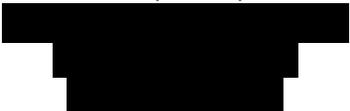


**Cyber Ninjas, Inc.**  
**Statement of Revenue and Expense – Income Tax Basis**  
**Maricopa County Forensic Audit Only**  
**September 15, 2021**

Compiled By:



September 17, 2021

INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

To the Board of Directors:

Cyber Ninjas, Inc.  
Sarasota, Florida

We have compiled the accompanying Statement of Revenue and Expense – Income Tax Basis (Maricopa County Forensic Audit Only) of Cyber Ninjas, Inc. (an S Corporation) as of the interim period ending September 15, 2021 in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. We have not audited or reviewed the accompanying financial statement and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with income tax basis of accounting.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the income tax basis of accounting and for designing, implementing, and maintaining internal control relevant to the preparation and for presentation of the financial statements.

Our responsibility is to conduct a compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Management has elected to omit substantially all disclosures (balance sheet, statement of shareholder equity, and statement of cash flows) ordinarily included in financial statements prepared in accordance with generally accepted accounting principles. If the omitted disclosures were included, they might influence the user's conclusions about the Company's financial position, results of operations, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.



Cyber Ninjas, Inc.  
Statement of Income and Expense - Income Tax Basis  
Maricopa County Forensic Audit Only  
For the period January 1, 2021 to September 15, 2021

REVENUE	
The America Project	\$ 3,250,000
America's Future	976,514
Voices and Votes	643,495
Defending The Republic	550,000
LDFFTAR/EIFFTAR	280,000
Arizona State Senate	50,000
GROSS REVENUE	<u>\$ 5,750,009</u>
OPERATING EXPENSES	
Payroll and Labor Costs	\$ 5,243,593
Depreciation Expense	1,182,971
Professional Services	627,176
Travel Expenses	543,871
Supplies	253,327
Attorney/Legal Fees	239,471
Research/Artifacts	210,000
Rental	149,513
Miscellaneous	140,511
Background Checks	134,267
Recruiting	88,050
Moving Expenses	62,311
TOTAL OPERATING EXPENSES	<u>\$ 8,875,060</u>
OTHER INCOME	
Third Party Payments to Subcontractors	\$ 1,000,000
NET INCOME/(LOSS)	<u><u>\$ (2,125,050)</u></u>

*\*See Independent Accountant's Compilation Report*

**CYBER NINJAS, INC.**  
**NOTES TO FINANCIAL STATEMENTS – INCOME TAX BASIS**  
**MARICOPA COUNTY FORENSIC AUDIT ONLY**  
**SEPTEMBER 15, 2021**

**NOTE 1 – ACCOUNTS RECEIVABLE**

The Company operates on a contract basis with its customers. The costs incurred by the company and its subcontractors are expected to be recovered by reimbursement revenue from various sources shown on the income statement. As of the date of this financial statement, future receipts are not reasonably certain and the standard for recording income and related receivables is not met.

**NOTE 2 – ACCOUNTS PAYABLE**

The Company operates on a contract basis with its subcontractors. The costs incurred by the company's subcontractors are expected to be reimbursed by the company. As of the date of this financial statement, the balance of accounts payable for Cyber Ninjas, Inc. totaled \$1,900,780. Accounts payable by subcontractor is broken down as follows:

	<u>Amount</u>
Wake Technologies	427,854
CyFIR	587,209
Kolodin	34,594
Stratech	806,687
OG Recruiters	44,436
Total Subcontractor Expense Payable	<u>\$ 1,900,780</u>

**NOTE 3 – DEPRECIATION**

Internal Revenue Code (IRC) Section 168 permits 100% depreciation of equipment placed in service after September 27, 2017. Therefore, in accordance with the income tax basis of accounting, all equipment purchased and placed in service as of the date of this financial statement has been depreciated in full.

**NOTE 4 – FINANCIAL RESULTS**

The financial results presented in this compilation do not represent the financial results of Cyber Ninjas, Inc. as a whole, but rather the results of operations as they relate to the Maricopa County Forensic Audit specifically.