

Duos Technologies Group Reports Strong Full Year 2015 Results

Annual Revenue Growth of 61% to \$6.8 Million

JACKSONVILLE, FL -- (Marketwired) -- 03/31/16 -- Duos Technologies Group (OTCQB: DUOT), a provider of intelligent security analytical technology solutions, today reported strong operating results for the year ended December 31, 2015. Significant revenue growth, operating income improvements and efficiency and growing backlog of business all validate Duos' patented technology and services to its growing customer base. Of note, Duos has continued to grow organically from business operations.

Key Highlights:

- Revenues of \$6.8 Million for 2015, up 61% from 2014
- Revenues of \$1.8 Million in the Fourth Quarter of 2015
- Gross Margins Consistently above 50% for 2015
- Operating Loss of \$0.6 Million for 2015, Excluding One-Time Non-Cash Impairment Charge as a Result of the Merger
- Improved Balance Sheet with Increases in Cash, Working Capital and Shareholders Equity and Less Debt
- Upgraded and Released New Generation of Technology Platforms of praesidium 3.0 and centraco 3.0
- Completed significant improvements to Rail Inspection Portal Technology
- Awarded Contract by Class I Railroad for Proprietary Rail Inspection Portal as Image Portal for Mechanical Inspection
- Received Renewal of SAFETY Act Designation from the U.S. Department of Homeland Security

The increase in revenue is primarily the result of three quarters of operations reflecting the reverse merger with Duos Technologies, Inc., which was completed in April 2015 and reflects a more than doubling on project revenue as investments in sales and R&D over the past two years deliver significant return on investment and position our company to capture substantial market share within our target verticals. All revenue categories showed increases year-over-year including a more than 30% growth in IT asset management services, our legacy business prior to the reverse merger, as compared to its standalone business in 2014.

Gianni Arcaini, Chairman and CEO of Duos Technologies Group, stated, "We are thrilled to report this significant growth in our business and to share our excitement in our business prospects with our shareholders. We expect at least 25% year-over-year revenue growth in 2016, with a goal of operating profits. Our investment in R&D continues to be substantial, and I am particularly proud of the significant progress we have made towards achieving several important milestones in the evolution of our technology solutions. Our proprietary

technology solutions are being well-received by our customers in general and particularly in the rail industry which is undergoing a major shift in maintenance strategies to become safer and more efficient." Mr. Arcaini, added, "We have validated our technologies and applications with significant project awards, and we look forward to another year with strong revenue growth, as well as continued transparency and consistent communication with our shareholders."

Financial Results for the Year ended December 31, 2015:

Total revenue was \$6.8 million for the year ended December 31, 2015, a 61% increase from \$4.2 million for the same period of 2014. The revenue breakdown consisted of \$3.8 million of project revenue and \$3 million of maintenance, technical support and IT professional services.

Gross profit was \$3.6 million, or 53% gross profit margin. Operating expenses for the year ended, December 31, 2015 were \$5.8 million, an increase of \$1.5 million from \$4.3 million during the same period of 2014. The 36% increase in operating expenses was primarily due to a one-time, non-cash impairment loss of \$1.6 million as a result of the write-off of intangible assets associated with the merger with Duos Technologies, Inc. which was completed in April 2015. Excluding this one-time charge as well as a one-time write-off of accrued salaries, operating expenses slightly declined as a result of tight cost controls. This very low expense growth versus revenue is partially attributable to a reallocation of some expenses to cost of sales. On a "like-for-like" basis, the increase in overall operating expenses excluding one-time, non-cash charges was in line with the revenue growth.

The loss from operations for the year ended, December 31, 2015 was \$2.2 million, compared to \$1.6 million for the prior year 2014. The increase in loss from operations was primarily due to a one-time impairment loss of \$1.6 million from the write-off of intangible assets recorded in connection with the merger. Excluding this one-time, non-cash charge, the loss from ongoing operations was reduced by more than 41%.

Net loss for the year ended, December 31, 2015 was \$2.3 million, an increase from a net loss of \$2.1 million for the prior year 2014. The increase in net loss was due to the non-cash impairment loss of \$1.6 million for goodwill and intangible assets.

Duos Technologies Group, Inc.

Duos Technologies Group, Inc. (DUOT), based in Jacksonville, FL, provides intelligent security analytical technology solutions with a strong portfolio of intellectual property. The Company's core competencies include advanced intelligent technologies that are delivered through its proprietary integrated enterprise command and control platform, centraco $^{\text{TM}}$. The Company provides its broad range of technology solutions with an emphasis on mission critical security, inspection and operations within the rail, utilities, petrochemical, healthcare, and hospitality sectors.

For more information, check out: http://www.duostech.com.

Forward-Looking Statements

This press release contains forward-looking statements that involve substantial uncertainties and risks. These forward-looking statements are based upon our current expectations, estimates and projections and reflect our beliefs and assumptions based upon information available to us at the date of this release. We caution readers that forward-looking

statements are predictions based on our current expectations about future events. These forward-looking statements are not guarantees of future performance and are subject to risks, uncertainties and assumptions that are difficult to predict. Our actual results, performance or achievements could differ materially from those expressed or implied by the forward-looking statements as a result of a number of factors, including but not limited to, our expectations as to continued revenues growth and profitability in 2016 and beyond, our ability to raise working capital to further grow our business and the impact thereon of the going concern qualification in our auditors report for 2015, our business environment and industry trends, competitive environment, the sufficiency and availability of working capital, general changes in economic conditions and other risks and uncertainties described in our filings with the Securities and Exchange Commission, including our Annual Report Form 10-K for the year ended December 31, 2015. Any forward-looking statement made by us herein speaks only as of the date on which it is made. Factors or events that could cause our actual results to differ may emerge from time to time, and it is not possible for us to predict all of them. We undertake no obligation to revise or update any forward-looking statement for any reason.

DUOS TECHNOLOGIES GROUP, INC. AND SUBSIDIARIES CONSOLIDATED BALANCE SHEETS

| | De | cember 31, 2015 | | December 31, 2014 |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------|----|---------------------|----|----------------------|
| ASSETS | | | | |
| CURRENT ASSETS: | | | | |
| Cash | \$ | 140,129 | \$ | 85,435 |
| Accounts receivable Costs and estimated earnings in excess of billings on uncompleted contracts | | 452,235 421,116 | | 317,934 218,309 |
| Prepaid expenses and other current assets | | 165,095 | | 92,859 |
| Total Current Assets | | 1,178,575 | | 714,537 |
| Property and equipment, net | | 72,544 | | 44,883 |
| OTHER ASSETS: | | 57.000 | | 50.400 |
| Patents and trademarks, net | | 57,006 | _ | 52,496 |
| Total Other Assets | | 57,006 | | 52,496 |
| TOTAL ASSETS | \$ | 1,308,125 | \$ | 811,916 |
| LIABILITIES AND STOCKHOLDERS' EQUITY (DEFICIT) | | | | |
| CURRENT LIABILITIES: | _ | | | |
| Accounts payable Accounts payable - related party | \$ | 1,061,961 30,070 | \$ | 550,456 53,122 |
| Commercial insurance/office equipment financing | | 44,024 | | 33,055 |
| Notes payable-related parties | | 486,964 | | 75,000 |
| Notes payable | | 52,500 | | - |
| Convertible notes payable, including premiums Line of credit | | 338,058 40,216 | | 1,425,106 - |
| Payroll taxes payable | | 296,215 | | 600,181 |
| Accrued expenses | | 955,570 | | 694,498 |
| Billings in excess of costs and estimated earnings on uncompleted contracts | | 303,064 | | 153,783 |
| Deferred revenue Contingent lawsuit payable | | 908,206 550,000 | | 865,394 1,411,650 |
| | | · · · | _ | <u> </u> |
| Total Current Liabilities | | 5,066,848 | | 5,862,245 |
| Total Liabilities | | 5,066,848 | | 5,862,245 |
| Commitments and Contingencies | | | | |
| STOCKHOLDERS' EQUITY (DEFICIT): Preferred stock, \$0.001 par value 10,000,000 authorized, none issued or outstanding | | - | | - |
| Common stock: \$0.001 par value; 500,000,000 shares authorized 64,777,621 and 57,738,209 shares issued and issuable, and outstanding at December 31, 2015 and | | | | |
| December 31, 2014, respectively | | 64,778 | | 57,738 |
| Additional paid-in capital | | 17,127,675 | | 13,517,159 |
| Accumulated deficit | | (20,951,176) | | (18,625,226) |
| Total Stockholders' Equity (Deficit) | | (3,758,723) | | (5,050,329) |
| Total Liabilities and Stockholders' Equity (Deficit) | \$ | 1,308,125 | \$ | 811,916 |

DUOS TECHNOLOGIES GROUP, INC. AND SUBSIDIARIES **CONSOLIDATED STATEMENTS OF OPERATIONS**

| | For the Year Ended December 31, | | |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------|-------------------------------------------|--|
| | 2015 | 2014 | |
| REVENUES: Project Maintenance and technical support IT asset management services | \$ 3,758,653 2,481,183 527,927 | 2,399,527 | |
| Total Revenues | 6,767,763 | 4,202,457 | |
| COST OF REVENUES: Project Maintenance and technical support IT asset management services Total Cost of Revenues | 2,051,969 958,995 185,212 3,196,176 | 986,058 | |
| GROSS PROFIT | 3,571,587 | 2,070,354 | |
| OPERATING EXPENSES: Selling and marketing expenses Salaries, wages and contract labor Research and development Professional fees General and administrative expenses Impairment loss on intangible assets and goodwill acquired | 254,083 2,586,735 216,806 256,111 906,344 1,578,816 | 2,264,333 191,662 83,538 835,073 | |
| Total Operating Expenses | 5,798,895 | 3,658,046 | |
| INCOME (LOSS) FROM OPERATIONS | (2,227,308 | (1,587,692) | |
| OTHER INCOME (EXPENSES): Interest expense Gain (loss) on settlement of debt, net Other income, net Total Other Income (Expense) | (744,343 (216,271 861,973 (98,641 | 76 | |
| Loss before income taxes | (2,325,950 | | |
| Franchise tax | - | (3,860) | |
| NET LOSS | (2,325,950 | | |
| Preferred stock dividends | | (536,376) | |
| Net loss applicable to common stock | \$ (2,325,950 | (2,643,391) | |
| NET LOSS APPLICABLE TO COMMON STOCK PER COMMON SHARE: Basic Diluted | \$ (0.04 \$ (0.04 | / | |
| WEIGHTED AVERAGE COMMON SHARES OUTSTANDING: | | | |
| Basic Diluted | 61,250,974 61,250,974 | | |

DUOS TECHNOLOGIES GROUP, INC. AND SUBSIDIARIES CONSOLIDATED STATEMENTS OF CASH FLOWS

| Net loss \$ (2,325,950) \$ (2,107,015 Adjustments to reconcile net loss to net cash used in operating activities: A4,411 55,162 Bagin on settlement of accounts payable/note conversion (27,194) 55,162 Gain on settlement of accounts payable/note conversion 38,775 | | December 31. | | |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------|--|
| Not loss \$ (2,325,960) \$ (2,107,015 | | 2015 | 2014 | |
| Adjustments to reconcile nel loss to net cash used in operating activities: Depreciation and amonization Gain on settlement of accounts payable/note conversion (27,194) Stock issued for services (58,775 Stock issued for services (78,787) Stock issued for services (78,800) Stock issued for services (88,1850) Stock issued for services is services and services is services is services and services is services and servic | Cash from operating activities: | | | |
| Depreciation and amortization 44,411 55,162 Gain on settlement of accounts payable-hote conversion (27,194) Stock issued for services 58,775 | | \$ (2,325,950) \$ | (2,107,015) | |
| Stock issued for services | Depreciation and amortization | 44,411 | 55,162 | |
| Loss on settlement of debt 243,465 | Gain on settlement of accounts payable/note conversion | (27,194) | - | |
| Amortization of stock based prepaid consulting fees Coss related to warrants exchange for stock Cosm on Stock issued for inducement Impairment loss on intangible assets and goodwill acquired Changes in assets and liabilities: Changes in assets and liabilities: Accounts receivable Costs and estimated earnings on uncompleted contracts Accounts payable - related party (23,052) Accounts payable - related party (23,052) (30,3966) Accounts payable - related party (23,052) (30,3966) (43,226 Accounts payable - related party (23,052) (30,3966) (43,226 Account expenses and other current assets (30,3966) (30,3966) (43,226 Accounts payable - related party (24,117) (36,650) (30,3966) (30,3966) (40,326 Accounts payable - related party (30,552) (30,346) Contingent lawsuit payable Deferred revenue (42,812) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) (86,650) | Stock issued for services | The state of the s | - | |
| Loss related to warrants exchanged for stock 3,082 Common Stock issued for inducement 1,578,816 Impairment loss on intangible assets and goodwill acquired 1,578,816 Changes in assets and liabilities: (134,301) Costs and estimated earnings on uncompleted contracts (202,807) (22,217) Costs and estimated earnings on uncompleted contracts (35,526) (5,463 Accounts payable related party (203,952) (7,589 Interest from premium accretion on convertible notes 2 (2,589) Interest from premium accretion on convertible notes 303,966 143,226 Accrued expenses 294,117 (36,659) Billings in excess of costs and earnings on uncompleted contracts 149,281 144,266 Contingent lawsuit payable (301,366) 143,226 Accused expenses (2,116,481) (985,650 Not cash used in operating activities (2,116,481) (985,650 Cash flows from investing activities (2,116,481) (30,346 Cash acquired in acquisition 1,246 - Purchase of fixed assets (40,426) - | | The state of the s | - | |
| Impairment loss on intangible assets and goodwill acquired | Loss related to warrants exchanged for stock | The state of the s | | |
| Changes in assets and liabilities: Accounts receivable (134,301) 337,689 Costs and estimated earnings on uncompleted contracts (202,807) (23,211 Prepaid expenses and other current assets (667,920) (368,547 Accounts payable (667,920) (368,547 Accounts payable (20,305) (7,588 Interest from premium accretion on convertible notes (303,366) Payroll taxes payable (303,366) (30,366) Payroll taxes payable (303,366) (30,366) Accounts payable (303,366) (30,366) Account expenses (303,366) (30,366) Billings in excess of costs and earnings on uncompleted contracts (349,417) (36,550) Deferred revenue (42,812) (33,320) Deferred revenue (42,812) (33,320) Deferred revenue (42,812) (33,320) Vet cash used in operating activities (21,16,481) (385,550) Cash flows from investing activities (31,420) (5,500) Purchase of patents/trademarks (10,420) (5,500) Purchase of insed assets (10,420) (10,420) (10,420) (10,420) (10,420) (10,420) (10,420) (10,420) (10,420) (10,420) (10,420) (10,420) (| Common Stock issued for inducement | | 380,947 | |
| Accounts receivable | | 1,578,816 | - | |
| Costs and estimated earnings on uncompleted contracts | · · | (134.301) | 337.689 | |
| Accounts payable (657,920) (365,547 Accounts payable-related party (23,052) (7,589 Interest from premium accretion on convertible notes 25,889 Payroll taxes payable (303,966) 143,226 Accrued expenses 294,117 (36,650 314,226 Accrued expenses 244,117 (36,650 314,226 Accrued expenses 244,812 363,320 Accrued expense 42,812 363,320 A | | | (23,211) | |
| Accounts payable-related party (23,052) (7,598 25,889 Payroll taxes payable (303,966) 143,226 Accrued expenses 294,117 (36,650 801,650) 403,246 Accrued expenses 294,117 (36,650 801,650) 403,246 Accrued expenses 244,117 (36,650 801,650) 403,246 Accrued expenses 244,117 (36,650 801,650) 403,246 Accrued expenses 244,117 (36,650 801,650) 403,246 Accrued expense 42,812 63,320 Accrued revenue 42,812 Accrued revenue 44,814 | | , , | (5,463) | |
| Interest from premium accretion on convertible notes 25,889 Payroll taxes payable (303,966) 143,226 Accrued expenses 294,117 (36,650 143,226 Accrued expenses 294,117 (36,650 144,266 261,650) Accrued expenses 242,812 63,320 Accrued expenses 42,812 63,320 Accrued expenses Acquired in acquisition 1,346 | | | , , | |
| Payroll taxes payable | | (23,052) | · · / | |
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| Billings in excess of costs and earnings on uncompleted contracts 149,281 144,286 Contingent lawsuit payable (881,650) 409,326 Deferred revenue 42,812 63,320 Net cash used in operating activities (2,116,481) (985,650 Cash flows from investing activities: | | | (36,650) | |
| Deferred revenue 42,812 63,320 Net cash used in operating activities (2,116,481) (985,650 Cash flows from investing activities: (2,116,481) (985,650 Cash acquired in acquisition 1,346 - Purchase of patents/trademarks (10,420) (5,500 Purchase of fixed assets (66,162) (24,846 Net cash used in investing activities (75,236) (30,346 Cash flows from financing activities (75,236) (30,346 Cash flows from financing activities (97,491) (97,491) Proceeds from bank line of credit 40,216 - - Proceeds from benrowings under convertible notes and other debt 1,730,772 1,198,370 - Proceeds from borrowings under convertible notes and other debt 1,730,772 1,198,370 - Proceeds from borrowings under convertible notes and other debt 1,730,772 1,198,370 - Net cash provided by financing activities 2,246,411 1,101,181 Net cash provided by financing activities 5,4694 85,185 25 Cash, de gradie | | 149,281 | 144,266 | |
| Net cash used in operating activities (2,116,481) (985,650 Cash flows from investing activities: 1,346 - Cash acquired in acquisition 1,346 - Purchase of patents/fixedamarks (10,420) (5,500) Purchase of fixed assets (66,162) (24,846) Net cash used in investing activities (75,236) (30,346) Cash flows from financing activities: - (97,491) Proceeds from bank line of credit 40,216 - Proceeds from bank line of credit 1,30,772 1,198,370 Proceeds from bank line of credit 1,198,370 - Proceeds from bank line of credit 1,198,370 - Proceeds from bank line of credit 1,198,370 - Net cash provided by financing activities 2,246,411 1,101,181 Net cash provided by financing activities 2,246,411 1,101,181 Net inc | • • • • • • • • • • • • • • • • • • • • | , , | 409,326 | |
| Cash flows from investing activities: 1,346 - Cash acquired in acquisition 1,346 - Purchase of patents/incademarks (10,420) (5,500 Purchase of fixed assets (66,162) (24,846 Net cash used in investing activities (5,500) (30,346 Cash flows from financing activities: - (97,491) Bank overdraft proceeds - (97,491) Proceeds from bank line of credit 40,216 - Proceeds from bank line of credit 40,216 - Proceeds from borrowings under convertible notes and other debt 1,730,772 1,198,370 Proceeds from borrowings under convertible notes and other debt 1,730,772 1,198,370 Proceeds from borrowings under convertible notes and other debt 1,730,772 1,198,370 Net cash provided by financing activities 2,246,411 1,101,181 Net increase (decrease) in cash 54,694 85,185 Cash, beginning of period 85,435 250 Cash, end of period 85,435 250 Cash, end of period \$5,9,398 \$52,062 | Deferred revenue | 42,812 | 63,320 | |
| Cash acquired in acquisition Purchase of patents/trademarks (10,420) (5,500 (66,162) (24,846) (10,420) (5,500 (66,162) (24,846) Net cash used in investing activities (75,236) (30,346) Cash flows from financing activities: (97,491) Bank overdraft proceeds 40,216 97,491 Proceeds from bank line of credit Proceeds (10,420) Proceeds from bank line of credit Proceeds (10,420) Proceeds from borrowings under convertible notes and other debt Proceeds from borrowings under convertible notes and other debt (1,730,772) 1,198,370 (10,959) 302 1,198,370 (10,959) 302 Net cash provided by financing activities 2,246,411 1,101,181 1,101,181 Net increase (decrease) in cash (25,600) Sab, beginning of period (25,600) Sab, beginning of period (25,600) Sab, beginning of period (25,600) Sab, end of period (25,600) S | Net cash used in operating activities | (2,116,481) | (985,650) | |
| Purchase of patents/trademarks (10,420) (5,500) Purchase of fixed assets (66,162) (24,846) Net cash used in investing activities (75,236) (30,346) Cash flows from financing activities: (97,491) Bank overdraft proceeds 9 (97,491) Proceeds from bank line of credit 40,216 9 9 Proceeds from borrowings under convertible notes and other debt 1,730,772 1,198,370 9 302 Net cash provided by financing activities 2,246,411 1,101,181 1 1 1,101,181 1 1 1,101,181 1 1 1,101,181 1 Net increase (decrease) in cash 54,694 85,185 250 2 2 246,411 1,101,181 1 Net increase (decrease) in cash 54,694 85,185 250 2 3 3 250 2 2 2 4 4 -1 1,101,181 1 Net increase (decrease) in cash 54,694 85,185 250 2 2 2 2 3 3 | Cash flows from investing activities: | | | |
| Purchase of fixed assets (66,162) (24,846) Net cash used in investing activities (75,236) (30,346) Cash flows from financing activities: (97,491) Bank overdraft proceeds 40,216 - Proceeds from bank line of credit 40,216 - Proceeds from bank lone of credit 40,216 - Proceeds from borrowings under convertible notes and other debt 1,730,772 1,198,370 Proceeds of insurance and equipment financing 10,959 302 Net cash provided by financing activities 2,246,411 1,101,181 Net increase (decrease) in cash 54,694 85,185 Cash, beginning of period 85,435 250 Cash, end of period 140,129 85,435 Supplemental Disclosure of Cash Flow Information: 1 1 Interest paid \$ 59,398 \$ 52,062 Taxes paid \$ 6,642 \$ 536,376 | | • | - (5.500) | |
| Net cash used in investing activities (75,236) (30,346) Cash flows from financing activities: (97,491) Bank overdraft proceeds 40,216 - Proceeds from bank line of credit 40,216 - Proceeds from bank line of credit 40,216 - Proceeds from bank line of credit 1,730,772 1,198,370 Proceeds of insurance and equipment financing 10,959 302 Net cash provided by financing activities 2,246,411 1,101,181 Net increase (decrease) in cash 54,694 85,185 Cash, beginning of period 85,435 250 Cash, end of period 85,435 250 Cash, end of period \$59,398 52,062 Taxes paid \$ 59,398 \$2,062 Taxes paid \$ 59,398 \$2,062 Taxes paid \$ 59,398 \$52,062 Taxes paid \$ 610,002 \$ 5 </td <td>•</td> <td></td> <td>, ,</td> | • | | , , | |
| Cash flows from financing activities: (97,491) Bank overdraft proceeds 40,216 - Proceeds from bank line of credit 40,216 - Proceeds from bank line of credit 484,464 - Proceeds from borrowings under convertible notes and other debt 1,730,772 1,198,370 Proceeds of insurance and equipment financing 10,959 302 Net cash provided by financing activities 2,246,411 1,101,181 Net increase (decrease) in cash 54,694 85,185 Cash, beginning of period 85,435 250 Cash, end of period 85,435 250 Cash, end of period \$5,938 52,062 Taxes paid \$ 59,398 52,062 Taxes paid \$ 59,398 52,062 Taxes paid \$ 59,398 52,062 Texer paid \$ 2,258,071 \$ - Common stock issued for convertible debt \$ 2,258,071 \$ - Common stock issued upon conversion of convertible debt \$ 610,802 \$ - Common stock issued for accrued salary \$ 56,482 \$ - </td <td>Net cash used in investing activities</td> <td></td> <td>(30,346)</td> | Net cash used in investing activities | | (30,346) | |
| Bank overdraft proceeds - (97,491 Proceeds from bank line of credit 40,216 - Proceeds from bank line of credit 40,216 - Proceeds from bank line of credit 40,216 - Proceeds from bank line of credit 1,730,772 1,198,370 Proceeds from borrowings under convertible notes and other debt 1,730,772 1,198,370 10,959 302 | • | | | |
| Proceeds from bank line of credit 40,216 - | | _ | (97 491) | |
| Proceeds from related party notes 464,464 - Proceeds from borrowings under convertible notes and other debt 1,730,772 1,198,370 Proceeds of insurance and equipment financing 10,959 302 Net cash provided by financing activities 2,246,411 1,101,181 Net increase (decrease) in cash 54,694 85,185 Cash, beginning of period 85,435 250 Cash, end of period 140,129 85,435 Supplemental Disclosure of Cash Flow Information: \$59,398 52,062 Taxes paid \$59,398 52,062 Taxes paid \$3,136 4,243 Supplemental Non-Cash Investing and Financing Activities: \$59,398 52,062 Preferred stock dividends \$ - \$536,376 Common stock issued upon conversion of convertible debt \$ 2,258,071 \$ - Common stock issued to settle notes payable and accrued interest \$ 610,802 \$ - Common stock issued to settle accounts payable \$ 16,802 \$ - Common stock issued for accrued salary \$ 610,802 \$ - Reclassification of put premium liability on convertible notes to paid-in capital i | · | 40,216 | (01,101) | |
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| 1 all value of States excitatived | | | - | |
| | raii value 01 Shares exchanged | 393,929 | | |

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Source: Duos Technologies Group, Inc.