### UNITED STATES SECURITIES AND EXCHANGE COMMISSION Washington, D.C. 20549

# FORM 8-K

#### CURRENT REPORT

## Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

Date of report (date of earliest event reported): February 14, 2022

# iPower Inc.

(Exact name of registrant as specified in its charter)

Commission file number: 001-40391

5200

82-5144171

(IRS Employer Identification No.)

iPower Inc. 2399 Bateman Avenue

(Primary Standard Industrial

Classification Code Number.)

Duarte, CA 91010

(Address Of Principal Executive Offices) (Zip Code)

(626) 863-7344

(Registrant's Telephone Number, Including Area Code)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

□ Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)

□ Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)

□ Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))

□ Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Securities registered pursuant to Section 12(b) of the Act:

Nevada

(State of

Incorporation)

Title of each class	Trading Symbol(s)	Name of each exchange on which registered
Common Stock \$0.001 per share	IPW	The Nasdaq Stock Market LLC

Indicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 (§230.405 of this chapter) or Rule 12b-2 of the Securities Exchange Act of 1934 (§240.12b-2 of this chapter).

Emerging growth company  $\boxtimes$ 

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

#### Item 2.02 Results of Operations and Financial Condition.

On February 14, 2022, iPower Inc., a Nevada corporation (the "Company"), issued a press release announcing its financial results for the six month period ended December 31, 2021 (the "Earnings Release"). The Earnings Release was issued in advance of the Company's previously disclosed earnings call, which will be held on Monday, February 14, 2022, at 4:30 p.m. Eastern time, where the Company will discuss its financial results for its fiscal second quarter ended December 31, 2021. The conference call can be accessed as follows:

Date: Monday, February 14, 2022 Time: 4:30 p.m. Eastern time Toll-free dial-in number: (888) 705-0179 International dial-in number: (409) 981-0008 Conference ID: 1595078 Webcast: https://edge.media-server.com/mmc/p/m9ipwcwb

For those unable to participate during the live broadcast, following the earnings call a replay of the webcast will also be available under the Events & Presentations section of the Company's website at www.meetipower.com.

A copy of the press release is attached as Exhibit 99.1 hereto and incorporated herein by reference.

The information in this Current Report on Form 8-K (including Exhibit 99.1) is intended to be furnished and shall not be deemed "filed" for purposes of Section 18 of the Securities Exchange Act of 1934, as amended (the "Exchange Act"), or otherwise subject to the liabilities of that section, nor shall it be deemed incorporated by reference in any filing under the Securities Act of 1933, as amended, or the Exchange Act, except as expressly set forth by specific reference in such a filing.

Item 9.01	Exhibits.
(d)	Exhibits
Exhibit No.	Description
99.1 104	<u>Press Release dated February 14, 2022</u> Cover Page Interactive Data File (formatted in inline XBRL)

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# SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

Dated: February 14, 2022

iPOWER INC.

By:/s/ Chenlong TanName:Chenlong TanTitle:Chief Executive Officer

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# iPower Reports Fiscal Second Quarter 2022 Results

Fiscal Q2 Revenue up 52% to \$17.1 Million Driven by Accelerated Growth of In-House Branded Products

## iPower Management to Host Conference Call Today at 4:30 p.m. Eastern Time

**DUARTE, CA, February 14, 2022** -- iPower Inc. (Nasdaq:IPW) ("iPower" or the "Company"), one of the leading online hydroponic equipment suppliers and retailers, today announced financial results for its fiscal second quarter ended December 31, 2021.

## Fiscal Q2 2022 Results vs. Year-Ago Quarter

- Total revenue increased 52% to \$17.1 million
- · Gross profit increased 53% to \$7.6 million. As a percentage of revenue, gross margin was 44.1% compared to 44.0%
- Net income increased 39% to \$0.8 million or \$0.03 per share

#### **Management Commentary**

"Our fiscal second quarter marked our strongest period of year-over-year revenue growth since completing our IPO last year," said Lawrence Tan, CEO of iPower. "We are beginning to realize the benefits of continuously rolling out new high-demand, in-house branded products. During the quarter, our in-house product sales increased approximately 72% from the year ago quarter and accounted for approximately 87% of revenue—a company record. These increases demonstrate how well our products are resonating with consumers. In addition, our ability to deliver these products on a timely basis despite global supply chain headwinds provides an important asset to our channel partners.

"Over the past few months, we have also executed on multiple key growth initiatives, including the launch of our first in-house nutrient line, Flourish<sup>™</sup>, as well as our initial expansion into Europe through the UK and Germany. Although both initiatives are in their infancy, we believe they present compelling new avenues to drive growth and increase market share."

iPower CFO Kevin Vassily added, "We are continuing to navigate the volatile supply chain environment, which has not materially improved since our last quarterly report despite signs of recovery last fall. We plan to continue mitigating the cost volatility through our diversified network of partners and continue to expect fiscal 2022 to be another strong year of growth and execution for iPower."

# Fiscal Second Quarter 2022 Financial Results

Total revenue in the fiscal second quarter of 2022 increased 52% to \$17.1 million compared to \$11.3 million for the same period in fiscal 2021. The increase was driven by greater in-house product sales and strong demand for ventilation products.

Gross profit in the fiscal second quarter of 2022 increased 53% to \$7.6 million compared to \$4.9 million for the same quarter in fiscal 2021. As a percentage of revenue, gross margin was 44.1% compared to 44.0% in the year-ago quarter. This small increase in gross margin was driven by a greater mix of in-house product sales partially offset by higher freight and input costs.

Total operating expenses in the fiscal second quarter were \$6.4 million compared to \$4.1 million for the same period in fiscal 2021. As a percentage of revenue, operating expenses were 37.5% compared to 36.4% in the year-ago quarter. The increase was driven by higher sales volumes, increased advertising to support the launch of new products, as well as increased headcount for new channel sales.

Net income in the fiscal second quarter of 2022 increased 39% to \$0.8 million or \$0.03 per diluted share, compared to net income of \$0.6 million or \$0.03 per diluted share for the same period in fiscal 2021.

Cash and cash equivalents were \$1.0 million at December 31, 2021, compared to \$6.7 million at June 30, 2021. The decrease was attributed to the timing of accounts receivables with the Company's largest channel partner and is not an indication of any other business or operating trend. Total long-term debt as of December 31, 2021 was \$7.4 million compared to \$0.5 million as of June 30, 2021. The increase was attributable to increased working capital expenses.

# **Conference Call**

The Company will conduct a conference call today at 4:30 p.m. Eastern time on Monday, February 14, 2022, to discuss the results for its fiscal second quarter ended December 31, 2021.

iPower management will host the conference call, followed by a question-and-answer period.

Date: Monday, February 14, 2022 Time: 4:30 p.m. Eastern time Toll-free dial-in number: (888) 705-0179 International dial-in number: (409) 981-0008 Conference ID: 1595078 Webcast: https://edge.media-server.com/mmc/p/m9ipwcwb

Please call the conference call dial-in 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 Elevate IR at (720) 330-2829.

The conference call will also be broadcast live and available for replay in the Events & Presentations section of the Company's website at www.meetipower.com.

# About iPower Inc.

iPower Inc. is one of the leading online retailers and suppliers of hydroponics equipment and accessories. iPower offers thousands of stock keeping units from both its in-house brands as well as hundreds of other brands sold through its website, www.zenhydro.com, and its online platform partners. iPower has a diverse customer base that includes both commercial businesses and individuals. For more information, please visit iPower's website at https://ir.meetipower.com/.

#### **Forward-Looking Statements**

All statements other than statements of historical fact in this announcement are forward-looking statements. These forward-looking statements involve known and unknown risks and uncertainties and are based on current expectations and projections about future events and financial trends that iPower believes may affect its financial condition, results of operations, business strategy and financial needs. Investors can identify these forward-looking statements by words or phrases such as "may," "will," "expect," "anticipate," "aim," "estimate," "intend," "plan," "believe," "potential," "continue," "is/are likely to" or other similar expressions. iPower undertakes no obligation to update forward-looking statements to reflect subsequent occurring events or circumstances, or changes in its expectations, except as may be required by law. Although iPower believes that the expectations expressed in these forward-looking statements are reasonable, it cannot assure you that such expectations will turn out to be correct, and iPower cautions investors that actual results may differ materially from the anticipated results and encourages investors to review other factors that may affect its future results in iPower's registration statement and in its other filings with the SEC.

### **Investor Relations Contact:**

Sean Mansouri, CFA Elevate IR (720) 330-2829 IPW@elevate-ir.com

# iPower Inc. and Subsidiaries Unaudited Condensed Consolidated Balance Sheets As of December 31, 2021 and June 30, 2021

ASSETS     S     1.091,758     S     6.651,705       Carb and cash equivalent     15,553,516     7,896,347     14,0306,741       Inventories, net     19,908,500     13,065,741     14,030,00     13,065,741       Prepayments and other current assets     6,804,371     4,693,000     13,065,741       Non-current assets     6,804,371     4,693,000     13,0165,741       Right of use assets – non-current     1,473,397     1,819,421     70,0739       Non-current assets     3,017,289     3,357,292     70,0148     13,357,292       Other non-current assets     3,047,288     3,332,017     70     70     14,14,58     13,357,292       Other non-current assets     3,047,288     3,320,017     3,047,288     3,332,017       Total assets     \$     46,405,433     \$     3,356,38,810       LIABULTIES AND EQUITY     2     2     4,407,433     \$     3,56,38,810       Current liabilities     2,551,928     3,940,963     Credit cards payable     4,545,928     3,940,963       Credit cards payable     2,246,411     2,247,441		]	December 31 2021		June 30, 2021	
Current assets     6.651.705       Cash and cash equivalent     \$ 1.091.758     \$ 6.651.705       Accounts receivable, net     19.906.500     13.365.741       Prepayments and other current assets     6.804.371     4.693.000       Total current assets     6.304.371     4.693.000       Total current assets     6.304.371     4.693.000       Non-current assets     1.473.397     1.819.421       Property and equipment, net     1.03.189     55.659       Ondon-current assets     3.047.288     3.32.017       Total assets     3.047.288     3.332.017       Total assets     3.047.288     3.332.017       Total assets     3.047.288     3.332.017       Total assets     3.047.288     3.342.017       Current tabilities     4.64.05.433     \$ 35.538.810       IMBILITES AND EQUITY     -     -       Current tabilities     4.545.928     3.940.963       Accounts payable     4.545.928     3.940.963       Conditions payable     -     1.67.59     731.944       Dinditities     -     - <td< th=""><th></th><th></th><th>(Unaudited)</th><th></th><th></th></td<>			(Unaudited)			
Cash and cash equivalent     \$     1.091.738     \$     6.661.705       Accounts receivable, net     15.355.165     7.398.347       Prepayments and other current assets     6.804.371     4.693.000       Total current assets     4.3.356.145     3.206.733       Non-current assets     4.3.356.145     3.206.733       Non-current assets     1.01,739     1.819.421       Right of use assets – non-current     1.01,139     5.5659       Non-current assets     3.292.44     9.99.645       Total non-current assets     3.294.24     9.99.645       Total non-current assets     3.047.288     3.332.017       Total assets     \$     4.6.405.433     \$     3.5.63.8,810       LIABLITTES AND EQUITY     Current labilities     4.899.502     2.487.441     1.027.697       Current assets     2.29.161     2.297.442     2.92.44     1.09.423     7.042.759       Long-term loss payable     2.24.87.411     2.97.447     2.97.441     1.02.769       Current labilities     2.24.87.411     2.97.447     2.92.44     2.92.44     2.92.44     2.92.						
Accounts receivable, net     15,533,516     7,896,347       Inventories, net     19,906,500     13,065,741       Prepayments and other current assets     6,304,371     4,603,000       Total current assets     6,304,371     4,603,000       Non-current assets     1,473,397     1,819,421       Property and equipment, net     1,03,189     55,669       Non-current prepayments     1,141,458     1,357,292       Other non-current assets     3,3047,288     3,332,017       Total assets     3,3047,288     3,332,017       Total assets     2,46,405,433     \$ 35,538,810       LIABILITIES AND EQUITY     Current tabilities     4,545,928     3,940,963       Consins payable     4,545,928     3,940,963     1,247,443       Consins payable     2,281,61     297,407     1,279,407       Current tabilities     4,545,928     3,940,963     1,247,441       Short-term loans payable     2,241,411     297,407     1,267,59       Accounts payable     2,241,411     297,407     1,267,59     731,944       Dues yettin band payable - current portion		*		<i>•</i>		
Inventories, net   19,908,500   13,065,741     Prepayments and other current assets   43,358,145   32,306,793     Non-current assets   1,473,397   1,819,421     Right of use assets - non-current   103,189   55,659     Non-current assets   1,314,458   1,332,207     Non-current assets   3,322,017   1,819,421     Other non-current assets   3,322,017   1,304,7288   3,332,017     Total assets   \$   46,405,433   \$   3,332,017     Total assets   \$   46,405,433   \$   3,332,017     Total assets   \$   46,405,433   \$   3,56,38,810     LIABLITTES AND EQUITY   Current isbilities   4,545,928   3,940,963   Credit cards payable   4,545,928   3,940,963     Customer deposit   2,248,741   1,03,940,963   550,310   584,4311   29,644   29,244   3,940,963     Loss et deposit   2,846,149,9502   2,447,441   50,4311   29,444   29,244   39,440,932   144,513   790,623   70,473,917   149,545,91   70,92,23   73,4513   790,623   70,6739   731,944	•	\$		\$		
Prepayments and other current assets     6,804,371     4,903,000       Total current assets     43,358,145     32,306,793       Non-current assets     1473,397     1,819,421       Property and equipment, net     103,189     55,559       Non-current prepayments     1,141,458     1,332,047       Non-current prepayments     3,047,288     3,332,017       Total assets     S     46,405,433     \$     3,35,638,810       Current labilities     3,047,288     3,3047,288     3,332,017       Total assets     S     46,405,433     \$     3,5,638,810       LIABLITIES AND EQUITY     Current labilities     228,161     297,407       Current labilities     228,161     297,407     162,769       Accounts payable     56,759     731,944     20,244     20,244       Long-term labilities     234,151     290,022     2,487,441       Short-term labilities     11,394,417     9,024,902     163,751       Total current labilities     234,417     29,024     29,244     29,244       Long-term labilities     11,394,417						
Total current assets     43.358,145     32.306,793       Non-current assets     1,473,397     1,419,421       Right of use assets - non-current     103,189     1,55,653       Non-current assets     1,141,458     1,357,292       Other non-current assets     3,047,288     3,332,017       Total assets     \$,46,405,433     \$,35,638,810       LIABILITIES AND EQUITY     2     3,940,963       Carcount payable     4,545,928     3,940,963       Credit cards payable     2,2467,441     29,444       Comons payable     2,84,61     29,494       Contome tays payable     2,847,441     1,827,995       Castomer deposit     2,824,61     29,444       Long-term tons payable     2,924,41     29,244       Long-term tons payable     1,13,94,117     9,023,951       Total current liabilitites     11,394,117     9,02						
Non-current assets     1,473,397     1,819,421       Property and equipment, net     100,189     55,659       Non-current propayments     1,141,458     1,357,282       Other non-current assets     322,244     99,645       Total non-current assets     3,047,288     3,332,017       Total assets     \$ 46,405,433     \$ 35,638,810       LIABLIFTIES AND EQUITY     Current liabilities     4,545,928     3,940,963       Carrent liabilities     4,545,928     3,940,963     5,638,810       LIABLISTIES AND EQUITY     Current liabilities     4,545,928     3,940,963       Credit carls payable     5,0310     5,943,811     228,461     297,407       Current liabilities     4,289,502     2,487,441     5,067,79     731,944       Short-term loans payable     -     162,799     12,244     29,244     29,244       Long-term loans payable     -     11,394,417     9,024,902     2,487,441       Non-current liabilities     11,394,417     9,024,902     2,487,441     5,067,59     731,944     10,019,021,010,010,010,010,010,010,010,010,010	• •					
Right of use assets - non-current   1.473.397   1.913.421     Property and equipment, net   1.03,189   55.652     Non-current prepayments   1.141.458   1.357.292     Other non-current assets   3.292,244   99,645     Total non-current assets   3.3047.288   3.332.017     Total assets   \$ 46,405,433   \$ 3.56,38.810     LIABILITIES AND EQUITY   Current liabilities   -     Current liabilities   2.28,161   297,407     Accounts payable   4,545,928   3.940,963     Credit cards payable   2.503,10   548,311     Cost oner deposit   2.28,161   297,407     Other payables and accrued liabilities   -   162,769     Long-term loan payable   -   1.62,769     Non-current liabilities   -   1.62,769     Non-current liabilities   -   -     Long-term loan payable, net   6,963,551 <td>Total current assets</td> <td></td> <td>43,358,145</td> <td></td> <td>32,306,793</td>	Total current assets		43,358,145		32,306,793	
Property and equipment, net     103.189     55,659       Non-current prepayments     1,141,458     1,357,292       Other non-current assets     3,047,288     3,332,017       Total non-current assets     3,047,288     3,332,017       Total assets     \$ 46,405,433     \$ 35,638,810       LIABIL ITTES AND EQUITY	Non-current assets					
Property and equipment, net     103.189     55,659       Non-current prepayments     1,141,458     1,357,292       Other non-current assets     3,047,288     3,332,017       Total non-current assets     3,047,288     3,332,017       Total assets     \$ 46,405,433     \$ 35,638,810       LIABIL ITTES AND EQUITY	Right of use assets – non-current		1,473,397		1,819,421	
Non-current prepayments     1,141,458     1,357,292       Other non-current assets     329,244     99,645       Total non-current assets     3,047,288     3,332,017       Total assets     \$ 46,405,433     \$ 335,638,810       LIABILITIES AND EQUITY Current liabilities						
Other non-current assets     329,244     99,645       Total non-current assets     3,047,288     3,332,017       Total assets     \$ 46,405,433     \$ 35,638,810       LIABILITIES AND EQUITY     Current liabilities     4,545,928     3,940,963       Accounts payable     550,310     584,311     297,407       Current liabilities     4,899,502     2,47,441     29,444     292,444     292,444     29,444     29,444     29,444     29,244     10,000     20,244,917     90,024,902     11,394,417     90,024,902     11,394,417     90,024,902     11,394,417     90,024,902     11,59,552     10,01,411,512     458,571     10,01,411,512     458,571     10,053,025     11,609,1552     10,01,411,5						
Total non-current assets     3,047,228     3,332,017       Total assets     \$ 46,405,433     \$ 335,638,810       LIABILITIES AND EQUITY     Current liabilities     4,545,928     3,940,963       Credit cards payable     4,545,928     3,940,963       Credit cards payable     228,161     297,407       Other payables and accured liabilities     4,89,502     2.487,441       Short-term loans payable     -     162,769       Long-term loans payable     -     162,769       Long-term loans payable     -     162,769       Long-term loans payable     -     162,769       Concrent liabilities     374,513     7900,823       Total current liabilities     11,394,417     9,024,902       Non-current liabilities     -     -       Long-term trevolving loan payable, net     6,963,551     -       Long-term trevolving loan payable, net     -     -       Long-term trevolving loan payable, net     -     -       Long-term trevolving loan payable, net     -     -       Commotituments and contingency     -     -     -						
LABILITIES AND EQUITY     Control in a payable     Control in a payable       Accounts payable     4,545,928     3,940,963       Credit cards payable     550,310     584,311       Customer deposit     228,161     297,407       Other payables and accrued liabilities     4,899,502     2,487,441       Short-term loans payable     -     162,769       Lease liability - current     766,759     731,944       Long-term loan payable - current portion     29,244     29,244       Income taxes payable     374,513     790,823       Total current liabilities     11,394,417     9,024,902       Non-current liabilities     11,394,417     9,024,902       Non-current liabilities     441,512     458,551       Long-term revolving loan payable, net     6,963,551     -       Lease liability - non-current     777,290     1,163,552       Total non-current liabilities     19,576,770     10,653,025       Commitments and contingency     -     -     -       Stockholders' Equity     Preferred stock, \$0,001 par value; 20,000,000 shares authorized; 0 shares issued and outstanding at December 31, and June 30, 2021 <td>Total non-current assets</td> <td></td> <td></td> <td></td> <td></td>	Total non-current assets					
LABILITIES AND EQUITY     Control in a payable     Control in a payable       Accounts payable     4,545,928     3,940,963       Credit cards payable     550,310     584,311       Customer deposit     228,161     297,407       Other payables and accrued liabilities     4,899,502     2,487,441       Short-term loans payable     -     162,769       Lease liability - current     766,759     731,944       Long-term loan payable - current portion     29,244     29,244       Income taxes payable     374,513     790,823       Total current liabilities     11,394,417     9,024,902       Non-current liabilities     11,394,417     9,024,902       Non-current liabilities     441,512     458,551       Long-term revolving loan payable, net     6,963,551     -       Lease liability - non-current     777,290     1,163,552       Total non-current liabilities     19,576,770     10,653,025       Commitments and contingency     -     -     -       Stockholders' Equity     Preferred stock, \$0,001 par value; 20,000,000 shares authorized; 0 shares issued and outstanding at December 31, and June 30, 2021 <td>Total acceta</td> <td>¢</td> <td></td> <td>¢</td> <td>25 (20.010</td>	Total acceta	¢		¢	25 (20.010	
Current liabilities     4,545,928     3,940,963       Credit cards payable     550,310     584,311       Customer deposit     228,161     297,00       Other payables and accrued liabilities     4,899,502     2,487,441       Short-term loans payable     -     162,769       Lease liability - current     766,759     731,944       Long-term loan payable - current portion     29,244     29,244       Long-term loan payable     374,513     790,823       Total current liabilities     11,394,417     9,024,902       Non-current liabilities     11,95,551     -       Lease liability - non-current     777,209     1,1628,123 <td>Total assets</td> <td>\$</td> <td>46,405,433</td> <td>5</td> <td>35,638,810</td>	Total assets	\$	46,405,433	5	35,638,810	
Current liabilities     4,545,928     3,940,963       Credit cards payable     550,310     584,311       Customer deposit     228,161     297,00       Other payables and accrued liabilities     4,899,502     2,487,441       Short-term loans payable     -     162,769       Lease liability - current     766,759     731,944       Long-term loan payable - current portion     29,244     29,244       Long-term loan payable     374,513     790,823       Total current liabilities     11,394,417     9,024,902       Non-current liabilities     11,95,551     -       Lease liability - non-current     777,209     1,1628,123 <td>LIABILITIES AND EQUITY</td> <td></td> <td></td> <td></td> <td></td>	LIABILITIES AND EQUITY					
Credit cards payable     550,310     584,311       Customer deposit     228,161     297,407       Other payables and accrued liabilities     4,899,502     2,487,441       Short-term loans payable     -     162,769       Lease liability - current     766,759     731,944       Long-term loan payable     374,513     790,823       Total current liabilities     11,394,417     9,024,902       Non-current liabilities     441,512     458,571       Long-term loan payable, net     6,963,551     -       Lease liability - non-current     777,290     1,169,552       Total non-current liabilities     8,182,353     1,628,123       Total non-current liabilities     19,576,770     10,653,025       Commitments and contingency     -     -       Preferred stock, \$0,001 par value; 20,000,000 shares authorized; 0 shares issued and outstanding at December 31, and June 30, 2021     -     -       Common stock, \$0,001 par value; 180,000,000 shares authorized; 26,488,682 and 26,448,663 shares issued and outstanding at December 31, and June 30, 2021     -     -       Common stock, \$0,001 par value; 180,000,000 shares authorized; 26,488,682 and 26,448,663 shares issued and outstanding at Decem	Current liabilities					
Credit cards payable     550,310     584,311       Customer deposit     228,161     297,407       Other payables and accrued liabilities     4,899,502     2,487,441       Short-term loans payable     -     162,769       Lease liability - current     766,759     731,944       Long-term loan payable     374,513     790,823       Total current liabilities     11,394,417     9,024,902       Non-current liabilities     441,512     458,571       Long-term loan payable, net     6,963,551     -       Lease liability - non-current     777,290     1,169,552       Total non-current liabilities     8,182,353     1,628,123       Total non-current liabilities     19,576,770     10,653,025       Commitments and contingency     -     -       Preferred stock, \$0,001 par value; 20,000,000 shares authorized; 0 shares issued and outstanding at December 31, and June 30, 2021     -     -       Common stock, \$0,001 par value; 180,000,000 shares authorized; 26,488,682 and 26,448,663 shares issued and outstanding at December 31, and June 30, 2021     -     -       Common stock, \$0,001 par value; 180,000,000 shares authorized; 26,488,682 and 26,448,663 shares issued and outstanding at Decem	Accounts payable		4,545,928		3,940,963	
Customer deposit   228,161   297,407     Other payables and accrued liabilities   4,899,502   2,487,441     Short-term loans payable   -   162,769     Lease liability - current   766,759   731,944     Long-term loan payable - current portion   29,244   29,244     Income taxes payable   374,513   790,823     Total current liabilities   374,513   790,823     Non-current liabilities   441,512   458,571     Long-term loan payable, net   6,963,551   -     Lease liability - non-current   777,290   1,169,552     Total non-current liabilities   8,182,353   1,628,123     Total non-current liabilities   19,576,770   10,653,025     Commitments and contingency   -   -     Stockholders' Equity   -   -     Preferred stock, \$0.001 par value; 20,000,000 shares authorized; 26,488,682 and 26,448,663 shares issued and outstanding at December 31, and June 30, 2021   -   -     Common stock, \$0.001 par value; 180,000,000 shares authorized; 26,488,682 and 26,448,663 shares issued and outstanding at December 31, and June 30, 2021   -   -     Common stock, \$0.001 par value; 180,000,0000 shares authorized; 26,488,682 and 26,448						
Other payables and accrued liabilities   4,899,502   2,487,441     Short-term loans payable   -   162,769     Lease liability - current   766,759   731,944     Long-term loan payable - current portion   29,244   29,244     Income taxes payable   374,513   790,823     Total current liabilities   11,394,417   9,024,902     Non-current liabilities   441,512   458,571     Long-term loan payable, net   6,963,551   -     Lease liability - non-current   777,290   1,169,552     Total non-current liabilities   8,182,353   1,628,123     Total liabilities   19,576,770   10,653,025     Commitments and contingency   -   -     Preferred stock, \$0.001 par value; 20,000,000 shares authorized; 0 shares issued and outstanding at December 31, and June 30, 2021   -   -     Common stock, \$0.001 par value; 180,000,000 shares authorized; 26,488,682 and 26,448,663 shares issued and outstanding at December 31, and June 30, 2021   -   -     Common stock, \$0.001 par value; 180,000,000 shares authorized; 26,488,682 and 26,448,663 shares issued and outstanding at December 31, and June 30, 2021   -   -     Common stock, \$0.001 par value; 120,000,000 shares authorized; 26,488,663 shares						
Short-term loans payable   -   162,769     Lease liability - current   766,759   731,944     Long-term loan payable - current portion   29,244   29,244     Income taxes payable   374,513   790,823     Total current liabilities   11,394,417   9,024,902     Non-current liabilities   11,394,417   9,024,902     Non-current liabilities   441,512   458,571     Long-term nevolving loan payable, net   6,963,551   -     Lease liability - non-current   777,290   1,169,552     Total non-current liabilities   8,182,353   1,628,123     Total liabilities   19,576,770   10,653,025     Commitments and contingency   -   -     Preferred stock, \$0.001 par value; 20,000,000 shares authorized; 26,488,682 and 26,448,663 shares   26,489   26,449     Additional paid in capital   23,371,712   23,214,263   24,2485,785     Total equity   26,828,663   24,985,785   -   -     Common stock, \$0.001 par value; 180,000,000 shares authorized; 26,488,682 and 26,448,663 shares   -   -   -     Stockholders' Equity   26,489   26,449   26,449						
Lease liability - current   766,759   731,944     Long-term loan payable - current portion   29,244   29,244     Income taxes payable   374,513   790,823     Total current liabilities   11,394,117   9,0224,902     Non-current liabilities   441,512   458,571     Long-term loan payable   6,963,551   -     Lease liability - non-current   777,290   1,169,552     Total non-current liabilities   8,182,353   1,628,123     Total liabilities   19,576,770   10,653,025     Commitments and contingency   -   -     Preferred stock, \$0.001 par value; 20,000,000 shares authorized; 0 shares issued and outstanding at December 31, and June 30, 2021   -   -     Common stock, \$0.001 par value; 180,000,000 shares authorized; 26,488,682 and 26,448,663 shares   26,489   26,449     Additional paid in capital   23,371,712   23,214,263   24,498,785     Total equity   26,828,663   24,985,785   -			-			
Long-term loan payable - current portion29,24429,244Income taxes payable374,513790,823Total current liabilities11,394,4179,024,902Non-current liabilities441,512458,571Long-term loan payable6,663,551-Lease liability - non-current777,2901,169,552Total non-current liabilities8,182,3531,628,123Total liabilities19,576,77010,653,025Commitments and contingencyStockholders' EquityPreferred stock, \$0.001 par value; 20,000,000 shares authorized; 0 shares issued and outstanding at December 31, and June 30, 2021Common stock, \$0.001 par value; 180,000,000 shares authorized; 26,488,682 and 26,448,663 shares issued and outstanding at December 31, and June 30, 202126,48926,449Additional paid in capital23,371,71223,214,26323,371,71223,214,263Total equity26,828,66324,985,785			766,759			
Income taxes payable374,513790,823Total current liabilities11,394,4179,024,902Non-current liabilities441,512458,571Long-term revolving loan payable441,512458,571Long-term revolving loan payable, net6,963,551-Lease liability - non-current777,2901,169,552Total non-current liabilities8,182,3531,628,123Total liabilities19,576,77010,653,025Commitments and contingencyStockholders' EquityPreferred stock, \$0.001 par value; 20,000,000 shares authorized; 0 shares issued and outstanding at December 31, and June 30, 2021Common stock, \$0.001 par value; 180,000,000 shares authorized; 26,488,682 and 26,448,663 shares issued and outstanding at December 31, and June 30, 2021Common stock, \$0.001 par value; 180,000,000 shares authorized; 26,488,682 and 26,448,663 shares issued and outstanding at December 31, and June 30, 2021Common stock, \$0.001 par value; 180,000,000 shares authorized; 26,488,682 and 26,448,663 shares issued and outstanding at December 31, and June 30, 2021Common stock, \$0.001 par value; 180,000,000 shares authorized; 26,488,682 and 26,448,663 shares issued and outstanding at December 31, and June 30, 2021Total equity26,828,66324,985,785-Total equity26,828,66324,985,785			29,244			
Total current liabilities11,394,4179,024,902Non-current liabilities441,512458,571Long-term loan payable441,512458,571Lease liability – non-current777,2901,169,552Total non-current liabilities8,182,3531,628,123Total liabilities19,576,77010,653,025Commitments and contingencyStockholders' EquityPreferred stock, \$0.001 par value; 20,000,000 shares authorized; 0 shares issued and outstanding at December 31, and June 30, 2021Common stock, \$0.001 par value; 180,000,000 shares authorized; 26,488,682 and 26,448,663 shares issued and outstanding at December 31, and June 30, 2021Additional paid in capital23,371,71223,214,26324,985,785Total equity26,828,66324,985,785						
Long-term loan payable441,512458,571Long-term revolving loan payable, net6,963,551-Lease liability - non-current777,2901,169,552Total non-current liabilities8,182,3531,628,123Total non-current liabilities19,576,77010,653,025Commitments and contingencyStockholders' EquityPreferred stock, \$0.001 par value; 20,000,000 shares authorized; 0 shares issued and outstanding at December 31, and June 30, 2021Common stock, \$0.001 par value; 180,000,000 shares authorized; 26,488,682 and 26,448,663 shares issued and outstanding at December 31, and June 30, 202126,44926,449Additional paid in capital23,371,71223,214,26322,214,263Total equity26,828,66324,985,785-						
Long-term loan payable441,512458,571Long-term revolving loan payable, net6,963,551-Lease liability - non-current777,2901,169,552Total non-current liabilities8,182,3531,628,123Total non-current liabilities19,576,77010,653,025Commitments and contingencyStockholders' EquityPreferred stock, \$0.001 par value; 20,000,000 shares authorized; 0 shares issued and outstanding at December 31, and June 30, 2021Common stock, \$0.001 par value; 180,000,000 shares authorized; 26,488,682 and 26,448,663 shares issued and outstanding at December 31, and June 30, 202126,44926,449Additional paid in capital23,371,71223,214,26322,214,263Total equity26,828,66324,985,785-	Nam answert liebilities					
Long-term revolving loan payable, net6,963,551Lease liability – non-current777,290Total non-current liabilities8,182,353Total non-current liabilities19,576,77010,653,025Commitments and contingency–Commitments and contingency–Stockholders' EquityPreferred stock, \$0.001 par value; 20,000,000 shares authorized; 0 shares issued and outstanding at December 31, and June 30, 2021–Common stock, \$0.001 par value; 180,000,000 shares authorized; 26,488,682 and 26,448,663 shares issued and outstanding at December 31, and June 30, 2021–Additional paid in capital23,371,71223,214,263Retained earnings3,430,4621,745,073Total equity26,828,66324,985,785			441 510		450 571	
Lease liability – non-current777,2901,169,552Total non-current liabilities8,182,3531,628,123Total liabilities19,576,77010,653,025Commitments and contingency––Stockholders' Equity Preferred stock, \$0.001 par value; 20,000,000 shares authorized; 0 shares issued and outstanding at December 31, and June 30, 2021––Common stock, \$0.001 par value; 180,000,000 shares authorized; 26,488,682 and 26,448,663 shares issued and outstanding at December 31, and June 30, 202126,48926,449Additional paid in capital23,371,71223,214,26323,214,263Retained earnings3,430,4621,745,073Total equity26,828,66324,985,785					458,571	
Total non-current liabilities8,182,3531,628,123Total liabilities19,576,77010,653,025Commitments and contingencyStockholders' Equity Preferred stock, \$0.001 par value; 20,000,000 shares authorized; 0 shares issued and outstanding at December 31, and June 30, 2021Common stock, \$0.001 par value; 180,000,000 shares authorized; 26,488,682 and 26,448,663 shares issued and outstanding at December 31, and June 30, 2021Additional paid in capital Retained earnings26,48926,449Total equity26,828,66324,985,785					-	
Total liabilities19,576,77010,653,025Commitments and contingencyCommitments and contingencyStockholders' Equity Preferred stock, \$0.001 par value; 20,000,000 shares authorized; 0 shares issued and outstanding at December 31, and June 30, 2021-Common stock, \$0.001 par value; 180,000,000 shares authorized; 26,488,682 and 26,448,663 shares issued and outstanding at December 31, and June 30, 2021-Additional paid in capital Retained earnings23,371,71223,214,263Total equity26,828,66324,985,785	-					
Commitments and contingency––Stockholders' Equity Preferred stock, \$0.001 par value; 20,000,000 shares authorized; 0 shares issued and outstanding at December 31, and June 30, 2021––Common stock, \$0.001 par value; 180,000,000 shares authorized; 26,488,682 and 26,448,663 shares issued and outstanding at December 31, and June 30, 2021––Additional paid in capital Retained earnings26,48926,449Total equity26,828,66324,985,785	Total non-current liabilities	-	8,182,353		1,628,123	
Stockholders' Equity Preferred stock, \$0.001 par value; 20,000,000 shares authorized; 0 shares issued and outstanding at December 31, and June 30, 2021-Common stock, \$0.001 par value; 180,000,000 shares authorized; 26,488,682 and 26,448,663 shares issued and outstanding at December 31, and June 30, 2021Additional paid in capital Retained earnings26,48926,449Total equity26,828,66324,985,785	Total liabilities		19,576,770		10,653,025	
Stockholders' Equity Preferred stock, \$0.001 par value; 20,000,000 shares authorized; 0 shares issued and outstanding at December 31, and June 30, 2021-Common stock, \$0.001 par value; 180,000,000 shares authorized; 26,488,682 and 26,448,663 shares issued and outstanding at December 31, and June 30, 2021Additional paid in capital Retained earnings26,48926,449Total equity26,828,66324,985,785						
Preferred stock, \$0.001 par value; 20,000,000 shares authorized; 0 shares issued and outstanding at December 31, and June 30, 2021––Common stock, \$0.001 par value; 180,000,000 shares authorized; 26,488,682 and 26,448,663 shares issued and outstanding at December 31, and June 30, 202126,44926,449Additional paid in capital Retained earnings23,371,71223,214,263Total equity26,828,66324,985,785	Commitments and contingency		-		-	
December 31, and June 30, 2021––Common stock, \$0.001 par value; 180,000,000 shares authorized; 26,488,682 and 26,448,663 shares issued and outstanding at December 31, and June 30, 202126,48926,489Additional paid in capital Retained earnings23,371,71223,214,263Total equity26,828,66324,985,785	Stockholders' Equity					
Common stock, \$0.001 par value; 180,000,000 shares authorized; 26,488,682 and 26,448,663 shares issued and outstanding at December 31, and June 30, 202126,48926,48926,449Additional paid in capital Retained earnings23,371,71223,214,26323,214,263Total equity26,828,66324,985,785						
issued and outstanding at December 31, and June 30, 202126,48926,449Additional paid in capital23,371,71223,214,263Retained earnings3,430,4621,745,073Total equity26,828,66324,985,785			-		-	
Additional paid in capital   23,371,712   23,214,263     Retained earnings   3,430,462   1,745,073     Total equity   26,828,663   24,985,785						
Retained earnings     3,430,462     1,745,073       Total equity     26,828,663     24,985,785						
Total equity     26,828,663     24,985,785						
	Retained earnings	_	3,430,462	_	1,745,073	
	Total equity		26,828,663		24,985,785	
Total liabilities and equity     \$ 46,405,433     \$ 35,638,810		-			, , , , , , , , , , , , , , , , , , , ,	
	Total liabilities and equity	\$	46,405,433	\$	35,638,810	

# iPower Inc. and Subsidiaries Unaudited Condensed Consolidated Statements of Operations For the Three and Six Months Ended December 31, 2021 and 2020

	For the Three Months Ended December 31,			For the Six Months Ended December 31,				
		2021		2020		2021		2020
	(	Unaudited)	J)	Jnaudited)	(	Unaudited)	(	Unaudited)
REVENUES	\$	17,125,663	\$	11,254,317	\$	34,492,428	\$	26,214,252
TOTAL REVENUES		17,125,663		11,254,317		34,492,428	-	26,214,252
COST OF REVENUES		9,568,051		6,306,726		19,621,114		15,703,873
GROSS PROFIT		7,557,612		4,947,591		14,871,314		10,510,379
OPERATING EXPENSES:								
Selling and fulfillment		3,641,839		2,784,749		7,307,760		5,998,423
General and administrative		2,780,488		1,309,736		5,137,954		2,582,477
Total operating expenses		6,422,327		4,094,485		12,445,714	_	8,580,900
INCOME FROM OPERATIONS		1,135,285		853,106	_	2,425,600		1,929,479
OTHER INCOME (EXPENSE)								
Interest income (expenses)		(75,112)		(23,708)		(75,112)		(49,538)
Other financing expenses		_		(37,447)		(9,000)		(37,447)
Other non-operating income (expense)		60,403		10,455		9,591		17,852
Total other (expenses), net		(14,709)		(50,700)		(74,521)		(69,133)
INCOME BEFORE INCOME TAXES		1,120,576		802,406		2,351,079		1,860,346
PROVISION FOR INCOME TAXES		322,715		226,930		665,690		522,874
NET INCOME	\$	797,861	\$	575,476	\$	1,685,389	\$	1,337,472
WEIGHTED AVERAGE NUMBER OF COMMON STOCK								
Basic		26,491,103		20,204,496		26,487,816		20,204,496
Diluted		26,491,103		20,204,496		26,487,816		20,204,496
EARNINGS PER SHARE								
Basic	\$	0.030	\$	0.028	\$	0.064	\$	0.066
	Φ	0.030	æ	0.020	Φ	0.004	φ	0.000
Diluted	\$	0.030	\$	0.028	\$	0.064	\$	0.066

