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To the Board of Directors
Nevada Battle Born Growth Escalator, Inc..

In planning and performing our audit of the modified-cash basis financial statements of Nevada Battle Born Growth Escalator, Inc. as of and for the year ended June 30, 2025, in accordance with auditing standards generally accepted in the United States of America, we considered the Nevada Battle Born Growth Escalator's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Nevada Battle Born Growth Escalator's internal control. Accordingly, we do not express an opinion on the effectiveness of the Nevada Battle Born Growth Escalator's internal control.

During our audit, we identified certain matters involving internal control and other operational considerations that present opportunities for strengthening the Organization's processes. These matters are presented below.

We would be pleased to discuss these comments in further detail or assist management in implementing the related recommendations.

1. GAAP and OCBOA Financial Statements (Prior-Year-Comment-Status Unchanged):

During fiscal year 2024, Amendment #1 to Contract was agreed to between Nevada Battle Born Growth Escalator Inc and the Nevada Governor's Office of Economic Development (GOED). In the amended contract, it is noted that books and records are to be maintained under Generally Accepted Accounting Principles (GAAP). However, management has elected to maintain the records on an Other Comprehensive Basis of Accounting (OCBOA) using the modified cash-basis of accounting. Additionally, the modified cash-basis financial statements qualify for governmental accounting compliance under the Governmental Accounting Standards Board (GASB). This is related to the requirement under GASB Statement No. 76, whereby an independent organization may be required to present its financial statements in accordance with GASB if "popular election of officer or appointment (or approval) of a controlling majority of the members of the organization's governing body by officials of one or more state or local governments."

We recommend the Nevada Battle Born Growth Escalator Inc. review, and amend as needed, agreements with GOED to consistently note the elected basis of accounting.

2. Material Weakness – Investment Impairment Analysis and Recognition of Investment Loss (Current-Year Finding):

Internal controls are not sufficient to ensure that investment impairments are identified, evaluated, and recorded in accordance with the applicable financial reporting framework. Controls in place did not detect all indicators of impairment or ensure that impairment losses were recognized in the proper period and at the appropriate amounts. As a result, material adjustments were required during the audit to record investment impairment and the related investment loss.

We recommend that the Organization implement a formal, documented process for performing its annual investment-impairment evaluation, including defined steps for identifying potential qualitative indicators of impairment and supporting the conclusions reached. Incorporating relevant external information and direct communications with investee companies will help ensure that impairment considerations are consistently evaluated and reflected in the financial statements.

This communication is intended solely for the information and use of the Board of Directors and management of the Nevada Battle Born Growth Escalator and is not intended to be, and should not be, used by anyone other than these specified parties.

Barnard, Vogler & Co.

Reno, Nevada
February 17, 2026

