

EUROSITE POWER INC.
CONDENSED CONSOLIDATED BALANCE SHEETS
(Unaudited)

	December 31, 2020	December 31, 2019
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 1,924,988	\$ 1,881,974
Accounts receivable	393,322	442,616
Value added and other tax receivable	-	-
UK energy tax incentives receivable	-	26,328
Inventory	253,798	270,834
Other current assets	204,360	275,860
Total current assets	2,776,468	2,897,611
Property and equipment, net	9,276,541	8,399,172
Other assets, long-term	699,994	687,740
TOTAL ASSETS	\$ 12,753,003	\$ 11,984,523
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$ 305,996	\$ 199,971
Accrued expenses and other current liabilities	213,607	198,362
Value added and other tax payable	57,255	40,493
Note payable - bank, short-term	424,566	297,622
Total current liabilities	1,001,424	736,448
Long-term liabilities:		
Note payable - bank	1,802,491	923,329
Note payable - related party	-	-
Total liabilities	2,803,915	1,659,777
Stockholders' equity:		
Common Stock, \$0.001 par value; 100,000,000 shares authorized; 82,263,525 issued at December 31, 2020; 82,265,056 issued at December 31, 2019	82,264	82,265
Additional paid-in capital	22,883,266	22,864,674
Capital contributions	-	-
Accumulated deficit	(13,041,345)	(12,638,858)
Cumulative translation adjustment (CTA)	24,905	16,665
Total stockholders' equity	9,949,089	10,324,746
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 12,753,003	\$ 11,984,523

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

	Three Months Ended	
	December 2020	December 2019
Revenues		
Energy revenues	1,039,816	1,195,452
Turnkey revenues	22,196	-
Other revenues	-	-
	<u>1,062,012</u>	<u>1,195,452</u>
Cost of sales		
Fuel, maintenance and installation	528,039	643,728
Turnkey costs	16,323	22,415
Site impairments	-	-
Site depreciation expense	178,227	143,059
	<u>722,588</u>	<u>809,202</u>
Gross profit (loss)	<u>339,424</u>	<u>386,250</u>
Operating expenses		
General and administrative	170,858	224,025
Selling	65,357	93,146
Engineering	90,495	125,577
	<u>326,710</u>	<u>442,748</u>
Gain / (Loss) from operations	<u>12,714</u>	<u>(56,498)</u>
Other income (expense)		
Interest income		
Interest expense, net of debt premium amortization	(23,971)	(16,179)
Debt conversion expense	-	-
	<u>(23,971)</u>	<u>(16,179)</u>
Loss before income taxes	(11,257)	(72,677)
Benefit for income taxes		25,488
Net gain / (loss)	<u>\$ (11,257)</u>	<u>\$ (47,188)</u>
Net loss per share - basic and diluted	<u>\$ (0.0001)</u>	<u>\$ (0.0006)</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	\$ 12,714	\$ (56,498)
Depreciation expense	179,017	144,872
Site Impairments	-	-
Stock based compensation	-	14,860
Adjusted EBITDA	<u>\$ 191,730</u>	<u>\$ 103,234</u>

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

	Twelve Months Ended	
	December 2020	December 2019
Revenues		
Energy revenues	3,239,172	4,192,482
Turnkey revenues	52,889	280,153
Other revenues	-	-
	<u>3,292,061</u>	<u>4,472,635</u>
Cost of sales		
Fuel, maintenance and installation	1,761,922	2,315,073
Turnkey costs	32,588	409,177
Site impairments	-	-
Site depreciation expense	624,004	563,960
	<u>2,418,514</u>	<u>3,288,210</u>
Gross profit (loss)	<u>873,547</u>	<u>1,184,425</u>
Operating expenses		
General and administrative	634,673	862,330
Selling	227,295	391,888
Engineering	397,781	497,531
	<u>1,259,749</u>	<u>1,751,750</u>
Loss from operations	<u>(386,202)</u>	<u>(567,325)</u>
Other income (expense)		
Interest income	-	-
Interest expense	(75,413)	(61,817)
Debt conversion expense	-	-
	<u>(75,413)</u>	<u>(61,817)</u>
Loss before income taxes	(461,615)	(629,142)
Benefit for income taxes	59,128	25,488
Net loss	<u>\$ (402,488)</u>	<u>\$ (603,654)</u>
Net loss per share - basic and diluted	<u>\$ (0.005)</u>	<u>\$ (0.007)</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	\$ (386,202)	\$ (567,325)
Depreciation expense	630,727	550,146
Site Impairments	-	-
Stock based compensation	18,592	86,755
Adjusted EBITDA	<u>\$ 263,117</u>	<u>\$ 69,577</u>

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

	Twelve Months Ended	
	December 2020	December 2019
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net loss	\$ (402,488)	\$ (603,654)
<i>Adjustments to reconcile net loss to net cash used in operating activities:</i>		
Depreciation and impairment	630,727	550,146
Stock-based compensation	18,591	84,514
<i>Changes in operating assets and liabilities</i>		
<i>(Increase) decrease in:</i>		
Accounts receivable	49,294	303,191
Value added and other tax receivable	16,762	(23,743)
Accrued UK energy tax incentives	26,328	60,102
Inventory	17,035	(65,301)
Prepaid and other current assets	71,499	18,242
Other assets, long term	(12,254)	(560,083)
<i>Increase (decrease) in:</i>		
Accounts payable	106,025	(10,945)
Due to related party	-	-
Accrued expenses and other current liabilities	15,245	36,156
Capital Contributions to Joint Venture	-	572,288
Net cash used in operating activities	<u>536,764</u>	<u>360,914</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchases of property and equipment	(1,508,096)	(791,057)
Net cash used in investing activities	<u>(1,508,096)</u>	<u>(791,057)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Payments on note payable	(284,831)	(228,195)
Proceeds from loan payable - bank	1,290,937	363,070
Net cash provided by (used in) financing activities	<u>1,006,106</u>	<u>134,875</u>
Effect of Exchange Rate on Cash and Cash Equivalents	8,240	95,554
Net increase (decrease) in cash and cash equivalents	43,014	(199,715)
Cash and cash equivalents, beginning of the period	1,881,974	2,081,689
Cash and cash equivalents, end of the period	<u>\$ 1,924,988</u>	<u>\$ 1,881,974</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	82,265	22,864,674	(12,638,858)	16,665	10,324,746
Loss for the year to date			(402,488)		(402,488)
Stock based compensation		18,592			18,592
Movement in CTA				8,240	8,240
Adjustment to share capital	(1)				(1)
At 31 December 2020	<u>82,264</u>	<u>22,883,266</u>	<u>(13,041,345)</u>	<u>24,905</u>	<u>9,949,089</u>