown as deferred revenue on the "Balance Sheet" under Current Liabilities.

Use of Estimates

Management uses estimates and assumptions in preparing these financial statements in accordance with accounting principles generally accepted in the United States of America. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from those estimates.

Cash and Cash Equivalents and Credit Risk

The Company considers all investments with the original maturities of three months or less to be cash equivalents.

The Company maintains its cash and cash equivalents in bank deposit accounts that, at times, may exceed federally insured limits. The Company has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash and cash equivalents. The Company did not exceed the insured limit as of September 30, 2023 and 2022.

KELYNIAM GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023 AND 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

Accounts Receivable

Accounts receivable are recorded at fair value and are recorded as current assets. Uncollectible account balances are written-off when management determines the probability to collection is remote. The Company does not require collateral in providing credit. The allowance for doubtful accounts reflects the best estimate of probable losses determined principally on the basis of historical experience and specific allowances for known troubled accounts. All accounts or portions thereof that are deemed to be uncollectible or that require an excessive collection cost are written off to the allowance for doubtful accounts. No allowance for doubtful accounts was deemed necessary at September 30, 2023 and 2022.

Inventory

Inventory, consisting primarily of supplies, is stated at the lower of cost (first-in, first-out basis) or market value (net realizable value).

Property and Equipment

Property, plant, and equipment are recorded at cost. Depreciation is provided using straight-line methods for financial reporting purposes. Estimated useful lives of the assets are as follows:

Manufacturing equipment	7 years
Computer equipment	3 years
Furniture and fixtures	5 – 7 years
Leasehold improvements	15 – 39 years

The cost and related accumulated depreciation of equipment and furniture sold, retired or otherwise disposed of are removed from the related asset accounts, and any resulting gain or loss is recorded in operations for the period in which the transaction occurred.

Expenditures for major renewals or improvements that extend the useful lives of equipment and furniture are capitalized. Expenditures for maintenance and repairs are expensed as incurred. Depreciation expense for the nine months ended September 30, 2023 and 2022 was \$36,354 and \$35,287, respectively.

Leases

The Company calculates operating lease liabilities with a risk-free discount rate, using a comparable period with the lease term. All lease and non-lease components are combined for all leases. Lease payments for leases with a term of 12 months or less are expensed on a straight-line basis over the term of the lease with no lease asset or liability recognized.

KELYNIAM GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023 AND 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

Fair Value of Financial Instruments

The Company has a number of financial instruments and none are held for trading purposes. The Company estimates that the fair value of all financial instruments as of September 30, 2023 and 2022 does not differ materially from the aggregate carrying values of its financial instruments recorded in the accompanying balance sheets. The Company used available market information and appropriate valuation methodologies to determine the estimated fair value amounts. Considerable judgment is required in interpreting market data to develop the estimates of fair value and, accordingly, the estimates are not necessarily indicative of the amounts that the Company could realize in a current market exchange (See Note 11).

Advertising Costs

The Company expenses advertising costs as they are incurred. Advertising expenses for the nine months ended September 30, 2023 and 2022 was \$24,768 and \$31,100, respectively.

Shipping and Handling Costs

All shipping and handling costs billed to customers are recognized in sales. Shipping and handling costs are charged to expense as incurred and included in cost of sales on the accompanying statement of income. Shipping and handling costs incurred for the nine months ended September 30, 2023 and 2022 was \$25,241 and \$32,556, respectively.

Income Taxes

Income taxes are provided for the tax effects of transactions reported in the financial statements and consist of taxes currently due plus deferred taxes related to differences between financial statement and taxable income arising primarily from depreciation expense for tax purposes using accelerated methods and for financial statements using the straight line method, in addition to future benefits for net operating loss carryovers for tax purposes.

The deferred tax assets and liabilities represent the future tax return consequences of those differences, which will either be taxable or deductible when the assets and liabilities are recovered or settled.

There are no uncertain positions that would require recognition in the financial statements. If the Company were to incur an income tax liability in the future, interest on any income tax liability would be reported as interest expense and penalties and income tax would be reported as income tax expense. Management's conclusions regarding uncertain tax positions may be subject to review and adjustment at a later date based upon ongoing analysis of or changes in tax laws, regulations and interpretations therefore as well as other factors.

KELYNIAM GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023 AND 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

Lease Arrangements

Annual rentals pertaining to the real estate lease, which convey merely the right to use property, are charged to current operations.

Subsequent Events

In preparing these financial statements, management has evaluated subsequent events through November 09, 2023, which represents the date the financial statements were available to be issued.

NOTE 2 – RELATED PARTY TRANSACTIONS

Officer Loan Payable

Officer loan payable represent amounts due to two officers. The outstanding balance of the oldest loan as of September 30, 2023 and 2022 was \$63,383 and \$84,260, respectively. The amount is subject to a specific repayment schedule at interest rates of 4.75%. A second loan initiated during the third quarter of 2023 for \$50,000. This loan is senior to all obligations of the Company except the Westfield line of credit described in Note 5. The loan is not subject to a repayment schedule and accrues interest at 12.0%.

NOTE 3 – INVENTORY

Inventory consists of supplies on hand in the amount of \$36,747 and \$52,346 as of September 30, 2023 and 2022, respectively.

NOTE 4 – INTANGIBLE ASSETS

Intangible assets consist of the following as of September 30, 2023:

Loan origination costs	\$ 13,064
Less: Accumulated amortization	<u>(678)</u>
Net intangibles	\$ <u><u>12,386</u></u>

Amortization expense amounted to \$678 for the nine months ended September 30, 2023. There were no intangible assets as of September 30, 2022 and no amortization expense during the nine months ended September 30, 2022.

KELYNIAM GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023 AND 2022

NOTE 4 – INTANGIBLE ASSETS (Continued)

Following is a schedule of future amortization expense:

PERIOD ENDING SEPTEMBER 30,	
2024	\$ 1,139
2025	1,139
2026	1,139
2027	1,139
2028	1,139
Thereafter	<u>6,691</u>
	<u>\$ 12,386</u>

NOTE 5 – LINE OF CREDIT

The Company has a \$230,000 revolving line of credit with Westfield Bank, secured by the assets of the Company. The balance on the line at September 30, 2023 was \$170,085 at the rate of interest of 9.25%. The balance on the line at September 30, 2022 was \$125,777 at the rate of interest of 6.50%.

NOTE 6 – LONG-TERM DEBT

	<u>2023</u>	<u>2022</u>
Note payable with a commercial non-bank lender, payable in monthly installments of \$1,162 beginning February 2023, including interest of 14.24%, through January 2035, secured by a personal guarantee of an officer of the Company and supported by a corporate owned life insurance policy.	\$ 78,223	\$ -
Note payable with a commercial non-bank lender, payable in monthly installments of \$595 beginning September 2023, including interest of 14.24%, through August 2033, secured by a personal guarantee of an officer of the Company and supported by a corporate owned life insurance policy.	37,834	-

KELYNIAM GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023 AND 2022

NOTE 6 – LONG-TERM DEBT (Continued)

Note payable with the Department of Economic and Community Development, payable in monthly installments of \$2,996, including interest of 3.00%, through December 2022, secured by assets of the Company.

- 6,065

Note payable with a commercial non-bank lender, payable in monthly installments of \$1,909 beginning October 2022, including interest of 13.24%, through September 2034, secured by a personal guarantee of an officer of the Company and supported by a corporate owned life insurance policy.

	<u>117,654</u>	<u>124,652</u>
\$ 233,711	\$ 130,717	
<u>(12,659)</u>	<u>(12,459)</u>	
<u>\$ 221,052</u>	<u>\$ 118,258</u>	

Less: Current maturities:

Future maturities of long-term debt are as follows:

<u>PERIOD ENDING</u> <u>SEPTEMBER 30,</u>	<u>AMOUNT</u>
2024	\$ 12,659
2025	14,495
2026	16,598
2027	19,007
2028	21,767
Thereafter	<u>149,185</u>
	<u>\$ 233,711</u>

NOTE 7 – DESCRIPTION OF LEASING ARRANGEMENTS

The following summarizes the line items in the balance sheet, which include amounts for operating leases as of September 30, 2023 and 2022.

	<u>2023</u>	<u>2022</u>
Operating lease – right-of-use asset	<u>\$ 143,832</u>	<u>\$ 82,926</u>
Current portion of operating lease liabilities	33,462	32,484
Operating lease liabilities	<u>110,370</u>	<u>50,442</u>
Total operating lease liabilities	<u>\$ 143,832</u>	<u>\$ 82,926</u>

KELYNIAM GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023 AND 2022

NOTE 7 – DESCRIPTION OF LEASING ARRANGEMENTS (Continued)

The following summarizes the components of operating lease expenses that are included in the Statement of Income for the nine months ended September 30, 2023 and 2022.

	<u>2023</u>	<u>2022</u>
Cost of Sales	\$ 16,316	\$ 18,356
General and Administrative Expenses	<u>17,300</u>	<u>19,313</u>
Operating lease cost	<u>\$ 33,616</u>	<u>\$ 37,669</u>

The following summarizes the cash flow information related to operating leases for the nine months ended September 30, 2023 and 2022.

	<u>2023</u>	<u>2022</u>
Cash paid for amounts included in the measurement of lease liabilities:		
Operating cash flows for operating leases	\$ 33,616	\$ 37,669
Lease assets obtained in exchange for lease liabilities:		
Operating leases	\$ 143,832	\$ 82,926

The following is a schedule of future minimum lease payments required under the lease agreement.

<u>PERIOD ENDING</u> <u>SEPTEMBER 30,</u>	
2024	\$ 33,462
2025	33,960
2026	33,960
2027	33,960
2028	<u>8,490</u>
	<u>\$ 143,832</u>

NOTE 8 – STOCKHOLDERS' EQUITY

Common Stock

As of September 30, 2023, the authorized capital stock of the Company was 60,000,000 shares of common stock, \$0.001 par value per share; 29,923,145 shares are outstanding at September 30, 2023.

KELYNIAM GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023 AND 2022

NOTE 8 – STOCKHOLDERS’ EQUITY (Continued)

During 2023, the Company issued 930,000 shares of common stock at various issuance prices primarily to current Board members, employees and a success award for a distributor in the amount of \$76,971.

As of September 30, 2022, the authorized capital stock of the Company was 60,000,000 shares of common stock, \$0.001 par value per share; 28,993,145 shares outstanding at September 20, 2023.

During 2022, the Company issued 3,255,000 shares of common stock at various issuance prices primarily to current Board members, employees and a success award for a distributor in the amount of \$165,750.

Treasury Stock

The Company is authorized to repurchase shares of its common stock in the open market or through negotiated transactions, at such times and at such prices as management may decide.

NOTE 9 – INCOME TAXES

The provisions for income taxes consist of the following at September 30, 2023:

	<u>FEDERAL</u>	<u>STATE</u>	<u>TOTAL</u>
Current Taxes	\$ -	\$ 2,391	\$ 2,391
Deferred Tax (Benefit)	(21,750)	(8,250)	(30,000)
Net	<u>\$ (21,750)</u>	<u>\$ (5,859)</u>	<u>\$ (27,609)</u>

The provisions for income taxes consist of the following at September 30, 2022:

	<u>FEDERAL</u>	<u>STATE</u>	<u>TOTAL</u>
Current Taxes	\$ -	\$ 4,425	\$ 4,425
Deferred Tax (Benefit)	27,000	10,500	37,500
Net	<u>\$ 27,000</u>	<u>\$ 14,925</u>	<u>\$ 41,925</u>

The deferred taxes result from the following:

- 1) The use of the accrual basis of accounting for financial purposes versus the cash basis of accounting for tax purposes.
- 2) Net operating losses that are available to offset future taxable income.
- 3) The use of straight-line depreciation methods for financial reporting purposes versus accelerated depreciation methods for tax purposes.

KELYNIAM GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023 AND 2022

NOTE 9 – INCOME TAXES (Continued)

The Company's deferred tax assets and deferred tax liabilities at September 30, 2023 and 2022 consist of the following:

	<u>2023</u>	<u>2022</u>
Deferred tax assets	\$ 491,000	\$ 396,300
Deferred tax liabilities	_____ -	_____ -
Net Deferred Tax Asset	<u>\$ 491,000</u>	<u>\$ 396,300</u>

Included in the accompanying balance sheet at September 30, 2023 and 2022, as follows:

	<u>2023</u>	<u>2022</u>
Long-term deferred tax asset	\$ 491,000	\$ 396,300

The Company has approximately \$1.9 million loss carryforwards for both federal and state that may be used to offset against future taxable income. If not used, the carryforwards will begin to expire in December, 2030.

The Company files tax returns in U.S. federal jurisdiction, as well as in the State of Connecticut. The Company is no longer subject to U.S. federal and state income tax examinations by tax authorities for the years before 2017.

NOTE 10 – RETIREMENT PLAN

The Company maintains a 401(k) plan for full-time employees defined as an employee whose schedule services exceed 1,000 hours during a calendar year. Newly hired employees are eligible to participate in the plan after six months of service. The Company's matching contribution to its' 401(k) plan during the nine months ended September 30, 2023 was \$4,500. The Company contributed \$6,995 to its' 401(k) plan during the nine months ended September 30, 2022.

NOTE 11 – FAIR VALUE MEASUREMENTS

FASB 820, Fair Value Measurements and Disclosures (FASB ASC 820) established a framework for identifying and measuring fair value. FASB ASC 820 provides a fair value hierarchy, giving the highest priority to quoted prices in active markets, and is expected to be applied to fair value measurements of derivative contracts that are subject to mark to market accounting and other assets and liabilities reported at fair value.

KELYNIAM GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023 AND 2022

NOTE 11 – FAIR VALUE MEASUREMENTS *(Continued)*

FASB ASC 820 defines fair value, establishes a framework for measuring fair value and expands disclosures about fair value measurements. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

FASB ASC 820 emphasizes that fair value is a market-based measurement, not an entity specific measurement, and establishes a fair value hierarchy that distinguishes between assumptions based on market data obtained from independent sources and those based on the entity's own assumptions. The hierarchy prioritizes the inputs to fair value measurements into three levels:

Level 1- measurements utilize unadjusted quoted prices in active markets for identical assets and liabilities that the entity had the ability to access. These consist primarily of listed equity securities, exchange traded fixed income, derivatives and certain U.S. government treasury securities.

Level 2- measurements include quoted prices for similar assets and liabilities in active markets, quoted prices identical or similar assets or liabilities in markets that are not active, and other observable inputs such as interest rates and yield curves that are observable at commonly quoted intervals. These consist primarily of non-exchange traded derivatives such as swaps, forward contracts of options and most fixed income securities.

Level 3- measurements use unobservable inputs for assets and liabilities, are based on the best information available and might include the entity's own data. In some valuations, the inputs used may fall into different levels of hierarchy. In these cases, the financial instrument's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement. These consist mainly of assets and liabilities valued through an internal modeling process.

The following section describes the valuation methodologies used by the Company to measure different financial instruments at fair value, including an indication of the level in the fair value hierarchy in which each instrument is generally classified. Where appropriate, the description includes the details of the valuation models, the key inputs to those models, and significant assumptions.

Available-for-sale and Held-to-maturity securities- The Company uses quoted market prices to determine fair value for these classes of securities. These financial assets consist of exchange traded fixed income and equity securities, and are classified in Level 1 of the financial hierarchy.

KELYNIAM GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023 AND 2022

NOTE 11 – FAIR VALUE MEASUREMENTS (Continued)

The following table presents information about the Company’s respective assets and liabilities measured at fair value on a recurring basis at September 30, 2023 including the fair value measurements and the level of inputs used in determining those fair values:

Description	Level 1	Level 2	Level 3	Total
Assets:				
Equity Securities	\$ -	\$ -	\$ -	\$ -
Fixed Income	-	-	-	-
Total	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Transfers between Level 1 and 2 generally relate to whether a market becomes active or inactive. Transfers between Levels 2 and 3 generally relate to whether, for various reasons, significant inputs become observable or unobservable. During the nine months ended September 30, 2023, there were no significant transfers into and out of each level of the fair value hierarchy for assets and liabilities measured at fair value.

NOTE 12 – SUPPLEMENTARY ANALYTICAL DATA

The Company uses the indirect method when presenting its cash flows from operating activities in the Statements of Cash Flows, therefore, the Company is required to disclose the following supplementary information:

	<u>2023</u>	<u>2022</u>
Interest paid	\$ 38,235	\$ 19,700

During 2023, the Company issued 930,000 shares of common stock, in the amount of \$76,971, in a noncash arrangement, as described in Note 8.

During 2022, the Company issued 3,255,000 shares of common stock, in the amount of \$165,750, in a noncash arrangement, as described in Note 8.

NOTE 13 – CONCENTRATIONS

Two customers represented 24% of accounts receivable at September 30, 2023. One customer represented 14% of sales revenue for the nine months ended September 30, 2023.

Three customers represented 47% of accounts receivable at September 30, 2022. Two customers represented 22% of sales revenue for the nine months ended September 30, 2022.

SUPPLEMENTARY INFORMATION

KELYNIAM GLOBAL, INC.
SCHEDULE I - COST OF SALES
FOR THE NINE MONTHS ENDED
SEPTEMBER 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
Depreciation	\$ 22,610	\$ 22,099
Direct labor	76,366	123,515
Payroll taxes	6,265	10,711
Raw materials	237,848	241,280
Rent	16,316	18,356
Shipping, freight and delivery	25,241	32,556
Utilities	<u>7,257</u>	<u>7,185</u>
Total Cost of Sales	<u><u>\$ 391,903</u></u>	<u><u>\$ 455,702</u></u>

See accompanying notes and independent accountant's compilation report

KELYNIAM GLOBAL, INC.
SCHEDULE II - GENERAL AND ADMINISTRATIVE EXPENSES
FOR THE NINE MONTHS ENDED
SEPTEMBER 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
Advertising	\$ 24,768	\$ 31,100
Amortization expense	678	-
Bank and credit card fees	27,588	32,277
Commission expense	606,006	698,975
Depreciation	13,744	13,188
Donations	15,934	-
Equipment rental	650	615
Insurance	140,274	181,196
License and registration	6,625	2,547
Officer's compensation	59,370	87,399
Office expenses	23,861	17,834
Payroll service	1,702	2,162
Payroll taxes	32,033	27,651
Pension expenses	4,500	6,995
Professional fees	202,437	131,448
Property and other taxes	1,793	3,112
Regulatory fees	11,582	15,940
Rent	17,300	19,313
Repairs and maintenance	21,102	14,457
Salaries and wages	331,118	231,465
Seminars	600	7,570
Software support	33,287	3,005
Telephone	7,864	11,195
Travel and entertainment expenses	49,510	62,349
Utilities	7,804	7,631
Web services	37,547	35,786
	<u>37,547</u>	<u>35,786</u>
Total General and Administrative Expenses	<u><u>\$ 1,679,677</u></u>	<u><u>\$ 1,645,210</u></u>

See accompanying notes and independent accountant's compilation report