

ALPHABYTE ONLINE INC.

Financial Information
Year ended December 31, 2024

COMPILATION ENGAGEMENT REPORT

To the Management of Alphabyte Online Inc.

On the basis of information provided by management, I have compiled the balance sheet of Alphabyte Online Inc. as at December 31, 2024 and the statement of earnings and retained earnings for the year then ended, and Note 1, which describes the basis of accounting applied in the preparation of the compiled financial information ("financial information").

Management is responsible for the accompanying financial information, including the accuracy and completeness of the underlying information used to compile it and the selection of the basis of accounting.

I performed this engagement in accordance with Canadian Standard on Related Services (CSRS) 4200, *Compilation Engagements*, which requires me to comply with relevant ethical requirements. My responsibility is to assist management in the preparation of the financial information.

I did not perform an audit engagement or a review engagement, nor was I required to perform procedures to verify the accuracy or completeness of the information provided by management. Accordingly, I do not express an audit opinion or a review conclusion, or provide any form of assurance on the financial information.

Readers are cautioned that the financial information may not be appropriate for their purposes.



Maurizio DiVito
Chartered Professional Accountant

Coquitlam, BC, Canada
October 10, 2025

ALPHABYTE ONLINE INC.

Balance Sheet

December 31, 2024, with comparative figures for 2023

	2024	2023
Assets		
Current assets:		
Cash	\$ 10,110	\$ 41,311
Investments and marketable securities	36,671	36,671
Accounts receivable	11,898	2,886
Advances to shareholder	63,810	31,865
	<u>122,489</u>	<u>112,733</u>
Capital assets	5,825	5,334
	<u>\$ 128,314</u>	<u>\$ 118,067</u>
Liabilities and Shareholder's Equity		
Current liabilities:		
Demand loan	\$ 20,000	\$ -
Accounts payable and accrued liabilities	33,789	25,680
Income taxes payable	1,100	5,800
Unearned revenue	16,821	20,085
	<u>71,710</u>	<u>51,565</u>
Shareholder's equity:		
Share capital	1	1
Retained earnings	56,603	66,501
	<u>56,604</u>	<u>66,502</u>
	<u>\$ 128,314</u>	<u>\$ 118,067</u>

See accompanying notes to financial information.

ALPHABYTE ONLINE INC.

Statement of Earnings and Retained Earnings

Year ended December 31, 2024, with comparative figures for 2023

	2024	2023
Revenue	\$ 737,120	\$ 897,869
Expenses:		
Subcontractors	436,192	525,756
Business development	125,202	150,681
Salaries and benefits	77,867	93,465
Interest and bank charges	28,691	34,618
Advertising and promotion	13,252	15,583
Training and education	8,901	2,990
Professional fees	9,338	12,884
Rent	4,779	1,110
Office and general	2,777	10,978
Insurance	2,400	1,002
Amortization	1,737	964
Telephone and internet	707	2,566
Meals and entertainment	139	166
Travel	5	91
Memberships and fees	-	48
	711,987	852,902
Earnings before the undernoted	25,133	44,967
Other income/expenses:		
Government assistance	469	-
Investment Income	-	(2,036)
	469	(2,036)
Earnings before income taxes	25,602	42,931
Income taxes	3,500	5,800
Net earnings	22,102	37,131
Retained earnings, beginning of year	66,501	80,850
Dividends	(32,000)	(51,480)
Retained earnings, end of year	\$ 56,603	\$ 66,501

See accompanying notes to financial information.

ALPHABYTE ONLINE INC.

Notes to Financial Information

Year ended December 31, 2024

1. Basis of Accounting:

The basis of accounting applied in the preparation of the financial information is on the historical cost basis, reflecting cash transactions with selected accruals and accounting estimates:

- Accounts receivable less an allowance for doubtful accounts.
- Advances to shareholder as at the reporting dates.
- Investments valued at cost.
- Capital assets amortized on the same basis as for income tax.
- Accounts payable, accrued liabilities and unearned revenue as at the reporting date.
- Current income taxes payable as at the reporting date.