

**INTERNATIONAL DALECO CORPORATION
(A CORPORATION)**

FINANCIAL STATEMENTS

**FOR THE YEARS ENDED
JUNE 30, 2023 & 2022**

INTERNATIONAL DALECO CORPORATION
CONSOLIDATED BALANCE SHEET
JUNE 30, 2023 & 2022

	2023	2022
Assets		
Current Assets		
Cash and cash equivalents	\$ 247,023	\$ 113,904
Accounts receivable, net	144,899	355,913
Inventories	55,998	129,635
Receivables from affiliates	3,745,748	3,650,748
Total Current Assets	4,193,668	4,250,200
Property and Equipment, Net	100	100
Other Assets		
Notes receivable	3,677,705	3,391,872
Investments	727,269	727,269
Investment in affiliates	5,013,259	5,013,259
Total Other Assets	9,418,233	9,132,400
Total Assets	\$ 13,612,001	\$ 13,382,700
Liabilities and Shareholder's Deficit		
Current Liabilities		
Accounts payable	\$ 110,252	\$ 143,319
Accrued liabilities	2,094,879	1,927,106
Income taxes payable	1,600	1,600
Due to affiliates	2,331,048	2,331,048
Unit offering payable	4,653,056	4,510,412
Total Current Liabilities	9,190,835	8,913,485
Long-term liabilities		
Accrued interest payable	3,499,131	3,242,457
Accrued salaries (officers)	14,307,767	14,059,550
Long term debt, net of current maturities	5,967,284	5,529,534
Total Long-Term Liabilities	23,774,182	22,831,541
Total Liabilities	32,965,017	31,745,026
Shareholder's Deficit	(19,353,016)	(18,362,326)
Total Liabilities and Shareholder's Deficit	\$ 13,612,001	\$ 13,382,700

INTERNATIONAL DALECO CORPORATION
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEARS ENDED JUNE 30, 2023 & 2022

	2023	2022
Revenue, Net	\$ 2,199,290	\$ 2,811,936
Cost of Revenue	541,909	578,548
Gross profit	1,657,381	2,233,388
Operating Expenses	2,129,633	2,459,842
Operating loss	(472,232)	(226,454)
Other Income (Expense)		
Interest income	326,748	316,806
Interest expense	(812,186)	(820,192)
Net other income	(485,438)	(503,386)
Income before taxes	(957,670)	(729,840)
Income Tax Expense	33,020	76
Net Loss	\$ (990,690)	\$ (729,916)

INTERNATIONAL DALECO CORPORATION
CONSOLIDATED STATEMENT OF SHAREHOLDER'S EQUITY (DEFICIT)
FOR THE YEARS ENDED JUNE 30, 2023 & 2022

	Common Stock	Preferred Stock	Note Receivable- Common Stock	Additional Paid in Capital	Retained Earnings	Total Shareholder's Equity
Balance, June 30, 2021	\$ 15,672,445	\$ 4,271,460	(12,329,397)	\$ 5,603,900	\$ (30,850,818)	\$ (17,632,410)
Net loss	-	-	-	-	(729,916)	(729,916)
Balance, June 30, 2022	15,672,445	4,271,460	(12,329,397)	5,603,900	(31,580,734)	(18,362,326)
Net loss	-	-	-	-	(990,690)	(990,690)
Balance, June 30, 2023	<u>\$ 15,672,445</u>	<u>\$ 4,271,460</u>	<u>\$ (12,329,397)</u>	<u>\$ 5,603,900</u>	<u>\$ (32,571,424)</u>	<u>\$ (19,353,016)</u>

INTERNATIONAL DALECO CORPORATION
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2023 & 2022

	2023	2022
Cash Flows from (used in) Operating Activities		
Net loss	\$ (990,690)	\$ (729,916)
Adjustments to reconcile net income to net cash flows from operating activities:		
Changes in assets and liabilities:		
Accounts receivable	211,014	(101,436)
Inventories	73,637	5,242
Receivables from affiliates	(95,000)	(85,399)
Accounts payable	(33,067)	29,479
Accrued liabilities	167,773	186,839
Due to affiliates	-	(9,600)
Accrued interest	256,674	256,667
Accrued salaries (officers)	248,217	500,000
	(161,442)	51,876
Net cash flows from (used in) operating activities		
Cash Flows from (used in) Investing Activities		
Issuance of notes receivable	(285,833)	(501,898)
	(285,833)	(501,898)
Net cash used in investing activities		
Cash Flows from (used in) Financing Activities		
Proceeds from unit offering payable	142,644	142,644
Proceeds from notes payable	437,750	392,683
	580,394	535,327
Net cash flows from financing activities		
Net change in cash and cash equivalents	133,119	85,305
Cash and cash equivalents, beginning	113,904	28,599
Cash and cash equivalents, ending	\$ 247,023	\$ 113,904

Note 1 – Organization and Nature of the Company

Business

International Daleco Corporation has for over 30 years funded the development of high-technology ventures, with particular focus on breakthrough technologies that bring fundamental advancements to the protection of public health, our environment, and sustainable development. Over the past 20 years, the primary investment activity of the company has been the development of a new class of biochemistry that brings substantive solutions to environment stewardship with a green chemistry model that transforms the water purification and cleaning industries. Market sectors include paper manufacturing, sustainable agriculture, water, solid wastes, and wastewater treatment operations, advanced cleaning and remediation of hydrocarbons and organic wastes, and ecological restoration. Note: Summary of Accounting Policies Basis of Presentation

We have compiled the accompanying unaudited consolidated financial statements as of June 30, 2023, which are prepared in accordance with generally accepted accounting principles in the United States of America and include the accounts of the Company. The unaudited consolidated financial statements reflect all adjustments, consisting of normal recurring adjustments, that are, in the opinion of management, necessary.

Note 2 – Summary of Accounting Policies

The accompanying consolidated financial statements are in accordance with generally accepted accounting principles in the United States of America and include the accounts of the Company. The consolidated financial statements fairly represent the financial condition, results of operations and cash flows of the Company.