# FIXED ASSETS REGISTER AND DEPRECIATION SCHEDULE

### **Summit Digital Solutions, Inc.**

As of December 31, 2023

### 1. DOCUMENT INFORMATION

**Document Reference: FAR-2023-12** 

**Prepared By: Finance Department** 

Reviewed By: Sarah Blackwell, COO

Last Updated: December 31, 2023

**Currency: USD** 

#### 2. SUMMARY OF FIXED ASSETS

### 2.1 Asset Categories

Total Fixed Assets Value (Net Book Value): \$14,275,000

 $|\ Category\ |\ Gross\ Value\ |\ Accumulated\ Depreciation\ |\ Net\ Book\ Value\ |$ 

|-----|-----|-----|

| Computer Hardware & Servers | \$8,500,000 | \$(3,400,000) | \$5,100,000 |

| Software Licenses & Systems | \$4,200,000 | \$(1,680,000) | \$2,520,000 |

| Office Equipment | \$1,200,000 | \$(480,000) | \$720,000 |

| Leasehold Improvements | \$4,500,000 | \$(1,125,000) | \$3,375,000 |

| IoT Testing Equipment | \$3,400,000 | \$(840,000) | \$2,560,000 |

### 3. DEPRECIATION POLICIES

### **3.1 Depreciation Methods**

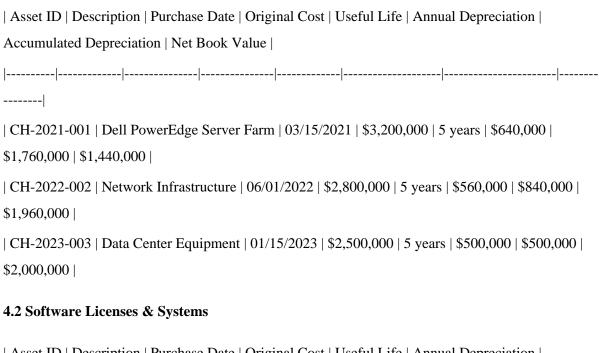
- Computer Hardware & Servers: Straight-line over 5 years
- Software Licenses & Systems: Straight-line over 3 years
- Office Equipment: Straight-line over 5 years
- Leasehold Improvements: Straight-line over 8 years or lease term, whichever is shorter
- IoT Testing Equipment: Straight-line over 5 years

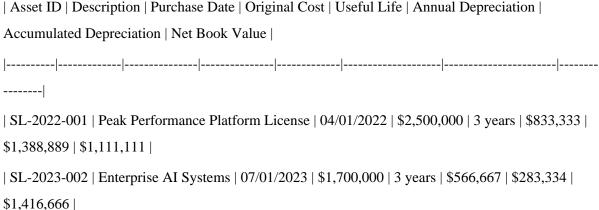
### 3.2 Capitalization Threshold

Individual assets with a cost exceeding \$2,500 are capitalized. Items below this threshold are expensed in the period of purchase.

### 4. DETAILED ASSET REGISTER

### 4.1 Computer Hardware & Servers





### 5. ASSET DISPOSAL AND ACQUISITION

### 5.1 Asset Disposals (2023)

Total disposal value: \$420,000

- Legacy server equipment (Asset ID: CH-2020-001)
- Obsolete software licenses (Asset ID: SL-2020-002)

## **5.2 New Acquisitions (2023)**

Total acquisition value: \$4,200,000

Data Center Equipment: \$2,500,000

Enterprise AI Systems: \$1,700,000

# 6. CERTIFICATIONS AND CONTROLS

#### **6.1 Internal Controls**

All fixed assets are:

- Tagged with unique identification numbers
- Physically verified annually
- Recorded in the asset management system
- Subject to quarterly impairment testing

### **6.2 Certification**

The undersigned hereby certifies that this Fixed Assets Register and Depreciation Schedule accurately reflects the fixed assets owned by Summit Digital Solutions, Inc. as of December 31, 2023, in accordance with GAAP and company policies.

Sarah Blackwell

**Chief Operating Officer** 

Summit Digital Solutions, Inc.

Date: December 31, 2023

Michael Chang

Chief Technology Officer

Summit Digital Solutions, Inc.

Date: December 31, 2023

### 7. DISCLAIMERS

This document is confidential and proprietary to Summit Digital Solutions, Inc. The information contained herein is subject to change without notice and is not warranted to be error-free. Asset values are stated at historical cost less accumulated depreciation and do not necessarily reflect current market values. This register should be read in conjunction with the company's audited financial statements and notes thereto.