

PROJECTED STATEMENT OF PROFIT AND LOSS

Genesis Industries 1 April - 31 March

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Gross Sales	\$0	\$2,255,040	\$2,255,040	\$2,255,040	\$2,255,040	\$2,255,040	\$2,255,040	\$2,255,040	\$2,255,040	\$2,255,040
Operatinoal Cost / Service and Upgrades	\$0	\$451,008	\$451,008	\$451,008	\$451,008	\$451,008	\$451,008	\$451,008	\$451,008	\$451,008
Sales Tax and Deductions	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Net Sales	\$0	\$1,804,032	\$1,804,032	\$1,804,032	\$1,804,032	\$1,804,032	\$1,804,032	\$1,804,032	\$1,804,032	\$1,804,032
Cost of Goods Sold	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Cost of Services Rendered	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Gross Profit (Loss)	\$0	\$1,804,032	\$1,804,032	\$1,804,032	\$1,804,032	\$1,804,032	\$1,804,032	\$1,804,032	\$1,804,032	\$1,804,032
Operating Expenses										
Sales Salaries & Commissions	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Advertising	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
General and Administrative	\$100,000	\$112,000	\$112,000	\$112,000	\$112,000	\$112,000	\$112,000	\$112,000	\$112,000	\$112,000
Other Operating Expenses – net	\$0	\$732,000	\$732,000	\$732,000	\$732,000	\$732,000	\$732,000	\$732,000	\$732,000	\$732,000
Net Worth Equivalency	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Depreciation and Amortization	\$0	\$2,200,000	\$1,650,000	\$825,000	\$550,000	\$275,000	\$0	\$0	\$0	\$0
Total Operating Expenses	\$100,000	\$3,044,000	\$2,494,000	\$1,669,000	\$1,394,000	\$1,119,000	\$844,000	\$844,000	\$844,000	\$844,000
Operating Profit before Financials	(\$100,000)	(\$1,239,968)	(\$689,968)	\$135,032	\$410,032	\$685,032	\$960,032	\$960,032	\$960,032	\$960,032
Financial income and expenses										
Financial Expenses	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Financial Income	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Operating Profit (Loss)	(\$100,000)	(\$1,239,968)	(\$689,968)	\$135,032	\$410,032	\$685,032	\$960,032	\$960,032	\$960,032	\$960,032
Non Operating Results – net	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Profit (Loss) Before Taxation	(\$100,000)	(\$1,239,968)	(\$689,968)	\$135,032	\$410,032	\$685,032	\$960,032	\$960,032	\$960,032	\$960,032
Income Tax	\$0	\$270,605	\$270,605	\$270,605	\$270,605	\$270,605	\$270,605	\$270,605	\$270,605	\$270,605
Social Contribution	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Profit (Loss) of the Year	(\$100,000)	(\$1,510,573)	(\$960,573)	(\$135,573)	\$139,427	\$414,427	\$689,427	\$689,427	\$689,427	\$689,427

PROJECTED CASH FLOW

Genesis Industries 1 April - 31 March

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
NET INCOME	(\$100,000)	(\$1,510,573)	(\$960,573)	(\$135,573)	\$139,427	\$414,427	\$689,427	\$689,427	\$689,427	\$689,427
OPERATING ACTIVITIES, CASH FLOWS PROVIDED BY USED IN										
Depreciation	\$0	\$2,200,000	\$1,650,000	\$825,000	\$550,000	\$275,000	\$0	\$0	\$0	\$0
Adjustments To Net Income	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Changes In Accounts Receivables	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Changes In Liabilities	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Changes In Inventories	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Changes In Other Operating Activities	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Cash Flow From Operating Activists	\$0	\$2,200,000	\$1,650,000	\$825,000	\$550,000	\$275,000	\$0	\$0	\$0	\$0
INVESTING ACTIVITIES, CASH FLOWS PROVIDED BY OR USED IN										
Capital Expenditures	(\$5,500,000)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Investments	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Other Cash flows form Investing Activates	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Cash Flow From Investing Activists	(\$5,500,000)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
FINANCING ACTIVITIES, CASH FLOWS PROVIDED BY OR USED IN										
Amortization of Financing	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Dividends Paid	\$0	(\$620,484)	(\$620,484)	(\$620,484)	(\$620,484)	(\$620,484)	(\$620,484)	(\$620,484)	(\$620,484)	(\$620,484)
Sale Purchase of Stock	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Capital Infusions	\$5,500,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Net Borrowings	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Financing Expenses	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Other Cash Flows From Financing Activates	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Cash Flow From Financing Activists	\$5,500,000	(\$620,484)	(\$620,484)	(\$620,484)	(\$620,484)	(\$620,484)	(\$620,484)	(\$620,484)	(\$620,484)	(\$620,484)
Effect of Exchange Rate	-	-	-	-	-	-	-	-	-	-
Net CASH FLOW	(\$100,000)	\$68,943	\$68,943	\$68,943	\$68,943	\$68,943	\$68,943	\$68,943	\$68,943	\$68,943
CUMULATIVE NET CASH FLOW	(\$100,000)	(\$31,057)	\$37,885	\$106,828	\$175,771	\$244,714	\$313,656	\$382,599	\$451,542	\$520,484

ASSUMPTIONS

Genesis Industries 1 April - 31 March

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2011
Eprida Machines										
Total # of Mini-Machines Ordered	0	0	0	0	0	0	0	0	0	0
Total # of Mini-Machines Operational /year	0.00	0	0	0	0	0	0	0	0	0
Total # of Mini-Machines Operational /months	0	0	0	0	0	0	0	0	0	0
Total # of 1 Ton-Machines Ordered	1	0	0	0	0	0	0	0	0	0
Total # of 1 Ton-Machines Operational / year	0	1	1	1	1	1	1	1	1	1
Total # of 1-Machines Operational /months	0	12	12	12	12	12	12	12	12	12
Machines Operating Efficacy:	75%									

Mini- Machine Specs			1 Ton-Machine Specs		
1st Gen Machine Cost	\$0		1st Gen Machine Cost		N/A
Standard Mini-Machine Cost	0		Standard 1 Ton Machine Cost		\$4,000,000
Micro Turbine Plant Cost	0		Micro Turbine Cost		\$1,500,000
Hard Cost	\$0.00		Hard Cost		\$5,500,000.00
Daily Operational Cost	\$0.00		Daily Operational Cost		\$2,000.00
Monthly Repairs and Matr	\$0.00		Monthly Repairs and Matr		\$1,000.00
MAX kwh per Day			MAX kwh per Day		24,000
kwh per Day At Determined Efficacy	0		kwh per Day At Efficacy	75%	18,000
MAX lbs of Eocss created per Day	0		MAX lbs of Eocss created per Day		9,600
lbs of Eocss At Determined Efficacy:	0		lbs of Eocss At Efficacy:	75%	7200

Other Inputs / Assumptions		Intermediate Calculations					
		Market Rate			Total Eocss Sales	Energy Sales	
Eprida Royalties	0.00%						
Commissions Rate / Gross Sales	0.00%						
Investor Repayment Rate / Year	0.00%	Year 1	\$0	\$0	\$0	Year 1	\$0
Income Tax Rate	15.00%	Year 2	\$259,200	\$1,153,440	\$1,412,640	Year 2	\$842,400
Operatinoal Cost / Service and Upgrades	20%	Year 3	\$259,200	\$1,153,440	\$1,412,640	Year 3	\$842,400
Internal Company Dividend Repayment:	90% 10%	Year 4	\$259,200	\$1,153,440	\$1,412,640	Year 4	\$842,400
Structured Finance Repayment Rate	0%	Year 5	\$259,200	\$1,153,440	\$1,412,640	Year 5	\$842,400
		Year 6	\$259,200	\$1,153,440	\$1,412,640	Year 6	\$842,400
		Year 7	\$259,200	\$1,153,440	\$1,412,640	Year 7	\$842,400
		Year 8	\$259,200	\$1,153,440	\$1,412,640	Year 8	\$842,400
Average Retail price per kwh*	\$0.1300	Year 9	\$259,200	\$1,153,440	\$1,412,640	Year 9	\$842,400
		Year 10	\$259,200	\$1,153,440	\$1,412,640	Year 10	\$842,400
Sale of Eocss at Wholesale / per Ton	\$400						
Sale of Eocss at Market Rate / per lbs	\$0.89						
% of excess Eocss sold at Farmers Rate	50.00%						
% of excess Eocss sold at Market Rate	50.00%						
		* Average Price of Retail for East Cost					
Number of First Gen Machines	1						