



Skyline Innovations, Inc.
Projected Financial Statements
2015

SKYLINE INNOVATIONS, INC.
BALANCE SHEET
December 31, 2015

	<u>ASSETS</u>	<u>Unaudited</u> December 31, 2015	<u>Audited</u> December 31, 2014
CURRENT ASSETS			
Cash in Bank Checking	\$	4,791,277	\$ 4,801,168
Cash in Bank Collateral		803,550	998,800
Accounts Receivable		2,556,465	1,704,310
Other AR & Accrued Revenue		20,001	13,334
Receivables from employees		1,080	720
Inventory In-house		539,475	359,650
Inventory SES Warehouse		131,242	131,242
Prepaid Expenses		119,592	79,728
Work in Progress		1,711,955	1,141,303
Total current assets		10,674,637	9,230,255
PROPERTY AND EQUIPMENT, net			
Furnitures and equipment		213,327	142,218
Owned Projects		219,754	219,754
Capitalized cost of financed equipment		8,916,631	8,916,631
Total property and equipment, net		9,349,712	9,278,603
OTHER ASSETS			
Rental deposit		8,668	8,668
Patent pending		39,224	39,224
Total other assets		47,892	47,892
TOTAL ASSETS		20,072,240	18,556,750
<u>LIABILITIES</u>			
CURRENT LIABILITIES			
Accounts payable		1,955,561	1,303,707
Credit Cards payable		48,398	32,265
Accrued expenses		95,015	63,343
Accrued Interest		267,159	178,106
Accrued project cost		431,436	287,624
Withholding tax payable		9,803	6,535
Income tax payable		-	-
Total Current Liabilities		2,807,370	1,871,580
LONG-TERM LIABILITIES			
Deferred revenue		30,000	30,000
Financing obligation		8,562,113	8,562,113
Warrants liability		3,461,346	3,461,346
Mezzanine loan		2,000,000	2,000,000
Deferred rent		12,160	12,160
Total Long-Term Liabilities		14,065,619	14,065,619
<u>STOCKHOLDERS' EQUITY</u>			
CAPITAL CONTRIBUTED			
Series A Convertible Preferred Stock, \$0.001 par value, authorized 2,449,074 shares, 1,138,900 shares issued and outstanding.		1,139	1,139
Series B Convertible Preferred Stock, \$0.001 par value, authorized 5,204,460 shares issued and outstanding.		5,204	5,204
Common Stock, \$0.001 par value, authorized 30,000,000 shares, 12,358,259 shares issued and outstanding.		12,358	12,358
Additional paid-in-capital Preferred Stocks Series A		1,228,861	1,228,861
Additional paid-in-capital Common Stocks Series B		6,994,796	6,994,796
Additional paid-in-capital Common Stocks		4,396,985	4,396,985
Total capital contributed		12,639,343	12,639,343
ACCUMULATED INCOME (DEFICIT)			
Retained Earnings		(10,019,792)	(10,019,792)
Year to Date Net income (Loss)		579,700	-
Total Accumulated Deficit		(9,440,092)	(10,019,792)
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$	20,072,240	\$ 18,556,750

SKYLINE INNOVATIONS, INC.
STATEMENT OF INCOME
For the Twelve Months Ending
December 31, 2015

	Year to date
Revenue	Actual
Energy revenue	\$ 84,294
Environmental Attributes (SREC)	580,976
Incentives Income	345,625
Project Sales - SHW	14,903,330
Project sales - PV	13,465,945
Brokerage	175,512
Total Revenue	29,555,683
Cost of Revenue	
Cost of Goods Sold	\$ 21,840,959
COGS Brokerage	105,307
Total Cost of Revenue	21,946,266
Gross Profit	7,609,416
Project Expenses	3,489,274
Sales, General & Administrative Expenses	3,221,134
	899,009
Operating income/(loss)	899,009
Interest Expense	(260,000)
Depreciation and amortization	(59,308)
	\$ 579,700

SKYLINE INNOVATIONS, INC.
STATEMENT OF CASH FLOWS
December 31, 2015

	YEAR-TO-DATE
CASH FLOWS FROM OPERATING ACTIVITIES	
Net income (loss)	\$579,700
Adjustments to reconcile net income (loss) to net cash flows from operating activities:	
Depreciation and Amortization	59,308
Decrease(increase) in operating assets	
Accounts receivable	(852,155)
Other AR & Accrued Revenue	(7,027)
Inventory, SES and In-house	(179,825)
Prepaid expenses	(39,864)
Work in progress	(570,652)
Rental deposit	-
Patent pending	-
Increase(decrease) in operating liabilities	
Accounts payable	651,854
Credit Card payable	16,133
Accrued expenses	31,436
Withholding tax payable	3,268
Accrued project cost	143,812
Accrued interest	89,053
Customer deposit	-
Deferred revenue	-
Deferred Rent	-
NET CASH FLOWS FROM OPERATING ACTIVITIES	(74,960)
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of property and equipment	(130,181)
Capitalized cost of financed equipment	-
NET CASH FLOWS FROM INVESTING ACTIVITIES	(130,181)
CASH FLOWS FROM FINANCING ACTIVITIES	
Net borrowing/payment on notes payable	-
Borrowing on Mezzanine loan	-
Proceeds from financing obligation (Projects sold)	-
Increase in financing obligation	-
Proceeds from issuance of preferred stock	-
NET CASH FLOWS FROM FINANCING ACTIVITIES	-
NET INCREASE (DECREASE) IN CASH	(205,141)
CASH, BEGINNING OF YEAR	5,799,968
CASH, END OF YEAR	\$5,594,827