

CONCIERGE TECHNOLOGIES, INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS

	June 30, 2018	June 30, 2017
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 7,524,114	\$ 6,730,486
Accounts receivable, net	1,068,240	871,570
Accounts receivable - related parties	1,458,159	1,762,271
Inventories	931,065	444,274
Prepaid income tax and tax receivable	2,138,636	1,276,540
Investments	3,204,005	3,578,749
Other current assets	374,617	369,599
Total current assets	16,698,836	15,033,489
Restricted cash	13,536	14,870
Property and equipment, net	1,080,471	1,159,465
Goodwill	915,790	498,973
Intangible assets, net	2,995,231	899,276
Deferred tax assets, net	865,120	1,480,272
Other assets, long - term	532,165	509,538
Total assets	\$ 23,101,149	\$ 19,595,883
LIABILITIES, CONVERTIBLE PREFERRED STOCK, AND STOCKHOLDERS' EQUITY		
CURRENT LIABILITIES		
Accounts payable and accrued expenses	\$ 3,249,387	\$ 2,842,855
Expense waivers – related parties	662,650	589,093
Purchase consideration payable	1,205,000	-
Notes payable - related parties	3,500	3,500
Equipment loans	46,705	17,388
Total current liabilities	5,167,242	3,452,836
LONG TERM LIABILITIES		
Notes payable - related parties	600,000	600,000
Equipment loans, net of current portion	149,491	72,605
Deferred tax liabilities	208,419	258,601
Total liabilities	6,125,152	4,384,042
Commitments and Contingencies (Note 15)		
Convertible preferred stock, \$0.001 par value; 50,000,000 shares authorized Series B: 0 issued and outstanding at June 30, 2018 and 436,951 at June 30, 2017 ¹	-	2,011,934
	-	2,011,934
STOCKHOLDERS' EQUITY		
Preferred stock, \$0.001 par value; 50,000,000 authorized		
Series B: 436,951 issued and outstanding at June 30, 2018 and 0 at June 30, 2017	437	-
Common stock, \$0.001 par value; 900,000,000 shares authorized; 29,559,139 shares issued and outstanding at June 30, 2018 and June 30, 2017 ¹	29,559	29,559
Additional paid-in capital	9,186,132	7,174,635
Accumulated other comprehensive income	148,808	119,338
Retained earnings	7,611,061	5,876,375
Total stockholders' equity	16,975,997	13,199,907
Total liabilities, convertible preferred stock, and stockholders' equity	\$ 23,101,149	\$ 19,595,883

¹ Share amounts adjusted for 1:30 reverse stock split (Note 13)

These consolidated financial statements should be read in conjunction with the footnotes found
within our complete Form 10-K filed with the SEC on September 28, 2018

CONCIERGE TECHNOLOGIES, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF OPERATIONS

	<u>Year Ended</u> <u>June 30, 2018</u>	<u>Year Ended</u> <u>June 30, 2017</u>
Net revenue		
Fund management - related party	\$ 18,744,313	\$ 23,926,065
Food products	4,968,158	4,791,996
Security alarm monitoring	3,303,584	3,136,733
Beauty products and other	1,694,534	156,327
Net revenue	28,710,589	32,011,121
Cost of revenue	5,914,719	4,850,231
Gross profit	22,795,870	27,160,890
Operating expense		
General and administrative expense	4,828,241	5,627,235
Fund operations	4,933,437	5,431,408
Marketing and advertising	3,554,507	3,434,228
Depreciation and amortization	576,674	418,840
Salaries and compensation	6,096,232	5,519,079
Total operating expenses	19,989,091	20,430,790
Income from operations	2,806,779	6,730,100
Other (expense) income:		
Other (expense) income	(316,337)	64,039
Interest and dividend income	111,929	3,177
Interest expense	(101,089)	(21,582)
Total other (expense) income, net	(305,497)	45,634
Income before income taxes	2,501,282	6,775,734
Provision of income taxes	766,596	1,589,403
Net income	\$ 1,734,686	\$ 5,186,331
Weighted average shares of common stock		
Basic	29,559,139	29,559,139
Diluted	38,298,159	38,298,159
Net income per common share		
Basic	\$ 0.06	\$ 0.18
Diluted	\$ 0.05	\$ 0.14

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CONCIERGE TECHNOLOGIES, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	<u>Year Ended</u> <u>June 30, 2018</u>	<u>Year Ended</u> <u>June 30, 2017</u>
Net income	\$ 1,734,686	\$ 5,186,331
Other comprehensive income (loss):		
Foreign currency translation (loss) gain	(214,284)	113,444
Changes in short-term investment valuation	243,754	36,197
Comprehensive income	<u>\$ 1,764,156</u>	<u>\$ 5,335,972</u>

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