

**5729841 MB Ltd.**  
**o/a Black Label Automation and Electrical**  
**Compiled Financial Information**  
*December 31, 2023*

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, 2023, 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

June 6, 2024



Chartered Professional Accountants

**5729841 MB Ltd.**  
**o/a Black Label Automation & Electrical**  
**Balance Sheet**  
*As at December 31, 2023*

	2023	2022
<b>Assets</b>		
<b>Current</b>		
Cash	1,507,103	1,582,759
Accounts receivable	1,169,568	972,345
Goods and Services Tax receivable	2,424	-
Receivable from shareholders	1,040	151
Advances to related companies (Note 2)	1,075,622	399,334
	<b>3,755,757</b>	2,954,589
<b>Equipment (Note 3)</b>	<b>384,269</b>	238,733
	<b>4,140,026</b>	3,193,322
<b>Liabilities</b>		
<b>Current</b>		
Accounts payable	137,461	835,634
Goods and Services Tax payable	-	25,710
Advances from related companies (Note 4)	50,154	69,320
	<b>187,615</b>	930,664
<b>Long-term debt</b>	<b>16,116</b>	56,215
	<b>203,731</b>	986,879
<b>Shareholders' Equity</b>		
Share capital	60	60
<b>Retained earnings</b>	<b>3,936,235</b>	2,206,383
	<b>3,936,295</b>	2,206,443
	<b>4,140,026</b>	3,193,322
<b>Approved on behalf of Management</b>		
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**5729841 MB Ltd.**  
**o/a Black Label Automation & Electrical**  
**Statement of Earnings and Retained Earnings**  
*For the year ended December 31, 2023*

	<b>2023</b>	<b>2022</b>
<b>Sales</b>	<b>8,230,052</b>	7,225,554
<b>Cost of sales</b>	<b>5,589,528</b>	4,745,204
<b>Gross margin</b>	<b>2,640,524</b>	2,480,350
<b>Expenses</b>		
Advertising and promotion	<b>21,839</b>	30,592
Amortization	<b>96,821</b>	56,367
Automotive	<b>97,354</b>	84,448
Bad debts	-	10,307
Insurance	<b>29,660</b>	36,407
Interest and bank charges	<b>39,748</b>	66,650
Meals and entertainment	<b>42,385</b>	26,974
Office	<b>30,883</b>	19,453
Penalties	<b>642</b>	323
Professional development	<b>642</b>	382
Professional fees	<b>4,751</b>	4,185
Repairs and maintenance	<b>19,842</b>	35,548
Salaries, wages and benefits	<b>452,813</b>	385,587
Security	<b>1,154</b>	12,577
Telephone, fax and internet	<b>15,910</b>	15,681
Tools	<b>17,679</b>	10,347
Travel	<b>17,888</b>	32,482
Utilities	<b>8,379</b>	-
Maintenance	<b>12,282</b>	21,684
	<b>1,010,672</b>	849,994
<b>Net earnings</b>	<b>1, 629,852</b>	1,630,356
<b>Retained earnings, beginning of year</b>	<b>2,306,383</b>	576,027
<b>Retained earnings, end of year</b>	<b>3,936,235</b>	2,206,383

**5729841 MB Ltd.**  
**o/a Black Label Automation & Electrical**  
**Notes to the Compiled Financial Information**  
*For the year ended December 31, 2023*

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**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 & Electrical as at December 31, 2023 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>2023</b>	<b>2022</b>
New Construction Corp TBD	<b>1,075,622</b>	399,334
	<b>1,075,622</b>	399,334

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**3. Equipment**

	<b>Cost</b>	<b>Accumulated amortization</b>	<b>2023 Net book value</b>	<b>2022 Net book value</b>
Automotive	<b>485,765</b>	<b>190,832</b>	<b>294,933</b>	127,040
Automation equipment	<b>113,939</b>	<b>41,390</b>	<b>72,549</b>	90,687
Equipment	<b>39,293</b>	<b>22,506</b>	<b>16,787</b>	21,006
	<b>638,997</b>	<b>254,728</b>	<b>384,269</b>	238,733

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**4. Advances from related companies**

	<b>2023</b>	<b>2022</b>
New Construction Corp TBD	<b>50,154</b>	69,354
	<b>50,154</b>	69,354

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