

March 15, 2023

Dear Fellow Shareholders,

I am happy to report that Equitech improved its sales by 97% from \$468K (2021) to \$922K (2022), establishing a new record for in-line color measurement systems and probes sold.

Historically, we have increased sales by 246% annually since we came on board on March 1, 2019, a tremendous effort considering the company's history, the ulterior motive of our former licensee, and the lack of capital, resources, and new investors.

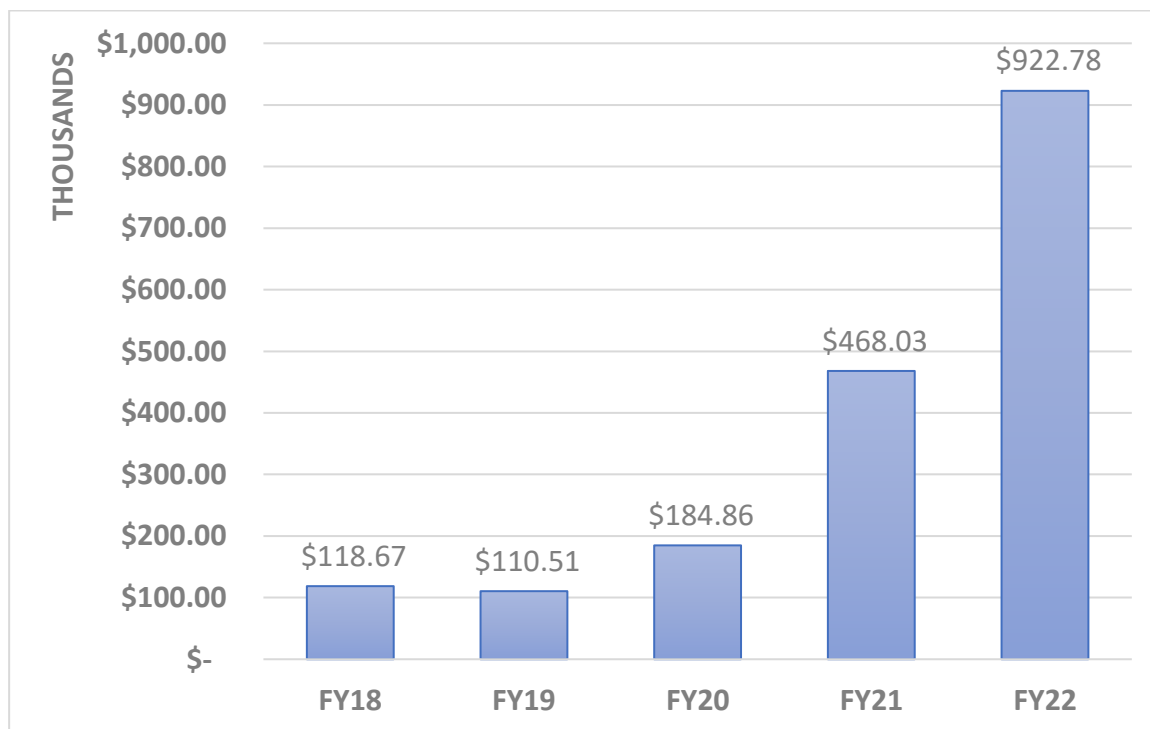


FIG 1. Equitech Sales Revenues 2018 to 2022

Equitech is commercializing three new products that came with the acquisition of CompSOL. Although not aligned with our strategic focus, these products provide a consistent revenue stream. Furthermore, sales of our EquiSpec IPS and related products continue to increase steadily quarter after quarter as the technology we invented is accepted and adopted by the plastics and other industries.

As we diversify our product portfolio, we become more susceptible to variations in the pricing of opto-electronic components. In addition, as reported before, the inflationary pressure on these parts coming from Asia has caused COGS to increase relative to sales from 66% (2021) to 74% (2022), lowering our gross profit from 34% (2021) to 26% (2022).

Equitech's expenses increased from \$553.5K (2021) to \$735.7K (2022) but lowered them relative to sales from 118% to 79.7%. The main components of the operating expenses and their variation from 2021 can be explained as follows:

- a) Accounting expenses. We increased accounting expenses from \$28.6K (2021) to \$89.9K (2022). In July 2021, we purchased CompSOL and presented consolidated accounting reports that added to the already high accounting costs we incurred to comply with OTC regulations. With the acquisition of the minority interest in CompSOL, we should see accounting expenses fall within expected numbers in the future.
- b) Attorney fees. We incurred a decrease in attorney fees from \$85.3K (2021) to \$12.2K (2022). The company has two attorneys, a general counsel, and a securities attorney. To comply with OTC regulations, the company retained a securities attorney in 2021, when we incurred most of the compliance expenses. Otherwise, attorneys are consulted on a need basis.
- c) Marketing & advertising expenses increased from \$14.4K (2021) to \$60.7K (2022). The company continues its marketing efforts with its website, multiple plastic magazines, and first attendance at a trade show. Both numbers are extremely low relative to sales. We will continue increasing the marketing budget as we increase sales.
- d) Payroll expenses increased from \$268.9K (2021) to \$331.6K (2022). With CompSOL's acquisition, Equitech added a few key manufacturing personnel. In late 2022, the company adopted a compensation formula that includes cash, stock options, and stock grants. As a result, employees received stock options instead of money, temporarily relieving the company's cash burden.
- e) R&D expenses decreased from \$175.5K (2021) to \$130.9K (2022). Efforts were devoted to fine-tuning existing products. We expect R&D expenses to increase in 2023 as we focus on bringing new products to the market.

Compliance with regulatory organizations (OTC and SEC) means that Equitech must, in the short term, adopt certain practices that are expected of a public company and that the company did not entertain with previous administrations. As such, we expect our operating expenses to increase as we undertake such practices, including but not limited to compliance with Sarbanes-Oxley Act (SOX).

Another positive note, we paid off historical liabilities through stock swaps and cash payments and acquired new ones with the acquisition of 81% of CompSOL. The net effect was lowering our current and long-term liabilities from \$1.6M to \$0.73M, a 54% reduction during 2022!



FIG 2. Equitech Sales Revenues 2018 to 2022

During 2022 we completed the following:

- 1) We became a Pink Sheets Current Information company.
  - a) We now comply with this tier's Over the Counter (OTC) market requirements.
  - b) We continue to work on eliminating the existing stock restrictions to meet the requirements of Rule 144.
- 2) We acquired 81% of CompSOL.
  - a) Equitech can now design, develop, and manufacture Printed Circuit Boards (PCBs) and small electro-optical subassemblies.
  - b) We have redesigned some of our probes for serviceability and manufacturability.
- 3) We installed a system at the Polymer Center of Excellence in Charlotte, NC. Trial of our technology at multiple locations.
- 4) We increased our marketing budget by more than 5% of sales.
  - a) We published ads in Plastics Technology and Plastics Engineering.
  - b) We participated in the Compounding World Expo tradeshow in Cleveland, our first participation at a trade show.
  - c) We presented at the Extrusion Conference in Charlotte.

We must outline our strategy and action plan for the next three years. To this end, our path toward a brighter future rest on the steady advancement and development of 3 fundamental pillars: administration, technology, and sales & marketing

#### Administration

We aim to be a fully capitalized public company compliant with all SEC and OTC regulations and with a strong board of directors. We aim to be financially stable, generating sales of about



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\$5M with a positive net income and actively using \$9.3M of NOL. In addition, we will be entertaining acquisitions and licenses that reinforce our business sectors.

#### Technology

Equitech will remain focused on the technology the company invented. To this end, we will continue to expand and improve its UV-Vis spectrophotometer for in-line measurements. The company will also be entertaining several new products in the ODM (Original Design Manufacturing) market.

#### Sales & Marketing

Equitech will continue to advance the company's marketing efforts, particularly in the plastics industry, and expand and train our worldwide sales network.

Equitech is a true example of entrepreneurship and resiliency. I am very proud of the company we are forming and humbled by the sacrifice the employees have undertaken to ensure that the technology we invented 28 years ago endures. We invented the EquiSpec 28 years ahead of its time. Back then, the technology was not ready for the market, and the market was not prepared for the technology. Today, the manufacturing industries are beginning to understand the benefits that this technology brings to their production lines.

Finally, Equitech is working diligently to accelerate the implementation of our strategy and remain true to our mission: To enable manufacturers to enhance the quality of their products, lower production costs, increase yield and improve safety.

Jaime A. Gómez, PhD  
President & CEO

**EQUITECH INT'L CORPORATION AND SUBSIDIARIES**  
**CONSOLIDATED FINANCIAL STATEMENTS**  
**DECEMBER 31, 2022**

# EQUITECH INT'L CORPORATION AND SUBSIDIARIES

## TABLE OF CONTENTS

	<u>PAGE</u>
Independent accountants' compilation report	1
Consolidated financial statements:	
Consolidated balance sheet	2 - 3
Consolidated statement of operations	4
Consolidated statement of stockholders' deficit	5
Consolidated statement of cash flows	6
Notes to consolidated financial statements	7 - 14



To the Stockholders of  
Equitech Int'l Corporation and Subsidiaries

Management is responsible for the accompanying consolidated financial statements of Equitech Int'l Corporation and Subsidiaries (a C corporation), which comprise the consolidated balance sheet as of December 31, 2022, and the related consolidated statements of operations, stockholders' deficit, and cash flows for the year then ended, and the related notes to the consolidated financial statements in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the consolidated financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide assurance on these consolidated financial statements.

A handwritten signature in black ink that reads "Aprio, LLP". The signature is written in a cursive, slightly stylized font.

Nashville, Tennessee

February 24, 2023

EQUITECH INT'L CORPORATION AND SUBSIDIARIES  
CONSOLIDATED BALANCE SHEET  
DECEMBER 31, 2022

ASSETS

	<u>Amount</u>
<u>Current assets</u>	
Cash	\$ 51,853
Accounts receivable - trade	44,616
Inventory	49,458
Other current assets	<u>518</u>
Total current assets	<u>146,445</u>
<u>Other assets</u>	
Investment in Optoniks Corp.	<u>125,000</u>
Total assets	<u>\$ 271,445</u>

See accountants' compilation report and accompanying notes



EQUITECH INT'L CORPORATION AND SUBSIDIARIES  
CONSOLIDATED BALANCE SHEET  
DECEMBER 31, 2022

LIABILITIES AND STOCKHOLDERS' DEFICIT

	<u>Amount</u>
<u>Current liabilities</u>	
Accounts payable	\$ 182,375
Accrued compensation	4,921
Other accrued liabilities	204,086
Notes payable	265,724
Income taxes payable	69,167
Total current liabilities	726,273
<u>Stockholders' deficit</u>	
Class A preferred stock, \$0.001 par value, 2,000,000 shares authorized; 179,906 shares issued and outstanding at December 31, 2022	180
Class B preferred stock, \$0.001 par value, 1,000,000 shares authorized; 0 shares issued and outstanding at December 31, 2022	-
Common stock, \$0.001 par value, 12,500,000 shares authorized; 1,453,072 shares issued and outstanding at December 31, 2022	1,453
Additional paid-in capital	14,560,631
Accumulated deficit	(15,045,419)
Deficit attributable to Equitech Int'l Corporation	(483,155)
Non-controlling interest	28,327
Stockholders' deficit	(454,828)
Total liabilities and stockholders' deficit	\$ 271,445

See accountants' compilation report and accompanying notes

EQUITECH INT'L CORPORATION AND SUBSIDIARIES  
CONSOLIDATED STATEMENT OF OPERATIONS  
FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Amount</u>
<u>Net sales</u>	\$ 922,780
<u>Cost of goods sold</u>	<u>686,432</u>
Gross profit	<u>236,348</u>
<u>Operating expenses</u>	
General and administrative	<u>735,794</u>
Loss from operations	<u>(499,446)</u>
<u>Other income (expense)</u>	
Interest expense	(6,342)
Miscellaneous income	33,559
Gain on expiration of tax liens	<u>94,410</u>
Total other income	<u>121,627</u>
Consolidated net income	(377,819)
Less loss attributable to non-controlling interests	<u>(3,823)</u>
Net loss attributable to Equitech Int'l Corporation	<u>\$ (373,996)</u>

See accountants' compilation report and accompanying notes

EQUITECH INT'L CORPORATION AND SUBSIDIARIES  
CONSOLIDATED STATEMENT OF STOCKHOLDERS' DEFICIT  
FOR THE YEAR ENDED DECEMBER 31, 2022

	Class A Preferred Stock		Class B Preferred Stock		Common Stock		Additional Paid-in Capital	Accumulated Deficit	Non-controlling Interests	Total
	Shares	Amount	Shares	Amount	Shares	Amount				
Balance at January 1, 2022	179,906	\$ 180	-	\$ -	1,453,072	\$ 1,453	\$ 13,402,651	\$(14,671,423)	\$ 32,150	\$ (1,234,989)
Repurchase of common stock	-	-	-	-	-	-	(2,500)	-	-	(2,500)
Issuance of stock options	-	-	-	-	-	-	1,106,336	-	-	1,106,336
Debt to stock options conversion	-	-	-	-	-	-	54,144	-	-	54,144
Net loss	-	-	-	-	-	-	-	(373,996)	(3,823)	(377,819)
Balance at December 31, 2022	<u>179,906</u>	<u>\$ 180</u>	<u>-</u>	<u>\$ -</u>	<u>1,453,072</u>	<u>\$ 1,453</u>	<u>\$ 14,560,631</u>	<u>\$(15,045,419)</u>	<u>\$ 28,327</u>	<u>\$ (454,828)</u>

See accountants' compilation report and accompanying notes

EQUITECH INT'L CORPORATION AND SUBSIDIARIES  
CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Amount</u>
<u>Cash flows from operating activities</u>	
Net loss	\$ <u>(377,819)</u>
Adjustments to reconcile net loss to net cash used by operating activities:	
Gain on expiration of tax liens	(94,410)
Change in operating assets and liabilities:	
Accounts receivable - trade	3,083
Inventory	51,387
Other current assets	(518)
Accounts payable	35,805
Accrued compensation	328,685
Other accrued liabilities	10,002
Income taxes payable	<u>367</u>
Total adjustments	<u>334,401</u>
Cash used by operating activities	<u>(43,418)</u>
 <u>Cash flows from financing activities</u>	
Proceeds from issuance of long-term debt	2,500
Repurchase of common stock	<u>(2,500)</u>
Cash provided by financing activities	<u>-</u>
Net decrease in cash	(43,418)
Cash, beginning of year	<u>95,271</u>
Cash, end of year	<u><u>\$ 51,853</u></u>

SUPPLEMENTAL DISCLOSURE OF NON-CASH TRANSACTIONS

During the year ended December 31, 2022, the Company granted stock options to employees and members of the board of directors from accrued compensation from prior years totaling \$1,106,336.

During the year ended December 31, 2022, the Company made an agreement where debt was converted to stock options (see Note B) with a stockholder where \$54,144 of outstanding obligations was converted to 5,432 options.

See accountants' compilation report and accompanying notes

EQUITECH INT'L CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
DECEMBER 31, 2022

**Note A**  
**Summary of Significant Accounting Policies**

Nature of Operations:

Equitech Int'l Corporation ("Equitech"), a Nevada Corporation, was formed on March 28, 1995, to specialize in the design, sales, installation of service of fiber optic instrumentation systems. Equitech is a publicly held corporation trading over the counter on pink sheets whose product lines will include a wide range of sensors, analytical products and electronic equipment used in research, industrial process control and commercial consumer electronics. Equitech is headquartered in Indian Trail, North Carolina.

Principles of Consolidation:

The accompanying consolidated financial statements include the accounts of Equitech and CompSOL USA Inc ("CompSOL"). Significant intercompany balances and transactions have been eliminated in consolidation. Equitech Int'l Corporation and Subsidiaries will be collectively referred to as "the Company".

Noncontrolling Interest:

Noncontrolling interest is the portion of the ownership in CompSOL not directly attributable to the Company and is reported as a separate component of the Company's stockholders' equity in its consolidated financial statements. The Company's consolidated net loss is reported at amounts that include the amounts attributable to both the Company and the noncontrolling interest.

Liquidity:

The consolidated financial statements have been prepared assuming the Company will continue as a going concern. The Company has incurred net losses since its inception, with an accumulated deficit of approximately \$15.0 million and a negative current ratio as of December 31, 2022. Management's plans with regard to these matters include converting the notes payable due to stockholders and accrued liabilities to equity and leveraging the strengths of both Equitech and CompSOL to increase financial viability. Significant amounts of the accounts payable balance at December 31, 2022, are due to a strategic partner and related parties that are allowing extended payment terms as cash is available. Management projected that they will start generating enough cash flow to cover the operating needs in the coming years. The consolidated financial statements do not include any adjustments that might result from the outcome of these uncertainties.

Use of Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statement. Estimates are used for, but not limited to, accrued liabilities and contingencies. Actual results could differ from these estimates.

EQUITECH INT'L CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
DECEMBER 31, 2022

**Note A**  
**Summary of Significant Accounting Policies (Continued)**

**Concentration of Credit Risk Arising From Cash Deposits in Excess of Insured Limits:**

The Company maintains its cash in bank deposits that at times may exceed federally insured limits. The Company has not experienced any losses in such accounts. The Company believes it is not exposed to any significant risks on cash.

**Accounts Receivable - Trade:**

The Company extends credit to customers located throughout the world based on the size of the customer, its payment history, and other factors. The Company generally does not require collateral to support customer receivables. The Company provides an allowance for doubtful accounts based upon a review of the outstanding accounts receivable, historical collection information and existing economic conditions. The Company determines if receivables are past due based on days outstanding, and amounts are written off when determined to be uncollectible by management. The maximum accounting loss from the credit risk associated with accounts receivable is the amount of the receivable recorded, which is the face amount of the receivable, net of the allowance for doubtful accounts. As of December 31, 2022, the Company believes all receivables are fully collectible, and accordingly, no allowance for doubtful accounts has been established.

**Inventory:**

Inventory consists of parts, and is stated at the lower of cost or net realizable value. Inventory is valued using the first-in, first-out method. Provisions are made in each period for the estimated effect of obsolete and slow-moving inventories. As of December 31, 2022, the Company determined no reserve for obsolete and slow-moving inventories was necessary.

**Investment in Optoniks Corp:**

The company owns a 2% ownership interest in Optoniks Corp. ("Optoniks"). This investment is accounted for using the cost method of accounting. Accordingly, the investment is recorded at the historical cost of the Company's equity in Optoniks.

**Impairment of Long-Lived Assets:**

Long-lived assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be fully recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of the assets to their fair value, which is normally determined through analysis of the future net cash flows expected to be generated by the assets. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount that the carrying amount of the assets exceeds the fair value of the assets. There is no impairment necessary for the year ended December 31, 2022.

EQUITECH INT'L CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
DECEMBER 31, 2022

**Note A**  
**Summary of Significant Accounting Policies (Continued)**

Accrued Compensation:

Accrued compensation consists of wages earned by employees, but not paid by the Company. The employees have deferred the receipt of these wages through verbal and written agreements.

Revenue Recognition:

The Company recognizes revenue in accordance with ASC 606 when: (i) a contract with a client has been identified, (ii) the performance obligation(s) in the contract have been identified, (iii) the transaction price has been determined, (iv) the transaction price has been allocated to each performance obligation in the contract, and (v) the Company has satisfied the applicable performance obligation.

The Company designs, sells, installs and services fiber optic instrumentation systems. Revenue is recognized when performance obligations under the terms of the contracts with customers are satisfied. The Company's performance obligation generally consists of the promise to manufacture and install finished products to its customers. The performance obligation is satisfied upon transfer of control of finished goods, which occurs upon shipment to or installation at the customer locations, as determined by specific terms. Revenue is measured as the amount of consideration the Company expects to receive in exchange for transferring goods and is recognized upon transfer of control. The Company also performs maintenance and repair services for the systems and the performance obligation is recognized at a point in time upon the completion of the services since the services are completed within a short period of time. The Company also rents out the systems and recognizes revenue over the rental period. The Company's invoices are due within 30 days.

Shipping and Handling Costs:

The Company classifies shipping and handling amounts billed to customers as sales, and shipping and handling costs as a component of cost of goods sold.

Advertising:

The Company expenses advertising costs as incurred. Advertising expenses were approximately \$61,000 for the year ended December 31, 2022.

Income Taxes:

The Company accounts for income taxes using the asset and liability approach. Deferred tax assets and liabilities are recognized for the future tax consequences of differences between the financial statements carrying amounts of existing assets and liabilities and their respective tax bases. Deferred tax assets and liabilities are measured using enacted tax rates scheduled to be in effect when temporary differences are expected to be recovered or settled. The effect of a change in enacted tax rates on the deferred tax assets and liabilities is recognized in income in the financial statement period when the new tax rates are enacted. The Company assesses the realizability of its deferred tax assets annually and records a valuation allowance when it is determined more likely than not that a deferred tax asset will not be realized in full.

EQUITECH INT'L CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
DECEMBER 31, 2022

**Note A**  
**Summary of Significant Accounting Policies (Continued)**

The Company accounts for the uncertainty in income taxes as prescribed by the minimum probability threshold that a tax position must meet before a financial statement benefit is recognized. The minimum threshold is defined as a tax position that is more likely than not to be sustained upon examination by the applicable taxing authority, including resolution of any related appeals or litigation processes, based on the technical merits of the position. The tax benefit to be recognized is measured as the largest amount of benefit that is greater than 50% likely of being realized upon ultimate settlement. There were no uncertain tax positions as of December 31, 2022.

The Company is no longer subject to Federal or State income tax examination for calendar years prior to 2019.

**Fair Value of Financial Instruments:**

The Company's financial instruments, including cash, accounts receivable, accounts payable, and accrued liabilities, are carried at cost, which approximates their fair value because of the short-term nature of these financial instruments. The carrying value of notes payable are based on the instruments' interest rate, terms, maturity date and collateral, if any, in comparison to the Company's incremental borrowing rate for similar financial instruments.

**Leases:**

The Company adopted ASC 842 - Leases effective January 1, 2022, with all the available practical expedients, retrospectively at the beginning of the period of adoption. There was no retained earnings impact on the adoption of ASC 842. The Company recognizes and measures its leases in accordance with ASC 842 Leases. The Company determines if an arrangement is a lease, or contains a lease, at inception of a contract and when the terms of an existing contract are changed. The Company recognizes a lease liability and a right of use (ROU) asset at the commencement date of each lease. The lease liability is initially and subsequently recognized based on the present value of the contract's future lease payments.

Variable payments are included in the future lease payments when those variable payments depend on an index or a rate. The discount rate is the implicit rate, if it is readily determinable, or the Company's incremental borrowing rate. The Company's incremental borrowing rate for a lease is the rate of interest it would have to pay on a collateralized basis to borrow an amount equal to the lease payments under similar terms and in a similar economic environment.



EQUITECH INT'L CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
DECEMBER 31, 2022

**Note A**  
**Summary of Significant Accounting Policies (Continued)**

The Company has elected to not recognize ROU assets and lease liabilities for short-term leases that have a lease term of 12 months or less at lease commencement and do not include an option to purchase the underlying asset that the Company is reasonably certain to exercise. The Company recognizes lease costs associated with its short-term leases on a straight-line basis over the lease term. When contracts contain lease and non-lease components, the Company accounts for both components as a single lease component. As of December 31, 2022, the Company had one outstanding lease (see Note G) to evaluate for adoption of ASC 842. It was determined that the recording of the ROU asset and lease liability would not cause the consolidated financial statements to be misstated. The lease agreement ended effective February 10, 2023, and will continue month-to-month as a new agreement has not been reached.

**Note B**  
**Notes Payable**

Notes payable consists of unsecured agreements with certain stockholders and other employees. The notes bear interest at fixed rates ranging from 0% to 10% and are due upon demand. The total outstanding balance as of December 31, 2022, was \$265,724. Certain agreements, if elected, can be converted to shares of common stock.

**Note C**  
**Stock-Based Compensation**

During 2021, the Company's Board approved a stock option plan for employees, directors, officers, and other service providers of the Company (the "Equity Plan"). The Equity Plan provided the Board the authority to grant options to purchase up to 620,000 shares of common stock. The option exercise price for each grant of incentive stock option shall not be less than the fair market value of a share on the grant date. Fair market value of each share is determined by the amount of the obligation being exchanged compared to the amount of options granted, agreed upon by both parties. The options generally vest 100% after the first year of service following the grant date. Certain options were granted with an immediate vesting. The options expire as set forth by the Board, but not more than 10 years from the date of grant.

EQUITECH INT'L CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
DECEMBER 31, 2022

**Note C**  
**Stock Options (Continued)**

A summary of the Company's common stock option activity and related information is as follows:

	<u>Options</u>	<u>Weighted Average Exercise Price</u>	<u>Weighted Average Remaining Contractual Term (in years)</u>
Outstanding at January 1, 2022	398,132	\$ 5.00	10.00
Granted	210,854	5.00	10.00
Exercised	-	-	
Forfeited	-	-	
Outstanding at December 31, 2022	<u>608,986</u>	5.00	10.00
Vested and exercisable at December 31, 2022	<u>608,986</u>	5.00	10.00
Vested and expected to vest at December 31, 2022	<u>608,986</u>	\$ 5.00	10.00

As of December 31, 2022, there was no unrecognized stock-based compensation. During the year ended December 31, 2022, the weighted average grant date fair value of common stock options granted was \$5.36.

**Note D**  
**Stockholders' Equity**

The Company has two classes of preferred stock: Class A Preferred Stock and Class B Preferred Stock (collectively, "Preferred Stock"). The Board of Directors of the Company establishes the rights, privileges, voting, liquidation preference, series, convertibility, dividend and redemption provisions of the Preferred Stock. The holders of the Preferred Stock are entitled to dividends at a rate established by the Board of Directors with Priority over the holders of common stock. Upon dissolution, the holders of Preferred Stock will hold first priority over the holders of common stock. Upon dissolution, the holders of Preferred Stock will hold first priority of the liquidation value of the remaining assets of the Company. All outstanding preferred shares are convertible at \$1.00 per share at a rate of 1 to 3 shares of common stock, depending on the stockholder's agreement.

EQUITECH INT'L CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
DECEMBER 31, 2022

**Note E**  
**Revenue From Contracts With Customers**

The revenue by service line consists of the following for the year ended December 31, 2022:

	<u>Amount</u>
Parts sales	\$ 64,798
System sales	784,129
Design services	25,315
Maintenance and repair services	10,400
Shipping	21,638
Unit rentals	<u>16,500</u>
Total revenue from contracts with customers	<u>\$ 922,780</u>

**Note F**  
**Income Taxes**

The tax effects of temporary differences that give rise to significant portions of the deferred tax asset at December 31, 2022, consist of:

	<u>Amount</u>
<u>Deferred tax asset:</u>	
Available net operating loss carryforwards	\$ 1,979,025
Valuation allowance	<u>(1,979,025)</u>
Net deferred tax asset	<u>\$ -</u>

As of December 31, 2022, the Company has generated a net operating loss ("NOL") carryforward for tax purposes of approximately \$9,369,000, which can be carried forward to offset future taxable income. The NOL carryovers created prior to 2017 amount to approximately \$7,653,000 and expire 20 years from the year generated. The NOL carryovers created beginning in 2018 amount to approximately \$1,716,000 and do not expire, but are limited to the 80% of income limitation. No benefit for income taxes has been recorded due to the uncertainty of the realization of any tax assets, accordingly, the Company recorded a full valuation allowance on the deferred tax asset as of December 31, 2022.

As of December 31, 2020, the Company had tax liens with federal and state governments filed in 2013 of approximately \$354,000 and \$70,000, respectively. During 2021 and 2022, the statute of limitations on certain liens ended causing the liabilities to expire totaling approximately \$293,000 for federal liens and \$50,000 for state liens. As of December 31, 2022, the Company has outstanding tax liens with federal and state governments of approximately \$61,200 and \$7,900, respectively. These amounts are included in income taxes payable on the consolidated balance sheet. Interest expense accrued on these liens totaled approximately \$100 for the year ended December 31, 2022.

EQUITECH INT'L CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
DECEMBER 31, 2022

**Note G**  
**Commitments and Contingencies**

Operating Leases:

On February 10, 2021, the Company entered into a Strategic Alliance Agreement with four other companies to consolidate expenses and integrate commercial synergies between all parties. Prior to this agreement, the Company leased office space under a noncancelable operating lease agreement that was set to expire in September 2023. The lease agreement was cancelled upon execution of the Strategic Alliance Agreement with no penalty. As part of the Strategic Alliance Agreement, a facility was leased in which the Company's portion of the rent is \$1,250 per month for 24 months.

At December 31, 2022, future minimum lease payments under the noncancelable operating lease were as follows:

<u>Year Ending December 31</u>	<u>Amount</u>
2023	\$ <u><u>2,500</u></u>

Rent expense under this agreement totaled \$24,100 for the year ended December 31, 2022.

**Note H**  
**Concentrations**

Significant Vendor:

A significant vendor is defined as one from which the company receives at least 10% its total purchases. For the period ended December 31, 2022, the Company had purchases from one supplier totaling approximately \$331,800, which comprised approximately 65% of the Company's annual purchases. The accounts payable balance included approximately \$97,200 to this vendor at December 31, 2022.

Significant Customer:

A significant customer is defined as one from whom at least 10% of annual revenue is derived. The Company had sales to four customers totaling approximately \$661,000, which comprised approximately 72% of annual revenues for the year ended December 31, 2022. The accounts receivable balance included approximately \$31,000 from these four customers at December 31, 2022.

**Note I**  
**Subsequent Events**

The Company evaluated subsequent events through February 24, 2023, when these financial statements were available to be issued. The Company is not aware of any additional significant events that occurred subsequent to the balance sheet date, but prior to the filing of this report, that would have a material impact on the consolidated financial statements.

# Disclosure Statement Pursuant to the Pink Basic Disclosure Guidelines

## Equitech Int'l Corp

7711 Idlewild Rd. Indian Trail, NC 28079

(704) 882 4624

<https://equitechintl.com/>

[info@equitechintl.com](mailto:info@equitechintl.com)

334513

## Annual Report

For the period ending December 31, 2022 (the "Reporting Period")

### Outstanding Shares

The number of shares outstanding of our Common Stock was:

1,453,072 as of March 15, 2023

1,453,072 as of December 31, 2022

### Shell Status

Indicate by check mark whether the company is a shell company (as defined in Rule 405 of the Securities Act of 1933, Rule 12b-2 of the Exchange Act of 1934 and Rule 15c2-11 of the Exchange Act of 1934):

Yes:  No:

Indicate by check mark whether the company's shell status has changed since the previous reporting period:

Yes:  No:

### Change in Control

Indicate by check mark whether a Change in Control<sup>5</sup> of the company has occurred over this reporting period:

Yes:  No:

<sup>5</sup> "Change in Control" shall mean any events resulting in:

(i) Any "person" (as such term is used in Sections 13(d) and 14(d) of the Exchange Act) becoming the "beneficial owner" (as defined in Rule 13d-3 of the Exchange Act), directly or indirectly, of securities of the Company representing fifty percent (50%) or more of the total voting power represented by the Company's then outstanding voting securities;

(ii) The consummation of the sale or disposition by the Company of all or substantially all of the Company's assets;

(iii) A change in the composition of the Board occurring within a two (2)-year period, as a result of which fewer than a majority of the directors are directors immediately prior to such change; or

(iv) The consummation of a merger or consolidation of the Company with any other corporation, other than a merger or consolidation which would result in the voting securities of the Company outstanding immediately prior thereto continuing to represent (either by remaining outstanding or by being converted into voting securities of the surviving entity or its parent) at least fifty percent (50%) of the total voting power represented by the voting securities of the Company or such surviving entity or its parent outstanding immediately after such merger or consolidation.

**1) Name and address(es) of the issuer and its predecessors (if any)**

In answering this item, provide the current name of the issuer any names used by predecessor entities, along with the dates of the name changes.

NUSTAR CORPORATION

Date of the name change: March 18th, 1996

The state of incorporation or registration of the issuer and of each of its predecessors (if any) during the past five years; Please also include the issuer's current standing in its state of incorporation (e.g. active, default, inactive):

Nevada State

Current Standing: Active

Describe any trading suspension orders issued by the SEC concerning the issuer or its predecessors since inception:

Suspension since 2000 due to lack of filings and disclosure

List any stock split, stock dividend, recapitalization, merger, acquisition, spin-off, or reorganization either currently anticipated or that occurred within the past 12 months:

Reverse Stock Split of issued and outstanding stock completed on May 18, 2021: 100 to 1

Reverse Stock Split of authorized stock completed on May 18, 2021: 10 to 1

Acquisition of CompSQL USA completed on July 23, 2021

The address(es) of the issuer's principal executive office:

7711 Idlewild Rd.

Indian Trail, NC 28079

The address(es) of the issuer's principal place of business:

*Check if principal executive office and principal place of business are the same address:*

\_\_\_\_\_

Has the issuer or any of its predecessors been in bankruptcy, receivership, or any similar proceeding in the past five years?

No:  Yes:  If Yes, provide additional details below:

\_\_\_\_\_

**2) Security Information**

**Transfer Agent**

Name: Issuer Direct Corporation

Phone: (801) 272 9294 ext 771

Email: Julie.Felix@issuerdirect.com

Address: 1981 Murray Holladay Rd. Ste 100, SLC UT, 84117

**Publicly Quoted or Traded Securities:**

*The goal of this section is to provide a clear understanding of the share information for its publicly quoted or traded equity securities. Use the fields below to provide the information, as applicable, for all outstanding classes of securities that are publicly traded/quoted.*

Trading symbol:	<u>EQTL</u>	
Exact title and class of securities outstanding:	<u>Common Share</u>	
CUSIP:	<u>294935200</u>	
Par or stated value:	<u>0.001</u>	
Total shares authorized:	<u>12,500,000</u>	<u>as of date: 12/31/2022</u>
Total shares outstanding:	<u>1,453,072</u>	<u>as of date: 12/31/2022</u>
Total number of shareholders of record:	<u>666</u>	<u>as of date: 12/31/2022</u>

*All additional class(es) of publicly quoted or traded securities (if any):*

Trading symbol:	_____	
Exact title and class of securities outstanding:	_____	
CUSIP:	_____	
Par or stated value:	_____	
Total shares authorized:	_____	<u>as of date: _____</u>
Total shares outstanding:	_____	<u>as of date: _____</u>
Total number of shareholders of record:	_____	<u>as of date: _____</u>

Trading symbol:	_____	
Exact title and class of securities outstanding:	_____	
CUSIP:	_____	
Par or stated value:	_____	
Total shares authorized:	_____	<u>as of date: _____</u>
Total shares outstanding:	_____	<u>as of date: _____</u>
Total number of shareholders of record:	_____	<u>as of date: _____</u>

**Other classes of authorized or outstanding equity securities:**

*The goal of this section is to provide a clear understanding of the share information for its other classes of authorized or outstanding equity securities (e.g. preferred shares). Use the fields below to provide the information, as applicable, for all other authorized or outstanding equity securities.*

Exact title and class of the security:	<u>Preferred Share A</u>	
CUSIP (if applicable):	_____	
Par or stated value:	<u>0.001</u>	
Total shares authorized:	<u>2,000,000</u>	<u>as of date: 12/31/2022</u>
Total shares outstanding (if applicable):	<u>179,906</u>	<u>as of date: 12/31/2022</u>
Total number of shareholders of record (if applicable):	<u>44</u>	<u>as of date: 12/31/2022</u>

Exact title and class of the security:	<u>Preferred Share B</u>	
CUSIP (if applicable):	_____	
Par or stated value:	<u>0.001</u>	

Total shares authorized:	<u>1,000,000</u>	<u>as of date: 12/31/2022</u>
Total shares outstanding (if applicable):	<u>0</u>	<u>as of date: 12/31/2022</u>
Total number of shareholders of record (if applicable):	<u>      </u>	<u>as of date: _____</u>

**Security Description:**

*The goal of this section is to provide a clear understanding of the material rights and privileges of the securities issued by the company. Please provide the below information for each class of the company's equity securities, as applicable:*

**1. For common equity, describe any dividend, voting and preemption rights.**

Common shareholders are granted six rights: voting power, ownership, the right to transfer ownership, dividends, the right to inspect corporate documents, and the right to sue for wrongful acts. The corporation has the authority to issue up to 12,500,000 shares, \$0.001 par value per share. Each share entitles the holder thereof to one vote and to share ratably in any dividend declared on the common stock.

**2. For preferred stock, describe the dividend, voting, conversion, and liquidation rights as well as redemption or sinking fund provisions.**

The corporation has the authority to issue up to 2,000,000 shares, \$0.001 par value per share, of which 179,906 have been designated as Series A Preferred. Out of 179,906 preferred shares, there are 6,000 shares have the right to convert 1 preferred share to 1 common share; 87,265 preferred shares convert to 2 common shares; 66,641 preferred shares convert to 3 common shares; 15,000 preferred shares convert to 25,000 common shares.

**3. Describe any other material rights of common or preferred stockholders.**

None

**4. Describe any material modifications to rights of holders of the company's securities that have occurred over the reporting period covered by this report.**

None.

**3) Issuance History**

The goal of this section is to provide disclosure with respect to each event that resulted in any changes to the total shares outstanding of any class of the issuer's securities **in the past two completed fiscal years and any subsequent interim period.**

Disclosure under this item shall include, in chronological order, all offerings and issuances of securities, including debt convertible into equity securities, whether private or public, and all shares, or any other securities or options to acquire such securities, issued for services. Using the tabular format below, please describe these events.

**A. Changes to the Number of Outstanding Shares**

Indicate by check mark whether there were any changes to the number of outstanding shares within the past two completed fiscal years:

No:  Yes:  (If yes, you must complete the table below)



Shares Outstanding as of Second Most Recent Fiscal Year End: <u>Opening Balance</u>			*Right-click the rows below and select "Insert" to add rows as needed.						
Date 01/01/2021 Common: 120,095,830 Preferred: 229,906									
Date of Transaction	Transaction type (e.g. new issuance, cancellation, shares returned to treasury)	Number of Shares Issued (or cancelled)	Class of Securities	Value of shares issued (\$/per share) at Issuance	Were the shares issued at a discount to market price at the time of issuance? (Yes/No)	Individual/ Entity Shares were issued to.  *You must disclose the control person(s) for any entities listed.	Reason for share issuance (e.g. for cash or debt conversion) -OR- Nature of Services Provided	Restricted or Unrestricted as of this filing.	Exemption or Registration Type.
08/30/2021	New Issuance	3,750	Common	\$10.00	No	Bridge Investor Group Majid Babaie	Debt Conversion	Restricted	4(a)(2)
08/30/2021	New Issuance	5,530	Common	\$10.00	No	Bridge Technology Center, LLC Majid Babaie	Debt Conversion	Restricted	4(a)(2)
08/30/2021	New Issuance	26,471	Common	\$10.00	No	Italia Investments, LLC Haresh Italia	Investment	Restricted	4(a)(2)
08/30/2021	New Issuance	115,200	Common	\$10.00	No	bridgeTec, Inc Majid Babaie	Investment	Restricted	4(a)(2)
08/30/2021	New Issuance	111,812	Common	\$10.00	No	PB&J Consulting, LLC Jonathan Babaie	Investment	Restricted	4(a)(2)
08/30/2021	New Issuance	111,812	Common	\$10.00	No	Salazar Consulting, LLC Christian Salazar	Investment	Restricted	4(a)(2)
09/03/2021	Cancel Certificate	27,116	Common	\$10.00	No	Terry Martin		Restricted	
09/03/2021	Cancel Certificate	40,120	Common	\$10.00	No	Anh Nguyen		Restricted	

09/03/2021	<u>Cancel Certificate</u>	<u>3,466</u>	<u>Common</u>	<u>\$10.00</u>	<u>No</u>	<u>Anh Nguyen</u>		<u>Restricted</u>	
09/03/2021	<u>Cancel Certificate</u>	<u>25,200</u>	<u>Common</u>	<u>\$10.00</u>	<u>No</u>	<u>Jaime Gomez</u>		<u>Restricted</u>	
09/03/2021	<u>Cancel Certificate</u>	<u>9,500</u>	<u>Common</u>	<u>\$10.00</u>	<u>No</u>	<u>Lewis Baylor</u>		<u>Restricted</u>	
09/03/2021	<u>Cancel Certificate</u>	<u>1,000</u>	<u>Common</u>	<u>\$10.00</u>	<u>No</u>	<u>George Fischer</u>		<u>Restricted</u>	
09/03/2021	<u>Cancel Certificate</u>	<u>4,266</u>	<u>Common</u>	<u>\$10.00</u>	<u>No</u>	<u>Robert Furlan</u>		<u>Restricted</u>	
09/03/2021	<u>Cancel Certificate</u>	<u>5,000</u>	<u>Common</u>	<u>\$10.00</u>	<u>No</u>	<u>Robert Barnett</u>		<u>Restricted</u>	
09/03/2021	<u>Cancel Certificate</u>	<u>5,000</u>	<u>Common</u>	<u>\$10.00</u>	<u>No</u>	<u>Joseph Golba</u>		<u>Restricted</u>	
09/03/2021	<u>Cancel Certificate</u>	<u>30,000</u>	<u>Common</u>	<u>\$10.00</u>	<u>No</u>	<u>Donald Skelton</u>		<u>Restricted</u>	
09/03/2021	<u>New Issuance</u>	<u>31,605</u>	<u>Common</u>	<u>\$10.00</u>	<u>No</u>	<u>Anh Nguyen</u>	<u>Debt Conversion</u>	<u>Restricted</u>	<u>4(a)(2)</u>
09/03/2021	<u>New Issuance</u>	<u>10,000</u>	<u>Common</u>	<u>\$10.00</u>	<u>No</u>	<u>Jaime Gomez</u>	<u>Debt Conversion</u>	<u>Restricted</u>	<u>4(a)(2)</u>
09/03/2021	<u>New Issuance</u>	<u>600</u>	<u>Common</u>	<u>\$10.00</u>	<u>No</u>	<u>George Fischer</u>	<u>Debt Conversion</u>	<u>Restricted</u>	<u>4(a)(2)</u>
12/27/2021	<u>New Issuance</u>	<u>500</u>	<u>Common</u>	<u>\$10.00</u>	<u>No</u>	<u>Claude O'Donovan</u>	<u>Debt Conversion</u>	<u>Restricted</u>	<u>4(a)(2)</u>
12/27/2021	<u>New Issuance</u>	<u>5,000</u>	<u>Common</u>	<u>\$10.00</u>	<u>No</u>	<u>Gerhard Pausch</u>	<u>Debt Conversion</u>	<u>Restricted</u>	<u>4(a)(2)</u>
12/27/2021	<u>New Issuance</u>	<u>500</u>	<u>Common</u>	<u>\$10.00</u>	<u>No</u>	<u>Jeffrey R Floyd</u>	<u>Debt Conversion</u>	<u>Restricted</u>	<u>4(a)(2)</u>
12/27/2021	<u>New Issuance</u>	<u>500</u>	<u>Common</u>	<u>\$10.00</u>	<u>No</u>	<u>John Floyd</u>	<u>Debt Conversion</u>	<u>Restricted</u>	<u>4(a)(2)</u>
12/27/2021	<u>New Issuance</u>	<u>9,000</u>	<u>Common</u>	<u>\$10.00</u>	<u>No</u>	<u>Mennie Machine Contract Services Inc</u> <u>Bill Mennie</u>	<u>Debt Conversion</u>	<u>Restricted</u>	<u>4(a)(2)</u>
12/27/2021	<u>New Issuance</u>	<u>500</u>	<u>Common</u>	<u>\$10.00</u>	<u>No</u>	<u>Rodney A Floyd</u>	<u>Debt Conversion</u>	<u>Restricted</u>	<u>4(a)(2)</u>
12/27/2021	<u>New Issuance</u>	<u>4,400</u>	<u>Common</u>	<u>\$10.00</u>	<u>No</u>	<u>J. Roger Floyd</u>	<u>Debt Conversion</u>	<u>Restricted</u>	<u>4(a)(2)</u>

12/27/2021	New Issuance	400	Common	\$10.00	No	Kayla Thompson	Debt Conversion	Restricted	4(a)(2)
12/27/2021	New Issuance	400	Common	\$10.00	No	Bryan Coats	Debt Conversion	Restricted	4(a)(2)
12/27/2021	New Issuance	2,100	Common	\$10.00	No	Sheldon & Karen Roush	Debt Conversion	Restricted	4(a)(2)
12/27/2021	New Issuance	25,610	Common	\$10.00	No	Thomas Merryweather	Debt Conversion	Restricted	4(a)(2)
12/29/2021	New Issuance	1,000	Common	\$10.00	No	RBC Capital LLC Jacob Nelson	Preferred shares Conversion	Restricted	4(a)(2)
Shares Outstanding on Date of This Report:									
	Ending Balance:	Balance							
Date 12/31/2022	Common:	1,453,072							
	Preferred:	179,906							

**Example:** A company with a fiscal year end of December 31<sup>st</sup>, in addressing this item for its Annual Report, would include any events that resulted in changes to any class of its outstanding shares from the period beginning on January 1, 2021 through December 31, 2022 pursuant to the tabular format above.

Use the space below to provide any additional details, including footnotes to the table above:

**Notes:**

1. The names associated with the entities that Equitech issued shares to are the contact individuals.
2. Reverse Stock Split of issued and outstanding stock completed on May 18, 2021: 100 to 1
3. Reverse Stock Split of authorized stock completed on May 18, 2021: 10 to 1

**B. Promissory and Convertible Notes**

Indicate by check mark whether there are any outstanding promissory, convertible notes, convertible debentures, or any other debt instruments that may be converted into a class of the issuer's equity securities:

No:  Yes:  (If yes, you must complete the table below)

Date of Note Issuance	Outstanding Balance (\$)	Principal Amount at Issuance (\$)	Interest Accrued (\$)	Maturity Date	Conversion Terms (e.g. pricing mechanism for determining conversion of instrument to shares)	Name of Noteholder. <small>*You must disclose the control person(s) for any entities listed.</small>	Reason for Issuance (e.g. Loan, Services, etc.)

<u>05/23/2022</u>	<u>\$2,500.00</u>	<u>\$2,500.00</u>	<u>\$109.36</u>	<u>05/23/2024</u>	<u>\$6.67</u>	<u>bridgeTec, Inc</u> <u>Majid Babaie</u>	<u>Convertible</u> <u>Loan</u>
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____

Use the space below to provide any additional details, including footnotes to the table above:

**Notes:** The names associated with the entities that Equitech issued shares to are the contact individuals.

#### 4) Issuer's Business, Products and Services

The purpose of this section is to provide a clear description of the issuer's current operations. (Please ensure that these descriptions are updated on the Company's Profile on [www.otcmarkets.com](http://www.otcmarkets.com)).

A. Summarize the issuer's business operations (If the issuer does not have current operations, state "no operations")

Equitech is positioned to become a global leader of opto-electronic solutions (device + software) capable of in-line measurements in manufacturing processes. Equitech systems will be used in batch or continuous processes and are capable of measuring properties such as color, composition, thickness, turbidity, haze, warpage, flatness, socket pin coplanarity, socket pin 3D coordinates, etc. Typical industries that can use our products are semiconductors, biomedical, advanced electronics, packaging, paper, plastics, chemical, food, pharmaceutical, cosmetics, paint, inks, water treatment industries, and many others.

Equitech Customized Solutions (CS) market segment encompasses all opto-electronic products that are designed, developed, and manufactured for specific functions that satisfy certain customer needs. The products are not classified in any of the other business sectors.

Equitech will participate in a few major business sectors: UV-Vis spectroscopy and customize solutions.

B. List any subsidiaries, parent company, or affiliated companies.

Equitech now owns approximately 81% of CompSOL. CompSOL has capabilities to produce opto-electronic devices used for the in-line measurement of key processing variables in many industries. With this acquisition, Equitech has repositioned itself as a provider of "Optoelectronic Solutions for Process Management".

In addition to the engineering and manufacturing capabilities, CompSOL provides Equitech with a diversified product line and an immediate stream of revenue generating products with contracts already established. CompSOL invested on a new manufacturing facility to produce fiber-optic probes and a new laboratory space for the quality control of Equitech's UV-Vis spectrophotometers.

M&M Technology (MMTI) provides printed circuit boards and contract manufacturing services to the industrial, automotive, computer, and telecommunication industries in North America. MMTI also provides box-level integrations and assembly including panel assemblies and related subassemblies. CompSOL will subcontract with MMTI some of the subassemblies required by Equitech.

C. Describe the issuers' principal products or services.

Equitech's products consist of opto-electronic devices developed to measure different variables in production (in-line, real-time) in a variety of process environments.

## 5) Issuer's Facilities

The goal of this section is to provide a potential investor with a clear understanding of all assets, properties or facilities owned, used or leased by the issuer and the extent in which the facilities are utilized.

In responding to this item, please clearly describe the assets, properties, or facilities of the issuer, give the location of the principal plants and other property of the issuer and describe the condition of the properties. If the issuer does not have complete ownership or control of the property (for example, if others also own the property or if there is a mortgage on the property), describe the limitations on the ownership.

If the issuer leases any assets, properties, or facilities, clearly describe them as above and the terms of their leases.

In March 2021, Equitech relocated its manufacturing facilities to Indian Trail, a suburb of Charlotte, North Carolina where it shares 25,000 sq. ft. with its strategic alliance partners. The site has dedicated areas for each of the companies: bridgeTec, Lumia Group, Optoniks, CompSOL, M&M Technology, and Equitech. The manufacturing site has a stock room for inventory parts, several conference rooms, and a packaging and shipping area. CompSOL has several dedicated rooms for opto-electronic assembly. Equitech enjoys 3 areas: a QC laboratory that serves also as an office, a manufacturing line on the main floor, and a brand-new probe assembly area on the second floor.

On January 1, 2022, Equitech consolidated its corporate headquarters and manufacturing facilities in Indian Trail, NC.

## 6) Officers, Directors, and Control Persons

Using the table below, please provide information, as of the period end date of this report, regarding any officers, or directors of the company, individuals or entities controlling more than 5% of any class of the issuers securities, or any person that performs a similar function, regardless of the number of shares they own. **If any insiders listed are corporate shareholders or entities, provide the name and address of the person(s) beneficially owning or controlling such corporate shareholders, or the name and contact information (City, State) of an individual representing the corporation or entity in the note section.**

Include Company Insiders who own any outstanding units or shares of any class of any equity security of the issuer.

The goal of this section is to provide an investor with a clear understanding of the identity of all the persons or entities that are involved in managing, controlling or advising the operations, business development and disclosure of the issuer, as well as the identity of any significant or beneficial shareholders.

Name of Officer/Director or Control Person	Affiliation with Company (e.g. Officer Title /Director/Owner of more than 5%)	Residential Address (City / State Only)	Number of shares owned	Share type/class	Ownership Percentage of Class Outstanding	Note
<u>Donald Skelton</u>	<u>Owner of more than 5%</u>	<u>Naples, FL</u>	<u>185,598</u>	<u>Common</u>	<u>12.2663%</u>	<u>Number of shares owned comprised of 125,600 common shares and 59,998 stock options exercisable immediately</u>
<u>Ronald Floyd</u>	<u>Chairman and</u>	<u>Aiken, SC</u>	<u>144,568</u>	<u>Common</u>	<u>9.7952%</u>	<u>Number of shares owned comprised</u>

	<u>Owner of more than 5%</u>					<u>of 121,727 common shares and 22,841 stock options exercisable immediately</u>
<u>BridgeTec Inc</u> <u>Majid Babaie</u>	<u>Owner of more than 5%</u>	<u>Charlotte, NC</u>	<u>115,200</u>	<u>Common</u>	<u>7.9280%</u>	_____
<u>PB &amp; J Consulting LLC</u> <u>Jonathan Babaie</u>	<u>Owner of more than 5%</u>	<u>Charlotte, NC</u>	<u>111,812</u>	<u>Common</u>	<u>7.6949%</u>	_____
<u>Salazar Consulting LLC</u> <u>Christian Salazar</u>	<u>Owner of more than 5%</u>	<u>Charlotte, NC</u>	<u>111,812</u>	<u>Common</u>	<u>7.6949%</u>	
<u>Paula Bruton</u>	<u>Owner of more than 5%</u>	<u>FL</u>	<u>103,872</u>	<u>Common</u>	<u>7.1484%</u>	
<u>Anh Nguyen</u>	<u>Officer and owner of more than 5%</u>	<u>Wilsonville, OR</u>	<u>128,413</u>	<u>Common</u>	<u>8.2974%</u>	<u>Number of shares owned comprised of 33,855 common shares and 94,558 stock options exercisable immediately</u>
<u>Jaime Gomez</u>	<u>President/CEO and owner of more than 5%</u>	<u>Lawrenceville, NJ</u>	<u>228,678</u>	<u>Common</u>	<u>13.7118%</u>	<u>Number of shares owned comprised of 14,000 common shares and 214,678 stock options exercisable immediately</u>
<u>Fred Bosilevac</u>	<u>Director</u>	<u>Overland Park, KS</u>	<u>2,000</u>	<u>Common</u>	<u>0.1376%</u>	

**Notes:** The names associated with the entities that Equitech issued shares to are the contact individuals.

## 7) Legal/Disciplinary History

A. Identify whether any of the persons or entities listed above have, in the past 10 years, been the subject of:

1. A conviction in a criminal proceeding or named as a defendant in a pending criminal proceeding (excluding traffic violations and other minor offenses);

None

2. The entry of an order, judgment, or decree, not subsequently reversed, suspended or vacated, by a court of competent jurisdiction that permanently or temporarily enjoined, barred, suspended or otherwise limited such person's involvement in any type of business, securities, commodities, or banking activities;

None

3. A finding or judgment by a court of competent jurisdiction (in a civil action), the Securities and Exchange Commission, the Commodity Futures Trading Commission, or a state securities regulator of a violation of federal or state securities or commodities law, which finding or judgment has not been reversed, suspended, or vacated; or

None

4. The entry of an order by a self-regulatory organization that permanently or temporarily barred, suspended, or otherwise limited such person's involvement in any type of business or securities activities.

None

- B. Describe briefly any material pending legal proceedings, other than ordinary routine litigation incidental to the business, to which the issuer or any of its subsidiaries is a party or of which any of their property is the subject. Include the name of the court or agency in which the proceedings are pending, the date instituted, the principal parties thereto, a description of the factual basis alleged to underlie the proceeding and the relief sought. Include similar information as to any such proceedings known to be contemplated by governmental authorities.

None

## **8) Third Party Service Providers**

Provide the name, address, telephone number and email address of each of the following outside providers. You may add additional space as needed.

Securities Counsel (must include Counsel preparing Attorney Letters).

Name: James G. Dodrill  
Firm: The Law Office of James G. Dodrill, P.A  
Address 1: 5800 Hamilton Way, Boca Raton, FL 33496  
Address 2:  
Phone: 561-862-0529  
Email: jim@jimdodrill.com

Accountant or Auditor

Name: Julie Ayers  
Firm: Aprio, LLP  
Address 1: 212 W. Matthews St. Ste 102 Matthews, NC 28105  
Address 2:  
Phone: 704-841-1120  
Email: Julie.ayers@aprio.com

Investor Relations

Name: \_\_\_\_\_

Firm: \_\_\_\_\_  
Address 1: \_\_\_\_\_  
Address 2: \_\_\_\_\_  
Phone: \_\_\_\_\_  
Email: \_\_\_\_\_

*All other means of Investor Communication:*

Twitter: \_\_\_\_\_  
Discord: \_\_\_\_\_  
LinkedIn: \_\_\_\_\_  
Facebook: \_\_\_\_\_  
[Other ] \_\_\_\_\_

#### Other Service Providers

Provide the name of any other service provider(s) that **that assisted, advised, prepared, or provided information with respect to this disclosure statement**. This includes counsel, broker-dealer(s), advisor(s), consultant(s) or any entity/individual that provided assistance or services to the issuer during the reporting period.

Name: \_\_\_\_\_  
Firm: \_\_\_\_\_  
Nature of Services: \_\_\_\_\_  
Address 1: \_\_\_\_\_  
Address 2: \_\_\_\_\_  
Phone: \_\_\_\_\_  
Email: \_\_\_\_\_

### 9) Financial Statements

A. The following financial statements were prepared in accordance with:

- IFRS  
 U.S. GAAP

B. The following financial statements were prepared by (name of individual)<sup>6</sup>:

Name: Anh Nguyen  
Title: Director of Administration and Finance  
Relationship to Issuer: Employee

Describe the qualifications of the person or persons who prepared the financial statements: Ms. Nguyen received her B.A. from Washington State University, M.B.A. from Western Michigan University, and Master in Accounting from Florida Atlantic University

Provide the following financial statements for the most recent fiscal year or quarter. For the initial disclosure statement (qualifying for Pink Current Information for the first time) please provide reports for the two previous fiscal years and any subsequent interim periods.

- a. Audit letter, if audited;

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<sup>6</sup> The financial statements requested pursuant to this item must be prepared in accordance with US GAAP or IFRS and by persons with sufficient financial skills.



- b. Balance Sheet;
- c. Statement of Income;
- d. Statement of Cash Flows;
- e. Statement of Retained Earnings (Statement of Changes in Stockholders' Equity)
- f. Financial Notes

## 10) Issuer Certification

### *Principal Executive Officer:*

The issuer shall include certifications by the chief executive officer and chief financial officer of the issuer (or any other persons with different titles but having the same responsibilities) in each Quarterly Report or Annual Report.

The certifications shall follow the format below:

I, Jaime Gomez certify that:

1. I have reviewed this Disclosure Statement for Equitech Int'l Corp;
2. Based on my knowledge, this disclosure statement does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this disclosure statement; and
3. Based on my knowledge, the financial statements, and other financial information included or incorporated by reference in this disclosure statement, fairly present in all material respects the financial condition, results of operations and cash flows of the issuer as of, and for, the periods presented in this disclosure statement.

03/15/2023

/s/ Jaime A Gomez [CEO's Signature]

(Digital Signatures should appear as "/s/ [OFFICER NAME]")

### *Principal Financial Officer:*

I, Anh Nguyen certify that:

1. I have reviewed this Disclosure Statement for Equitech Int'l Corp;
2. Based on my knowledge, this disclosure statement does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this disclosure statement; and
3. Based on my knowledge, the financial statements, and other financial information included or incorporated by reference in this disclosure statement, fairly present in all material respects the financial condition, results of operations and cash flows of the issuer as of, and for, the periods presented in this disclosure statement.

03/15/2023

/s/ Anh Nguyen[CFO's Signature]

(Digital Signatures should appear as "/s/ [OFFICER NAME]")