

**PART I. Financial Information**

**ITEM 1. Financial Statements**

| <b>ENERGY &amp; TECHNOLOGY, CORP.</b>   |  |  |                      |                      |
|---|--|--|----------------------|----------------------|
| <b>Consolidated Balance Sheets</b>  |  |  |                      |                      |
| <b>As of December 31, 2023 and December 31, 2022</b>  |  |  |                      |                      |
|   |  |  | December 31,<br>2023 | December 31,<br>2022 |
|   |  |  | (Unaudited)          | (Unaudited)          |
| <b>Assets</b>   |  |  |                      |                      |
| <b>Current Assets</b>   |  |  |                      |                      |
| Cash and Cash Equivalents   |  |  | \$ 1,094,402         | \$ 1,334,235         |
| Investments   |  |  |                      | 907                  |
| Accounts Receivable   |  |  |                      |                      |
| Trade, Net  |  |  | 318,815              | 512,552              |
| Prepaid Expenses  |  |  | 48,147               | 10,907               |
| Other Current Assets  |  |  | 8,438                | 10,587               |
|   |  |  |                      |                      |
| <b>Total Current Assets</b>   |  |  | 1,469,802            | 1,869,187            |
| <b>Property and Equipment, Net</b>  |  |  |                      |                      |
| Held for Operations, Net  |  |  | 1,146,107            | 1,364,670            |
|   |  |  |                      |                      |
| <b>Total Assets</b>   |  |  | <b>\$ 2,615,910</b>  | <b>\$ 3,233,857</b>  |
| <b>Liabilities and Stockholders' Equity</b>   |  |  |                      |                      |
| <b>Current Liabilities</b>  |  |  |                      |                      |
| Accounts Payable  |  |  | \$ 171,150           | \$ 245,179           |
| Accrued Liabilities   |  |  | 47,002               | 61,864               |
| Accrued Rent  |  |  | 4,125,500            | 3,975,500            |
| Current Maturities of Notes Payable   |  |  | 4,790,586            | 5,184,894            |
| Due to Affiliates   |  |  | 493,494              | 985,747              |
|   |  |  |                      |                      |
| <b>Total Current Liabilities</b>  |  |  | 9,627,733            | 10,453,184           |
| <b>Long-Term Liabilities</b>  |  |  |                      |                      |
| Notes Payable   |  |  | 99,755               | 681,560              |
|   |  |  |                      |                      |
| <b>Total Liabilities</b>  |  |  | <b>\$ 9,727,488</b>  | <b>\$ 11,134,744</b> |
| <b>Stockholders' Equity</b>   |  |  |                      |                      |
| Preferred Stock - \$.001 Par Value; 10,000,000 Shares Authorized,<br>None Issued  |  |  | -                    | -                    |
| Common Stock - \$.001 Par Value; 250,000,000 Shares Authorized, 169,051,700 Shares<br>Issued at December 31, 2023 and December 31, 2022, respectively |  |  | 169,052              | 169,052              |
| Paid-In Capital   |  |  | 4,209,592            | 4,209,592            |
| Treasury Stock, at cost (3,490,934 Shares)  |  |  | (4,076,295)          | (4,076,295)          |
| Retained Earnings   |  |  | (7,413,928)          | (8,203,237)          |
|   |  |  |                      |                      |
| <b>Total Stockholders' Equity</b>   |  |  | (7,111,578)          | (7,900,888)          |
|   |  |  |                      |                      |
| <b>Total Liabilities and Stockholders' Equity</b>   |  |  | <b>\$ 2,615,910</b>  | <b>\$ 3,233,856</b>  |

See notes to consolidated financial statements.

| <b>ENERGY &amp; TECHNOLOGY, CORP.</b>                             |   |  |  |                     |                     |
|---|---|--|--|---------------------|---------------------|
| <b>Consolidated Statements of Operations (Unaudited)</b>          |   |  |  |                     |                     |
| <b>For the Year Ended December 31, 2023 and December 31, 2022</b> |   |  |  |                     |                     |
|   |   |  |  | <b>December 31,</b> | <b>December 31,</b> |
|   |   |  |  | <b>2023</b>         | <b>2022</b>         |
|   |   |  |  | (Unaudited)         | (Unaudited)         |
| <b>Revenues</b>   |   |  |  | \$ 3,473,744        | \$ 4,079,958        |
| <b>Cost of Revenues</b>   |   |  |  |                     |                     |
|   | Materials and Supplies                        |  |  | 86,417              | 287,289             |
|   | Subcontract Labor                             |  |  | 524,110             | 530,768             |
|   | Depreciation                                  |  |  | 218,563             | 256,455             |
|   | Employees and Related Costs                   |  |  | 767,479             | 732,183             |
|   | Repairs and Maintenance                       |  |  | 108,048             | 110,706             |
|   | Insurance                                     |  |  | 80,079              | 55,266              |
|   | Other Costs                                   |  |  | 383,329             | 663,196             |
|   |   |  |  |                     |                     |
|   | <b>Total Cost of Revenues</b>                 |  |  | 2,168,024           | 2,635,863           |
|   |   |  |  |                     |                     |
|   | <b>Gross Profit</b>                           |  |  | 1,305,720           | 1,444,095           |
|   |   |  |  |                     |                     |
| <b>Operating Expenses</b>   |   |  |  |                     |                     |
|   | Selling, General, and Administration          |  |  | 747,986             | 869,468             |
|   | Bad Debts                                     |  |  |                     | 19,114              |
|   |   |  |  |                     |                     |
|   | <b>Total Operating Expenses</b>               |  |  | 747,986             | 888,581             |
|   |   |  |  |                     |                     |
|   | <b>Income (Loss) from Operations</b>          |  |  | 557,734             | 555,514             |
|   |   |  |  |                     |                     |
| <b>Other Income (Expense)</b>                                     |   |  |  |                     |                     |
|   | Loan Forgiveness                              |  |  | 244,780             | -                   |
|   | Gain (Loss) on Sale of Assets                 |  |  | 8,250               | (671,430)           |
|   | Investment Income (Expense)                   |  |  | 243                 | 189                 |
|   | Interest Expense                              |  |  | (21,697)            | (66,167)            |
|   |   |  |  |                     |                     |
|   | <b>Total Other Income (Expense)</b>           |  |  | 231,576             | (737,409)           |
|   |   |  |  |                     |                     |
|   | <b>Loss Before Provision for Income Taxes</b> |  |  | 789,310             | (181,895)           |
|   |   |  |  |                     |                     |
|   | <b>Benefit for Income Taxes</b>               |  |  |                     |                     |
|   |   |  |  |                     |                     |
|   | <b>Income/(Loss)</b>                          |  |  | \$ 789,310          | \$ (181,895)        |
|   |   |  |  |                     |                     |

See notes to consolidated financial statements.

**ENERGY & TECHNOLOGY CORP.**  
**Consolidated Statements of Changes in Stockholders' Equity**  
**For the Years Ended December 31, 2022 and December 31, 2023**

|                                     | Common Stock       |                   | Treasury Stock     |                       | Additional<br>Paid-In<br>Capital | Retained<br>Earnings  | Total<br>Stockholders'<br>Equity |
|-------------------------------------|--------------------|-------------------|--------------------|-----------------------|----------------------------------|-----------------------|----------------------------------|
|                                     | Shares             | Amount            | Shares             | Amount                |                                  |                       |                                  |
| <b>Balance at January 1, 2022</b>   | 169,186,117        | \$ 169,198        | (3,637,351)        | \$ (4,076,441)        | \$ 4,209,592                     | \$ (8,021,342)        | \$ (7,718,993)                   |
| Cancellation of Shares              | (146,417)          | \$ (146)          | (146,417)          | 146                   |                                  |                       | -                                |
| Net Income                          | -                  | -                 | -                  | -                     | -                                | (181,895)             | \$ (181,895)                     |
| <b>Balance at December 31, 2022</b> | <u>169,039,700</u> | <u>\$ 169,052</u> | <u>(3,783,768)</u> | <u>\$ (4,076,295)</u> | <u>\$ 4,209,592</u>              | <u>\$ (8,203,237)</u> | <u>\$ (7,900,888)</u>            |
| <b>Balance at January 1, 2023</b>   | 169,039,700        | \$ 169,052        | (3,783,768)        | \$ (4,076,295)        | \$ 4,209,592                     | \$ (8,203,237)        | \$ (7,900,888)                   |
| Net Income (Loss)                   | -                  | -                 | -                  | -                     | -                                | \$ 789,310            | \$ 789,310                       |
| <b>Balance at December 31, 2023</b> | <u>169,039,700</u> | <u>\$ 169,052</u> | <u>(3,783,768)</u> | <u>\$ (4,076,295)</u> | <u>\$ 4,209,592</u>              | <u>\$ (7,413,927)</u> | <u>\$ (7,111,578)</u>            |

*See notes to consolidated financial statements.*

**ENERGY & TECHNOLOGY, CORP.**  
**Consolidated Statements of Cash Flows**  
**For the Twelve Months Ended December 31, 2023 and 2022**

|  | Twelve Months Ended  |                      |
|--|----------------------|----------------------|
|  | December 31,<br>2023 | December 31,<br>2022 |
|  | Unaudited            | Unaudited            |
| <b>Cash Flows from Operating Activities</b>                                      |                      |                      |
| Net Income (Loss)  | 789,310              | (181,895)            |
| Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities |                      |                      |
| Depreciation   | 218,563              | 256,455              |
| Fair Value of Investments  | 907                  | (189)                |
| Prior Period Audit Adjustments   |                      |                      |
| Accrued Interest   |                      |                      |
| Gain on disposal of asset  | -                    | 636,278              |
| Deferred Income Taxes  |                      |                      |
| Changes in Assets and Liabilities  |                      |                      |
| Trade Receivables  | 193,737              | (162,118)            |
| Inventory  | -                    | -                    |
| Prepaid Expenses   | (37,240)             | 5,369                |
| Accounts Payable   | (74,029)             | 7,441                |
| Accrued Payroll and Payroll Liabilities  | (14,863)             | 395                  |
| Accrued Rent   | 150,000              | 178,000              |
|  | <u>1,226,385</u>     | <u>739,736</u>       |
| <b>Net Cash Provided by Operating Activities</b>                                 |                      |                      |
| <b>Cash Flows from Investing Activities</b>                                      |                      |                      |
| Other Assets   | 2,147                | 323,502              |
| Patent Cost  |                      |                      |
| Purchase of Property and Equipment   |                      |                      |
|  | <u>2,147</u>         | <u>323,502</u>       |
| <b>Net Cash Provided by (Used in) Investing Activities</b>                       |                      |                      |
| <b>Cash Flows from Financing Activities</b>                                      |                      |                      |
| Issuance of Stock  |                      |                      |
| Borrowings (Principal Repayments) to Affiliates                                  | (492,252)            | (40,745)             |
| Borrowings (Principal Repayments) on Notes Payable                               | (976,113)            | (198,099)            |
|  | <u>(1,468,365)</u>   | <u>(238,844)</u>     |
| <b>Net Cash Provided by (Used in) Financing Activities</b>                       |                      |                      |
| <b>Net Increase (Decrease) in Cash and Cash Equivalents</b>                      | (239,833)            | 824,394              |
| <b>Cash and Cash Equivalents, Beginning of Year</b>                              | <u>1,334,235</u>     | <u>509,841</u>       |
| <b>Cash and Cash Equivalents, End of Year</b>                                    | <u>\$ 1,094,402</u>  | <u>\$ 1,334,235</u>  |
| <b>Supplemental Disclosure of Cash Flow Information</b>                          |                      |                      |
| Cash Paid During the Period for Interest   | <u>\$ 34,654</u>     | <u>\$ 67,091</u>     |
| Cash Paid During the Period for Income Taxes                                     | <u>\$ -</u>          | <u>\$ -</u>          |

See notes to consolidated financial statements.

**ENERGY & TECHNOLOGY, CORP.**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS.**

**Note 1. Organization**

This Financial statement is unaudited.

Energy and Technology, Corp. (the Company) was formed November 29, 2006, under the laws of the State of Delaware in order to acquire and to take over the assets and business of Technical Industries, Inc. (TII). On that date, the Company issued 125,000,000 shares of common stock to American Interest, LLC, in exchange for founder services rendered. The fair value of these services was considered immaterial, and no amounts were recognized in the financial statements. At the time the shares were issued to American Interest, LLC, the Company had no assets, operations, or cash flows. As such, the stock had no value at the time the Company was established. The par value was arbitrarily established in order to comply with the State of Delaware laws. In order to reflect the par value of the shares issued, the Company recognized a discount on capital stock as a contra-equity account within the equity section of the consolidated balance sheets.

On January 3, 2007, the Company entered into a Stock Exchange Agreement and Share Exchange (the Agreement) whereby the sole shareholder of TII exchanged all of the outstanding shares of TII to the Company in exchange for 50,000,000 shares of Company stock. Accordingly, TII became a wholly owned subsidiary of the Company. The assets acquired and liabilities assumed were recorded at the carrying value to TII since TII and the Company were under common control prior to the acquisition.

TII specializes in the non-destructive testing of vessels, oilfield equipment and mainly pipe, including ultrasonic testing, utilizing the latest technologies. These technologies enable TII to (i) provide detailed information to customers regarding each pipe tested, and (ii) reach energy reserves present technology cannot reach without extra cost to the oil and gas companies. Because of the intense scrutiny applied to each section of pipe, TII is able to generate data which allows the pipe to be used in the most extreme conditions and has been proven especially useful in deep water drilling operations in the Gulf of Mexico.

On August 29, 2009, the Company effected a name change from Technical Industries & Energy Corp. to Energy & Technology, Corp. to better reflect the nature of the Company's business.

**Note 2. Summary of Significant Accounting Policies**

**Basis of Presentation and Consolidation**

The consolidated financial statements include the accounts of the Company and its wholly owned subsidiary, Technical Industries, Inc., the accounts of Energy Pipe, LLC (a variable interest entity), and the accounts of Energy Technology Manufacturing & Threading, LLC (a variable interest entity). All significant intercompany balances and transactions have been eliminated.

The consolidated financial statements reflect all adjustments that are, in the opinion of management, necessary for a fair presentation of financial information for the interim periods presented. These adjustments are of a normal recurring nature and include appropriate estimated provisions.

**Basis of Accounting**

Assets, liabilities, revenues and expenses are recognized on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America.

**Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect amounts reported in the financial statements. Accordingly, actual results could differ from those estimates due to information that becomes available subsequent to the issuance of the financial statements or for other reasons.

**Revenue Recognition**

Revenue for inspection services and manufacturing and threading services is recognized upon completion of the services rendered. Revenue for the sales of pipe is recognized when pipe is delivered and the customer takes ownership and assumes the risks of loss, collection of the relevant receivable is probable, persuasive evidence of an arrangement exists, and the sales price is fixed or determinable.

**Trade Receivables**

Trade accounts receivable are carried at their estimated collectible amounts. Trade credit is generally extended on a short-term basis; thus, receivables do not bear interest, although a finance charge may be applied to amounts past due. Trade accounts receivable are periodically evaluated for collectability based on past credit.

**Allowance for Doubtful Accounts**

The company calculates the allowance based on the history with customers and their current financial condition. Provisions of uncollectible amounts are determined based on management's estimate of collectability. Allowance for doubtful accounts was \$3,078 at December 31, 2023 and at December 31, 2022, respectively.

**Inventory**

Inventory is stated at the lower of cost determined by the specific identification method or market. At December 31, 2023 and at December 31, 2022, the company did not have any inventory.

**Property and Equipment**

Property and equipment are stated at cost. Expenditures for property and equipment and items that substantially increase the useful lives of existing assets are capitalized at cost and depreciated. Routine expenditures for repairs and maintenance are expensed as incurred. The cost and related accumulated depreciation of property and equipment disposed of are eliminated from the accounts, and any resulting gain or loss is recognized. Depreciation is provided utilizing the straight-line method over the estimated useful lives of the assets capitalized.

**Valuation of Long-Lived Assets**

In the event facts and circumstances indicate that carrying amounts of long-lived assets may be impaired, the Company evaluates the recoverability of its long-lived assets using the estimated future undiscounted cash flows associated with the asset compared to the asset's carrying amount to determine if a write-down is required, pursuant to the provisions of Financial Accounting Standards Board (FASB) ASC 360-10-35. Any impairment loss is measured as the difference between the carrying amount and the fair value of the impaired asset.

**ENERGY & TECHNOLOGY, CORP.**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS.**

**Note 2. Summary of Significant Accounting Policies (Continued)**

**Credit Risk**

Financial instruments that potentially subject the Company to concentrations of credit risk consist principally of temporary cash investments and trade receivables. Concentration of credit risk with respect to trade receivables is limited due to the Company's large number of customers. At December 31, 2023, the balance due from two customers represented 79% of receivables, and sales to three customers represented 92% of revenues for the twelve months ended December 31, 2023.

The Company maintains cash balances at several financial institutions, and periodically maintains cash in bank accounts more than insured limits. The Company has not experienced any losses and does not believe that significant credit risk exists because of this practice.

**Advertising**

The Company charges the costs of advertising to expense as incurred. Advertising expense was \$2,685 and \$1,262, for the twelve months ended December 31, 2023, and December 31, 2022, respectively.

**Cash Flows**

For purposes of the consolidated statement of cash flows, the Company considers all highly liquid investments with an original maturity of three months or less to be cash equivalents.

**Income Taxes**

The Company recognizes income taxes in accordance with FASB ASC 740, "Income Taxes" (formerly Statement of Financial Accounting Standards (SFAS) No. 109, Accounting for Income Taxes). ASC 740 uses the asset and liability method of accounting for income taxes. Under the asset and liability method, deferred income taxes are recognized for the tax consequences of "temporary differences" by applying enacted statutory tax rates applicable to future years to the difference between financial statement carrying amounts and the tax basis of existing assets and liabilities. Deferred taxes are also recognized for operating losses and tax credits that are available to offset future income taxes.

When tax returns are filed, it is highly certain that some positions taken would be sustained upon examination by the taxing authorities, while others are subject to uncertainty about the merits of the position taken or the amount of the position that would be ultimately sustained. The benefit of a tax position is recognized in the financial statements in the period during which, based on all available evidence, management believes it is more likely than not that the position will be sustained upon examination, including the resolution of appeals or litigation processes, if any.

Tax positions taken are not offset or aggregated with other positions. Tax positions that meet the more-likely-than-not recognition threshold are measured as the largest amount of tax benefit that is more than 50% likely of being realized upon settlement with the applicable taxing authority. The portion of the benefits associated with tax positions taken that exceeds the amount measured as described above would be reflected as a liability for unrecognized tax benefits in the consolidated balance sheet along with any associated interest and penalties that would be payable to the taxing authorities upon examination. Interest and penalties associated with unrecognized tax benefits would be classified as additional income taxes in the statement of operations.

**Emerging Growth Company Critical Accounting Policy Disclosure**

The Company qualifies as an "emerging growth company" under the 2012 JOBS Act. Section 107 of the JOBS Act provides that an emerging growth company can take advantage of the extended transition period provided in Section 7(a)(2)(B) of the Securities Act for complying with new or revised accounting standards. As an emerging growth company, the Company can delay the adoption of certain accounting standards until those standards would otherwise apply to private companies. The Company may elect to take advantage of the benefits of this extended transition period in the future.

**Recent Accounting Pronouncements**

Management does not expect any impact from the adoption of new accounting pronouncements.

**Comprehensive Income**

The Company had no components of comprehensive income. Therefore, net income (loss) equals comprehensive income (loss) for the periods presented.

**Note 3. Property and Equipment**

Property and equipment consists of the following December 31, 2023 and December 31, 2022, respectively:  
 Depreciation expense amounted to \$218,563 and \$256,455 for the twelve months ended December 31, 2023 and 2022, respectively.

|                                | 2023        | 2022        |
|--------------------------------|-------------|-------------|
| Buildings and Improvements     | \$1,941,724 | \$1,941,724 |
| Equipment                      | 5,253,200   | 5,253,200   |
| Autos and Trucks               | 183,456     | 197,263     |
| Office Furniture               | 6,113       | 6,113       |
|                                | 7,384,493   | 7,398,301   |
| Less: Accumulated Depreciation | -6,238,386  | -6,033,631  |
| Total                          | \$1,146,107 | \$1,364,670 |

**ENERGY & TECHNOLOGY, CORP.**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS.**

**Note 4. Related Party Transactions**

Energy & Technology, Corp is a holding company. Its subsidiaries include: Technical Industries, Inc. (NDT Inspection Services are done in this company), Energy Technology Manufacturing & Threading, LLC (threading and manufacturing services are done in this company), and Energy Pipe, LLC (pipe sales are done in this company). All significant intercompany transactions are eliminated in consolidation.

Additionally, St. Charles Real Estate Corp LLC owns the land in Houston, Texas where the Company operates the Houston facility. The Company has a month to month lease for \$19,167 with St. Charles Real Estate. The company is paying and accruing rent. As of December 31, 2023 and 2022 the total owed is \$4,125,500 and \$3,975,500, respectively. St. Charles Real Estate Corp LLC is owned by various members of the Sfeir family.

The Company has balances due to various majority shareholders of Energy & Technology, Corp.: Loans due to Affiliates for funds borrowed to continue the normal business operations of the company. Included in due to affiliates at December 31, 2023 and December 31, 2022, is \$493,494 and \$985,747, respectively, in loan paid by affiliates. The affiliates maintain a lien on the Company's accounts receivable and equipment to secure this loan. The amounts due to the affiliates have no set terms of repayment.

**Note 5. Accounts Payable**

The Company has reduced the amount of Accounts Payable reported on the Balance Sheet as of year-end December 31, 2023, in the amount of 72,256. This is the result of credit card forgiveness issued on behalf of the company from one of the company's credit card providers.

**Note 6. Notes Payable**

Notes payable at December 31, 2023 and December 31, 2022 consist of the following:

|  | 2023         | 2022         |
|--|--------------|--------------|
| Secured Operating Lease of \$715,944 due November 2023                           |              | 372,524      |
| Unsecured variable term note of \$3,935,217 ; due on demand                      | 4,612,993    | 4,612,993    |
| Secured Operating Lease of \$430,000 due March 2024                              | 67,459       | 163,531      |
| Secured Operating Lease of \$289,923 due January 2024                            | 100,817      | 141,454      |
| Secured Operating Lease of \$176,160 due April 2024                              | 42,698       | 57,395       |
| Unsecured Finance Agreement of \$455,000 due April 2051                          |              | 430,078      |
| Secured Operating Lease of \$138,394.48, due May 2025                            | 40,509       | 66,715       |
| Unsecured Premium Financing Agreement of \$59,137 at 6.0% interest Due July 2024 | 25,866       | 7,968        |
| Secured Financing Agreement of \$89,000 due August 2023                          |              | 13,798       |
|  | \$ 4,890,341 | \$ 5,866,455 |
| Less: Current Portion  | 4,790,586    | 5,184,894    |
| Long-Term Portion  | \$ 99,755    | \$ 681,560   |

The Company has reduced the amount of Notes Payable reported on the Balance Sheet as of year-end December 31, 2023, in the amount of \$172,524. We have had civil lawsuits filed or threatened against us by various creditors due to the adverse financial effects caused by the Covid-19 pandemic. We have successfully resolved all such claims and the result of settlement from year 2023 is reported in the Consolidated Statements of Operations .

**Note 7. Equity**

The Company is authorized to issue 250,000,000 shares of common stock at a par value of \$.001 per share. The number of shares issued and outstanding are 165,402,349 and 165,402,349 as of December 31, 2023 and December 31, 2022, respectively. The Company is authorized to issue 10,000,000 shares of preferred stock. As of December 31, 2022 and December 31, 2021, there were no shares issued and outstanding. In 2022, the company cancelled 146,417 shares of common stock. In 2014, the company purchased 3,617,075 shares of common stock now in Treasury.

**Note 8. Earnings per Share**

Earnings (loss) per share are calculated in accordance with ASC 260 "Earnings per Share". The weighted average number of common shares outstanding during each period is used to compute basic earnings (loss) per share. Diluted earnings per share are computed using the weighted average number of shares and potentially dilutive common shares outstanding. Dilutive potential common shares are additional common shares assumed to be exercised. Potentially dilutive common shares consist of stock options and are excluded from the diluted earnings per share computation in periods where the Company has incurred a net loss, as their effect would be considered anti-dilutive.

There were no potentially dilutive common stock equivalents as of December 31, 2023, therefore basic earnings per share equals diluted earnings per share for the year ended December 31, 2023. As the Company incurred earnings in non-material earnings per share during the year ended December 31, 2023, the basic and diluted earnings per common share is the same amount, as any common stock equivalents would be considered anti-dilutive.

The weighted average common shares outstanding were 165,402,349 and 165,402,349 for the year ended December 31, 2023 and December 31, 2022 respectively.

**Note 9. Commitments**

The Company leases office premises, operating facilities, and equipment under operating leases expiring in various years through 2030. The Company also leases land for operating purposes on a month to month basis.

**ENERGY & TECHNOLOGY, CORP.**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS.**

**Note 10. Litigation and Contingent Liabilities**

In the ordinary course of our business, we are, from time to time, subject to various legal proceedings, including matters involving employees, customers, and suppliers. We may enter into discussions regarding settlement of claims or lawsuits, and may enter into settlement agreements, if we believe settlement is in the best interest of our stockholders. We do not believe that any existing legal proceedings or settlements, individually or in the aggregate, will have a material effect on our financial condition, results of operations, or liquidity.

**Note 11. Major Customers**

For the year ended December 31, 2023, the Company had three customers which generated revenues in excess of 10% of the Company's total revenues. Revenues for these four customers were approximately 92% of total revenues, and total balance due from these customers at December 31, 2023 was approximately \$265,850.

**Note 11. Estimated Fair Value of Financial Instruments**

The following disclosure is made in accordance with the requirements of FASB ASC 825, *Financial Instruments*. Financial instruments are defined as cash and contractual rights and obligations that require settlement, directly or indirectly, in cash. In cases where quoted market prices are not available, fair values have been estimated using the present value of future cash flows or other valuation techniques.

The result of these techniques are highly sensitive to the assumptions used, such as those concerning appropriate discount rates and estimates of future cash flows, which require considerable judgment. Accordingly, estimates presented herein are not necessarily indicative of the amounts the Company could realize in a current settlement of the underlying financial instruments. ASC 825 excludes certain financial instruments and all non-financial instruments from its disclosure requirements. These disclosures should not be interpreted as representing an aggregate measure of the underlying value of the Company.

While these estimates of fair value are based on management's judgment of appropriate factors, there is no assurance that if the Company had disposed of such items at December 31, 2023 or December 31, 2022, the estimated fair values would have been achieved. Market values may differ depending on various circumstances not taken into consideration in this methodology. The estimated fair values at December 31, 2023 or December 31, 2022, should not necessarily be considered to apply at subsequent dates.

|                         | December 31,       |               | December 31,       |               |
|-------------------------|--------------------|---------------|--------------------|---------------|
|                         | 2023               |               | 2022               |               |
|                         | Carrying<br>Amount | Fair<br>Value | Carrying<br>Amount | Fair<br>Value |
| <b>Financial Assets</b> |                    |               |                    |               |
| Investments             | \$ -               | \$ -          | \$ 907             | \$ 907        |
|                         | \$ -               | \$ -          | \$ 907             | \$ 907        |

The following methods and assumptions were used by the Company in estimating fair values for financial instruments:

**Cash and cash equivalents:** The carrying amount reported in the balance sheet approximates fair value.

**Notes Payable:** The fair value of notes payable approximates the carrying amount reported on the balance sheet.

**Due to Affiliates:** The carrying amount of due to affiliates approximates fair values.

**Investments:** The carrying amount reported on the balance sheet approximates fair value.

**Note 12. Subsequent Events**

In accordance with the subsequent events topic of the FASB ASC, Topic No. 855, Subsequent Events, the Company evaluates events and transactions that occur after the balance sheet date for potential recognition in the financial statements. The effects of all subsequent events that provide additional evidence of conditions that existed at the balance sheet date are recognized in the financial statements as of December 31, 2023. In preparing these financial statements, the Company evaluated the events and transactions through the date these financial statements were issued.

We have had civil lawsuits filed or threatened against us by various creditors due to the adverse financial effects caused by the Covid-19 pandemic. We have successfully resolved all such claims and the result of settlement from year 2023 is reported in the Consolidated Statements of Operations.

In 2021, the company was named a third-party defendant in a civil lawsuit for damages which involved a former customer as co-defendant. While management is confident that the Company will prevail and be dismissed from the litigation, the matter is fully covered by insurance and is being handled by the company's liability carrier as it is working its way through the court system.

The risks described above could materially and adversely affect our business, results of operations, financial condition, and cash flows. These risks are not the only risks that we face. Our business operations could also be affected by additional factors that apply to all companies operating in the U.S. and globally, as well as other risks that are not presently known to us or that we currently consider to be immaterial.