

IMPRESO, INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEET

ASSETS
(unaudited)

	November 30, 2023	August 31, 2023
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Current assets:		
Cash	\$ 273,295	\$ 300,282
Trade accounts receivable, net of allowance for doubtful accounts of (\$802,052) as of November 30, 2023, and (\$802,052) as of August 31, 2023	10,887,568	13,122,237
Inventories, net of allowances	37,202,575	34,292,891
Prepaid expenses and other	854,628	384,264
Deferred income tax assets		
Total current assets	<u>\$ 49,218,065</u>	<u>\$ 48,099,674</u>
Property, plant and equipment, at cost	29,430,199	29,180,749
Less accumulated depreciation	<u>(17,942,604)</u>	<u>(17,630,447)</u>
Net property, plant and equipment	<u>11,487,596</u>	<u>11,550,302</u>
Right-of-Use Operating Lease Assets	<u>19,413,056</u>	<u>19,947,263</u>
Noncurrent assets:		
Other assets	<u>\$ 224,187</u>	<u>\$ 224,187</u>
Total assets	<u><u>\$ 80,342,904</u></u>	<u><u>\$ 79,821,426</u></u>

IMPRESO, INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS (CONTINUED)
LIABILITIES AND STOCKHOLDERS' EQUITY
(unaudited)

	November 30, 2023	August 31, 2023
Current liabilities:		
Checks Issued in excess of cash	\$ 2,895,308	\$ 4,711,179
Accounts payable	5,503,060	5,593,784
Accrued liabilities	2,232,380	2,283,798
Accrued Sales Rebates	7,476,125	8,237,667
Current maturities of long-term debt	1,695,133	1,695,133
Current maturities of lease liabilities	2,825,733	2,825,733
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Total current liabilities	22,627,738	25,347,294
Long-term debt, net of current maturities	1,938,224	1,897,311
Lease Liabilities - Operating	17,944,557	17,615,392
Line of credit	11,130,539	8,295,243
Deferred tax liability	1,428,637	1,428,637
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Total liabilities	\$ 55,069,696	\$ 54,583,877
Stockholders' equity:		
Preferred stock, \$.01 par value; 5,000,000 shares authorized; 0 shares issued and outstanding	0	0
Common stock, \$.01 par value; 15,000,000 shares authorized; 5,292,780 issued and 4,021,263 outstanding	52,928	52,928
Additional paid-in capital	6,353,656	6,353,656
Retained earnings	20,225,908	20,190,250
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Stockholders' equity	26,632,492	26,596,834
Treasury stock (1,271,517 shares, at cost)	(1,359,285)	(1,359,285)
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Total stockholders' equity	\$ 25,273,207	\$ 25,237,549
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Total liabilities and stockholders' equity	\$ 80,342,903	\$ 79,821,426
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	\$ (0)	\$ -

IMPRESO, INC. AND SUBSIDIARIES
INTERIM CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
(unaudited)

	Three Months Ended November 30, 2023	Twelve Months Ended August 31, 2023
Net sales	\$ 32,180,429	\$ 143,720,176
Cost of sales	28,225,319	122,302,142
Gross profit	3,955,109	21,418,034
Loss on disposal of assets	-	-
Selling, general and administrative expenses	3,652,519	19,043,511
Operating income	302,590	2,374,523
Other expenses (income):		
Interest expense	(295,171)	(1,042,472)
Other (income) / expense, net	28,239	249,293
	(266,932)	(793,179)
Total other expense, net	(266,932)	(793,179)
Income before income tax expense	35,658	1,581,344
Income tax expense:		
Current	-	542,311
Deferred	-	-
Total income tax expense	-	542,311
Net income	\$ 35,658	\$ 1,039,033