

EUROSITE POWER INC.  
 CONDENSED CONSOLIDATED BALANCE SHEETS  
 (Unaudited)

	June 30, 2019	December 31, 2018
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$ 2,423,488	\$ 2,081,689
Accounts receivable	464,910	745,806
Value added and other tax receivable	-	-
UK energy tax incentives receivable	-	86,431
Inventory	166,246	205,532
Other current assets	175,136	294,102
<b>Total current assets</b>	<b>3,229,779</b>	<b>3,413,560</b>
Property and equipment, net	7,944,170	8,158,262
Other assets, long-term	129,968	127,657
<b>TOTAL ASSETS</b>	<b>\$ 11,303,917</b>	<b>\$ 11,699,479</b>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
Current liabilities:		
Accounts payable	\$ 101,140	\$ 210,916
Accrued expenses and other current liabilities	129,193	162,206
Value added and other tax payable	20,669	64,236
Note payable - bank, short-term	289,522	225,628
<b>Total current liabilities</b>	<b>540,523</b>	<b>662,986</b>
Long-term liabilities:		
Note payable - bank	862,065	860,448
Note payable - related party	-	-
<b>Total liabilities</b>	<b>1,402,587</b>	<b>1,523,434</b>
Stockholders' equity:		
Common Stock, \$0.001 par value; 100,000,000 shares authorized; 82,265,056 issued at June 30, 2019 and December 31, 2018	82,265	82,265
Additional paid-in capital	22,836,440	22,780,160
Capital contributions	(568,629)	(572,288)
Accumulated deficit	(12,386,329)	(12,035,204)
Cumulative translation adjustment (CTA)	(62,417)	(78,888)
<b>Total stockholders' equity</b>	<b>9,901,330</b>	<b>10,176,045</b>
<b>TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY</b>	<b>\$ 11,303,917</b>	<b>\$ 11,699,479</b>

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

	Three Months Ended	
	June 2019	June 2018
<b>Revenues</b>		
Energy revenues	\$ 965,083	\$ 952,418
Turnkey and other revenues	108,379	-
	<u>1,073,462</u>	<u>952,418</u>
<b>Cost of sales</b>		
Fuel, maintenance and installation	755,397	566,252
Site impairments	-	-
Site Depreciation expense	142,650	141,692
	<u>898,047</u>	<u>707,945</u>
Gross profit (loss)	<u>175,415</u>	<u>244,474</u>
<b>Operating expenses</b>		
General and administrative	214,547	460,306
Selling	85,516	83,970
Engineering	121,838	121,647
	<u>421,901</u>	<u>665,923</u>
Loss from operations	<u>(246,486)</u>	<u>(421,450)</u>
<b>Other income (expense)</b>		
Interest income		
Interest expense, net of debt premium amortization	(15,570)	(13,937)
Debt conversion expense		
	<u>(15,570)</u>	<u>(13,937)</u>
Loss before income taxes	<u>(262,056)</u>	<u>(435,387)</u>
Benefit for income taxes		
Net loss	<u>\$ (262,056)</u>	<u>\$ (435,387)</u>
Net loss per share - basic and diluted	<u>\$ (0.003)</u>	<u>\$ (0.005)</u>
Weighted-average shares outstanding - basic and diluted	<u>82,265,056</u>	<u>82,265,056</u>
<b>Non-GAAP financial disclosure</b>		
Loss from operations	\$ (246,486)	\$ (421,450)
Total Depreciation expense	146,239	144,270
Site Impairments	-	-
Aborted acquisition costs	-	241,364
Stock based compensation	21,207	46,789
Adjusted EBITDA	<u>\$ (79,041)</u>	<u>\$ 10,973</u>

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

	Six Months Ended	
	June 2019	June 2018
<b>Revenues</b>		
Energy revenues	\$ 2,118,281	\$ 1,988,974
Turnkey and other revenues	270,652	281,898
	<u>2,388,933</u>	<u>2,270,872</u>
<b>Cost of sales</b>		
Fuel, maintenance and installation	1,533,454	1,436,850
Site impairments	-	-
Site Depreciation expense	283,972	284,212
	<u>1,817,426</u>	<u>1,721,062</u>
Gross profit (loss)	<u>571,507</u>	<u>549,810</u>
<b>Operating expenses</b>		
General and administrative	443,130	697,652
Selling	195,694	171,152
Engineering	252,958	217,158
	<u>891,783</u>	<u>1,085,963</u>
Loss from operations	<u>(320,276)</u>	<u>(536,153)</u>
<b>Other income (expense)</b>		
Interest income		
Interest expense, net of debt premium amortization	(30,849)	(25,376)
Debt conversion expense	-	-
	<u>(30,849)</u>	<u>(25,376)</u>
Loss before income taxes	<u>(351,124)</u>	<u>(561,529)</u>
Benefit for income taxes		-
Net loss	<u>\$ (351,124)</u>	<u>\$ (561,529)</u>
Net loss per share - basic and diluted	<u>\$ (0.004)</u>	<u>\$ (0.007)</u>
Weighted-average shares outstanding - basic and diluted	<u>82,265,056</u>	<u>82,265,056</u>
<b>Non-GAAP financial disclosure</b>		
Loss from operations	\$ (320,276)	\$ (536,153)
Total Depreciation expense	266,821	291,484
Site Impairments	-	-
Aborted acquisition costs	-	241,364
Stock based compensation	56,280	113,484
Adjusted EBITDA	<u>\$ 2,826</u>	<u>\$ 110,179</u>

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

	Six Months Ended	
	June 2019	June 2018
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Net loss	\$ (351,124)	\$ (561,529)
<i>Adjustments to reconcile net loss to net cash used in operating activities:</i>		
Non cash debt conversion expense		-
Depreciation	266,821	291,484
Stock-based compensation	56,280	112,360
<i>Changes in operating assets and liabilities</i>		
<i>(Increase) decrease in:</i>		
Accounts receivable	280,897	451,392
Value added and other tax receivable	(43,567)	-
Accrued UK energy tax incentives	86,431	131,167
Inventory	39,286	11,537
Prepaid and other current assets	118,966	150,209
Other assets, long term	(2,310)	(137,919)
<i>Increase (decrease) in:</i>		
Accounts payable	(109,776)	(400,889)
Due to related party	-	-
Accrued expenses and other current liabilities	(33,013)	82,444
Capital Contributions to Joint Venture	3,658	(584,288)
Net cash used in operating activities	<u>312,548</u>	<u>(454,033)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchases of property and equipment	(52,730)	(463,133)
Net cash used in investing activities	<u>(52,730)</u>	<u>(463,133)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Proceeds from sale of Common Stock net of costs	-	-
Payments on note payable	(126,115)	(110,615)
Proceeds from loan payable - bank	191,625	152,744
Net cash provided by (used in) financing activities	<u>65,510</u>	<u>42,129</u>
<b>Effect of Exchange Rate on Cash and Cash Equivalents</b>	16,471	(47,230)
Net increase (decrease) in cash and cash equivalents	341,798	(922,267)
Cash and cash equivalents, beginning of the period	2,081,689	3,414,032
Cash and cash equivalents, end of the period	<u>\$ 2,423,488</u>	<u>\$ 2,491,765</u>