

**BLACK RIVER TECHNOLOGY,  
INC**

**Financial Statements &  
Supplementary**

**Audited Report**

**For the Financial Quarter ended  
March 31<sup>st</sup>, 2025**

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## Black River Technology Inc

155 North Wacker Drv Suite 4250  
Chicago, IL 60606

### Profit & Loss Statement (Summary) July 2024 through March 2025 For the nine months ended

Income	0
Cost Of Sales	0
	<hr/>
Gross Profit	0
Expenses	(10,056)
Operating Profit	
Other Income	-
Other Expenses	48
	<hr/>
Net Profit/(Loss)	(10,008)

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### Balance Sheet As of March 2025

Assets		
	BMO Harris Bank	6,439
	Accounts Receivable	3,127
	Total Current Assets	<u>9,917</u>
	Fixed Assets	350
	Shares	2
	Total No-Current Assets	<u>352</u>
Total Assets		<u>6,790</u>
Liabilities		
	Accounts Payable	1,430
	Head Office Acc	13,256
Total Liabilities		<u>14,687</u>
Equity		
	Net Income	(10,008)
		<u>(10,008)</u>
	Capital	25,000
	Additional Paid in Capita	2,363,104
	Retained Earnings	(2,479,487)
Total Equity		<u>(4,768)</u>
Total Liability & Equity		<u>6,790</u>

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**July 2024 through March 2025**  
**For the nine months ended**

### Statement of Changes in Financial Position

#### OPERATING ACTIVITIES

Fiscal year result	(10,008)
Adjustments for:	
Accounts receivable write offs	-
Deferred income tax (benefit) expense	0
Loss on disposal of fixed assets	-
Amortizations and depreciations	263
Decrease in trade receivables	0
Increase in Parent receivables	3,127
Increase in inventories	0
Increase in other assets	9,349
Increase in deposits	0
Increase in trade and other payables	(2,934)
Increase in income tax receivable	-
Increase in income tax payable	-
Increase in other payables and accrued liabilities	0
Increase in Parent payables	(3,970)
<b>Net cash from operating activities</b>	<b>(4,173)</b>

#### INVESTING ACTIVITIES

Acquisition of fixed and intangible assets	-
Proceeds from sale of fixed assets (Adjust.Accum	
Depreciations)	-
<b>Net cash flows from investing activities</b>	<b>-</b>

#### FINANCING ACTIVITIES

Payments to parent	-
Increase in Equity	-
Parent Company loan	10,130
<b>Net cash flows from financing activities</b>	<b>-</b>
Net Increase of cash and cash equivalents	5,957
Cash and cash equivalent at the beginning of the year	482
<b>CASH AND CASH EQUIVALENT AT THE END OF THE PERIOD</b>	<b>6,439</b>

## Black River Technology Inc

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**July 2024 through March 2025**  
**For the nine months ended**

### Statement of Stockholder's Equity

Main Account	Capital	Contributions to be capitalized	Retained Earnings	Total Shareholders' Equity
<b>1</b> INITIAL BALANCES AS Shareholders' contributions Outstanding shares  Retained earnings Accounting restatements Unappropriated retained earnings	5,000	1,562,104	(2,382,865)	
SUBTOTAL	5,000	1,562,104	(2,382,865)	(815,761)
<b>2</b> MODIFICATIONS TO THE INITIALBALANCES	20,000	801,000		
<b>3</b> MODIFIED INITIAL BALANCES	25,000	2,363,104	(2,382,865)	(815,761)
<b>4</b> RESULTS OF THE YEAR <b>5</b> ACCOUNTING RESTATEMENTS			(10,008)	
SUBTOTAL				
<b>6</b> FINAL BALANCES Shareholders' contributions  Outstanding shares  Retained earnings Accounting restatements Unappropriated retained earnings	25,000	2,363,104	(2,392,872)	(12,436)
	25,000	2,363,104		2,388,104
			(2,392,872)	(2,392,872)
TOTAL	25,000	2,363,104	(2,392,872)	(4,768)

## NOTE 1 - NATURE OF OPERATIONS AND BASIS OF ACCOUNTING

Black River Technology, Inc. (the "company") is incorporated under the laws of the United States of America. The Company is located in Chicago, Illinois and is engaged in buying, selling, distributing and exporting electrical and engineering products to its Parent company INVAP S.E. ("INVAP" or "Parent"). The Company operates on a 9 month period ending March 31<sup>st</sup>, and its functional currency is the US dollar. The Company is wholly-owned by INVAP, an Argentinian entity, which is devoted to the design and construction of complex technological systems. The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America (US GAAP).

## NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES

**Inventories:** Inventories consist of supplies and equipment held for resale and are stated at the lower of cost (first-in, first-out) or net realizable value.

Revenue recognition and accounts receivable: Revenue on product sales is generally recognized when goods are shipped and the following criteria have been met: a sales arrangement exists, products have been shipped and title has transferred, the price of the product is fixed or determinable, and collectability is reasonable assured.

Management determines an allowance for doubtful accounts by periodically evaluating individual accounts receivable and considering a customer's financial condition, credit history and current economic conditions. Accounts receivable are written off when deemed uncollectible. As of March 31<sup>st</sup>, 2025, no amounts have been recorded.

**Related party:** As described in Note 1, the Company sells US sourced products to its sole stockholder, INVAP and therefore, all company sales are to the parent Transactions involving related parties, such as with INVAP, cannot be presumed to be carried out on an arm's length basis, as the requisite conditions for competitive, free-market dealings may not exist. INVAP personnel provides some administrative and accounting support to the Company. The Company was not charged a fee for the services for the six month period ended March 31<sup>st</sup>, 2025.

Shipping and handling fees and costs: The Company records shipping and handling fees and costs billed to customers as revenue, and shipping and handling costs incurred by the Company as cost of sales.

**Taxation:** The current provision or benefit for income taxes represents actual or estimated amounts payable or refundable on tax returns filed or to be filed. Deferred tax assets and liabilities are recorded for the estimated future tax effects of temporary differences between the tax basis of assets and liabilities and amounts reported in the balance sheet. The overall change in deferred tax assets and liabilities for the period measures the deferred tax expense (benefit) for the period. Effects of changes in enacted tax laws on deferred tax assets and liabilities are reflected as adjustments to tax expense in the period of enactment. The measurement of deferred tax assets may be reduced by a valuation allowance based on a judgmental assessment of available evidence if deemed more likely than not than some or all of deferred tax assets will not be realized. (Continued)

## **NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES (Continued)**

The Company assesses the likelihood of the financial statement effect of a tax position that should be recognized when it is more likely than not that the position will be sustained upon examination by a taxing authority based on the technical merits of the tax position, circumstances, and information available as of the reporting date.

The Company's policy is to recognize interest and penalties accrued on any unrecognized tax positions as a component of income tax expense. As of March 31<sup>st</sup>, 2025, the Company did not have any accrued interest or penalties associated with any unrecognized tax positions, nor was any interest expense recognized during the three-month period ended March 31<sup>st</sup>, 2025.

The Company is subject to U.S. federal income tax as well as income tax in the State of Illinois. The Company is no longer subject to examination by taxing authorities for years prior to 2014.

**Use of estimates:** The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the balance sheet date and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Subsequent events:** The Company evaluated subsequent events through April 15, 2025, the date that the Company's financial statements were available to be issued, for consideration of subsequent events to be included in its March 31<sup>st</sup>, 2025 financial statements.

## **NOTE 3 - ADVANCES (PARENT)**

BRT activity is currently interrupted and all expenses are afforded by the controlling Company (INVAP S.E., of Argentina) in the form of temporary loans to be refunded from the profits to be received in future. Business plan is being designed to chase a different business target in the USA.

## **NOTE 4 - INCOME TAXES (Not applicable)**

## **NOTE 5 - OPERATING LEASES**

The Company is currently leasing a Storage space to keep the existing archives and some other fully depreciated assets. This Agreement was signed with Public Storage without end-term. The monthly rental is currently \$1.-

## **NOTE 6 - CONTINGENCY**

No contingencies are in existence.

## **NOTE 7 - MANAGEMENT'S PLANS**

Management assesses, considering both quantitative and qualitative factors, whether there are conditions and events that raise substantial doubt about the Company's ability to continue as a going concern within one year after the date that the financial statements are available to be issued. Due to economic conditions that affected the Parent, the Company has experienced a continuous reduction in its revenues to a



minimum. Finally, it was decided to stop actual activities and explore new opportunities in the USA Market. That frame requires some consultancy services destined for that purpose. The Company has a financial support commitment from its Parent to help it implement its strategic plans.