

STOREN TECHNOLOGIES, INC.
A Delaware Corporation

Financial Statements

Years ending December 31, 2025 and
December 31, 2024

STOREN TECHNOLOGIES, INC.
FINANCIAL STATEMENTS
Years ending December 31, 2024 and December 31, 2023

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PARTNERS
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INDEPENDENT AUDITORS' REPORT

To the Stockholders of
Storen Technologies, Inc.

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Storen Technologies, Inc., which comprise the balance sheets as of December 31, 2025 and 2024, and the related statements of operation and stockholder's equity, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Storen Technologies, Inc. as of December 31, 2025 and 2024, and the results of its operations and its cashflow for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent Storen Technologies, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Storen Technologies, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.



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Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Storen Technologies, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt Storen Technologies, Inc.'s ability to continue as a going concern for a reasonable period of time.



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We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

BAS Partners LLC

Pembroke Pines, Florida
July 29, 202

STOREN TECHNOLOGIES, INC.
BALANCE SHEETS
Years ending December 31, 2025 and 2024

	12/31/25	12/31/24
ASSETS		
Current Assets		
Cash and cash equivalents	5,405	34,936
Receivables	3,939	115,989
Other current receivables	262,008	49,586
Advances to Suppliers	6,985	6,985
Inventory	0	24,445
Loans to related parties - Arco Tech Srl	0	0
Investments	698,720	698,720
Total Current Assets	977,057	930,661
Non-Current Assets		
Property and equipment, net	0	113,160
Right of Use Asset	0	0
Other Assets	3,130	3,130
Total Non-Current Assets	3,130	116,290
TOTAL ASSETS	980,187	1,046,951
LIABILITIES AND STOCKHOLDER'S EQUITY / (DEFICIT)		
Liabilities		
Current Liabilities		
Accounts payable	0	-
Other Current Liabilities	438,060	292,895
Third party Loan	20,000	-
Right of Use Liability	0	0
Total Current Liabilities	458,060	318,398
Non-Current Liabilities		
Right of Use Liability	0	0
Total Non-Current Liabilities	0	0
Total Liabilities	458,060	318,398
Commitments & Contingencies		
Stockholder's Equity / (Deficit)		
Common Stock, 0.00001 par, 100,000,000 shares authorized 8,576,144 and 8,378,617 shares issued and outstanding , as of Decemebr 31st, 2024, and December 31st, 2023, respectively.	86	85
Additional paid-in capital	10,729,940	9,998,802
Treasury Stock	-113,563	-113,563
Accumulated deficit	-10,094,336	-9,156,771
Total Stockholder's Equity / (Deficit)	522,127	728,553
TOTAL LIABILITES AND STOCKHOLDER'S EQUITY / (DEFICIT)	980,187	1,046,951

The accompanying notes are an integral part of these financial statements.

STOREN TECHNOLOGIES, INC.
STATEMENTS OF OPERATIONS
Years ending December 31, 2025 and 2024

	12/31/25	12/31/24
Net revenues	35,250	110,989
Cost of goods sold	-545	-270,000
Gross profit / (loss)	34,705	-159,011
Operating expenses:		
General and administrative	426,862	1,043,369
Research and development	187,844	204,492
Sales & marketing	356,295	144,768
Depreciation Expense	0	61,633
Total Operating Expenses	971,001	1,454,262
Loss from operations	-936,296	-1,613,273
Other Income / (Expense):		
Other income / (expense)	-1,269	-55,525
Total Other Income / (Expense)	-1,269	-55,525
Loss before benefit / (provision) for income taxes	-937,565	-1,668,798
Net Loss	-937,565	-1,668,798
Basic and diluted net loss per share	0	-0.23
	0	
Weighted average shares outstanding - basic and diluted	8,660,397	8,487,260

The accompanying notes are an integral part of these financial statements.

STOREN TECHNOLOGIES, INC.
STATEMENT OF CHANGES IN SHAREHOLDER'S EQUITY
Years ending December 31, 2025 and 2024

	Common Stock		Additional	Treasury	Subscription	Accumulated	Total
	Shares	\$ Amount	Paid-in Capital	Stock	Receivable	Deficit	Stockholder's Equity / (Deficit)
Issuance of common stock	120,758	1	729,353	-	-	-	729,354
Deposit Hold Release	-	-	254,607	-	-	-	254,607
Net loss	-	-	-	-	-	-1,897,383	-1,897,383
Balance at December 31, 2023	<u>8,398,375</u>	<u>\$ 83</u>	<u>\$ 9,250,645</u>	<u>-113,563</u>	<u>\$ -</u>	<u>\$ -7,487,973</u>	<u>\$ 1,649,192</u>
Issuance of common stock	177,769	2	748,157	-	-	-	748,159
Deposit Hold Release	-	-	0	-	-	-	0
Net loss	-	-	-	-	-	-1,668,798	-1,668,798
Balance at December 31, 2024	<u>8,576,144</u>	<u>\$ 85</u>	<u>\$ 9,998,802</u>	<u>-113,563</u>	<u>\$ -</u>	<u>\$ -9,156,771</u>	<u>\$ 728,553</u>
Issuance of common stock	168,506	1	731,138	-	-	-	731,139
Deposit Hold Release	-	-	-	-	-	-	-
Net loss	-	-	-	-	-	-937,565	-937,565
Balance at December 31, 2025	<u>8,744,650</u>	<u>\$ 86</u>	<u>\$ 10,729,940</u>	<u>-113,563</u>	<u>\$ -</u>	<u>\$ -10,094,336</u>	<u>\$ 522,127</u>

The accompanying notes are an integral part of these financial statements.

STOREN TECHNOLOGIES, INC.
STATEMENT OF CASH FLOW
Years ending December 31, 2025 and 2024

	12/31/25	12/31/24
Cash Flows From Operating Activities		
Net Loss	\$ -937,565	\$ -1,668,798
Adjustments to reconcile net loss to cash used in operating activities:		
Common Stock Issued for Services	-	-
Forgiveness of PPP loan	-	-
Gain on note conversion	-	-
Depreciation	-	61,633
ROU	-	-5,248
(Payments) / proceeds on related party loans	-	-
Changes in operating assets and liabilities:		
(Increase) / Decrease in other current receivables	-212,422	15,609
(Increase) / Decrease in other trade receivables	112,050	-115,989
(Increase) / Decrease in advances to suppliers	-	-
(Increase) / Decrease in inventory	24,445	270,000
(Increase) / Decrease in deposits	-	5,480
Increase / (Decrease) in accounts payable	-25,503	25,503
Increase / (Decrease) in accrued interest	-	-
Increase / (Decrease) in other current liabilities	145,165	251,706
Net Cash Used In Operating Activities:	-893,830	-1,160,104
Cash Flows from Investing Activities		
Loans to related parties - ARCO Tech Srl	-	200,000
Disposal (Purchase) of Investments	-	-
Disposal (Purchase) of property and equipment	113,160	8,200
Net Cash Used In Investing Activities:	113,160	208,200
Cash Flows from Financing Activities		
Proceeds from issuance of common stock	731,139	748,159
(Payments) / proceeds on other loans	20,000	-
Net Cash Provided By Financing Activities:	751,139	748,159
Net Change in Cash	-29,531	-203,745
Cash at Beginning of Period	34,936	238,681
Cash at End of Period	\$ 5,405	\$ 34,936

The accompanying notes are an integral part of these financial statements.

STOREN TECHNOLOGIES, INC.
NOTES TO FINANCIAL STATEMENTS
Years ending December 31, 2025 and 2024

NOTE 1: NATURE OF OPERATIONS

StorEn Technologies, Inc. (the "Company"), is a corporation organized under the laws of the State of Delaware. The Company is developing patent-pending Vanadium Flow Batteries for efficient and cost-effective energy storage. The Company is headquartered in the U.S. and has operations in Italy through a divisional office.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America ("GAAP"). The preparation of the financial statements in conformity with GAAP requires the use of estimates and assumptions that affect the amounts reported in the financial statements and the accompanying notes. While management believes that such estimates are reasonable when considered in conjunction with the Company's financial position, actual results could differ materially from those estimates.. The Company adopted the calendar year as its basis of reporting.

Sales and Marketing Costs

Sales and marketing costs, including advertising costs, are expensed when incurred. Total advertising costs incurred for the periods ended December 31, 2025 and 2024 totaled \$356,925 and \$144,768, respectively.

Accounts Receivable and Allowance for Doubtful Accounts

Accounts receivable are carried at their estimated collectible amounts. Accounts receivable are periodically evaluated for collectability based on past credit history with clients and other factors. Provisions for losses on accounts receivable are determined on the basis of loss experience, known and inherent risk in the account balance, and current economic conditions.

For fiscal years beginning after December 15, 2022, ASC 326, or the Current Expected Credit Loss (CECL) standard, was effective for all entities, requiring these to estimate and recognize expected credit losses on financial assets, such as loans and debt securities, based on historical experience, current conditions, and reasonable forecasts.

We implemented ASC 326 with no material change to the financial statements. As of December 31, 2025 and December 31, 2024, the Company carried receivables towards related party Arco Tech, Srl for \$ 3,969 relative to the provision on research and development.

Subscription Receivable

The Company records stock issuances at the effective date. If the subscription is not funded upon issuance, the Company records a subscription receivable as an asset on a balance sheet. When subscription receivables are not received prior to the issuance of financial statements at a reporting date in satisfaction of the requirements under FASB ASC 505-10-45-2, the subscription is reclassified as a contra account to stockholders' equity on the balance sheet.

STOREN TECHNOLOGIES, INC.
NOTES TO FINANCIAL STATEMENTS
Years ending December 31, 2025 and 2024

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Inventory & Shipping and Handling Costs

Inventory is stated at the lower of cost or market and accounted for using the specific identification method. The inventory balances as of December 31, 2025 and December 31, 2024 are recorded as current assets on the balance sheet and totaled \$0 and \$24,445, respectively.

Property and Equipment

Property and equipment are recorded at cost when purchased. Depreciation is recorded for property and equipment using the straight-line method over the estimated useful lives of assets. The Company reviews the recoverability of all long-lived assets, including the related useful lives whenever events or changes in circumstances indicate that the carrying amount of a long-lived asset might not be recoverable, and depreciates equipment over its useful life. As of December 31, 2025, The Company's property and equipment are \$0.

Fair Value of Financial Instruments

Financial Accounting Standards Board ("FASB") guidance specifies a hierarchy of valuation techniques based on whether the inputs to those valuation techniques are observable or unobservable. Observable inputs reflect market data obtained from independent sources, while unobservable inputs reflect market assumptions. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurement) and the lowest priority to unobservable inputs (Level 3 measurement). The three levels of the fair value hierarchy are as follows:

Level 1 - Unadjusted quoted prices in active markets for identical assets or liabilities that the reporting entity has the ability to access at the measurement date. Level 1 primarily consists of financial instruments whose value is based on quoted market prices such as exchange-traded instruments and listed equities.

Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly (e.g., quoted prices of similar assets or liabilities in inactive markets, or quoted prices for identical or similar assets or liabilities in markets that are not active).

Level 3 - Unobservable inputs for the asset or liability. Financial instruments are considered Level 3 when their fair values are determined using pricing models, discounted cash flows or similar techniques and at least one significant model assumption or input is unobservable.

The carrying amounts reported in the balance sheets approximate their fair value.

The Company's investment assets are measured at cost basis as of December 31, 2025 and December 31, 2024 but were considered at current fair value as of December 31, 2025 and December 31, 2024 for the purposes of impairment analysis.

STOREN TECHNOLOGIES, INC.
NOTES TO FINANCIAL STATEMENTS
Years ending December 31, 2025 and 2024

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Investments - Other

The Company has an investment in a privately held company, that is also a related party as the Company's Chief Technology Officer owns the Company receiving the investment. The Company's accounting for investments in investments depends on several factors, including level of ownership, power to control, and the legal structure of the entity making the investment as this Company does not have readily determinable fair values. Accordingly, the Company accounts for this investment using the cost method, less adjustments for impairment. The Company made an investment of \$110,920 during the year ended December 31, 2020 and a further one of \$587,800 during the following year. At each reporting period, management reviews each investment for indication of impairment, such as financial difficulties or bankruptcy, or other information reported to the Company that would indicate there has been a decline in the value of the investment. Any amounts identified are deemed impaired and adjusted accordingly. No impairment charges were deemed necessary as of December 31, 2025 and December 31, 2024. The carrying amount for the investments was thus \$698,720 as of December 31, 2025 and December 31, 2024.

Revenue Recognition

The Company recognizes revenues in accordance with FASB ASC 606, Revenue from Contracts with Customers, when delivery of goods or completion of services has occurred provided there is persuasive evidence of an agreement, acceptance has been approved by its customers, the fee is fixed or determinable based on the completion of stated terms and conditions, and collection of any related receivable is probable. The Company typically collects payment upon sale and recognizes the revenue when the item has shipped and has fulfilled their sole performance obligation. Revenues are recognized on these arrangements after the pre-sold units are produced and fulfilled to the customers, and all other revenue recognition criteria are achieved.

During the period ending December 31, 2025 revenue came from rental to third parties of equipment Research and Development

Research and development costs are expensed as incurred, with such expenses totaling \$187,844 and \$204,492 for the periods ended December 31, 2025 and 2024 respectively. With regards to expenses incurred in the period ended December 31, 2025 these were quasi-entirely relative to engineering services for:

- Sodium battery small scale residential unit

STOREN TECHNOLOGIES, INC.
NOTES TO FINANCIAL STATEMENTS
Years ending December 31, 2025 and 2024

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Stock-Based Compensation

During the year ended December 31, 2019, the Company early adopted ASU - 2018-07, which simplifies stock-based compensation issued to non-employees. The Company accounts for stock-based compensation to both employee and non-employees in accordance with ASC 718, *Compensation - Stock Compensation*. Under the fair value recognition provisions of ASC 718, stock-based compensation cost is measured at the grant date based on the fair value of the award and is recognized as expense ratably over the requisite service period, which is generally the option vesting period. The Company uses the Black-Scholes option pricing model to determine the fair value of stock options.

Deferred Offering Costs

The Company complies with the requirements of FASB ASC 340-10-S99-1 with regards to offering costs. Prior to the completion of an offering, offering costs are capitalized. The deferred offering costs are charged to stockholders' equity upon the completion of an offering or to expense if the offering is not completed.

Income Taxes

The Company uses the liability method of accounting for income taxes as set forth in ASC 740, *Income Taxes*. Under the liability method, deferred taxes are determined based on the temporary differences between the financial statement and tax basis of assets and liabilities using tax rates expected to be in effect during the years in which the basis differences reverse. A valuation allowance is recorded when it is unlikely that the deferred tax assets will be realized. The Company assesses its income tax positions and records tax benefits for all years subject to examination based upon its evaluation of the facts, circumstances and information available at the reporting date. In accordance with ASC 740-10, for those tax positions where there is a greater than 50% likelihood that a tax benefit will be sustained, our policy is to record the largest amount of tax benefit that is more likely than not to be realized upon ultimate settlement with a taxing authority that has full knowledge of all relevant information. For those income tax positions where there is less than 50% likelihood that a tax benefit will be sustained, no tax benefit will be recognized in the financial statements. The Company has determined that there are no material uncertain tax positions, aside from that discussed below. The Company accounts for income taxes with the recognition of estimated income taxes payable or refundable on income tax returns for the current period and for the estimated future tax effect attributable to temporary differences and carryforwards. Measurement of deferred income items is based on enacted tax laws including tax rates, with the measurement of deferred income tax assets being reduced by available tax benefits not expected to be realized in the immediate future.

STOREN TECHNOLOGIES, INC.
NOTES TO FINANCIAL STATEMENTS
Years ending December 31, 2025 and 2024

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Income Taxes (Continued)

The Company has cumulative tax loss positions of \$ 9,867,097 and \$8,929,532 as of December 31, 2025 and December 31, 2024, respectively. Therefore, the Company has deferred tax assets of \$2,575,312 and \$2,330,608 as of December 31, 2025 and December 31, 2024, respectively from this net operating loss carryforward and other book-to-tax differences, calculated using the Company's combined effective Federal and state income tax rate of 26.1%. The federal net operating loss carryforward is subject to an 80% limitation on taxable income, does not expire, and will carry on indefinitely. Due to the uncertainty as to the Company's ability to generate sufficient taxable income in the future to utilize this deferred tax asset for future tax benefit, the Company has recorded a full valuation allowance to reduce the net deferred tax asset to zero as of December 31, 2025 and December 31, 2024.

Due to the full valuation allowance, no provision for tax was recorded for the period ended December 31, 2025. The Company owes no federal or state tax as of December 31, 2025. All tax periods since inception remain open to examination by the taxing jurisdictions to which the Company is subject.

Basic Income/(Loss) per Common Share

Basic income (loss) per share is calculated by dividing the Company's net loss applicable to common shareholders by the weighted average number of common shares during the period. Diluted earnings per share is calculated by dividing the Company's net loss available to common shareholders by the diluted weighted average number of shares outstanding during the year. The diluted weighted average number of shares outstanding is the basic weighted number of shares adjusted for any potentially dilutive debt or equity.

NOTE 3: GOING CONCERN

The accompanying financial statements have been prepared on a going concern basis, which contemplates the realization of assets and the satisfaction of liabilities in the normal course of business. Notwithstanding that the Company is in a working capital position of \$ 495,497, the Company is in a cumulative net loss position of \$ 10,094,336 as of December 31, 2025, had negative cash flows from operations of \$ 893,830 and a net loss of \$ 937,565 for the year ending December 31, 2025. The Company's ability to continue as a going concern in the next twelve months following the date the financial statements were available to be issued is dependent upon its ability to produce revenues and/or obtain financing sufficient to meet current and future obligations and deploy such to produce profitable operating results. Management has evaluated these conditions and plans to generate revenues and raise capital as needed to satisfy its capital needs. No assurance can be given that the Company will be successful in these efforts. These factors, among others, raise substantial doubt about the ability of the Company to continue as a going concern for a reasonable period of time. The financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts or the amounts and classification of liabilities that might be necessary should the Company be unable to continue as a going concern.

STOREN TECHNOLOGIES, INC.
NOTES TO FINANCIAL STATEMENTS
Years ending December 31, 2025 and 2024

NOTE 4: STOCKHOLDERS' EQUITY

Offering of Common Stock

On 18 December 2024 the Company resolved to authorize a further 90,000,000 shares, thus bringing the authorized total to 100,000,000 of which 81,000,000 are Class B (non-voting) and the remaining 19,000,000 Class A (voting). All 100,000,000 shares bear a \$0.00001 par value. As of December 31, 2025, and December 31, 2024 8,744,650 and 8,576,144 shares of common stock, were issued and outstanding, respectively. During the periods ended December 31, 2025 and December 31, 2024, the Company raised gross proceeds of \$ 731,138 and \$ 748,157, respectively, in an offering of its common stock pursuant to an offering under Regulation Crowdfunding, issuing 124,936 and 177,769 shares of common stock.

Common Stock Purchase Agreement

On July 1, 2022 the Company and related party Arco Fuel Cells Srl terminated the common stock purchase agreement originally entered upon on October 1, 2021 due to the commercial relationship between the parties having evolved in a way that made the aforementioned agreement no longer strategically appropriate.

Accordingly, 97,967 of the Company's authorized shares were cancelled (less than \$1.00 par value) and the associated \$587,801 receivable due for additional paid-in capital was thus written off.

Stock buy back

On December 12, 2022 the Company and related party Arco Technologies Inc. entered into an agreement by which StorEn agreed to repurchase 26,410 shares of its own common stock from Arco Technologies Inc. at a purchase price of \$4.3 per share, or \$113,563 in the aggregate.

Stock Cancellation

On July 17, 2023 the Company resolved to cancel 101,000 yet to be issued common shares.

NOTE 5: CONTINGENCIES

The Company may be subject to pending legal proceedings and regulatory actions in the ordinary course of business. The results of such proceedings cannot be predicted with certainty, but the Company does not anticipate that the final outcome, if any, arising out of any such matter will have a material adverse effect on its business, financial condition or results of operations.

NOTE 6: RELATED PARTY TRANSACTIONS

Common stock purchase agreement with Arco Fuel Cells Srl

In 2020, during their first crowdfunding campaign, We acquired \$110,920 in Arco Fuel Cells srl shares equal to 1.046% of current outstanding shares. In 2021, during their second crowdfunding campaign We acquired a further \$587,800 in Arco Fuel Cells Srl shares, equal to 1.246% of current outstanding shares. As of December 31, 2022 We thus owned 2.292% of currently outstanding Arco Fuel Cells Srl shares.

STOREN TECHNOLOGIES, INC.
NOTES TO FINANCIAL STATEMENTS
Years ending December 31, 2025 and 2024

NOTE 6: RELATED PARTY TRANSACTIONS (Continued)

Upon the first investment We made, Arco Fuel Cells Srl made a \$100,920 investment in Our share capital, and acquired 26,410 shares. Upon Our second investment, Arco Fuel Cells srl committed to a further \$587,002 investment in order to acquire 97,967 of our shares. The second investment made by Arco Fuel Cell also generated a \$587,001 subscription receivable.

In the fall of 2022 the agreement by which Arco Fuel Cells srl committed to the second investment in Our share capital was terminated by both parties. As a result, We bought back the 26,410 shares which Arco Fuel Cells srl had acquired in their first investment - these are now part of treasury stock - and the 97,967 shares which were the object of the second investment commitment, were cancelled.

Use of Italian Warehouse

The Company uses a physical warehouse in Italy, which is provided free of charge by related party Arco Fuel Cells Srl.

Expenses and accruals from related party transactions

On 23rd of December 2025 we sold , to Arco Technologies Srl, all the "Property and equipment located" in the Italian Warehouse.

During 2025 We paid an aggregate amount of \$ 105,893 for engineering services provided by related party Arco Tech Srl:

- Sodium battery small scale residential unit

Service Agreement

On April 26, 2022, the Company and related party Arco Fuel Cells Srl entered into a Product Design Service Agreement ("Original Arco PO") to be retroactively effective as from April 1, 2022. Said agreement required a set of deliverables to be completed no later than August 23, 2022. Total cost for the services was set in \$300,000.

On August 24, 2022 the Original Arco PO expired and the Company and Arco FC Srl entered into a new Product Design Service Agreement ("Current Arco PO"). Said agreement requires a set of deliverables to be completed no later than August 23, 2025. Total cost for the services is set in \$300,000.

We paid during 2025 an aggregate amount of \$ 105,893 for engineering services provided by related party Arco Tech Srl:

- Sodium battery small scale residential unit

Loan to related party

On January 2nd, 2023, the Company entered into an unsecured, non-interest bearing loan agreement with related party Arco Tech Srl for the sum of \$ 200,000 which was set to be paid back on January 1st, 2025 in a lump sum. The loan offset against P.O. # 0224 rev. 1 relative to the provision of engineering services by Arco Tech srl.

STOREN TECHNOLOGIES, INC.
NOTES TO FINANCIAL STATEMENTS
Years ending December 31, 2025 and 2024

NOTE 6: RELATED PARTY TRANSACTIONS (Continued)

Payments to Directors and Officers

Pursuant to former CEO John Davis stepping down from his position on December 12, 2024, We agreed to pay him an aggregate sum of \$ 112,050 during 2025 relating to unpaid compensation (\$109,250) and unpaid health insurance reimbursement (\$2,800). A corresponding payable was thus accrued at year end and is included in the "other current payables" item. As of the drafting of these financial statements, the outstanding amount is yet to be paid.

A further \$153,700 and \$127,500 accrual also included in other current payables was made to account for unpaid compensation of Mr. Angelo D'Anzi who has been appointed CEO on 31,12,2025 and 31, 12, 2024.

NOTE 7: LEASES

Under Topic 842, a contract is a lease, or contains a lease, if the contract conveys the right to control the use of identified property, plant, or equipment (an identified asset) for a period of time in exchange for consideration. To determine whether a contract conveys the right to control the use of an identified asset for a period of time, an entity shall assess whether, throughout the period of use, the entity has both of the following: (a) the right to obtain substantially all of the economic benefits from use of the identified asset; and (b) the right to direct the use of the identified asset.

The Company no longer leases any facilities in the US.

NOTE 8: RECENT ACCOUNTING PRONOUNCEMENTS

ASU 2025-05 - Financial Instruments—Credit Losses (Topic 326): Measurement of Credit Losses for Accounts Receivable and Contract Assets

In July 2025, the FASB issued ASU 2025-05, which provides a practical expedient for estimating expected credit losses on current accounts receivable and contract assets arising under ASC 606. The amendments are effective for fiscal years beginning after December 15, 2025, with early adoption permitted. The Company is currently evaluating the impact of adopting this guidance and does not expect the adoption to have a material impact on its financial statements because it has limited trade receivables.

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NOTE 8: RECENT ACCOUNTING PRONOUNCEMENTS (Continued)

ASU 2025-04 - Compensation—Stock Compensation (Topic 718) and Revenue from Contracts with Customers (Topic 606): Clarifications to Share-Based Consideration Payable to a Customer

In May 2025, the FASB issued ASU 2025-04 to clarify the accounting for share-based consideration granted to customers. The amendments primarily affect entities that issue equity instruments as incentives to customers in connection with revenue-generating arrangements. The Company is evaluating this guidance and does not currently expect it to materially impact its financial statements because it does not presently issue equity awards to customers.

NOTE 9: SUBSEQUENT EVENTS

Stock Issuance

During the first month of 2026 a further 3,299 shares were issued via a private placement, bringing the total number of outstanding shares to 8,749,659. Proceeds from the issuance were equal to \$ 23,488.

Management's Evaluation

Management has evaluated subsequent events through July 29, 2026, the date the financial statements were available to be issued. Based on this evaluation, no further material events were identified which require adjustment or disclosure in these financial statements.