SENTINEL FIRE & SAFETY, INC.

Financial Statements (Unaudited, Management-Prepared)

Illustrative synthetic figures for demonstration only.

STATEMENT OF OPERATIONS

Total revenue for the trailing twelve months was $6.21M, up from $5.78M and $5.34M in the two prior years.

Cost of services and operating expenses are summarized on the following pages.

BALANCE SHEET

Assets comprise cash, accounts receivable, vehicles and equipment; liabilities comprise accounts payable, accrued expenses and vehicle financing.

ADJUSTED EBITDA RECONCILIATION

Reported EBITDA of $1.08M is adjusted to $1.42M after owner add-backs, including owner's compensation above market ($210,000), a one-time legal settlement ($65,000), personal vehicle and travel expenses ($41,000), and discretionary charitable contributions ($24,000).

Each adjustment should be independently assessed for whether it survives a change of ownership.

NOTES TO THE FINANCIAL STATEMENTS

These statements are management-prepared and unaudited. Revenue is recognized as inspection and service work is performed.