

FINANCIAL STATEMENTS

Tech Solutions LLC

For Year Ended December 31, 2023

BALANCE SHEET

As of December 31, 2023

ASSETS

Current Assets:

Cash and cash equivalents: \$75,000

Accounts receivable: \$125,000

Inventory: \$50,000

Prepaid expenses: \$6,000

Total Current Assets: \$256,000

Fixed Assets:

Equipment (cost): \$120,000

Less: Accumulated depreciation: \$(30,000)

Net Fixed Assets: \$90,000

TOTAL ASSETS: \$346,000

LIABILITIES AND EQUITY

Current Liabilities:

Accounts payable: \$28,000

Accrued expenses: \$15,000

Current portion of long-term debt: \$10,000

Total Current Liabilities: \$53,000

Long-term Liabilities:

Long-term debt: \$95,000

Total Long-term Liabilities: \$95,000

Total Liabilities: \$148,000

Owner's Equity:

Member contributions: \$50,000

Retained earnings: \$148,000

Total Owner's Equity: \$198,000

TOTAL LIABILITIES AND EQUITY: \$346,000

INCOME STATEMENT

For the Year Ended December 31, 2023

Revenue:

Service revenue: \$420,000

Product sales: \$75,000

Total Revenue: \$495,000

Cost of Sales: \$200,000

Gross Profit: \$295,000

Operating Expenses:

Salaries and wages: \$150,000

Rent: \$36,000

Utilities: \$9,000

Insurance: \$12,000

Professional fees: \$6,000

Depreciation: \$14,000

Other expenses: \$24,000

Total Operating Expenses: \$251,000

Net Income: \$44,000

CASH FLOW STATEMENT

For the Year Ended December 31, 2023

Operating Activities:

Net income: \$44,000

Depreciation: \$14,000

Changes in working capital: \$(15,000)

Net Cash from Operations: \$43,000

Investing Activities:

Equipment purchases: \$(40,000)

Net Cash from Investing: \$(40,000)

Financing Activities:

Loan payments: \$(10,000)

Member distributions: \$(0)

Net Cash from Financing: \$(10,000)

Net Change in Cash: \$(7,000)

Beginning Cash: \$82,000

Ending Cash: \$75,000

NOTES TO FINANCIAL STATEMENTS:

1. Basis of Accounting: These financial statements are prepared using the accrual method.
2. Revenue Recognition: Revenue is recognized when services are performed or products delivered.
3. Depreciation: Equipment is depreciated using straight-line method over 5-7 years.

COMPILATION REPORT:

We have compiled the accompanying financial statements of Tech Solutions LLC as of and for the year ended December 31, 2023. We have not audited or reviewed these financial statements and do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

Smith & Associates CPA

Certified Public Accountants

License: CA-12345

Date: February 28, 2024

Signature: [SIGNED] Robert Smith, CPA