

EUROSITE POWER INC.
 CONDENSED CONSOLIDATED BALANCE SHEETS
 (Unaudited)

	June 30, 2020	December 31, 2019
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 1,259,918	\$ 1,881,974
Accounts receivable	152,568	442,616
Value added and other tax receivable	-	-
UK energy tax incentives receivable	-	26,328
Inventory	289,645	270,834
Other current assets	224,255	275,860
Total current assets	1,926,386	2,897,611
Property and equipment, net	9,294,952	8,399,172
Other assets, long-term	698,358	687,740
TOTAL ASSETS	\$ 11,919,696	\$ 11,984,523
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$ 234,448	\$ 199,971
Accrued expenses and other current liabilities	331,778	198,362
Value added and other tax payable	5,560	40,493
Note payable - bank, short-term	305,077	297,622
Total current liabilities	876,863	736,448
Long-term liabilities:		
Note payable - bank	861,750	923,329
Note payable - related party	-	-
Total liabilities	1,738,612	1,659,777
Stockholders' equity:		
Common Stock, \$0.001 par value; 100,000,000 shares authorized; 82,263,525 issued at June 30, 2020 and 82,265,056 issued at December 31, 2019	82,263	82,265
Additional paid-in capital	22,883,266	22,864,674
Capital contributions	-	-
Accumulated deficit	(12,850,836)	(12,638,858)
Cumulative translation adjustment (CTA)	66,391	16,665
Total stockholders' equity	10,181,084	10,324,746
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 11,919,696	\$ 11,984,523

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

	Three Months Ended	
	June 2020	June 2019
Revenues		
Energy revenues	\$ 397,383	\$ 965,083
Turnkey and other revenues	12,218	108,379
	<u>409,601</u>	<u>1,073,462</u>
Cost of sales		
Fuel, maintenance and installation	225,187	755,397
Site impairments	-	-
Site Depreciation expense	143,566	142,650
	<u>368,753</u>	<u>898,047</u>
Gross profit (loss)	<u>40,848</u>	<u>175,415</u>
Operating expenses		
General and administrative	93,828	214,547
Selling	28,497	85,516
Engineering	84,578	121,838
	<u>206,904</u>	<u>421,901</u>
Loss from operations	<u>(166,056)</u>	<u>(246,486)</u>
Other income (expense)		
Interest income		
Interest expense, net of debt premium amortization	(17,082)	(15,570)
Debt conversion expense		
	<u>(17,082)</u>	<u>(15,570)</u>
Loss before income taxes	(183,138)	(262,056)
Benefit for income taxes	59,128	-
Net loss	<u>\$ (124,010)</u>	<u>\$ (262,056)</u>
Net loss per share - basic and diluted	<u>\$ (0.002)</u>	<u>\$ (0.003)</u>
Weighted-average shares outstanding - basic and diluted	<u>82,263,525</u>	<u>82,265,056</u>
Non-GAAP financial disclosure		
Loss from operations	\$ (166,056)	\$ (246,486)
Total Depreciation expense	145,484	146,239
Site Impairments		-
Aborted acquisition costs		-
Stock based compensation	4,524	21,207
Adjusted EBITDA	<u>\$ (16,048)</u>	<u>\$ (79,041)</u>

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

	Six Months Ended	
	June 2020	June 2019
Revenues		
Energy revenues	\$ 1,543,361	\$ 2,118,281
Turnkey and other revenues	12,218	270,652
	<u>1,555,579</u>	<u>2,388,933</u>
Cost of sales		
Fuel, maintenance and installation	841,037	1,533,454
Site impairments	-	-
Site Depreciation expense	288,994	283,972
	<u>1,130,031</u>	<u>1,817,426</u>
Gross profit (loss)	<u>425,548</u>	<u>571,507</u>
Operating expenses		
General and administrative	321,412	443,130
Selling	113,958	195,694
Engineering	228,284	252,958
	<u>663,655</u>	<u>891,783</u>
Loss from operations	<u>(238,107)</u>	<u>(320,276)</u>
Other income (expense)		
Interest income		
Interest expense, net of debt premium amortization	(32,999)	(30,849)
Debt conversion expense		-
	<u>(32,999)</u>	<u>(30,849)</u>
Loss before income taxes	<u>(271,106)</u>	<u>(351,124)</u>
Benefit for income taxes	59,128	
Net loss	<u>\$ (211,978)</u>	<u>\$ (351,124)</u>
Net loss per share - basic and diluted	<u>\$ (0.003)</u>	<u>\$ (0.004)</u>
Weighted-average shares outstanding - basic and diluted	<u>82,263,525</u>	<u>82,265,056</u>
<u>Non-GAAP financial disclosure</u>		
Loss from operations	\$ (238,107)	\$ (320,276)
Total Depreciation expense	292,868	266,821
Site Impairments		-
Aborted acquisition costs		-
Stock based compensation	18,592	56,280
Adjusted EBITDA	<u>\$ 73,353</u>	<u>\$ 2,826</u>

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

	Six Months Ended	
	June 2020	June 2019
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net loss	\$ (211,978)	\$ (351,124)
<i>Adjustments to reconcile net loss to net cash used in operating activities:</i>		
Non cash debt conversion expense		
Depreciation	292,868	266,821
Stock-based compensation	18,592	56,280
<i>Changes in operating assets and liabilities</i>		
(Increase) decrease in:		
Accounts receivable	290,048	280,897
Value added and other tax receivable	(8,605)	(43,567)
Accrued UK energy tax incentives	-	86,431
Inventory	(18,811)	39,286
Prepaid and other current assets	51,605	118,966
Other assets, long term	-	(2,310)
Increase (decrease) in:		
Accounts payable	34,477	(109,776)
Due to related party	-	-
Accrued expenses and other current liabilities	133,415	(33,013)
Capital Contributions to Joint Venture	(10,618)	3,658
Net cash used in operating activities	<u>570,993</u>	<u>312,548</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchases of property and equipment	(1,188,648)	(52,730)
Net cash used in investing activities	<u>(1,188,648)</u>	<u>(52,730)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from sale of Common Stock net of costs	-	-
Payments on note payable	(219,691)	(126,115)
Proceeds from loan payable - bank	165,567	191,625
Net cash provided by (used in) financing activities	<u>(54,124)</u>	<u>65,510</u>
Effect of Exchange Rate on Cash and Cash Equivalents	49,724	16,471
Net increase (decrease) in cash and cash equivalents	(622,055)	341,798
Cash and cash equivalents, beginning of the period	1,881,974	2,081,689
Cash and cash equivalents, end of the period	<u>\$ 1,259,918</u>	<u>\$ 2,423,488</u>

EUROSITE POWER INC.
 STATEMENT OF CHANGES IN EQUITY
 (Unaudited)

	Called up share capital	Capital contribution reserve	Profit and loss account	Cumulative Translation Adjustment (CTA)	Total Equity
	\$	\$	\$	\$	\$
At 31 December 2019	82,263	22,864,674	(12,638,858)	16,665	10,324,746
Loss for the half year	-	-	(211,978)	-	(211,978)
Stock based compensation	-	18,592	-	-	18,592
Movement in CTA	-	-	-	49,726	49,726
At 30 June 2020	<u>82,263</u>	<u>22,883,266</u>	<u>(12,850,836)</u>	<u>66,391</u>	<u>10,181,086</u>