

EUROSITE POWER INC.
 CONDENSED CONSOLIDATED BALANCE SHEETS
 (Unaudited)

	March 31, 2019	December 31, 2018
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 2,535,572	\$ 2,081,689
Accounts receivable	644,483	745,806
Value added and other tax receivable	-	-
UK energy tax incentives receivable	-	86,431
Inventory	211,249	205,532
Other current assets	214,072	294,102
Total current assets	3,605,377	3,413,560
Property and equipment, net	8,204,919	8,158,262
Other assets, long-term	124,690	127,657
TOTAL ASSETS	\$ 11,934,986	\$ 11,699,479
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$ 284,664	\$ 210,916
Accrued expenses and other current liabilities	180,575	162,206
Value added and other tax payable	36,615	64,236
Note payable - bank, short-term	262,428	225,628
Total current liabilities	764,282	662,986
Long-term liabilities:		
Note payable - bank	983,556	860,448
Total liabilities	1,747,838	1,523,434
Stockholders' equity:		
Common Stock, \$0.001 par value; 100,000,000 shares authorized; 82,265,056 issued at March 31, 2019 and December 31, 2018	82,265	82,265
Additional paid-in capital	22,815,233	22,780,160
Capital contributions	(561,018)	(572,288)
Accumulated deficit	(12,124,272)	(12,035,204)
Cumulative translation adjustment (CTA)	(25,060)	(78,888)
Total stockholders' equity	10,187,148	10,176,045
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 11,934,986	\$ 11,699,479

EUROSITE POWER INC.
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
(Unaudited)

	Three Months Ended	
	March 2019	March 2018
Revenues		
Energy revenues	\$ 1,153,198	\$ 1,036,556
Turnkey and other revenues	162,273	281,898
	<u>1,315,471</u>	<u>1,318,454</u>
Cost of sales		
Fuel, maintenance and installation	624,418	574,863
Turnkey costs	153,639	295,735
Depreciation expense	141,322	142,519
	<u>919,379</u>	<u>1,013,117</u>
Gross profit (loss)	<u>396,092</u>	<u>305,337</u>
Operating expenses		
General and administrative	228,583	237,346
Selling	110,178	87,182
Engineering	131,121	95,511
	<u>469,882</u>	<u>420,040</u>
Loss from operations	<u>(73,789)</u>	<u>(114,703)</u>
Other income (expense)		
Interest income	-	-
Interest expense, net of debt premium amortization	(15,278)	(11,439)
Debt conversion expense	-	-
	<u>(15,278)</u>	<u>(11,439)</u>
Loss before income taxes	(89,068)	(126,142)
Benefit for income taxes		
Net loss	<u>\$ (89,068)</u>	<u>\$ (126,142)</u>
Net loss per share - basic and diluted	<u>\$ (0.00)</u>	<u>\$ (0.00)</u>
Weighted-average shares outstanding - basic and diluted	<u>82,265,056</u>	<u>82,265,056</u>
Non-GAAP financial disclosure		
Loss from operations	\$ (73,789)	\$ (114,703)
Depreciation expense	120,583	147,214
Site Impairments	-	-
Stock based compensation	35,820	66,695
Adjusted EBITDA	<u>\$ 82,614</u>	<u>\$ 99,206</u>

EUROSITE POWER INC.
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
(Unaudited)

	Three Months Ended	
	March 2019	March 2018
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net loss	\$ (89,068)	\$ (126,142)
<i>Adjustments to reconcile net loss to net cash used in operating activities:</i>		
Depreciation and impairment	120,583	147,214
Stock-based compensation	35,073	66,695
<i>Changes in operating assets and liabilities</i>		
<i>(Increase) decrease in:</i>		
Accounts receivable	101,323	189,326
Value added and other tax receivable	(27,621)	(4,436)
Accrued UK energy tax incentives	86,431	97,266
Inventory	(5,717)	12,656
Prepaid and other current assets	80,030	(23,014)
Other assets, long term	2,968	(147,105)
<i>Increase (decrease) in:</i>		
Accounts payable	73,748	(90,017)
Due to related party	-	-
Accrued expenses and other current liabilities	18,369	(13,523)
Capital Contributions to Joint Venture	-	(616,241)
Net cash used in operating activities	<u>396,118</u>	<u>(507,323)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchases of property and equipment	(167,241)	(358,458)
Net cash used in investing activities	<u>(167,241)</u>	<u>(358,458)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Payments on note payable	(40,055)	(9,600)
Proceeds from loan payable - bank	199,963	162,063
Net cash provided by (used in) financing activities	<u>159,908</u>	<u>152,463</u>
Effect of Exchange Rate on Cash and Cash Equivalents	65,098	119,646
Net increase (decrease) in cash and cash equivalents	453,884	(593,671)
Cash and cash equivalents, beginning of the period	2,081,689	3,414,032
Cash and cash equivalents, end of the period	<u>\$ 2,535,573</u>	<u>\$ 2,820,360</u>