

LOCATION BASED TECHNOLOGIES, INC.

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Irvine, CA 92618

(866) 726-7543

www.locationbasedtech.com www.pocketfinder.com

info@locationbasedtech.com

Annual Report

For the period ending August 31, 2025 (the "Reporting Period")

Outstanding Shares

The number of shares outstanding of our Common Stock was:

443,784,483 as of August 31, 2025

443,784,483 as of August 31, 2024

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 Control⁴ of the company has occurred during this reporting period:

Yes: No:

⁴ "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 and names used by predecessor entities, along with the dates of the name changes.

Location Based Technologies, Inc. (formerly known as Springbank Resources, Inc.) (the “Company,” “our,” or “LBT”) was incorporated under the laws of the State of Nevada on April 10, 2006.

Location Based Technologies, Corp. (formerly known as PocketFinder, Inc.) was incorporated under the laws of the State of California on September 16, 2005. On July 7, 2006, it established PocketFinder, LLC (“LLC”), a California Limited Liability Company. On May 29, 2007, PocketFinder, Inc. filed amended articles with the Secretary of State to change its name to Location Based Technologies, Corp.

Merger

On August 24, 2007, Location Based Technologies, Corp. merged with PocketFinder, LLC. The merger was approved by the shareholders of Location Based Technologies, Corp. and PocketFinder, LLC by unanimous written consent. Location Based Technologies, Corp. was the survivor of the merger with PocketFinder, LLC.

Each Class A Membership Unit of the LLC was converted into 150,000 shares of common stock of the Company or fraction thereof and each Class C Membership Unit of the LLC was cancelled. Upon consummation of the merger, 10.9 Class A Membership Units of the LLC were converted into 1,635,000 shares of common stock of the Company.

Stock Exchange Agreement

On October 11, 2007, Location Based Technologies Corp. effected a stock exchange agreement and plan of reorganization (the “Agreement”) with Springbank Resources, Inc. (“SRI”) whereby SRI acquired all of the issued and outstanding shares of Location Based Technologies Corp. in exchange for shares of SRI’s common stock.

Subject to the terms and conditions of the Agreement, SRI issued, and the stockholders of Location Based Technologies, Corp. accepted, 55,153,500 shares of SRI’s common stock in consideration for all of the issued and outstanding shares of Location Based Technologies, Corp. The shares of SRI’s common stock were allocated to the shareholders of Location Based Technologies, Corp. in accordance with the Agreement.

The former shareholders of Location Based Technologies Corp. acquired control of SRI upon the closing of the stock exchange transaction. The exchange was accounted for as a reverse acquisition. Accordingly, for financial statement purposes, Location Based Technologies, Corp. was considered the accounting acquiror, and the related business combination was considered a recapitalization of Location Based Technologies Corp. rather than an acquisition by SRI. The historical financial statements prior to the Agreement are those of Location Based Technologies Corp., and the name of the consolidated company was changed to Location Based Technologies, Inc.

Consolidation Policy

The accompanying financial statements include the operations of the Company and its wholly owned subsidiary. Intercompany balances and transactions have been eliminated in consolidation.

Stock Split

All share and per-share amounts in the accompanying financial statements, unless otherwise indicated, have been retroactively restated to reflect a 3 for 1 stock split approved by the Board in October 2008, as if the split had been in effect since inception.

Current State and Date of Incorporation or Registration: Nevada
Standing in this jurisdiction: (e.g. active, default, inactive) Active

Prior Incorporation Information for the issuer and any predecessors during the past five years:

None

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

None

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

LBAS is excited to announce that it has undergone a change of management as of February 1, 2025! After years of dedicated service our CEO and one of the original company founders, David Morse, has retired. While we are sorry to see him depart, we wish him well in his retirement and are pleased that he will stay with LBAS as part of the advisory committee. Replacing Dave as the new CEO is Jon Rains. Jon brings a fresh direction and visionary mindset to LBAS. Jon brings a passion for superior customer service and a strategic mindset that will lead to LBAS achieving new milestones and profitability. His proven leadership abilities will usher in a new era of growth and innovation for LBAS. Returning to LBAS is Joe Scalisi, a company Founder and developer of its original tracking devices, as LBAS's Chief Technical Officer (CTO). Joe brings new ideas and inventions along with new capital funding sources for development and growth. Joe is well known in the technology world having created SkyBell – a video doorbell that has generated nearly half a billion dollars in sales and created Intellectual Property (patents) covering a substantial part of the video-doorbell sector. AS a consummate inventor, LBAS is delighted to have his creative mind back in the company. Also joining the company is Richard Perry serving as President of LBAS. Rick's nearly two decades of leadership as the Chief Finance and Operations Officer in the child safety industry reflects his exceptional expertise in managing large-scale contracts, fulfillment, and logistics, paired with an unwavering commitment to excellence. Rick has led the development of global e-commerce platforms to streamline and centralize e-learning initiatives; crafted and managed high-impact infomercial campaigns that generated multi-million-dollar monthly revenue streams; secured high-value contracts and financial agreements that substantially benefit organizational interests. He was party to innovating and refining tracking systems to optimize safety initiatives to ensure both operational success and financial accountability. Additionally, he brings 30 years of operational leadership across startups, ongoing ventures, turnarounds, and large-scale management, both financial and operational, for thousands of employees.

Address of the issuer's principal executive office:

7545 Irvine Center Dr. Ste. 200
Irvine, CA 92618

Address of the issuer's principal place of business:

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

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: Broadridge Financial Solutions, Inc.
Phone: (631) 257-4154
Email: Christina.Sotiriou@broadridge.com
Address: 2 Gateway Center | 283 -299 Market Street, 15th Floor | Newark, NJ 07102

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:	<u>LBAS</u>	
Exact title and class of securities outstanding:	<u>Common Stock</u>	
CUSIP:	<u>539573105</u>	
Par or stated value:	<u>\$0.001</u>	
Total shares authorized:	<u>450,000,000</u>	<u>as of date: January 6, 2025</u>
Total shares outstanding:	<u>443,784,483</u>	<u>as of date: January 6, 2025</u>
Total number of shareholders of record:	<u>165</u>	<u>as of date: January 6, 2025</u>

Please provide the above-referenced information for all other publicly quoted or traded securities of the issuer.

None

Other classes of authorized or outstanding equity securities that do not have a trading symbol:

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 that do not have a trading symbol). Use the fields below to provide the information, as applicable, for all other authorized or outstanding equity securities.

Exact title and class of the security:	<u>None</u>	
Par or stated value:	<u> </u>	
Total shares authorized:	<u> </u>	<u>as of date: _____</u>
Total shares outstanding:	<u> </u>	<u>as of date: _____</u>
Total number of shareholders of record:	<u> </u>	<u>as of date: _____</u>

Please provide the above-referenced information for all other classes of 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.

dividend and voting rights _____

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

____ NA _____

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

NA

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.

____ NA _____

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 for the two most recently completed fiscal years and any subsequent period.

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 <u>Opening Balance:</u>	
Date _____ Common: _____	*Right-click the rows below and select "Insert" to add rows as needed.
Preferred: _____	

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. ***You must disclose the control person(s) for any entities listed.	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.
_____	_____	_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____	_____	_____
Shares Outstanding on Date of This Report:									
<u>Ending Balance:</u> Date _____ Common: _____ Preferred: _____									

Example: A company with a fiscal year end of December 31st 2024, 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, 2023 through December 31, 2024 pursuant to the tabular format above.

Any additional material details, including footnotes to the table are below:

B. Convertible Debt

The following is a complete list of the Company's Convertible Debt which includes all promissory notes, convertible notes, convertible debentures, or any other debt instruments convertible into a class of the issuer's equity securities. The table includes all issued or outstanding convertible debt at any time during the last complete fiscal year and any interim period between the last fiscal year end and the date of this Certification.

Check this box to confirm the Company had no Convertible Debt issued or outstanding at any point during this period.

Date of Note Issuance	Principal Amount at Issuance (\$)	Outstanding Balance (\$) (include accrued interest)	Maturity Date	Conversion Terms (e.g., pricing mechanism for determining conversion of instrument to shares)	# Shares Converted to Date	# of Potential Shares to be Issued Upon Conversion ⁵	Name of Noteholder (entities must have individual with voting / investment control disclosed).	Reason for Issuance (e.g., Loan, Services, etc.)
6/28/2012	\$300,000	\$688,027	Note A	\$0.20/share	0	3,440,133	Cody Evans Estate	Loan

⁵ The total number of shares that can be issued upon full conversion of the Outstanding Balance. The number should not factor any "blockers" or limitations on the percentage of outstanding shares that can be owned by the Noteholder at a particular time. For purposes of this calculation, please use the current market pricing (e.g. most recent closing price, bid, etc.) of the security if conversion is based on a variable market rate.

7/9/2012	\$50,000	\$114,520	Note A	\$0.20/share	0	572,601	David Alampi	Loan
7/9/2012	\$25,000	\$57,270	Note A	\$0.20/share	0	285,351	James Heer	Loan
7/13/2012	\$100,000	\$228,931	Note A	\$0.20/share	0	1,144,655	David Kuennan	Loan
3/25/2013	\$500,000	\$1,109,726	Note A	\$0.20/share	0	5,548,630	Marty Davis	Loan
4/10/2013	\$25,000	\$55,376	Note A	\$0.20/share	0	276,880	Dan Horner	Loan
4/10/2013	\$25,000	\$55,376	Note A	\$0.20/share	0	276,880	Brian Webb	Loan
5/30/2019	\$35,000	\$62,530	Note A	\$0.05/share	0	1,250,600	LBT IP LLC Note B	Loan
6/21/2019	\$53,000	\$93,761	Note A	\$0.05/share	0	1,875,220	LBT IP LLC Note B	Loan
6/27/2019	\$25,000	\$44,108	Note A	\$0.05/share	0	882,160	LBT IP LLC Note B	Loan
8/5/2019	\$6,500	\$11,265	Note A	\$0.05/share	0	225,300	LBT IP LLC Note B	Loan
8/12/2019	\$3,500	\$6,047	Note A	\$0.05/share	0	120,940	LBT IP LLC Note B	Loan
8/19/2019	\$1,300	\$2,238	Note A	\$0.05/share	0	44,760	LBT IP LLC Note B	Loan
8/29/2019	\$20,000	\$34,284	Note A	\$0.05/share	0	685,680	LBT IP LLC Note B	Loan
9/30/2019	\$10,000	\$16,887	Note A	\$0.05/share	0	337,740	LBT IP LLC Note B	Loan
10/3/2019	\$7,000	\$11,804	Note A	\$0.05/share	0	236,080	LBT IP LLC Note B	Loan
10/30/2019	\$20,000	\$33,297	Note A	\$0.05/share	0	665,940	LBT IP LLC Note B	Loan
11/27/2019	\$16,000	\$26,280	Note A	\$0.05/share	0	525,600	LBT IP LLC Note B	Loan
4/20/2023	20,000	\$24,800	4/20/2024	\$0.05/share	0	496,000	LBT IP LLC Note B	Loan
10/11/2023	\$40,000	\$46,923	10/11/2024	\$0.05/share	0	938,460	LBT IP LLC Note B	Loan
2/13/2024	\$10,000	\$11,585	2/13/2025	\$0.05/share	0	231,700	LBT IP LLC Note B	Loan
3/8/2024	\$20,000	\$23,006	3/9/2025	\$0.05/share	0	460,120	LBT IP LLC Note B	Loan
3/11/2024	\$5,000	\$5,746	3/11/2025	\$0.05/share	0	114,920	LBT IP LLC Note B	Loan
4/18/2024	\$10,000	\$11,366	4/18/2025	\$0.05/share	0	227,320	LBT IP LLC Note B	Loan
5/28/2024	\$3,920	\$4,402	5/28/2025	\$0.05/share	0	88,040	LBT IP LLC Note B	Loan

6/24/2024	\$6,800	\$7,573	6/24/25	\$0.05/share	0	151,460	LBT IP LLC Note B	Loan
7/25/2024	\$8,000	\$8,825	7/25/2025	\$0.05/share	0	176,500	LBT IP LLC Note B	Loan
8/22/2024	\$10,000	\$10,940	8/22/2025	\$0.05/share	0	218,800	LBT IP LLC Note B	Loan
9/26/2024	\$10,000	\$10,821	9/26/2025	\$0.05/share	0	216,420	LBT IP LLC Note B	Loan
10/25/2024	\$7,000	\$7,506	10/25/2025	\$0.05/share	0	150,120	LBT IP LLC Note B	Loan
11/26/2024	\$7,000	\$7,429	10/25/2025	\$0.05/share	0	148,580	LBT IP LLC Note B	Loan
12/20/2024	\$14,000	\$14,747	12/20/2025	\$0.05/share	0	294,940	LBT IP LLC Note B	Loan
1/17/2025	\$7,920	\$8,350	1/17/2026	\$0.05/share	0	167,000	LBT IP LLC Note B	Loan

Total Outstanding Balance: \$2,855,746

Total Shares: 22,028,975

Any additional material details, including footnotes to the table are below:

Note A: These notes have all matured and have been converted to demand Notes.

Note B: The Managing Member of LBT IP LLC is Gregory S. Haugen.

4) Issuer's Business, Products and Services

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

Founded in 2005 with Headquarters in Irvine, CA, Location Based Technologies Inc. (LBT) (OTCPink:LBAS) is a leading-edge service provider of Commercial vehicle, asset and personnel tracking devices along with Consumer vehicle, child/elderly and pet tracking solutions. A key focus for the Company has been on intellectual property (IP) which resulted in the Company's 28 issued patents. We have also partnered with best-in-class service providers such as LiquidWeb for data services, AT&T for our USA network provider, Google for our mapping, Twilio for messaging services and Staxbill as our subscription billing service. Our newest vehicle tracking devices operate on AT&T's network and are provided by ATrack Technology Inc. out of Taipei City, Taiwan. LBAS products help individuals to enhance their safety and help companies enhance the safety of employees and to achieve their goals to cut greenhouse gas emissions by minimizing out-of-route mileage, high speed driving, long idle times and allowing for better routing logistics of people and vehicles. Studies have shown a 20% decrease in fuel consumption when trackers are installed.

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

None

C. Describe the issuers' principal products or services.

Device sales in 3rd QTR FY 2025 versus 3rd QTR FY 2024 continue to show a modest decrease as we are now past the height of LBT's efforts to replace older 3G models of devices due to U.S. telecom companies shut down their 3G networks across the country. The current Year's device sales have been negatively impacted by eliminating all advertising

and outreach expenditures and the loss of Personal Tracking devices. Past year sales revenue was based solely on vehicle devices sold. Monthly Recurring (Service) Revenues in 3rd QTR FY 2025 versus 3rd QTR FY 2024 show a decrease of approximately 50% in recurring Service revenues (\$19,784 versus 38,617 for the QTR respectively) primarily due to lack of availability of personal trackers to sell, customers losing 3G connectivity in Canada and market pressures. Small business customers have been hardest hit by unpredictable economic pressures, but future economic projections show a more robust small business environment. The company's future sales base will include more sales outreach and new products with a new personal tracker device slated for the end of FY 2025. Ongoing sales of LTE Cat M1 vehicle tracker devices will continue and combined with new personal trackers Monthly Recurring Revenues are projected to grow. The company will also continue to reach out to, and work with, all impacted customers that were unable to afford replacement tracking devices due to network and economic impacts.

Operating expenses have been reduced and have reached their lowest sustainable level. The company has achieved a reduced normalization of costs for hosted services along with device costs. Significant system streamlining and replacement of 3rd Party service support systems have been brought in-house and have resulted in large decreases in operating expenses.

LBT's business solutions have continued to focus on selling fleet trackers that are small, affordable, and are environmentally sealed vehicle tracking devices with a proprietary tracking system designed to display each vehicle's location, speed, altitude, direction and an option for driver behavior alerts. Devices are designed to be quick and easy to install and provide rich features/data on easy-to-use user interfaces/apps in real time. This allows businesses to minimize their impact on the environment through more precise routing and re-routing of vehicles, to minimize time delays and engine idle time, and to maximize fuel efficiency while minimizing carbon waste.

LBT's Consumer solutions include the newest Teen Driver solution and two versions of our vehicle trackers. These devices help families know where their valuable mobile assets are through zone alerts that notify you if they go too far from where you expect them to be - right from your smart phone, tablet, or computer - no matter where you are in the world yet have Internet connectivity!

5) Issuer's Facilities

The goal of this section is to provide investors 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. Describe the location of office space, data centers, principal plants, and other property of the issuer and describe the condition of the properties. Specify if the assets, properties, or facilities are owned or leased and the terms of their leases. If the issuer does not have complete ownership or control of the property, describe the limitations on the ownership.

The company is committed to the safety, wellbeing, and mental health of all employees. Work rules continue to be flexible, including work from home. Employees can work virtually from their homes allowing for an increased work/life balance. Performance and productivity continue to be highly reliable as LBAS utilizes new workflow tools and technology, eliminating work commutes/carbon impact of commuting. LBAS does not own any properties or facilities but does have an annual lease for its Irvine location.

6) All Officers, Directors, and Control Persons of the Company

Using the table below, please provide information, as of the period end date of this report, regarding all officers and directors of the company, or any person that performs a similar function, regardless of the number of shares they own.

In addition, list all individuals or entities controlling 5% or more of any class of the issuer's securities.

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. 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 investors 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 owners.

Individual Name (First, Last) or Entity Name (Include names of control person(s) if a corporate entity)	Position/Company Affiliation (ex: CEO, 5% Control person)	City and State (Include Country if outside U.S.)	Number of Shares Owned (List common, preferred, warrants and options separately)	Class of Shares Owned	Percentage of Class of Shares Owned (undiluted)
<u>Jon Rains</u>	<u>CEO</u>	<u>Austin, TX</u>	<u>0</u>	<u>Common</u>	<u>0</u>
<u>Richard Perry</u>	<u>PRESIDENT</u>	<u>Alpine, UT</u>	<u>0</u>	<u>Common</u>	<u>0</u>
<u>Joseph F Scalisi</u>	<u>Chief Technology Officer</u>	<u>Austin, TX</u>	<u>34,719,256</u>	<u>Common</u>	<u>7.8</u>
<u>David M Morse</u>	<u>Advisory Board Member</u>	<u>Wilsonville, OR</u>	<u>21,544,111</u>	<u>Common</u>	<u>4.9</u>

Confirm that the information in this table matches your public company profile on www.OTCMarkets.com. If any updates are needed to your public company profile, log in to www.OTCIQ.com to update your company profile.

7) Legal/Disciplinary History

A. Identify and provide a brief explanation as to whether any of the persons or entities listed above in Section 6 have, in the past 10 years:

1. Been the subject of an indictment or conviction in a criminal proceeding or plea agreement or named as a defendant in a pending criminal proceeding (excluding minor traffic violations);

None

2. Been the subject of 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, financial- or investment-related, insurance or banking activities;

None

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

None

4. Named as a defendant or a respondent in a regulatory complaint or proceeding that could result in a "yes" answer to part 3 above; or

None

5. Been the subject 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

6. Been the subject of a U.S Postal Service false representation order, or a temporary restraining order, or preliminary injunction with respect to conduct alleged to have violated the false representation statute that applies to U.S mail.

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 to 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.

1. The Apple, Inc. complaint for infringement of existing patents was filed in November 2019 by LBT IP I LLC in the U.S. District Court for the District of Delaware claiming infringement by Apple of five of LBT's early patents (US Patent Nos. 8,497,774; 8,542,113; 8,102,256; 8,421,618; and 8,421,618). The initial Patent Trial and Appeal Board (PTAB) ruled against LBAS and that decision was appealed at the U.S. Court of Appeals for the Third Circuit.

On June 9, 2023, the U.S. Court of Appeals for the Federal Circuit issued its opinion, resulting in a significant win for LBT IP I LLC ("LBT"). The three-judge panel unanimously reversed the PTAB's decisions with regard to three patents and remanded a fourth patent back to the PTAB for further consideration. On December 15, 2023, the PTAB issued a Final Written Decision upholding the claims of that fourth patent and Apple filed its Notice of Appeal on February 15, 2024. The briefing for that appeal was completed in October 2024 and we expect a decision by mid-2025. We remain confident that, once all appeal opportunities are exhausted, we will return to the U.S. District Court for the District of Delaware with multiple patents and claims surviving.

2. The Uber Technologies, Inc. complaint was filed in November 2021 by LBT IP II LLC ("the Company") in the U.S. District Court for the Western District of Texas, Waco Division. The case was assigned to Judge Alan D. Albright. In general terms, the Complaint alleges infringement of U.S. Patent Nos. 7,728,724 (titled "System for Locating Individuals and Objects"); 7,598,855 (titled "Apparatus and Method for Locating Individuals and Objects Using Tracking Devices"); 8,531,289 (titled "Adaptable User Interface for Monitoring Location Tracking Devices Out of GPS Monitoring Range"); and 8,224,355 (titled "System and Method for Improved Communication Bandwidth Utilization When Monitoring Location Information") by Uber through use of its Uber Platform in providing its ride hailing and food delivery services.

Uber Technologies, Inc. ("Uber") filed a Motion to Dismiss on January 27, 2022. That motion was fully briefed, and on June 28, 2022, the Court denied the motion, in part. Uber thereafter answered the Complaint on July 12, 2022. Uber also filed a motion on February 25, 2022, seeking to have the case transferred to the U.S. District Court for the Northern District of California. That motion was granted on July 6, 2022, and the case has been transferred to the U.S. District Court for the Northern District of California. The case has been assigned to U.S. District Judge William H. Orrick, located in San Francisco. On September 23, 2022, the parties met and conferred regarding (1) initial disclosures, (2) early settlement, (3) ADR (alternative dispute resolution), and (4) a discovery plan, filed their Joint Case Management Statement, and served discovery requests on each other. Responses to those requests were served on October 24, 2022. In the meantime, the Court set October 4, 2022, for an Initial

Case Management Conference with the Court. At that conference the Court set a claim construction hearing for February 24, 2023.

In addition to the foregoing activities, Uber filed with the Patent Trial and Appeal Board (“PTAB”) four petitions seeking to invalidate the four asserted patents. An additional third party (Unified Patents) also filed a petition seeking to invalidate 8,531,289 (titled “Adaptable User Interface for Monitoring Location Tracking Devices Out of GPS Monitoring Range”). The Company filed its Preliminary Responses to those Petitions on September 9 and 14, 2022, and on December 7, 2022, the PTAB issued its Institution Decisions on all of those petitions. The PTAB agreed to institute Inter Partes Review (“IPR”) proceedings as to U.S. Patent Nos. 7,598,855 and 8,531,289. The PTAB denied Uber’s petitions as to U.S. Patent Nos. 7,728,724 and 8,224,355. Accordingly, the PTAB did not conduct IPRs on the latter two patents.

In the meantime, the parties continued to engage in fact discovery including exchanging documents responsive to the discovery requests, and the Company’s expert continued reviewing Uber’s source code. On or around December 29, 2022, the Company served a document subpoena on Samsung Electronics America, Inc. based on information in Uber’s source code.

On December 15, 2022, Uber filed a Motion with the Court seeking to stay (i.e., to place on hold) the district court litigation pending resolution of the review proceedings in the PTAB because two of the four asserted patents are subject to IPR proceedings. On January 5, 2023, the Company filed its Opposition to that Motion, and a hearing on that Motion was set for January 25, 2023. The district court ultimately granted Uber’s Motion, and the case was stayed pending conclusion of the IPR proceedings. Since that time, the parties engaged in IPR proceedings before the PTAB.

On December 6, 2023, the PTAB issued its Final Written Decisions in the IPR’s for the ’855 and ’289 Patents, in which the PTAB found the inventions claimed in those patents to be “unpatentable.” In view of those decisions, the district court stayed the litigation on January 18, 2024, pending any appeals of those two PTAB decisions. The Company has appealed both of those decisions to the Federal Circuit, with briefing now completed. While oral argument for the appeals has not yet been scheduled, it is anticipated around Q2 or Q3 2025, with a written order to follow. Should the Federal Circuit reverse the PTAB’s patentability decisions, we would proceed in litigation on one or both of the appealed patents, in addition to the ’725 and ’355 Patents which remain valid and will be litigated once the district court’s stay is lifted.

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.

Confirm that the information in this table matches your public company profile on www.OTCMarkets.com. If any updates are needed to your public company profile, update your company profile.

Securities Counsel

Name:	<u>Claire Brown</u>
Address 1:	<u>Tonkin Torp LLP</u>
Address 2:	<u>888 SW 5th Avenue</u> <u>Suite 1600</u> <u>Portland, OR 97204</u>
Phone:	<u>503.802.5731</u>
Email:	<u>Claire.brown@tonkon.com</u>

Accountant or Auditor

Name: J. Gill
Firm: Bookkeeper, employee
Address 1: Laguna Hills, CA 92618
Address 2:
Phone: 949 357-5151
Email: jjill@locationbasedtech.com

Investor Relations

Name: NA

All other means of Investor Communication:

X (Twitter): <https://twitter.com/pocketfindergps>
Discord: _____
LinkedIn _____
Facebook: <https://www.facebook.com/PocketFinder/>
[Other] https://www.youtube.com/channel/UCvSgUqQG_8yu2sBfTvqmXTQ

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.

Name: None

9) Disclosure & Financial Information

A. This Disclosure Statement was prepared by (name of individual):

Name: **Jon D Rains**
Title: **CEO**
Relationship to Issuer: **Employee**

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

IFRS
 U.S. GAAP

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

Name: **J. Gill**
Title: **Bookkeeper**
Relationship to Issuer: **Employee**

Describe the qualifications of the person or persons who prepared the financial statements:⁶ Education, USC. 14+ years of experience.

Provide the following qualifying financial statements:

- Audit letter, if audited;
- Balance Sheet;
- Statement of Income;
- Statement of Cash Flows;
- Statement of Retained Earnings (Statement of Changes in Stockholders' Equity)
- Financial Notes

Financial Statement Requirements:

- Financial statements must be published together with this disclosure statement as one document.
- Financial statements must be “machine readable”. Do not publish images/scans of financial statements.
- Financial statements must be presented with comparative financials against the prior FYE or period, as applicable.
- Financial statements must be prepared in accordance with U.S. GAAP or International Financial Reporting Standards (IFRS) but are not required to be audited.

⁶ 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.

Tips for updating QuickBooks |

You can export a report, change certain format

QuickBooks will update and keep these changes

- 1 Renamed report titles
- 2 Font, Fill, and Number formatting
(in row & column headers only)
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- 5 Inserted rows & columns
You must enter text or a formula in the row to preserve it.
- 6 New Excel formulas
The updated report must contain the row associated with y
- 7 Inserted text
Make your new text always appear next to a particular row
the text as a formula (e.g. ="inserted text")

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- Moved data cells

reports in Excel

ting or add new formulas, and then update it with new QuickBooks data

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	A	B	C	D	E	F	G	H
1			1			My Company P&L		
2						Profit & Loss		
3						July through August 2012		
4							07/16/12	Aug 18
5						Ordinary Income/Expense		
6			4			MONEY IN (aka Income)		
7						40100 - Construction Income		
8						40110 - Design Income	3,054.02	3,900.00
9						40199 - Less Discounts given	0.00	-48.35
10						Total 40100 - Construction Income	3,054.02	3,751.65
11						40500 - Reimbursement Income		
12						40520 - Permit Reimbursement Income	0.00	487.00
13						Total 40500 - Reimbursement Income	0.00	487.00
14						Total Income	3,054.02	29,197.65
15			5			* Labor Income less Design Income	3,054.02	13,227.00
16						Cost of Goods Sold		

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9:30 AM
10/03/25
Accrual Basis

Location Based Technologies, Inc.

Balance Sheet

As of August 31, 2025

	<u>Aug 31, 25</u>	<u>Aug 31, 24</u>
ASSETS		
Current Assets		
Checking/Savings		
1010 · BofA - 0970	1,082.87	2,536.17
1020 · BofA - 1101	3,565.25	6,797.06
Total Checking/Savings	<u>4,648.12</u>	<u>9,333.23</u>
Other Current Assets		
1200 · Inventory		
1215 · Finished Goods	57,909.45	64,339.62
1220 · Demos	0.00	-818.00
Total 1200 · Inventory	<u>57,909.45</u>	<u>63,521.62</u>
1400 · Prepaid Expenses		
1415 · License Fees	400.00	479.00
1420 · Rent	234.42	0.00
1422 · Services	7,500.00	0.00
Total 1400 · Prepaid Expenses	<u>8,134.42</u>	<u>479.00</u>
Total Other Current Assets	<u>66,043.87</u>	<u>64,000.62</u>
Total Current Assets	70,691.99	73,333.85
Fixed Assets		
2100 · Property & Equipment		
2105 · Computer and Video Equipment	19,714.69	19,714.69
2110 · Computer Software (Mobile Apps)	183,154.35	183,154.35
2111 · Computer Software (Internal)	27,274.76	27,274.76
2117 · Machinery and Equipment	18,888.56	18,888.56
2120 · Office Furniture and Equipment	4,126.09	4,126.09
Total 2100 · Property & Equipment	<u>253,158.45</u>	<u>253,158.45</u>
2250 · Accumulated Depreciation	-246,480.45	-226,449.45
Total Fixed Assets	<u>6,678.00</u>	<u>26,709.00</u>
Other Assets		
2500 · Intellectual Property		
2505 · Patents	3,312.00	0.00
2510 · Trademarks	52,539.20	52,539.20
Total 2500 · Intellectual Property	<u>55,851.20</u>	<u>52,539.20</u>
Total Other Assets	<u>55,851.20</u>	<u>52,539.20</u>
TOTAL ASSETS	<u><u>133,221.19</u></u>	<u><u>152,582.05</u></u>

9:30 AM
10/03/25
Accrual Basis

Location Based Technologies, Inc.

Balance Sheet
As of August 31, 2025

	<u>Aug 31, 25</u>	<u>Aug 31, 24</u>
LIABILITIES & EQUITY		
Liabilities		
Current Liabilities		
Accounts Payable		
3000 · Accounts Payable	122,204.31	100,552.77
Total Accounts Payable	<u>122,204.31</u>	<u>100,552.77</u>
Credit Cards		
3005 · BofA Visa - 2493 / 4355	913.31	411.10
3006 · BofA Visa - 1431	20,929.71	15,364.45
Total Credit Cards	<u>21,843.02</u>	<u>15,775.55</u>
Other Current Liabilities		
3100 · Accrued Expenses		
3114 · Payroll	2,694.44	3,214.85
3115 · Payroll Taxes	5,737.50	5,737.50
3117 · Sales Tax Payable	-19.03	30.64
3135 · Health Insurance	0.00	4,195.00
Total 3100 · Accrued Expenses	<u>8,412.91</u>	<u>13,177.99</u>
3190 · Deferred Compensation		
3191 · Deferred Employee Compensation		
3195 · Dave Morse, Jr.	136,348.18	136,348.18
3196 · Greg Harrison	10,375.00	10,375.00
Total 3191 · Deferred Employee Compensation	<u>146,723.18</u>	<u>146,723.18</u>
3200 · Deferred Officer Compensation		
3205 · Desiree Mejia	113,517.41	113,517.41
3210 · Dave Morse	1,207,724.65	1,207,724.65
Total 3200 · Deferred Officer Compensation	<u>1,321,242.06</u>	<u>1,321,242.06</u>
Total 3190 · Deferred Compensation	1,467,965.24	1,467,965.24
3350 · Deferred Revenue		
3351 · Prepaid Service	18,133.40	0.00
Total 3350 · Deferred Revenue	<u>18,133.40</u>	<u>0.00</u>
3500 · Convertible Notes Payable		
3501 · Notes Payable		
3701 · James Heer	25,000.00	25,000.00
3702 · David Kuennen	100,000.00	100,000.00
3703 · David Alampi	50,000.00	50,000.00
3704 · Cody Evans	300,000.00	300,000.00

9:30 AM
10/03/25
Accrual Basis

Location Based Technologies, Inc.

Balance Sheet

As of August 31, 2025

	<u>Aug 31, 25</u>	<u>Aug 31, 24</u>
3709 · Marty Davis	500,000.00	500,000.00
3716 · Brian Webb	25,000.00	25,000.00
3717 · Dan Horner	25,000.00	25,000.00
3718 · RF Family Fund Partnership	100,000.00	100,000.00
3722 · Joseph Scalisi	31,313.15	0.00
Total 3501 · Notes Payable	<u>1,156,313.15</u>	<u>1,125,000.00</u>
4115 · Advances From Officer	298,000.00	298,000.00
4131 · Notes Due on Demand	1,138,987.00	1,138,987.00
Total 3500 · Convertible Notes Payable	<u>2,593,300.15</u>	<u>2,561,987.00</u>
3900 · Accrued Interest		
3463 · Cody Evans	395,671.18	365,589.04
3464 · David Alampi	65,794.54	60,780.82
3465 · David Kuennan	131,479.50	121,452.06
3466 · James Heer	32,897.27	30,390.41
3472 · Marty Davis	622,465.71	572,328.76
3473 · Brian Webb	31,013.71	28,506.85
3474 · Daniel Horner	31,013.71	28,506.85
3480 · Joseph Scalisi	888.03	0.00
3490 · Related Party Accrued Interest		
3491 · Dave Morse, Sr.	718,595.96	671,654.00
3492 · Desiree Mejia	194,962.29	178,280.40
3493 · Greg Harrison	94,308.15	88,090.87
3494 · Eric Fronk	28,279.63	26,447.17
3495 · Dave Morse, Jr.	22,483.11	19,139.66
3496 · Florance Accountancy Corp.	11,473.96	10,726.03
Total 3490 · Related Party Accrued Interest	<u>1,070,103.10</u>	<u>994,338.13</u>
Total 3900 · Accrued Interest	2,381,326.75	2,201,892.92
4550 · LIP Equity LLC, prev LP Equity		
4551 · Convertible Notes	197,300.00	197,300.00
4552 · Accrued Interest	174,377.99	130,731.83
4550 · LIP Equity LLC, prev LP Equity - Other	179,640.00	133,720.00
Total 4550 · LIP Equity LLC, prev LP Equity	<u>551,317.99</u>	<u>461,751.83</u>
Total Other Current Liabilities	<u>7,020,456.44</u>	<u>6,706,774.98</u>
Total Current Liabilities	<u>7,164,503.77</u>	<u>6,823,103.30</u>
Total Liabilities	7,164,503.77	6,823,103.30
Equity		

9:30 AM
10/03/25
Accrual Basis

Location Based Technologies, Inc.
Balance Sheet
As of August 31, 2025

	<u>Aug 31, 25</u>	<u>Aug 31, 24</u>
5020 · Common Stock	443,784.48	443,784.48
5025 · Common Stock To Be Issued	2,000.00	2,000.00
5030 · Additional Paid-In Capital		
5040 · Offering Costs	-1,884,087.83	-1,884,087.83
5030 · Additional Paid-In Capital - Other	57,915,303.78	57,915,303.78
Total 5030 · Additional Paid-In Capital	<u>56,031,215.95</u>	<u>56,031,215.95</u>
5500 · Retained Earnings	-63,147,521.68	-63,138,554.40
Net Income	-360,761.33	-8,967.28
Total Equity	<u>-7,031,282.58</u>	<u>-6,670,521.25</u>
TOTAL LIABILITIES & EQUITY	<u><u>133,221.19</u></u>	<u><u>152,582.05</u></u>

Tips for updating QuickBooks |

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QuickBooks will update and keep these changes

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(in row & column headers only)
- 3 Resized columns
- 4 Renamed column & row headers
- 5 Inserted rows & columns
You must enter text or a formula in the row to preserve it.
- 6 New Excel formulas
The updated report must contain the row associated with y
- 7 Inserted text
Make your new text always appear next to a particular row
the text as a formula (e.g. ="inserted text")

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reports in Excel

ting or add new formulas, and then update it with new QuickBooks data

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	A	B	C	D	E	F	G	H
1			1			My Company P&L		
2						Profit & Loss		
3						July through August 2012		
4							07/16/12	Aug 16
5						Ordinary Income/Expense		
6			4			MONEY IN (aka Income)		
7						40100 - Construction Income		
8						40110 - Design Income	3,054.02	3,900.00
9						40199 - Less Discounts given	0.00	-48.35
10						Total 40100 - Construction Income	3,054.02	3,751.65
11						40500 - Reimbursement Income		
12						40520 - Permit Reimbursement Income	0.00	487.00
13						Total 40500 - Reimbursement Income	0.00	487.00
14						Total Income	3,054.02	29,197.65
15			5			* Labor Income less Design Income	3,054.02	13,227.00
16						Cost of Goods Sold		

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10:16 AM
10/03/25

Location Based Technologies, Inc.
Statement of Cash Flows
September 2024 through August 2025

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10:16 AM
10/03/25

Location Based Technologies, Inc.
Statement of Cash Flows
September 2024 through August 2025

Cash at be

Cash at end of

Location Based Technologies, Inc.
Statement of Cash Flows
September 2024 through August 2025

OPERATING ACTIVITIES

Net Income

Adjustments to reconcile Net Income
to net cash provided by operations:

1100 · Accounts Receivable

1200 · Inventory:1215 · Finished Goods

1200 · Inventory:1220 · Demos

1400 · Prepaid Expenses:1410 · Insurance

1400 · Prepaid Expenses:1415 · License Fees

1400 · Prepaid Expenses:1420 · Rent

1400 · Prepaid Expenses:1422 · Services

3000 · Accounts Payable

3005 · BofA Visa - 2493 / 4355

3006 · BofA Visa - 1431

3100 · Accrued Expenses:3114 · Payroll

3100 · Accrued Expenses:3117 · Sales Tax Payable

3100 · Accrued Expenses:3135 · Health Insurance

3350 · Deferred Revenue:3351 · Prepaid Service

3500 · Convertible Notes Payable:3501 · Notes Payable:3718 · RF Family Fund Partnership

3500 · Convertible Notes Payable:3501 · Notes Payable:3722 · Joseph Scalisi

3900 · Accrued Interest:3463 · Cody Evans

3900 · Accrued Interest:3464 · David Alampi

3900 · Accrued Interest:3465 · David Kuennan

3900 · Accrued Interest:3466 · James Heer

3900 · Accrued Interest:3472 · Marty Davis

3900 · Accrued Interest:3473 · Brian Webb

3900 · Accrued Interest:3474 · Daniel Horner

3900 · Accrued Interest:3480 · Joseph Scalisi

3900 · Accrued Interest:3490 · Related Party Accrued Interest:3491 · Dave Morse, Sr.

3900 · Accrued Interest:3490 · Related Party Accrued Interest:3492 · Desiree Mejia

3900 · Accrued Interest:3490 · Related Party Accrued Interest:3493 · Greg Harrison

3900 · Accrued Interest:3490 · Related Party Accrued Interest:3494 · Eric Fronk

3900 · Accrued Interest:3490 · Related Party Accrued Interest:3495 · Dave Morse, Jr.

3900 · Accrued Interest:3490 · Related Party Accrued Interest:3496 · Florance Accountancy Corp.

4550 · LIP Equity LLC, prev LP Equity

4550 · LIP Equity LLC, prev LP Equity:4552 · Accrued Interest

Net cash provided by Operating Activities

INVESTING ACTIVITIES

2250 · Accumulated Depreciation

2500 · Intellectual Property:2505 · Patents

Net cash provided by Investing Activities

Net cash increase for period

10:16 AM
10/03/25

Location Based Technologies, Inc.
Statement of Cash Flows
September 2024 through August 2025

Cash at beginning of period

Cash at end of period

Location Based Technologies, Inc.
Statement of Cash Flows
September 2024 through August 2025

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4550 · LIP Equity LLC, prev LP Equity

4550 · LIP Equity LLC, prev LP Equity:4552 · Accrued Interest

Net cash provided by Operating Activities

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Net cash provided by Investing Activities

Net cash increase for period

10:16 AM
10/03/25

Location Based Technologies, Inc.
Statement of Cash Flows
September 2024 through August 2025

Sep

Cash at beginning of period

Cash at end of period

Location Based Technologies, Inc.
Statement of Cash Flows
September 2024 through August 2025

OPERATING ACTIVITIES

Net Income

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3900 · Accrued Interest:3490 · Related Party Accrued Interest:3493 · Greg Harrison

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4550 · LIP Equity LLC, prev LP Equity

4550 · LIP Equity LLC, prev LP Equity:4552 · Accrued Interest

Net cash provided by Operating Activities

INVESTING ACTIVITIES

2250 · Accumulated Depreciation

2500 · Intellectual Property:2505 · Patents

Net cash provided by Investing Activities

Net cash increase for period

10:16 AM
10/03/25

Location Based Technologies, Inc.
Statement of Cash Flows
September 2024 through August 2025

Sep'

Cash at beginning of period

Cash at end of period

9:38 AM
 10/03/25
 Accrual Basis

Location Based Technologies, Inc.

Profit & Loss

September 2024 through August 2025

	<u>Sep '24 - Aug 25</u>	<u>Sep '23 - Aug 24</u>
Ordinary Income/Expense		
Income		
6100 · Device Sales Income		
6197 · Sales Tax Out of State - Amazon	0.00	0.00
6198 · Sales Discounts	0.00	0.00
6199 · Sales Returns & Allowances	-124.00	-1,951.73
6100 · Device Sales Income - Other	6,388.00	11,066.57
Total 6100 · Device Sales Income	<u>6,264.00</u>	<u>9,114.84</u>
6200 · Service Income		
6250 · Service Income Adjustments	-2,152.46	-339.05
6255 · Subscription Discounts	0.00	-12.95
6200 · Service Income - Other	96,123.48	133,558.28
Total 6200 · Service Income	<u>93,971.02</u>	<u>133,206.28</u>
6700 · Shipping Income	677.01	1,350.26
Total Income	<u>100,912.03</u>	<u>143,671.38</u>
Cost of Goods Sold		
7100 · Device Purchases	5,612.17	12,431.62
7125 · Service Costs		
7126 · PocketFinder	312.50	1,656.25
7130 · PocketFinder Vehicle	2,000.00	187.50
7133 · Vehicle Fleet Finder	0.00	156.25
7140 · Mobile Applications	1,287.50	156.25
7125 · Service Costs - Other	26,694.73	27,537.78
Total 7125 · Service Costs	<u>30,294.73</u>	<u>29,694.03</u>
7250 · Shipping & Freight Costs	536.15	3,104.89
7700 · Materials and Supplies	21.29	0.00
7710 · Inventory Adjustment		
7711 · Physical Inventory	0.00	0.00
7712 · Obsolete Inventory	0.00	343.75
7710 · Inventory Adjustment - Other	0.00	818.00
Total 7710 · Inventory Adjustment	<u>0.00</u>	<u>1,161.75</u>
Total COGS	<u>36,464.34</u>	<u>46,392.29</u>
Gross Profit	64,447.69	97,279.09
Expense		
8010 · Advertising, Marketing and PR	-601.02	4,210.45
8065 · Bad Debt Expense	0.00	-20,000.00
8070 · Bank Service Charges		

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Location Based Technologies, Inc.

Profit & Loss

September 2024 through August 2025

	<u>Sep '24 - Aug 25</u>	<u>Sep '23 - Aug 24</u>
8072 · Viewpost	426.38	431.38
8073 · PayPal	728.80	720.00
8074 · Amazon	0.00	668.92
8075 · Merchant Fees	42.80	498.99
8076 · Shopify	1,205.81	2,275.41
8079 · Monthly/Overdraft Fees	299.50	0.00
8081 · StaxPayments	936.64	0.00
9120 · Credit Card Rebates	-1,109.09	-1,549.35
8070 · Bank Service Charges - Other	59.90	0.00
Total 8070 · Bank Service Charges	2,590.74	3,045.35
8090 · Business Gifts	300.00	450.00
8100 · Business License and Fees		
8105 · Filing Fees		
8110 · Corporate	5,497.00	479.00
8120 · Transfer Agent	6,226.34	6,003.34
8105 · Filing Fees - Other	1,485.00	5,760.00
Total 8105 · Filing Fees	13,208.34	12,242.34
Total 8100 · Business License and Fees	13,208.34	12,242.34
8180 · Computer Expense		
8185 · General	662.13	2,669.04
8186 · Apps	4,119.22	408.23
8190 · Web Hosting	54,427.23	59,180.25
8195 · Website Expense	3,775.90	13,344.55
8196 · Software	7,661.76	7,418.21
8197 · Smart Tracker/A-Track	250.00	5,843.75
Total 8180 · Computer Expense	70,896.24	88,864.03
8210 · Depreciation Expense	20,031.00	32,550.00
8243 · Employee Benefits	2,068.50	32,927.94
8245 · Finance Charge	3,300.84	1,084.01
8250 · Insurance		
8260 · General Liab/Umbrella Insurance	0.00	579.75
8280 · Worker's Compensation	1,249.52	456.34
Total 8250 · Insurance	1,249.52	1,036.09
8290 · Licenses and Permits	72.57	70.00
8320 · Miscellaneous		
8325 · Reconciliation Discrepancies	-425.40	-3,167.43
Total 8320 · Miscellaneous	-425.40	-3,167.43
8340 · Office Expense	145.10	79.98

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	<u>Sep '24 - Aug 25</u>	<u>Sep '23 - Aug 24</u>
8390 · Payroll Expenses	1,529.90	1,583.00
8392 · Payroll Taxes	16,067.31	17,679.15
8400 · Postage and Shipping	604.42	518.03
8460 · Professional Fees		
8470 · Accounting Fees		
8475 · Accounting	0.00	2,400.00
8493 · Tax	17.79	6,016.49
Total 8470 · Accounting Fees	<u>17.79</u>	<u>8,416.49</u>
8510 · Legal Fees		
8517 · Litigation	0.00	5,000.00
8518 · Litigation - RFF	6,674.40	0.00
8520 · Patents/Trademarks	6,892.00	7,920.00
8530 · SEC	-18,755.00	2,000.00
Total 8510 · Legal Fees	<u>-5,188.60</u>	<u>14,920.00</u>
Total 8460 · Professional Fees	-5,170.81	23,336.49
8550 · Rent	1,360.95	1,406.02
8610 · Salaries and Wages		
8623 · Derrick Halliday	20,077.04	0.00
8624 · Huy D. Nguyen	13,259.56	0.00
8625 · Jeannette Gill	2,651.62	0.00
8610 · Salaries and Wages - Other	20,642.66	63,977.95
Total 8610 · Salaries and Wages	<u>56,630.88</u>	<u>63,977.95</u>
8628 · Storage	1,706.10	410.94
8630 · Telephone Expense		
8640 · Cellular	200.61	4,211.45
8660 · Office Lines	718.55	704.87
Total 8630 · Telephone Expense	<u>919.16</u>	<u>4,916.32</u>
Total Expense	<u>186,484.34</u>	<u>267,220.66</u>
Net Ordinary Income	-122,036.65	-169,941.57
Other Income/Expense		
Other Income		
9100 · Other Income		
9110 · Gain (loss) on Asset Disposal	11,555.99	1,268.11
Total 9100 · Other Income	<u>11,555.99</u>	<u>1,268.11</u>
9111 · Gain on Debt Forgiveness	-26,936.35	0.00
Total Other Income	<u>-15,380.36</u>	<u>1,268.11</u>

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Profit & Loss
September 2024 through August 2025

	<u>Sep '24 - Aug 25</u>	<u>Sep '23 - Aug 24</u>
Other Expense		
8396 · Penalties and Fines	263.00	137.08
9010 · Interest Expense	223,079.99	-161,756.97
9075 · Income Taxes		
9080 · State	0.00	1,913.71
Total 9075 · Income Taxes	<u>0.00</u>	<u>1,913.71</u>
9150 · Other Expenses	1.33	0.00
Total Other Expense	<u>223,344.32</u>	<u>-159,706.18</u>
Net Other Income	<u>-238,724.68</u>	<u>160,974.29</u>
Net Income	<u><u>-360,761.33</u></u>	<u><u>-8,967.28</u></u>