

**Consolidated Audit Trail, LLC**  
**2025 Financial and Operating Budget**

Accrual Basis Budget <sup>(1)</sup>					
	Actual		Estimated (2)		Total
	Quarter 1	Quarter 2	Quarter 3	Quarter 4	
<b>Revenue Recognized</b>					
Projected Fees From Industry Members (2/3)	\$ 57,051,409	\$ 45,448,047	\$ 20,242,137	\$ 20,242,137	\$ 142,983,730
Projected Fees From SROs (1/3)	28,525,704	22,724,022	10,121,069	10,121,069	71,491,863
<b>Total Revenue Recognized</b>	<b>85,577,113</b>	<b>68,172,069</b>	<b>30,363,206</b>	<b>30,363,206</b>	<b>214,475,593</b>
<b>Estimated Incurred Expenses</b>					
<i>Technology Costs:</i>	Estimated (3)				Total
Cloud hosting services (5)	36,357,017	40,651,644	40,362,043	41,860,233	159,230,937
Operating fees	7,196,026	7,225,473	7,225,473	7,225,473	28,872,444
CAIS operating fees	5,187,462	5,187,462	5,187,462	5,187,462	20,749,848
Cyber Insurance Premium Adjustment	440,748	501,498	501,498	501,498	1,945,242
Placeholder for possible change requests	-	250,000	250,000	250,000	750,000
Total Technology Costs	<b>49,181,253</b>	<b>53,816,077</b>	<b>53,526,476</b>	<b>55,024,666</b>	<b>211,548,472</b>
<i>General and Administrative:</i>					
Legal	1,922,990	1,815,670	1,815,671	1,815,671	7,370,002
Consulting	450,745	433,085	433,084	433,083	1,749,998
Insurance	-	-	1,594,452	-	1,594,452
Professional and administration	297,513	285,760	414,818	195,000	1,193,090
Public relations	6,575	-	-	-	6,575
Total General and Administrative	<b>2,677,823</b>	<b>2,534,515</b>	<b>4,258,024</b>	<b>2,443,754</b>	<b>11,914,117</b>
<b>Total Estimated Incurred Expenses</b>	<b>51,859,076</b>	<b>56,350,592</b>	<b>57,784,500</b>	<b>57,468,421</b>	<b>223,462,589</b>
<i>Capitalized Developed Technology Costs</i>	1,150,000	-	-	-	1,150,000
<i>Software License Fee - 2025</i>	3,721,962	-	-	-	3,721,962
<b>Total Expenses</b>	<b>56,731,038</b>	<b>56,350,592</b>	<b>57,784,500</b>	<b>57,468,421</b>	<b>228,334,551</b>
<b>Excess of Revenue Recognized Over Expenses (Liquidity Reserve Adjustment)</b>	<b>28,846,075</b>	<b>11,821,477</b>	<b>(27,421,294)</b>	<b>(27,105,215)</b>	<b>(13,858,958)</b>
<b>Total Funding Requirement</b>	<b>85,577,113</b>	<b>68,172,069</b>	<b>30,363,206</b>	<b>30,363,206</b>	<b>214,475,593</b>
Add: Accrued Liquidity Reserve Balance as of Beginning of Year	70,942,596	-	-	-	70,942,596
Add: 25% Incremental Liquidity Reserve Accrued during 2025	28,846,075	11,821,477	(27,263,255)	(27,263,255)	(13,858,958)
<b>Liquidity Reserve Balance</b>	<b>\$ 99,788,671</b>	<b>\$ 111,610,148</b>	<b>\$ 84,346,893</b>	<b>\$ 57,083,638</b>	<b>\$ 57,083,638</b>
<b>Estimated Inflows (Outflows) from Historical Costs: (4)</b>					
Fee collection - Historical Costs (\$212,039,879) - Cash Basis	\$ 33,119,638	\$ 25,633,002	\$ 25,633,002	\$ 25,633,002	\$ 110,018,643
Repayment of Promissory Notes/Contributions - Cash Basis	(29,199,297)	(28,094,666)	(25,633,002)	(25,633,002)	(108,559,966)

(1) This accrual basis budget reflects revenues when earned and expenditures when incurred pursuant to US GAAP.

(2) Revenues of \$214,475,593 are equal to Total Expenses Incurred (\$228,334,551) minus estimated Liquidity Reserve Overfunding during the period October 2024 through June 2025 (\$13,858,958).

(3) The estimated expenses for this accrual basis budget are based on currently-anticipated costs. Actual results may differ from these budgeted amounts.

(4) Represents the billings and collections of historical costs incurred through December 31, 2021 (FAM 3). Monthly billings commenced in November 2024 and are expected to run through October 2026 (a 24 month period).

(5) Cloud Hosting Services of \$159,971,326 reflect a) approximately \$14M in pro-rated changes from the Cost Savings Amendment and b) optimizations resulting in reduced processing and storage costs.