

THE MARYGOLD COMPANIES, INC.
CONDENSED CONSOLIDATED BALANCE SHEETS
(in thousands, except per share data)
(unaudited)

December 31, 2023

June 30, 2023

ASSETS

CURRENT ASSETS

Cash and cash equivalents	\$ 6,214	\$ 8,161
Accounts receivable, net (of which \$1,624 and \$1,674, respectively, due from related parties)	2,596	3,026
Inventories	2,389	2,254
Prepaid income tax and tax receivable	1,618	992
Investments, at fair value	12,379	11,481
Other current assets	<u>1,057</u>	<u>904</u>
Total current assets	26,253	26,818
Restricted cash	434	425
Property and equipment, net	1,215	1,255
Operating lease right-of-use assets	1,287	821
Goodwill	2,307	2,307
Intangible assets, net	2,112	2,330
Deferred tax assets, net	771	771
Other assets	<u>553</u>	<u>554</u>
Total assets	<u>\$ 34,932</u>	<u>\$ 35,281</u>

LIABILITIES AND STOCKHOLDERS' EQUITY

CURRENT LIABILITIES

Accounts payable and accrued expenses	\$ 3,287	\$ 2,771
Operating lease liabilities, current portion	715	457
Purchase consideration payable	637	605
Loans - property and equipment, current portion	<u>352</u>	<u>359</u>
Total current liabilities	4,991	4,192

LONG-TERM LIABILITIES

Loans - property and equipment, net of current portion	82	88
Operating lease liabilities, net of current portion	582	381
Deferred tax liabilities, net	<u>242</u>	<u>242</u>
Total long-term liabilities	906	711
Total liabilities	<u>5,897</u>	<u>4,903</u>

STOCKHOLDERS' EQUITY

Preferred stock, \$0.001 par value; 50,000 shares authorized Series B: 49 shares issued and outstanding at December 31, 2023 and June 30, 2023	-	-
Common stock, \$0.001 par value; 900,000 shares authorized; 39,383 shares issued and outstanding at December 31, 2023 and June 30, 2023	39	39
Additional paid-in capital	12,605	12,397
Accumulated other comprehensive loss	(12)	(144)
Retained earnings	<u>16,403</u>	<u>18,086</u>
Total stockholders' equity	<u>29,035</u>	<u>30,378</u>
Total liabilities and stockholders' equity	<u>\$ 34,932</u>	<u>\$ 35,281</u>

THE MARYGOLD COMPANIES, INC.
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
(in thousands, except per share data)
(unaudited)

	Three Months Ended December 31,		Six Months Ended December 31,	
	2023	2022	2023	2022
Revenue				
Fund management - related party	\$ 4,997	\$ 5,266	\$ 10,047	\$ 10,686
Food products	1,920	1,932	3,649	3,870
Beauty products	842	785	1,617	1,588
Security systems	570	665	1,123	1,295
Financial services	128	124	256	258
Revenue	<u>8,457</u>	<u>8,772</u>	<u>16,692</u>	<u>17,697</u>
Cost of revenue	<u>2,091</u>	<u>2,231</u>	<u>4,128</u>	<u>4,256</u>
Gross profit	<u>6,366</u>	<u>6,541</u>	<u>12,564</u>	<u>13,441</u>
Operating expense				
Salaries and compensation	2,999	2,805	5,589	5,173
General and administrative expense	2,306	1,820	4,556	3,512
Fund operations	1,187	1,112	2,461	2,253
Marketing and advertising	718	556	1,685	1,329
Depreciation and amortization	153	148	307	297
Total operating expenses	<u>7,363</u>	<u>6,441</u>	<u>14,598</u>	<u>12,564</u>
(Loss) income from operations	(997)	100	(2,034)	877
Other income (expense):				
Interest and dividend income	138	63	331	115
Interest expense	(3)	(4)	(7)	(11)
Other (expense) income, net	(503)	130	(458)	32
Total other (expense) income, net	<u>(368)</u>	<u>189</u>	<u>(134)</u>	<u>136</u>
(Loss) income before income taxes	(1,365)	289	(2,168)	1,013
Benefit (provision) for income taxes	<u>182</u>	<u>(107)</u>	<u>484</u>	<u>(334)</u>
Net (loss) income	<u>\$ (1,183)</u>	<u>\$ 182</u>	<u>\$ (1,684)</u>	<u>\$ 679</u>
Weighted average shares of common stock				
Basic	<u>40,397</u>	<u>40,371</u>	<u>40,397</u>	<u>40,371</u>
Diluted	<u>40,397</u>	<u>40,371</u>	<u>40,397</u>	<u>40,384</u>
Net (loss) income per common share				
Basic	<u>\$ (0.03)</u>	<u>\$ -</u>	<u>\$ (0.04)</u>	<u>\$ 0.02</u>
Diluted	<u>\$ (0.03)</u>	<u>\$ -</u>	<u>\$ (0.04)</u>	<u>\$ 0.02</u>