

THE MARYGOLD COMPANIES, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED BALANCE SHEETS
(UNAUDITED)

	<u>September 30,</u> <u>2023</u>	<u>June 30, 2023</u>
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 6,987,062	\$ 8,161,167
Accounts receivable, net	851,570	1,352,210
Accounts receivable - related parties	1,669,886	1,673,895
Inventories	2,194,827	2,254,139
Prepaid income tax and tax receivable	1,350,165	991,797
Investments, at fair value	13,261,783	11,480,981
Other current assets	973,562	904,153
Total current assets	27,288,855	26,818,342
Restricted cash	413,454	425,043
Property, plant and equipment, net	1,209,739	1,255,302
Operating lease right-of-use asset	701,248	821,021
Goodwill	2,307,202	2,307,202
Intangible assets, net	2,220,755	2,329,970
Deferred tax assets, net - United States	771,287	771,287
Other assets	552,660	552,660
Total assets	\$ 35,465,200	\$ 35,280,827
LIABILITIES AND STOCKHOLDERS' EQUITY		
CURRENT LIABILITIES		
Accounts payable and accrued expenses	\$ 3,491,543	\$ 2,711,931
Expense waivers – related parties	107,213	58,685
Operating lease liabilities, current portion	361,013	457,309
Purchase consideration payable	604,990	604,990
Loans - property and equipment, current portion	346,282	358,802
Total current liabilities	4,911,041	4,191,717
LONG-TERM LIABILITIES		
Loans - property and equipment, net of current portion	82,543	88,516
Operating lease liabilities, net of current portion	352,347	380,535
Deferred tax liabilities, net - foreign	242,289	242,289
Total long-term liabilities	677,179	711,340
Total liabilities	5,588,220	4,903,057
STOCKHOLDERS' EQUITY		
Preferred stock, \$0.001 par value; 50,000,000 shares authorized Series B: 49,360 shares issued and outstanding at September 30, 2023 and at June 30, 2023	49	49
Common stock, \$0.001 par value; 900,000,000 shares authorized; 39,383,459 shares issued and outstanding at June 30, 2023 and at June 30, 2023	39,384	39,384
Additional paid-in capital	12,490,352	12,396,722
Accumulated other comprehensive loss	(239,079)	(144,840)
Retained earnings	17,586,274	18,086,455
Total stockholders' equity	29,876,980	30,377,770
Total liabilities and stockholders' equity	\$ 35,465,200	\$ 35,280,827

THE MARYGOLD COMPANIES, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF (LOSS) INCOME
(UNAUDITED)

	Three Months Ended September 30, 2023	Three Months Ended September 30, 2022
Net revenue		
Fund management – related party	\$ 5,049,550	\$ 5,419,435
Food products	1,730,527	1,937,426
Security systems	553,719	628,892
Beauty products	774,626	804,078
Financial services	127,092	133,457
Net revenue	<u>8,235,514</u>	<u>8,923,288</u>
Cost of revenue	<u>2,037,188</u>	<u>2,023,664</u>
Gross profit	<u>6,198,326</u>	<u>6,899,624</u>
Operating expense		
Salaries and compensation	2,589,949	2,368,368
General and administrative expense	2,248,540	1,686,658
Fund operations	1,270,128	1,140,588
Marketing and advertising	972,011	777,710
Depreciation and amortization	153,977	149,208
Total operating expenses	<u>7,234,605</u>	<u>6,122,532</u>
(Loss) income from operations	(1,036,279)	777,092
Other income (expense):		
Interest and dividend income	193,043	52,569
Interest expense	(3,559)	(7,794)
Other income (expense), net	43,993	(98,369)
Total other income (expense), net	<u>233,477</u>	<u>(53,594)</u>
(Loss) income before income taxes	(802,802)	723,498
Benefit (Provision) of income taxes	<u>302,621</u>	<u>(226,330)</u>
Net (loss) income	<u>\$ (500,181)</u>	<u>\$ 497,168</u>
Weighted average shares of common stock		
Basic	<u>40,397,375</u>	<u>40,370,659</u>
Diluted	<u>40,397,375</u>	<u>40,399,873</u>
Net (loss) income per common share		
Basic	<u>\$ (0.01)</u>	<u>\$ 0.01</u>
Diluted	<u>\$ (0.01)</u>	<u>\$ 0.01</u>

THE MARYGOLD COMPANIES, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE (LOSS) INCOME
(UNAUDITED)

	<u>Three Months Ended September 30, 2023</u>	<u>Three Months Ended September 30, 2022</u>
Net (loss) income	\$ (500,181)	\$ 497,168
Other comprehensive (loss) income:		
Foreign currency translation (loss)	(94,239)	(313,759)
Comprehensive (loss) income	<u>\$ (594,420)</u>	<u>\$ 183,409</u>

THE MARYGOLD COMPANIES, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF STOCKHOLDERS' EQUITY
FOR THE THREE MONTH PERIODS ENDED SEPTEMBER 30, 2023 AND SEPTEMBER 30, 2022
(UNAUDITED)

Period Ending September 30, 2023	Preferred Stock (Series B)		Common Stock		Additional Paid – in Capital	Accumulated Other Comprehensive (Loss)	Retained Earnings	Total Stockholders' Equity
	Number of Shares	Amount	Number of Shares	Par Value				
Balance at July 1, 2023	49,360	\$ 49	39,383,459	\$ 39,384	\$ 12,396,722	\$ (144,840)	\$18,086,455	\$ 30,377,770
Loss on currency translation	-	-	-	-	-	(94,239)	-	(94,239)
Stock-based compensation	-	-	-	-	93,630	-	-	93,630
Net (loss)	-	-	-	-	-	-	(500,181)	(500,181)
Balance at September 30, 2023	49,360	\$ 49	39,383,459	\$ 39,384	\$ 12,490,352	\$ (239,079)	\$17,586,274	\$ 29,876,980
Period Ending September 30, 2022	Preferred Stock (Series B)		Common Stock		Additional Paid – in Capital	Accumulated Other Comprehensive (Loss)	Retained Earnings	Total Stockholders' Equity
Number of Shares	Amount	Number of Shares	Par Value					
Balance at July 1, 2022	49,360	\$ 49	39,383,459	\$ 39,384	\$ 12,313,205	\$ (234,790)	\$16,921,426	\$ 29,039,274
Loss on currency translation	-	-	-	-	-	(313,759)	-	(313,759)
Stock-based compensation	-	-	-	-	6,700	-	-	6,700
Net income	-	-	-	-	-	-	497,168	497,168
Balance at September 30, 2022	49,360	\$ 49	39,383,459	\$ 39,384	\$ 12,319,905	\$ (548,549)	\$17,418,594	\$ 29,229,383

THE MARYGOLD COMPANIES, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

	For the Three Months Ended September 30,	
	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net (loss) income	\$ (500,181)	497,168
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	153,977	149,208
Bad debt expense	213	-
Stock-based compensation	93,630	6,700
Net realized and unrealized (gains) losses on investments	(269,381)	111,855
Operating lease right-of-use asset - non-cash lease cost	128,403	231,070
Decrease (increase) in current assets:		
Accounts receivable	478,096	(179,083)
Accounts receivable - related party	4,009	565,296
Prepaid income taxes and tax receivable	(359,021)	61,872
Inventories	34,198	(194,695)
Other current assets	(70,130)	(34,814)
(Decrease) increase in operating liabilities:		
Accounts payable and accrued expenses	668,487	(149,343)
Operating lease liabilities	(118,480)	(233,992)
Expense waivers - related party	48,528	70,448
Purchase consideration payable	-	(22,493)
Net cash provided by operating activities	292,348	879,197
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property, plant and equipment	(25,189)	(9,418)
Proceeds from sale of investments	7,829,645	-
Purchase of investments	(9,341,066)	(257,624)
Net cash (used in) investing activities	(1,536,610)	(267,042)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Repayment of property and equipment loans	(3,656)	(3,476)
Net cash (used in) by financing activities	(3,656)	(3,476)
Effect of exchange rate change on cash and cash equivalents	62,224	(237,331)
NET (DECREASE) INCREASE IN CASH, CASH EQUIVALENTS AND RESTRICTED CASH	(1,185,694)	371,348
CASH, CASH EQUIVALENTS AND RESTRICTED CASH, BEGINNING BALANCE	8,586,210	13,928,899
CASH, CASH EQUIVALENTS AND RESTRICTED CASH, ENDING BALANCE	\$ 7,400,516	14,300,247
Cash and cash equivalents	6,987,062	13,370,714
Restricted cash	413,454	929,533
Total cash, cash equivalents and restricted cash shown in statement of cash flows	\$ 7,400,516	14,300,247
SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION:		
Cash paid during the period for:		
Interest paid	\$ 4,727	4,018
Income taxes paid, net	\$ 86,978	70,557

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