

Letter of Intent Between BEVGATER Inc. and Hyduro, Inc.

To: Miles Bowles
Hyduro, Inc.
2545-Ardath Road
La Jolla, CA 92039
miles@hyduro.com

26 June 2024

Whereas Bevgater is an enterprise based on unique beverage dispensing coolers and related products that reduce the environmental waste generated by cans and bottles and is sustainably directed.

Whereas Hyduro, Inc is a manufacturer of hydration and tracking systems and embraces sustainability in its processes and materials.

Therefore, Bevgater wishes to contract for its product manufacturing with Hyduro Inc. and establish this Letter of Intent to Offer the Purchase of Hyduro, Inc. upon mutual negotiation of terms, in the near future.

This letter of intent is non-binding, and neither party has a binding obligation to the other party until the parties negotiate and execute a definitive agreement for a transaction between the parties.

Herein are the Assets submitted by/of Hyduro, INC :

Hyduro INC, a Delaware Corporation
Taxed as a Partnership, Pass through entity for Federal purposes.
Location: 2545-Ardath Rd La Jolla, CA 92039

Funds Invested to Date: ~\$1.7M

High Level CAP table:

7.6% — Convertible Debt

12.74% — Series Seed

5.99% — Preferred

63.67% — Common

10% — Available Option Pool

Intellectual Property & Patents

Smart Cap for a Liquid Container

- 10501246
- 10717569
- 11142380
- 11649096
- D896571

Note: we have 6 more patents pending.

Revenue

2023: ~\$60K

2024: ~\$60K (projected)

Total: ~\$250K

Note: We have done virtually no paid marketing. Sales are all organic. We have a very low burn rate (~\$1.5K per month).

Inventory

Finished goods: ~3K units (\$300K)

WIP goods (needs assembly): ~2K

COGS

Current: ~\$36

At scale: ~\$24

Hereby Bevgater and Hyduro, Inc accept this Letter of Intent

Date: *Le. 26. 24*

Darren Hamans; For Bevgater

D Hamans

Miles Bowles; For Hyduro, Inc.

Miles Bowles