
Flower Turbines Projects Series 1 LLC

(A Wyoming Limited Liability Company)

Financial Statements
and
Independent Auditor's Report

For the Period from May 23, 2025 to June 30, 2025

TABLE OF CONTENTS

As of and for the Period from May 23, 2025 to June 30, 2025

INDEPENDENT AUDITOR'S REPORT	3
BALANCE SHEET	5
STATEMENT OF OPERATIONS	6
STATEMENT OF MEMBER'S EQUITY	7
STATEMENT OF CASH FLOWS	8
NOTE 1 – DESCRIPTION OF ORGANIZATION AND BUSINESS OPERATIONS	9
NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES	9
NOTE 3 – RELATED PARTY TRANSACTIONS	10
NOTE 4 – COMMITMENTS, CONTINGENCIES, COMPLIANCE WITH LAWS AND REGULATIONS	11
NOTE 5 – LIABILITIES AND DEBT	11
NOTE 6 – EQUITY	11
NOTE 7 – SUBSEQUENT EVENTS	11



www.rnbcapitalcpas.com
954-399-1914

Certified Public Accountants, Cyber Security, and Governance Risk & Compliance Professionals

INDEPENDENT AUDITOR'S REPORT

To: Flower Turbines Projects Series 1 LLC, Management

Opinion:

We have audited the accompanying financial statements of the LLC which comprise the balance sheets as of June 30, 2025 and the related statements of operations, statement of changes in shareholder equity, and statement of cash flows for the inception period May 23, 2025 - June 30, 2025 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 the LLC as of June 30, 2025 and the results of its operations and its cash flows 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 (GAAS). Our responsibilities under those standards are further described in the "Auditor's Responsibilities" section of our report. We are required to be independent of the LLC 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.

Substantial Doubt About the Entity's Ability to Continue as a Going Concern:

As discussed in Note 1, specific circumstances raise substantial doubt about the LLC's ability to continue as a going concern in the foreseeable future. The provided financial statements have not been adjusted for potential requirements in case the LLC cannot continue its operations. Management's plans in regard to these matters are also described in Note 1. Our opinion is not modified with respect to the matter.

Management's Responsibility for the Financial Statements:

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal controls 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 the LLC's ability to continue as a going concern for the twelve months subsequent to the date this audit report is issued.

Auditor's Responsibility:

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 GAAS 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 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 GAAS, 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 the LLC'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 about the LLC's ability to continue as a going concern for a reasonable period of time.

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.

A handwritten signature in blue ink that reads "RNB Capital LLC" followed by a comma.

Tamarac, FL
July 18, 2025

FLOWER TURBINES PROJECTS SERIES 1 LLC
BALANCE SHEET

AS OF JUNE 30,

2025

ASSETS

Current Assets:

Cash & Cash Equivalents

\$ 50

Total Current Assets

50

TOTAL ASSETS

\$ 50

LIABILITIES AND EQUITY

Current Liabilities:

Due to Flower Turbines, Inc.

\$ 615

Total Current Liabilities

\$ -

TOTAL LIABILITIES

615

EQUITY

Members' Capital

\$ (565)

TOTAL EQUITY

\$ (565)

TOTAL LIABILITIES AND EQUITY

\$ 50

See Accompanying Notes to these Audited Financial Statements

FLOWER TURBINES PROJECTS SERIES 1 LLC
STATEMENT OF OPERATIONS

PERIOD ENDED JUNE 30,

2025

Operating Expenses

General & Administrative Expenses

\$ 565

Total Operating Expenses

565

Total Loss from Operations

\$ 565

Net Income (Loss)

\$ (565)

See Accompanying Notes to these Audited Financial Statements

FLOWER TURBINES PROJECTS SERIES 1 LLC
STATEMENT OF MEMBER'S EQUITY

	Members' Capital		Retained Earnings	Total Members'
	Units	\$ Amount	(Deficit)	Equity
Inception- 5/23/25	-	-	-	-
Net income (loss)	-	-	(565)	(565)
Ending balance at 6/30/25	-	-	(565)	(565)

See Accompanying Notes to these Audited Financial Statements

FLOWER TURBINES PROJECTS SERIES 1 LLC
STATEMENT OF CASH FLOWS

PERIOD ENDED JUNE 30,	2025
OPERATING ACTIVITIES	
Net Income (Loss)	\$ (565)
Adjustments to reconcile Net Income to Net Cash provided by operations:	
<i>Total Adjustments to reconcile Net Income to Net Cash provided by operations:</i>	-
<i>Net Cash provided by (used in) Operating Activities</i>	\$ (565)
INVESTING ACTIVITIES	
<i>Net Cash provided by (used in) Investing Activities</i>	\$ -
FINANCING ACTIVITIES	
Loan from Flower Turbines, Inc.	\$ 615
<i>Net Cash provided by (used in) Financing Activities</i>	\$ 615
Cash at the beginning of period	-
Net Cash increase (decrease) for period	\$ 50
Cash at end of period	\$ 50

See Accompanying Notes to these Audited Financial Statements

FLOWER TURBINES PROJECTS SERIES 1 LLC

Notes to the Unaudited Financial Statements

June 30, 2025

\$USD

NOTE 1 – DESCRIPTION OF ORGANIZATION AND BUSINESS OPERATIONS

Flower Turbines Projects Series 1 LLC (the “LLC”) is a Wyoming Limited Liability Company organized on May 23, 2025. The LLC was organized for the purpose of engaging in small wind turbine projects, namely selling electricity to commercial properties where the LLC installs the turbines. Flower Turbines, Inc. (the “Manager”), a Delaware corporation that files annual and semiannual reports with the Securities and exchange commission (the “SEC”), is the manager of the LLC.

Concentrations of Credit Risks

The Company’s financial instruments that are exposed to concentrations of credit risk primarily consist of its cash and cash equivalents. The Company places its cash and cash equivalents with financial institutions of high credit worthiness. The Company’s management plans to assess the financial strength and credit worthiness of any parties to which it extends funds, and as such, it believes that any associated credit risk exposures are limited.

Substantial Doubt about the Entity’s Ability to Going Concern:

The LLC was formed on May 23, 2025, and had limited operations through June 30, 2025. As of that date, the LLC had not yet generated revenue and was dependent on funding from Flower Turbines, Inc. (the “Manager”) to support its start-up costs and planned operations.

While the Manager has provided an initial loan to the LLC, the Manager has incurred recurring losses and has not entered into a binding agreement to continue funding the LLC. As a result, there is no assurance that additional funding will be available to the LLC as needed.

These conditions raise substantial doubt about the LLC’s ability to continue as a going concern within one year after the date the financial statements are issued. The financial statements do not include any adjustments that might result from the outcome of this uncertainty.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The LLC’s financial statements are prepared in accordance with U.S. generally accepted accounting principles (“GAAP”). the LLC’s fiscal year ends on December 31. The LLC has no interest in variable interest entities and no predecessor entities.

Use of Estimates and Assumptions

The preparation of financial statements in accordance with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent

assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates and such differences may be material.

General and Administrative

General and administrative expenses consist of entity formation costs.

Income Taxes

The LLC applies the provisions of ASC 740, Income Taxes, which address the recognition and measurement of uncertain tax positions. Under this guidance, a tax benefit is recognized only if it is more likely than not that the position would be sustained upon examination by taxing authorities, based on the technical merits of the position.

The LLC was formed on May 23, 2025, and has evaluated its tax positions for the period from inception through June 30, 2025. Based on this evaluation, management has concluded that there are no uncertain tax positions requiring recognition in the financial statements.

As a limited liability company treated as a partnership for U.S. federal and state income tax purposes, the LLC is not subject to income taxes. Instead, the members are individually responsible for reporting their share of the LLC's income or loss on their personal income tax returns. Accordingly, no provision for income taxes has been recorded in the accompanying financial statements.

The LLC's initial tax year ends on December 31, 2025. As of the date of these financial statements, no income tax returns have been filed, and no tax years are currently under examination by taxing authorities.

Recent Accounting Pronouncements

The FASB issues Accounting Standards Updates (ASUs) to amend the authoritative literature in ASC. There have been a number of ASUs to date that amend the original text of ASC. Management believes that those issued to date either (i) provide supplemental guidance, (ii) are technical corrections, (iii) are not applicable to us or (iv) are not expected to have a significant impact on our financial statements.

NOTE 3 – RELATED PARTY TRANSACTIONS

The LLC follows ASC 850, "Related Party Disclosures," for the identification of related parties and disclosure of related party transactions.

The LLC received a \$100 loan from Flower Turbines, Inc., who serves as the Manager for start-up costs. The Manager is responsible for controlling and directing the business affairs of the LLC, including making operational decisions, managing day-to-day activities, and overseeing the deployment of capital and resources. \$50 was repaid to Flower Turbines, Inc. during the audit period.

Additionally, The Manager paid formation fees of \$565 on behalf of the LLC, which will be repaid at a later date.

Further, each year's profits are first allocated to the investors till they reach 5% of their invested capital. This profit includes any tax credits (30-40%) and carbon credits. After the investors receive 5% of their invested capital for that year, profits are split between the investors and the Manager. No profits were earned/allocated as of the audit date.

NOTE 4 – COMMITMENTS, CONTINGENCIES, COMPLIANCE WITH LAWS AND REGULATIONS

The LLC is not currently involved with or knows of any pending or threatening litigation against it or any of its officers. Further, the LLC is currently complying with all relevant laws and regulations. The LLC does not have any long-term commitments or guarantees.

NOTE 5 – LIABILITIES AND DEBT

As stated in Note 3, the LLC received a \$200 loan from Flower Turbines, Inc., the Manager. \$50 was repaid during the audit period. The loan is zero percent interest and due on demand.

NOTE 6 – EQUITY

As of June 30, 2025, Flower Turbines Projects Series 1 LLC (the "LLC") had a single class of membership interests authorized and outstanding. The LLC was organized on May 23, 2025, as a Wyoming limited liability company for the purpose of engaging in small wind turbine projects, including the sale of electricity to commercial properties utilizing LLC-installed turbines.

In accordance with the terms of the LLC's operating agreement, Flower Turbines, Inc. (the "Manager") has been designated as the manager of the LLC. The Manager oversees the operations and business affairs of the LLC but does not hold a membership interest as of the reporting date, unless otherwise disclosed.

As a newly formed entity, the LLC has not issued any profits interests, preferred equity, or incentive equity as of June 30, 2025.

No additional contributions, withdrawals, or equity-based compensation arrangements occurred during the period from inception through June 30, 2025.

NOTE 7 – SUBSEQUENT EVENTS

The LLC has evaluated events subsequent to June 30, 2025 to assess the need for potential recognition or disclosure in this report. Such events were evaluated through July 18, 2025 the date these financial statements were available to be issued. No events require recognition or disclosure.