April 17, 2018

SEER Reports Fourth Quarter and Full Year 2017 Financial Results

Environmental Technology Solutions Revenue Increased 18% to $5.3 Million, Driven by Media Replacement Sales & Higher Long-Term Contract Revenue

GOLDEN, CO -- (Marketwired) -- 04/17/18 -- Strategic Environmental & Energy Resources, Inc. (SEER) (OTCQB: SENR), a provider of environmental, renewable fuels and industrial waste stream management services, reported financial results for its fourth quarter and full year ended December 31, 2017.

As previously announced, as part of SEER's strategic shift to a dedicated environmental technology company, SEER completed the sale of its railcar cleaning division, Tactical Cleaning Company, on July 31, 2017. Under the requirements of GAAP, the operations of the railcar cleaning division are included as assets and liabilities held for sale in the consolidated balance sheets at December 31st, 2016 and as discontinued operations in the consolidated statements of operations for the year ended December 31st, 2017 and 2016. The following highlights our financial results from continuing operations for Q4 2017 and 2016.

Fourth Quarter and Full Year 2017 Financial Highlights

- Total revenue in Q4 2017 was $1.8 million versus $1.6 million in Q4 2016, with the full year 2017 revenue at $8.4 million versus $7.7 million in 2016.
- Q4 2017 net revenue was $0.5 million in Industrial Cleaning (REGS), $1.0 million in Environmental Technology Solutions (MV/SEM) and $0.3 million in Solid Waste (Paragon Waste Solutions).
- Full year 2017 net revenue was $2.3 million in Industrial Cleaning (REGS), $5.3 million in Environmental Technology Solutions (MV/SEM) and $0.9 million in Solid Waste (Paragon Waste Solutions).
- Gross profit margin in Q4 2017 was -18.0% vs. -2.5% in Q4 2016, with FY 2017 gross profit margin at 10.8% vs 16.5% in FY 2016.
- GAAP net loss attributable to SEER was $2.1 million in Q4 2017 versus a net loss of $2.4 million in Q4 2016. Net loss from continuing operations was $2.5 million in Q4 2017 versus $3.0 million in Q4 2016.
- Q4 2017 adjusted EBITDA loss was $1.6 million compared to a loss of $2.1 million in Q4 2016, with a full year 2017 adjusted EBITDA gain of $0.3 million compared to a

loss of $2.7 million in 2016: a $3.0 million improvement over prior year.

2017 and Subsequent Financial and Operational Highlights by Division

- ***Environmental Technology Solutions (MV & SEM)***

  Financial

  - Environmental Solutions 2017 revenue increased 18% to $5.3 million compared to $4.5 million in 2016. Gross profits were $1.6 million in FY 2017 compared to $1.1 million in FY 2016: a 45% improvement year over year.

  - Environmental Solutions Q4 2017 revenue was $1.0 million, flat when compared to Q4 2016 revenue of $1.0 million. Gross profits increased substantially from $16,800 in Q4 2016 to $0.3 million in Q4 2017: more than a 25% increase in gross profit margin. The higher gross margin in Q4 2017 was primarily due to an increase in recurring product sales produced in-house that generate higher margins when compared to being sourced from third parties.

- ***Operational***

  - MV now has more than 30 anaerobic digester systems installed and operational across the continental U.S., with its reach now extending to Hawaii and Canada. All of these installations will drive high-margin recurring revenue for years to come and minimize revenue swings quarter to quarter.

  - MV brought its 14th landfill gas project online in the fourth quarter of 2017. This facility is located in NJ and is MV's fourth LFG project in NJ. This system treats approximately 3000 scfm and will need almost 20,000 ft3 of SEER's proprietary BioActive Media™ ("BAM") on an annual basis. This will contribute about $340,000 each year in recurring revenue through the continuing sale of BAM.

  - Continued targeting replacement media sales to the large, existing base of non-MV systems with its exclusive distributorship of Axens NA media, which is also expected to minimize the impact of periodic lulls in new system orders.

  - Kicked off new marketing campaign focused on placement of rental systems and already received a PO for a rental system from a landfill in Northern California. The rental system uses MV's exclusively licensed Axens NA AxTrap granular iron oxide media. This media is specifically formulated to comply with California's more stringent disposal requirements. The rental system will generate approximately $75,000/month of revenue between the equipment and the ongoing sales of AxTrap media. It is estimated the rental system will be in place for 6-12 months. MV is working with the landfill to design, supply and install a permanent system to keep the landfill in long-term compliance and has been contacted by another landfill operator in Central California to install a similar rental system.

  - One of 12 in the nation selected to present SEER's patented V3RU™ technology to a panel of oil and gas industry leaders at the CCIA Oil & Gas Cleantech Challenge in September 2017 in Denver, Colorado.

  - Appointed biogas industry veteran, David Millan, President of Novo Environmental, as MV's exclusive representative for the Southern California region.

- ***Paragon Waste Solutions - CoronaLux™***

  - Received final air quality permit approval from South Coast Air Quality Management District (SCAQMD) in December 2017, the first of its kind in California in recent history.

  - Completed the commissioning and start-up of Paragon Southwest Medical Waste, LLC (PSMW), a waste destruction facility in Anahuac, Texas. This facility has been audited by all three major waste collection companies in the medical waste business, and two industrial services companies. Volume has been ramping up weekly; medical waste is being processed daily and the operation is already generating revenue. This facility now represents the first-time "bypass" medical waste is being destroyed in the United States on a large-scale, commercial basis in a manner other than traditional incineration. The PSMW JV is also the first time where an established incinerator operator has idled operations in favor of adopting the CoronaLux technology.

  - Several significant customer waste agreements have been signed by the Texas facility in the first months of operation, and a number of other agreements are being negotiated.

  - The PSMW JV in Texas, is the first venture that relied on utilizing third-party funding (as opposed to being capitalized by the partner) to adequately capitalize Paragon JV projects.

  - Received air quality emission permits in Southern California, Texas, Florida (Broward and Orange counties), and North Carolina (Guilford County) and is in active negotiations with new or existing medical waste partners to set up and/or expand operations in all of these highly populated regions.

  - Completed the design of the next generation units, which incorporate all the know-how obtained from operations to date, and take advantage of new features to improve efficiency, reliability/operability, and further reduce the already low maintenance costs. These units will be introduced in the next round of manufacturing of systems expected this year.

- ***REGS/Tactical (Services)***

  - In July 2017, completed sale of railcar cleaning division, Tactical Cleaning Company, LLC for gross proceeds of $2.5 million with $1.0 million in guaranteed future payments and an additional potential compensation based on performance bonus awards over the next three years.

- Secured several large, long-term projects in Colorado, Wisconsin, Pennsylvania and Ohio, with a new total service revenue opportunity of over $2.7M over the next 3-4 quarters.

- Commencement of initial projects with a major U.S. based brewery and continuing to receive increasing volume of work from a wider variety of customers throughout the South East and Western U.S. regions.

- Partnered with Biochar Now, ("BCN") a leading engineer and manufacturer of high-quality and patented biochar. Received exclusive rights to perform 1) all fabrication and manufacturing of BCN kilns, and 2) all environmental/remediation services on mining reclamation and cleanup projects.

- Debt financing imminent to establish increased and specialized manufacturing capabilities to fulfill anticipated kiln orders from BCN estimated to be approximately $2.4M in the next two quarters.

- Received a new Master Services Agreement from one of the largest refiners in the nation.

    - Pipeline service work has increased and new services are being performed with this customer.

- Awarded new projects in Oklahoma with one of the largest paper companies in the nation.

Management Commentary

"2017 was a year of strong operational execution with several significant events that confirmed several of our technologies' effectiveness and disruptive capabilities," said John Combs, CEO of SEER. "We are developing a strong recurring revenue base in our Environmental Solutions segment and expect continued revenue growth as Paragon Waste Solutions expects to ramp operations in Texas, Florida and expand throughout California.

"With new high-margin revenue objectives for our service segment, we continued to focus on and grow our Environmental Solutions and Solid Waste segments. Based on results in the fourth quarter 2017, we are optimistic that in 2018 we will see additional growth in both new system installations and our recurring media sales revenue base. As our customers' media comes due for replacement, we expect to see increasingly steady recurring, high-margin media sales, which are expected to minimize the impact of periodic lulls in large, new system orders. Second, the large installed base of non-MV systems located at landfills across the country are excellent targets for additional replacement media sales of our exclusively licensed Axens product. Third, the initial success of securing very high-margin MV rental revenue also creates a sustainable source of recurring revenue that will stabilize annual revenue and otherwise contribute appreciably to the profits of MV for years to come.

"Over the past few months, Paragon has demonstrated the strongest potential for near-term growth across SEER, as we are finally reaching full-scale commercialization of our

CoronaLux™ technology in Texas. The facility commenced operations with three CoronaLux™ Model L systems, that can each destroy three tons of medical waste per day. Paragon Southwest Medical Waste has committed to purchasing up to 25 systems in total over five years as existing units are brought to capacity. Paragon has now demonstrated commercial success and is receiving industry attention and inquiries, including promising initial discussions with the major collectors and medical waste players about using the patented Paragon technology," continued Combs.

"In Southern California, our final approval from South Coast Air Quality regulators represents a major milestone in the California waste market as Paragon and its partner, MWS, become the first and only fully permitted facility to destroy medical waste on a commercial scale in the state of California. This allows us to increase our usage of the CoronaLux™ system in Paramount from hours a day to five days a week. We estimate that the potential for up to 16 CoronaLux™ placements exist over the next several years in California alone.

"Additional projects on the same or larger scale than the one in Texas are in the planning stage. Paragon is actively in negotiations for third-party funding to create these facilities as a joint venture entity similar to both the California and Texas operations. Key features will be proximity to regional concentration of customers, where our easily deployable CoronaLux technology will have a distinct industry advantage, without the limitations and complications of large-scale, centralized incinerator sites. Because of the distribution of old, large-scale fixed incinerator sites, freight costs to customers can be almost as high as destruction costs offered by the incinerators. This opens a tremendous disruptive opportunity and a distinct market advantage for Paragon.

"Turning to REGS, we view our partnership with Biochar Now as extremely promising and a strategic part of our long-term plan to migrate from a strictly service oriented operation. In addition to the steadily growing service base, SEER holds exclusive rights for BCN's water and soil cleanup work in the mining sector and hopes to initiate large-scale, long-term clean-up projects within this sector the next several quarters. We have investment partners intent to fund BCN's national expansion standing by that are also proposing to fund REGS' manufacturing expansion plans in order to fulfill BCN's kilns needs. Initial POs from BCN are expected to exceed $2 million this year alone.

"We anticipate a strong 2018 as we now have a clear line of sight to sustainable GAAP profitability, spurred primarily by 1) the recent developments at Paragon, 2) increasing media replacements from the growing installed base of MV and non-MV systems, as well as 3) large and imminent manufacturing revenue opportunities being secured for REGS. This potential has not gone unnoticed by industry lenders and SEER anticipates it can secure very attractive debt financing that will enable SEER to restructure its debt, clean up its balance sheet, address short-term cash flow issues while its divisions ramp and generate sufficient revenue to make our operations profitable going forward. This is a turning point for SEER and we are looking forward to what we believe will be a breakout year of operational execution and shareholder value creation," concluded Combs.

Fourth Quarter and Full Year 2017 Financial Results

Total revenue in the fourth quarter of 2017 increased to $1.8 million compared to $1.6 million in the same year-ago quarter. For the full year of 2017, total revenue was $8.4 million versus $7.7 million in 2016. The increase in both periods is primarily attributable to the increases in revenue from our Environmental Solution and Solid Waste segments, which increased from approximately $4.5 and $0.2 million respectively in 2016 to approximately $5.3 and $0.9 million respectively in 2017, an overall increase of approximately 32%.

Industrial Cleaning revenue in the fourth quarter of 2017 totaled $0.5 million versus $0.5 million in the same year-ago quarter and for the full year of 2017 totaled $2.3 million versus $2.9 million in 2016.

Environmental Solutions revenue in the fourth quarter of 2017 totaled $1.0 million versus $1.0 million in the same year-ago quarter and for the full year of 2017 totaled $5.3 million versus $4.5 million in 2016. The increase in the annual figures are primarily attributable to higher media replacement sales and higher long-term contracts.

Solid Waste (PWS) net revenue in the fourth quarter of 2017 totaled $0.3 million versus $0.1 million in the same year-ago quarter and for the full year of 2017 totaled $0.9 million versus $0.2 million in 2016. The increase in solid waste revenue in both periods is primarily attributable to sales of CoronaLux™ units during 2017 in the amount of $0.6 million.

Gross margin in the fourth quarter of 2017 decreased to -18.0%% from -2.5% in the same year-ago quarter, and for the full year of 2017 decreased to 10.8% versus 16.5% in 2016. The decrease in full year gross margin was due to a reduced utilization of equipment and manpower as a result of the reduction in service revenue.

Total operating expenses for the full year of 2017 increased to $13.2 million compared to $12.4 million in 2016. The increase in total operating expenses year-over-year can primarily be attributed to an increase in SG&A of $0.6 million, an increase in product costs of $0.2 million and an increase in solid waste costs of approx. $0.9 million, offset by a decrease of approximately $0.9 million in asset impairment and litigation settlement costs.

Net loss attributable to SEER in the fourth quarter of 2017 totaled $2.1 million or ($0.04) per diluted share, compared to net loss of $2.4 million or ($0.04) per diluted share in the same year-ago quarter. For the full year of 2017, net loss attributable to SEER totaled $2.2 million or ($0.10) per diluted share, compared to net loss of $3.9 million or ($0.07) per diluted share in 2016. The decrease in net loss for both periods was primarily due to the 9% increase in revenue in 2017 versus 2016 coupled with the gain recognized on sale of the rail operations.

Adjusted EBITDA loss in the fourth quarter of 2017 totaled $1.6 million, compared to a loss of $2.1 million in the same year-ago quarter. Adjusted EBITDA gain in 2017 totaled $0.3 million compared to an adjusted EBITDA loss of $2.7 million in 2016 (see definition and further discussion about the presentation of adjusted EBITDA, a non-GAAP term, below).

Cash at December 31, 2017, totaled $54,100 compared to $233,200 at December 31, 2016. Subsequent to the closing of the fourth quarter and full year 2017, the company expects to enter into definitive documents for $2.0 million of unsecured and minimally dilutive debt financing anticipated to be closed in late April or early May 2018.

Further details about the company's results in 2017 are available in its Annual Report Form 10-K, accessible in the investor relations section of the company's website at www.seer-corp.com.

Conference Call

Strategic Environmental & Energy Resources CEO John Combs and CFO Heidi Anderson will host the conference call, followed by a question and answer period.

Date: Tuesday, April 17, 2018
Time: 4:30 p.m. Eastern time (1:30 p.m. Pacific time)
Toll-free dial-in number: 1-800-263-0877
International dial-in number: 1-323-794-2094
Conference ID: 3645915

Please call the conference telephone number 5-10 minutes prior to the start time. An operator will register your name and organization. If you have any difficulty connecting with the conference call, please contact MZ Group at 1-949-491-8235.

The conference call will be broadcast live and available for replay at http://public.viavid.com/index.php?id=128852 and via the investor relations section of the company's website at www.seer-corp.com.

A replay of the conference call will be available after 7:30 p.m. Eastern time through June 17, 2018.

Toll-free replay number: 1-844-512-2921
International replay number: 1-412-317-6671
Replay ID: 3645915

Fourth Quarter and Full Year 2017 Financial Summary Tables

The following financial information should be read in conjunction with the unaudited financial statements and accompanying notes filed by the company with the Securities and Exchange Commission on April 17, 2018 in its Annual Report on Form 10-K for the period ended December 31, 2017, and which can be viewed at www.sec.gov and in the investor relations section of the company's website at www.seer-corp.com.

Use of Non-GAAP Financial Information

The Company believes that the presentation of results excluding certain items in "Modified EBITDA," such as non-cash equity compensation charges, provides meaningful supplemental information to both management and investors, facilitating the evaluation of performance across reporting periods. The Company uses these non-GAAP measures for internal planning and reporting purposes. These non-GAAP measures are not in accordance with, or an alternative for, generally accepted accounting principles and may be different from non-GAAP measures used by other companies. The presentation of this additional information is not meant to be considered in isolation or as a substitute for net income or net income per share prepared in accordance with generally accepted accounting principles.

Set forth below is a reconciliation of Adjusted EBITDA to net income (loss):

	Year Ended		***Three Months Ended***	
	12/31/2017	***12/31/2016***	***12/31/2017***	***12/31/2016***

Net Income (Loss) Continuing Operations	($6,133,600)	($5,063,100)	($2,520,700)	($2,970,000)
Net Income (Loss) Discontinued Operations	3,389,600	423,300	23,000	25,700
Noncontrolling Interest	545,400	753,500	430,300	530,400
Net Income (Loss) Applicable to SEER	(2,198,600)	(3,886,300)	(2,067,400)	(2,413,900)
Interest	1,425,900	331,900	213,400	76,700
Depreciation and Amortization	768,700	784,900	173,300	244,700
EBITDA, Including Noncontrolling Interest	(4,000)	(2,769,500)	(1,680,700)	(2,092,500)
Stock Based Compensation (Option Comp, Warrant Comp, Stock Issued for Services and Settlements, Warrant Extensions)	276,700	86,900	67,600	2,900
Modified EBITDA, Including Noncontrolling Interest	$272,700	($2,682,600)	($1,613,100)	($2,089,600)
EBITDA, Excluding Noncontrolling Interest	($549,400)	($3,523,000)	($2,111,000)	($2,622,900)
Modified EBITDA, Excluding Noncontrolling Interest	($272,700)	($3,436,100)	($2,043,400)	($2,620,000)

About Strategic Environmental & Energy Resources, Inc.

Strategic Environmental & Energy Resources, Inc. (SEER)(OTCQB: SENR), identifies, secures, and commercializes patented and proprietary environmental clean technologies in several multibillion dollar sectors (including oil & gas, renewable fuels, and all types of waste management, both solid and gaseous) for the purpose of either destroying/minimizing hazardous waste streams more safely and at lower cost than any competitive alternative, and/or processing the waste for use as a renewable fuel for the benefit of the customers and the environment. SEER has three wholly-owned operating subsidiaries: REGS, LLC; MV Technologies, LLC and SEER Environmental Materials, LLC; and two majority-owned subsidiaries: Paragon Waste Solutions, LLC; and ReaCH4biogas ("Reach"). For more information about the Company visit: www.seer-corp.com.

Forward Looking Statements

This press release contains "forward-looking statements" within the meaning of various provisions of the safe harbor provisions of the Private Securities Litigation Reform Act of 1995, commonly identified by such terms as "believes," "looking ahead," "anticipates," "estimates," and other terms with similar meaning. Although the company believes that the assumptions upon which its forward-looking statements are based are reasonable, it can give no assurance that these assumptions will prove to be correct. Such forward-looking statements should not be construed as fact. Statements in this press release regarding future performance or fiscal projections, the cost effectiveness, impact and ability of the Company's products to handle the future needs of customers are forward-looking statements. The information contained in such statements is beyond the ability of the Company to control, and in many cases the Company cannot predict what factors would cause results to differ materially from those indicated in such statements. All forward-looking statements in the press release are expressly qualified by these cautionary statements and by reference to the underlying assumptions.

STRATEGIC ENVIRONMENTAL & ENERGY RESOURCES, INC.
CONSOLIDATED BALANCE SHEETS

ASSETS	December 31,	
Current assets:	2017	2016
Cash	$ 54,100	$ 233,200
Accounts receivable, net of allowance for doubtful accounts of $460,100 and $235,500, respectively	692,400	1,188,100
Notes receivable, net	184,600	-
Costs and estimated earnings in excess billings on uncompleted contracts	-	13,600
Assets held for sale	-	1,024,600
Prepaid expenses and other current assets	340,900	518,500
Total current assets	1,272,000	2,978,000
Property and equipment, net	1,296,400	2,805,100
Intangible assets, net	623,100	738,000
Notes receivable, net of current portion	542,900	-
Other assets	16,500	16,400
TOTAL ASSETS	$ 3,750,900	$ 6,537,500
LIABILITIES & STOCKHOLDERS' EQUITY (DEFICIT)		
Current liabilities:		
Accounts payable	$ 1,436,900	$ 1,643,500
Accrued liabilities	1,307,600	1,381,000
Billings in excess of costs and estimated earnings on uncompleted contracts	227,300	1,090,800
Deferred revenue	304,200	188,300
Payroll taxes payable	997,700	993,300
Customer deposits	21,600	330,000
Liabilities held for sale	-	603,100
Current portion of notes payable and capital lease obligations	2,166,300	571,800
Notes payable - related parties, including accrued interest	11,800	11,800
Total current liabilities	6,473,400	6,813,600

Deferred revenue, non-current	113,100	283,600
Notes payable and capital lease obligations, net of current portion	504,300	1,751,500
Total liabilities	7,090,800	8,848,700
Commitments and contingencies		
Stockholders' Equity):		
Preferred stock; $.001 par value; 5,000,000 shares authorized; -0- shares issued		
Common stock; $.001 par value; 70,000,000 shares authorized; 56,528,575 and 54,525,079 shares issued, issuable** and outstanding 2017 and 2016, respectively	56,500	54,500
Common stock subscribed	25,000	25,000
Additional paid-in capital	20,790,700	19,077,600
Stock subscription receivable	(25,000)	(25,000)
Accumulated deficit	(21,471,900)	(19,273,500)
Total stockholders' equity (deficit)	(624,700)	(141,400)
Non-controlling interest	(2,715,200)	(2,169,800)
Total equity (deficit)	(3,339,900)	(2,311,200)
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	$ 3,750,900	$ 6,537,500

***Includes 190,000 shares issuable at December 31, 2017 per terms of short-term note agreements.*

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

STRATEGIC ENVIRONMENTAL & ENERGY RESOURCES, INC.
CONSOLIDATED STATEMENTS OF OPERATIONS

	For the Year Ended December 31,	
	2017	2016
Revenue:		
Products	$ 5,256,300	$ 4,494,700
Services	2,254,200	2,929,000
Solid waste disposal	917,500	230,200
Total revenue	8,428,000	7,653,900
Operating expenses:		
Products costs	3,636,100	3,417,000
Services costs	2,718,100	2,657,400
Solid waste disposal costs	1,150,700	315,000
General and administrative expenses	2,521,500	2,034,800
Salaries and related expenses	2,238,400	2,182,800
Loss on settlement	254,900	

Other asset impairment	322,000	720,000
Fixed asset impairment	354,000	809,000
Litigation settlement	-	277,500
Total operating expenses	13,195,700	12,413,500
Loss from operations	(4,767,700)	(4,759,600)
Other income (expense):		
Interest expense net	(1,425,600)	(324,200)
Gain on disposition of assets	-	27,800
Other	59,700	(22,900)
Total non-operating expense, net	(1,365,900)	(319,300)
Loss from continuing operations	(6,133,600)	(5,078,900)
Net income from discontinued operations	694,300	423,300
Gain recognized on sale of rail operations	2,695,300	-
Discontinued operations, net of tax	3,389,600	423,300
Loss before earnings from equity method joint ventures	(2,744,000)	(4,655,600)
Income from equity method joint ventures	-	15,700
Net Loss	(2,744,000)	(4,639,900)
Less: Loss attributable to non-controlling interest	(545,400)	(753,500)
Net loss attributable to SEER common stockholders	$ (2,198,600)	$ (3,886,400)
Net loss per share from continuing operations	$ (.11)	$ (.08)
Discontinued operations	$ .01	$ .01
Net loss per share, basic and diluted	$ (.10)	$ (.07)
Weighted average shares outstanding - basic and diluted	55,264,804	53,951,309

STRATEGIC ENVIRONMENTAL & ENERGY RESOURCES, INC.
CONSOLIDATED STATEMENT OF CASH FLOWS

	For the Year Ended December 31,	
Cash flows from operating activities:	2017	2016
Net loss	$ (2,744,000)	$ (4,639,900)
Income from discontinued operations	3,389,600	423,300
Net loss from continuing operations	(6,133,600)	(5,078,900)

Adjustments to reconcile net loss to net cash provided by operating activities:		
Depreciation, amortization and impairment	774,800	740,700
Stock-based compensation expense	246,600	91,500
Non-cash expense for interest	1,147,000	97,100
Provision for doubtful accounts receivable	224,600	-
Cost of sale of equipment to joint venture	316,800	-
Settlement expense	254,900	-
Gain on disposition of asset	-	(25,600)
Impairment of assets	676,000	1,529,000
Changes in operating assets and liabilities:		
Accounts receivable	271,100	(397,400)
Costs in Excess of billings on uncompleted contracts	13,600	190,400
Prepaid expenses and other assets	593,800	296,900
Accounts payable and accrued liabilities	(279,800)	1,282,000
Billings in excess of revenue on uncompleted contracts	(863,500)	502,900
Customer deposits	21,600	-
Deferred revenue	(54,600)	800
Payroll taxes payable	4,400	22,800
Net cash used in operating activities	(2,786,300)	(747,800)
Cash flows from investing activities:		
Purchase of property and equipment	(199,800)	(163,700)
Proceeds from sale of discontinued operations, net of costs	2,510,900	-
Proceeds from the sale of property and equipment	74,300	-
Insurance proceeds	-	59,000
Purchase of intangible assets	(18,600)	(45,100)
Distributions for notes receivable	(300,000)	-
Net cash used in investing activities	2,066,800	(149,800)
Cash flows from financing activities:		
Principal payments of notes and capital lease obligations	(1,468,000)	(863,600)
Payments of related party notes payable and accrued interest	-	(20,000)
Proceeds from issuance of convertible and short-term debt	1,275,000	1,155,000
Proceeds from issuance of capital leases	88,800	-
Proceeds from the extension of warrants	155,500	-
Proceeds from the sale of common stock and warrants, net of expenses	-	454,900
Net cash provided by financing activities	(37,500)	726,300
Net cash flows from discontinued operations	577,900	173,900
Net decrease in cash	(179,100)	2,600
Cash at the beginning of year	233,200	230,600
Cash at the end of year	$ 54,100	$ 233,200

STRATEGIC ENVIRONMENTAL & ENERGY RESOURCES, INC.
CONSOLIDATED STATEMENT OF CASH FLOWS - Continued

Supplemental disclosures of cash flow information:		
Cash paid for income taxes	-	-
Cash paid for interest	$ 211,600	$ 257,500
Supplemental disclosure of noncash financing and investing activities:		
Financed equipment	$ 88,400	$ -
Financing of insurance premiums	$ 438,300	$ 278,600
Discount on convertible debt	$ -	$ 97,100
Offset accounts receivable with note payable	$ -	$ 68,000

Investor Relations
MZ Group
Chris Tyson
Managing Director - MZ North America
Direct: 949-491-8235
chris.tyson@mzgroup.us
www.mzgroup.us

Source: Strategic Environmental & Energy Resources, Inc.