

# **Comprehensive Balance Sheet**

**Nexus Intelligent Systems, Inc.**

**As of December 31, 2023**

## **CONFIDENTIAL DOCUMENT**

Prepared for Exclusive Use in Contemplated Transaction Review

### **1. STATEMENT OF FINANCIAL POSITION**

#### **1.1 Assets**

##### **1.1.1 Current Assets**

- Cash and Cash Equivalents: \$3,742,156
- Short-Term Investments: \$1,250,000
- Accounts Receivable (Net): \$2,875,432
- Unbilled Contract Revenue: \$1,623,890
- Prepaid Expenses: \$412,765
- Total Current Assets: \$9,904,243

##### **1.1.2 Non-Current Assets**

- Property and Equipment (Net): \$1,875,620
- Intellectual Property Rights: \$4,250,000
- Software Development Assets: \$3,625,000
- Long-Term Investments: \$750,000
- Deferred Tax Assets: \$412,345
- Total Non-Current Assets: \$10,912,965

#### **1.2 Liabilities**

##### **1.2.1 Current Liabilities**

- Accounts Payable: \$1,245,678
- Accrued Compensation: \$987,654
- Short-Term Debt Obligations: \$1,500,000
- Deferred Revenue: \$876,543

- Tax Liabilities: \$412,765
- Total Current Liabilities: \$5,022,640

### **1.2.2 Non-Current Liabilities**

- Long-Term Debt: \$3,750,000
- Lease Obligations: \$1,250,000
- Deferred Tax Liabilities: \$625,000
- Contingent Consideration: \$875,000
- Total Non-Current Liabilities: \$6,500,000

## **1.3 Shareholders' Equity**

### **1.3.1 Capitalization**

- Preferred Stock: \$5,000,000
- Common Stock: \$1,250,000
- Additional Paid-In Capital: \$7,625,000
- Retained Earnings: (\$250,432)
- Total Shareholders' Equity: \$13,624,568

## **2. FINANCIAL STATEMENT NOTES**

### **2.1 Accounting Principles**

This balance sheet has been prepared in accordance with Generally Accepted Accounting Principles (GAAP) and reflects the financial position of Nexus Intelligent Systems, Inc. as of December 31, 2023.

### **2.2 Significant Accounting Policies**

- Revenue Recognition: Contract-based, proportional performance method
- Asset Depreciation: Straight-line method
- Intellectual Property Valuation: Discounted cash flow methodology

## **3. REPRESENTATIONS AND WARRANTIES**

### **3.1 Financial Accuracy**

The undersigned hereby certifies that:

- All financial information is true and accurate

- No material contingent liabilities are undisclosed
- All assets and liabilities are fairly and accurately represented

#### **4. DISCLAIMER**

This document is provided strictly for informational purposes in connection with a potential transaction. No representations or warranties are made regarding future financial performance.

#### **5. EXECUTION**

##### **Authorized Signatures**

Dr. Elena Rodriguez

Chief Executive Officer

Nexus Intelligent Systems, Inc.

Date: January 22, 2024

Michael Chen

Chief Financial Officer

Nexus Intelligent Systems, Inc.

Date: January 22, 2024

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