

B-Scada Inc.

Financial Statements December
31, 2024

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REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Directors and Shareholders of B-Scada, Inc.

Opinion on the Financial Statements

We have audited the accompanying balance sheets of B-Scada, Inc. ("the Company") as of December 31, 2024 and 2023, and the related statements of operations, changes in stockholders' equity, and cash flows for each of the years in the two-year period ended December 31, 2024, and the related notes (collectively referred to as the financial statements). In our opinion, the financial statements present fairly, in all material respects, the financial position of the Company as of December 31, 2024, and 2023 and the results of its operations and its cash flows for each of the years in the two-year period ended December 31, 2024, in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinion

These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on the Company's financial statements based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (PCAOB) and are required to be independent with respect to the Company in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits in accordance with the standards of the PCAOB and in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud. The Company is not required to have, nor were we engaged to perform, an audit of its internal control over financial reporting. As part of our audits, we are required to obtain an understanding of internal control over financial reporting, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control over financial reporting. Accordingly, we express no such opinion.

Our audits included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audits provide a reasonable basis for our opinion.

Critical Audit Matters

Critical audit matters are matters arising from the current period audit of the financial statements that were communicated or required to be communicated to the audit committee and that (1) relate to accounts or disclosures that are material to the financial statements and (2) involved our especially challenging, subjective, or complex judgments. We determined that there were no critical audit matters.

Fruci & Associates II, PLLC

Fruci & Associates II, PLLC – PCAOB ID #05525
We have served as the Company's auditor since 2024.

Spokane, Washington
June 24, 2025

B-Scada Inc.
Balance Sheets
(Audited)

	<u>December 31, 2024</u>	<u>December 31, 2023</u>
ASSETS		
Current assets		
Cash	\$ 85,096	\$ 128,181
Total current assets	<u>85,096</u>	<u>128,181</u>
TOTAL ASSETS	<u>\$ 85,096</u>	<u>\$ 128,181</u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities		
Accounts payable	\$ -	\$ -
Total current liabilities	<u>-</u>	<u>-</u>
TOTAL LIABILITIES	<u>\$ -</u>	<u>\$ -</u>
COMMITMENT AND CONTINGENCIES		
	<u>\$ -</u>	<u>\$ -</u>
STOCKHOLDERS' EQUITY		
Preferred stock, \$0.0001 par value; 5,000,000 shares authorized; none issued and outstanding	\$ -	\$ -
Common stock, \$0.0001 par value; 100,000,000 shares authorized; 3,064,371 shares issued and outstanding, respectively	306	306
Additional paid-in capital	8,671,822	8,671,822
Accumulated deficit	<u>(8,587,032)</u>	<u>(8,543,947)</u>
Total Stockholders' Equity	<u>\$ 85,096</u>	<u>\$ 128,181</u>
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	<u>\$ 85,096</u>	<u>\$ 128,181</u>

The accompanying notes are an integral part of the financial statements.

B-Scada Inc.
Statements of Operations
(Audited)

	<u>Year Ended December 31.</u>	
	2024	2023
Operating expenses:		
General and administrative expenses	\$ <u>43,256</u>	\$ <u>6,728</u>
Loss from operations	(43,256)	(6,728)
Other income (expenses):		
Other income	<u>171</u>	<u>-</u>
Total other income (expense)	171	-
Income tax	<u>-</u>	<u>-</u>
Net loss	\$ <u><u>(43,085)</u></u>	\$ <u><u>(6,728)</u></u>
Basic and diluted net loss per share	<u>\$ (0.014)</u>	<u>\$ (0.002)</u>

The accompanying notes are an integral part of the financial statements.

B-Scada Inc.
Statement of Changes in Stockholders' Equity
(Audited)

	Common Stock	Additional paid in Capital	Accumulated Deficit	Total Stockholders' Equity
Balance at December 31, 2022	306	\$ 8,669,064	\$ (8,537,219)	\$ 134,909
Net loss	-	-	(6,728)	(6,728)
Balance at December 31, 2023	306	\$ 8,671,822	\$ (8,543,947)	\$ 128,181
Net loss	-	-	(43,085)	(43,085)
Balance at December 31, 2024	306	\$ 8,671,822	\$ (8,587,032)	\$ 85,096

The accompanying notes are an integral part of the financial statements.

B-Scada Inc.
Statement of Cash Flows
(Audited)

	<u>For the year ended December 31,</u>	
	<u>2024</u>	<u>2023</u>
Cash flows from operating activities		
Net loss	\$ (43,085)	\$ (6,728)
Adjustments to reconcile net loss to net cash used in operating activities:		
Receivable from affiliates	-	-
Changes in operating assets and liabilities:		
Accounts payable	-	-
Net cash (used in) provided by operating activities	<u>\$ (43,085)</u>	<u>\$ (6,728)</u>
Net (decrease) increase in cash	<u>(43,085)</u>	<u>(6,728)</u>
Cash at beginning of period	<u>128,181</u>	<u>134,909</u>
Cash at end of period	<u><u>\$ 85,096</u></u>	<u><u>\$ \$ 128,181</u></u>
Non cash disclosure:		
Taxes and interest	-	-

The accompanying notes are an integral part of the financial statements.

B-SCADA INC.
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2024

NOTE 1. DESCRIPTION OF ORGANIZATION AND BUSINESS OPERATIONS

B-Scada Inc. (the “Company”) is a corporation incorporated in Delaware. The Company was in the business of developing software and hardware products for the visualization and monitoring of data in residential, commercial, and heavy industries.

The company had no operation for the year ended December 31, 2024.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The accompanying financial statements are presented in U.S. Dollars and conformity with accounting principles generally accepted in the United States of America (“GAAP”) and pursuant to the rules and regulations of the SEC.

Use of estimates

The preparation of financial statement in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements.

Making estimates requires management to exercise significant judgment. It is at least reasonably possible that the estimate of the effect of a condition, situation or set of circumstances that existed at the date of the financial statement, which management considered in formulating its estimate, could change in the near term due to one or more future confirming events. Accordingly, the actual results could differ significantly from those estimates.

Cash and cash equivalents

The Company considers all highly liquid instruments purchased with an original maturity of three months or less to be cash equivalents. The Company continually monitors its positions with, and credit quality of, the financial institutions with which it invests. The Company did not have any cash equivalents as of December 31, 2024.

Income taxes

The Company complies with the accounting and reporting requirements of ASC Topic 740, “Income Taxes,” which requires an asset and liability approach to financial accounting and reporting for income taxes. Deferred income tax assets and liabilities are computed for differences between the financial statement and tax bases of assets and liabilities that will result in future taxable or deductible amounts, based on enacted tax laws and rates applicable to the periods in which the differences are expected to affect taxable income. Valuation allowances are established, when necessary, to reduce deferred tax assets to the amount expected to be realized.

The Company recognizes accrued interest and penalties related to unrecognized tax benefits, if any, as income tax expense. As of December 31, 2024, there were no amounts accrued for interest or penalties. The Company is currently not aware of any issues under review that could result in significant payments, accruals or material deviation from its position. The Company is subject to income tax examinations by major taxing authorities since inception.

As of December 31, 2024, the Company had gross deferred tax assets consisting of net operating loss carryforwards of \$850,478 and no deferred tax liabilities. The company has put a 100% valuation allowance against the deferred tax asset and hence reports no net deferred tax assets in the financial statements.

The difference between the provision for income taxes expected at the ordinary tax rates and the actual amount incurred relates primarily to the change in deferred tax valuation allowance.

As of December 31, 2024, the Company has federal net operating loss carryforwards from the years 2007 through 2024 that total approximately \$3,999,161 that may be offset against future taxable income. Net operating loss carryforwards originating prior to 2018 totaled approximately \$3,383,645 and expire between 2027 and 2037. Net operating loss carryforwards originating between 2018 and 2024 totaled approximately \$615,516 and have no limit on utilization.

Net loss per share

The Company complies with the accounting and disclosure requirements of ASC 260, Earnings Per Share. Net loss per share is computed by dividing the net loss by the weighted average number of common shares outstanding during the period. As of December 31, 2024, and 2023 the Company did not have any dilutive securities that could potentially, be exercised or converted into shares of common stock and then share in the earning of the Company, As a result, diluted loss per share is the same as basic loss per share of the period presented.

Net loss from January 1, 2023, to December 31, 2023	\$ (6,728)
Net loss from January 1, 2024, to December 31, 2024	<u>(43,085)</u>

	December 31, 2024	December 31, 2023
Total number of shares	3,064,371	3,064,371
Ownership percentage	100%	100%
Total loss allocated	\$ <u>(43,085)</u>	\$ <u>(6,728)</u>
Total income (loss)	\$ <u>(43,085)</u>	\$ <u>(6,728)</u>
Weighted average shares	3,064,371	3,064,371
Earnings (loss) per share	(0.014) \$	(0.002)

Recently issued accounting standard

Management reviewed the updates to the improvement to reporting segment under ASU 2023-07 – Segment Reporting. The company had no operations for the year ended December 31, 2024 and 2023. As such the management does not have metric established to measure performance. The management view that the updated will have no material effect on the Company’s financial statement.

NOTE 3. STOCKHOLDERS’ EQUITY

Preferred Stock – The Company is authorized to issue 5,000,000 shares of preferred stock, par value \$0.0001 per share, with such designations, voting and other rights and preferences as may be determined from time to time by the Company’s board of directors. As of December 31, 2024, and 2023 there were no shares of preferred stock issued or outstanding.

Common Stock – The Company is authorized to issue 100,000,000 shares of common stock, par value \$0.0001 per share. Holders of the Company’s common stock are entitled to one vote for each share. As of December 31, 2024, and 2023 there were 3,064,371 shares of common stock issued and outstanding.

NOTE 4. RELATED PARTY TRANSACION

None.

NOTE 5. SUBSEQUENT EVENT

The Company evaluated subsequent events after the balance sheet date up to June 24, 2025, the date that the financial statements were issued. There were no recognized or unrecognized subsequent events that would require any adjustment or additional disclosure.