

**5729841 MB Ltd.**  
**o/a Black Label Automation and Electrical**  
**Compiled Financial Information**  
*December 31, 2024*

To the Management of 5729841 MB Ltd.

On the basis of information provided by management, we have compiled the balance sheet of 5729841 MB Ltd. o/a Black Label Automation and Electrical as at December 31, 2024, the statement of earnings and retained earnings for the year then ended, and Note 1, which describes the basis of accounting applied in the preparation of the compiled financial information ("financial information").

Management is responsible for the accompanying financial information, including the accuracy and completeness of the underlying information used to compile it and the selection of the basis of accounting.

We performed this engagement in accordance with Canadian Standard on Related Services (CSRS) 4200, *Compilation Engagements*, which requires us to comply with relevant ethical requirements. Our responsibility is to assist management in the preparation of the financial information.

We did not perform an audit engagement or a review engagement, nor were we required to perform procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an audit opinion or a review conclusion, or provide any form of assurance on the financial information.

Readers are cautioned that the financial information may not be appropriate for their purposes.

Winnipeg, Manitoba

April 23, 2025



Chartered Professional Accountants

**5729841 MB Ltd.**  
**o/a Black Label Automation & Electrical**  
**Balance Sheet**  
*As at December 31, 2024*

	<b>2024</b>	<b>2023</b>
<b>Assets</b>		
<b>Current</b>		
Cash	1,847,167	1,507,103
Accounts receivable	146,111	1,169,568
Goods and Services Tax receivable	967	2,424
Receivable from shareholders	31,040	1,040
Advances to related companies (Note 2)	3,463,234	1,075,622
	<b>5,488,519</b>	<b>3,755,757</b>
<b>Equipment (Note 3)</b>	<b>305,891</b>	<b>384,269</b>
	<b>5,794,410</b>	<b>4,140,029</b>
<b>Liabilities</b>		
<b>Current</b>		
Accounts payable	273,381	137,461
Income Taxes payable	20,155	-
Advances from related companies (Note 4)	30,954	50,154
	<b>324,490</b>	<b>187,615</b>
<b>Long-term debt</b>	<b>-</b>	<b>16,116</b>
	<b>203,731</b>	<b>203,731</b>
<b>Shareholders' Equity</b>		
Share capital	60	60
Retained earnings	3,936,235	3,936,235
	<b>3,936,295</b>	<b>3,936,295</b>
	<b>4,140,026</b>	<b>4,140,026</b>
<b>Approved on behalf of Management</b>		
_____		

**5729841 MB Ltd.**  
**o/a Black Label Automation & Electrical**  
**Statement of Earnings and Retained Earnings**  
*For the year ended December 31, 2024*

	<b>2024</b>	<b>2023</b>
<b>Sales</b>	<b>9,337,526</b>	8,230,052
<b>Cost of sales</b>	<b>5,789,528</b>	5,589,528
<b>Gross margin</b>	<b>3,547,998</b>	2,640,524
<b>Expenses</b>		
Advertising and promotion	<b>33,778</b>	21,839
Amortization	<b>109,689</b>	96,821
Automotive	<b>98,774</b>	97,354
Bad debts	<b>4,725</b>	-
Insurance	<b>30,377</b>	10,307
Interest and bank charges	<b>39,748</b>	36,407
Meals and entertainment	<b>42,385</b>	66,650
Office	<b>30,883</b>	12,282
Professional development	<b>521</b>	642
Professional fees	<b>4,480</b>	4,751
Repairs and maintenance	<b>12,508</b>	19,842
Salaries, wages and benefits	<b>704,177</b>	552,813
Security	<b>2427</b>	1,154
Telephone, fax and internet	<b>14,269</b>	15,910
Tools	<b>26,948</b>	17,679
Travel	<b>25,960</b>	17,888
Utilities	<b>9,712</b>	8,379
Maintenance	<b>10,722</b>	12,282
	<b>1,202,083</b>	1,010,672
<b>Net earnings</b>	<b>2,345,915</b>	1,629,852
<b>Retained earnings, beginning of year</b>	<b>3,936,325</b>	2,306,383
<b>Retained earnings, end of year</b>	<b>6,282,240</b>	3,936,325

**5729841 MB Ltd.**  
**o/a Black Label Automation & Electrical**  
**Notes to the Compiled Financial Information**  
*For the year ended December 31, 2024*

---

**1. Basis of accounting**

The basis of accounting applied in the preparation of the financial information of 5729841 MB Ltd. o/a Black Label Automation as at December 31, 2024 is on the historical basis, reflecting cash transactions with the addition of:

- accounts receivable
- equipment amortized for accounting purposes
- accounts payable
- goods and services tax payable

**2. Advances to related companies**

	<b>2024</b>	<b>2023</b>
Arctic Flag Construction INC.	<b>3,463,234</b>	1,075,622
	<b>3,463,234</b>	1,075,622

**3. Equipment**

	<b>Cost</b>	<b>Accumulated amortization</b>	<b>2024 Net book value</b>	<b>2023 Net book value</b>
Automotive	<b>487,265</b>	<b>279,537</b>	<b>207,728</b>	294,933
Automation equipment	<b>136,751</b>	<b>55,899</b>	<b>80,852</b>	72,549
Computer Equipment	<b>46,292</b>	<b>28,981</b>	<b>17,311</b>	16,787
	<b>670,308</b>	<b>364,417</b>	<b>305,891</b>	384,269

**4. Advances from related companies**

	<b>2024</b>	<b>2023</b>
New Electrical Corp TBD	<b>30,954</b>	50,154
	<b>30,954</b>	50,154