

UNITED STATES BANKRUPTCY COURT  
WESTERN DISTRICT OF PENNSYLVANIA

In Re. Lipella Pharmaceuticals Inc.

§  
§  
§  
§

Case No. 26-20879

Debtor(s)

☐ Jointly Administered

**Monthly Operating Report**

Chapter 11

Reporting Period Ended: 03/31/2026

Petition Date: 03/30/2026

Months Pending: 0

Industry Classification: 

|   |   |   |   |
|---|---|---|---|
| 3 | 2 | 5 | 4 |
|---|---|---|---|

Reporting Method:

Accrual Basis ☒

Cash Basis ☐

Debtor's Full-Time Employees (current):

6

Debtor's Full-Time Employees (as of date of order for relief):

6

**Supporting Documentation** (check all that are attached):

(For jointly administered debtors, any required schedules must be provided on a non-consolidated basis for each debtor)

- ☒ Statement of cash receipts and disbursements
- ☒ Balance sheet containing the summary and detail of the assets, liabilities and equity (net worth) or deficit
- ☒ Statement of operations (profit or loss statement)
- ☐ Accounts receivable aging
- ☐ Postpetition liabilities aging
- ☐ Statement of capital assets
- ☐ Schedule of payments to professionals
- ☐ Schedule of payments to insiders
- ☒ All bank statements and bank reconciliations for the reporting period
- ☐ Description of the assets sold or transferred and the terms of the sale or transfer

/s/ Douglas Johnston  
Signature of Responsible Party

04/21/2026

Date

Douglas Johnston  
Printed Name of Responsible Party

4006 Sirney Drive, Valencia, PA, 16059  
Address

STATEMENT: This Periodic Report is associated with an open bankruptcy case; therefore, Paperwork Reduction Act exemption 5 C.F.R. § 1320.4(a)(2) applies.

Debtor's Name Lipella Pharmaceuticals Inc.

Case No. 26-20879

| Part 1: Cash Receipts and Disbursements |                                                                 | Current Month | Cumulative |
|-----------------------------------------|-----------------------------------------------------------------|---------------|------------|
| a.                                      | Cash balance beginning of month                                 | \$684,191     |            |
| b.                                      | Total receipts (net of transfers between accounts)              | \$0           | \$0        |
| c.                                      | Total disbursements (net of transfers between accounts)         | \$0           | \$0        |
| d.                                      | Cash balance end of month (a+b-c)                               | \$684,191     |            |
| e.                                      | Disbursements made by third party for the benefit of the estate | \$0           | \$0        |
| f.                                      | Total disbursements for quarterly fee calculation (c+e)         | \$0           | \$0        |

| Part 2: Asset and Liability Status<br>(Not generally applicable to Individual Debtors. See Instructions.) |                                                                                                                                 | Current Month |
|-----------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------|---------------|
| a.                                                                                                        | Accounts receivable (total net of allowance)                                                                                    | \$2,078       |
| b.                                                                                                        | Accounts receivable over 90 days outstanding (net of allowance)                                                                 | \$0           |
| c.                                                                                                        | Inventory (Book <input type="radio"/> Market <input type="radio"/> Other <input checked="" type="radio"/> (attach explanation)) | \$0           |
| d.                                                                                                        | Total current assets                                                                                                            | \$929,806     |
| e.                                                                                                        | Total assets                                                                                                                    | \$936,061     |
| f.                                                                                                        | Postpetition payables (excluding taxes)                                                                                         | \$46,176      |
| g.                                                                                                        | Postpetition payables past due (excluding taxes)                                                                                | \$0           |
| h.                                                                                                        | Postpetition taxes payable                                                                                                      | \$1,208       |
| i.                                                                                                        | Postpetition taxes past due                                                                                                     | \$0           |
| j.                                                                                                        | Total postpetition debt (f+h)                                                                                                   | \$47,384      |
| k.                                                                                                        | Prepetition secured debt                                                                                                        | \$0           |
| l.                                                                                                        | Prepetition priority debt                                                                                                       | \$35,000      |
| m.                                                                                                        | Prepetition unsecured debt                                                                                                      | \$509,034     |
| n.                                                                                                        | Total liabilities (debt) (j+k+l+m)                                                                                              | \$591,418     |
| o.                                                                                                        | Ending equity/net worth (e-n)                                                                                                   | \$344,643     |

| Part 3: Assets Sold or Transferred |                                                                                                                   | Current Month | Cumulative |
|------------------------------------|-------------------------------------------------------------------------------------------------------------------|---------------|------------|
| a.                                 | Total cash sales price for assets sold/transferred outside the ordinary course of business                        | \$0           | \$0        |
| b.                                 | Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business | \$0           | \$0        |
| c.                                 | Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)                      | \$0           | \$0        |

| Part 4: Income Statement (Statement of Operations)<br>(Not generally applicable to Individual Debtors. See Instructions.) |                                                               | Current Month | Cumulative |
|---------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------|---------------|------------|
| a.                                                                                                                        | Gross income/sales (net of returns and allowances)            | \$0           |            |
| b.                                                                                                                        | Cost of goods sold (inclusive of depreciation, if applicable) | \$0           |            |
| c.                                                                                                                        | Gross profit (a-b)                                            | \$0           |            |
| d.                                                                                                                        | Selling expenses                                              | \$0           |            |
| e.                                                                                                                        | General and administrative expenses                           | \$3,349       |            |
| f.                                                                                                                        | Other expenses                                                | \$791         |            |
| g.                                                                                                                        | Depreciation and/or amortization (not included in 4b)         | \$0           |            |
| h.                                                                                                                        | Interest                                                      | \$0           |            |
| i.                                                                                                                        | Taxes (local, state, and federal)                             | \$791         |            |
| j.                                                                                                                        | Reorganization items                                          | \$0           |            |
| k.                                                                                                                        | Profit (loss)                                                 | \$-4,840      | \$-4,840   |

Debtor's Name Lipella Pharmaceuticals Inc.

Case No. 26-20879

**Part 5: Professional Fees and Expenses**

|        |                                                                           |           | Approved<br>Current Month | Approved<br>Cumulative | Paid Current<br>Month | Paid<br>Cumulative |  |
|--------|---------------------------------------------------------------------------|-----------|---------------------------|------------------------|-----------------------|--------------------|--|
| a.     | Debtor's professional fees & expenses (bankruptcy) <i>Aggregate Total</i> |           |                           |                        |                       |                    |  |
|        | <i>Itemized Breakdown by Firm</i>                                         |           |                           |                        |                       |                    |  |
|        |                                                                           | Firm Name | Role                      |                        |                       |                    |  |
|        | i                                                                         |           |                           |                        |                       |                    |  |
|        | ii                                                                        |           |                           |                        |                       |                    |  |
|        | iii                                                                       |           |                           |                        |                       |                    |  |
|        | iv                                                                        |           |                           |                        |                       |                    |  |
|        | v                                                                         |           |                           |                        |                       |                    |  |
|        | vi                                                                        |           |                           |                        |                       |                    |  |
|        | vii                                                                       |           |                           |                        |                       |                    |  |
|        | viii                                                                      |           |                           |                        |                       |                    |  |
|        | ix                                                                        |           |                           |                        |                       |                    |  |
|        | x                                                                         |           |                           |                        |                       |                    |  |
|        | xi                                                                        |           |                           |                        |                       |                    |  |
|        | xii                                                                       |           |                           |                        |                       |                    |  |
|        | xiii                                                                      |           |                           |                        |                       |                    |  |
|        | xiv                                                                       |           |                           |                        |                       |                    |  |
|        | xv                                                                        |           |                           |                        |                       |                    |  |
|        | xvi                                                                       |           |                           |                        |                       |                    |  |
|        | xvii                                                                      |           |                           |                        |                       |                    |  |
|        | xviii                                                                     |           |                           |                        |                       |                    |  |
|        | xix                                                                       |           |                           |                        |                       |                    |  |
|        | xx                                                                        |           |                           |                        |                       |                    |  |
|        | xxi                                                                       |           |                           |                        |                       |                    |  |
|        | xxii                                                                      |           |                           |                        |                       |                    |  |
|        | xxiii                                                                     |           |                           |                        |                       |                    |  |
|        | xxiv                                                                      |           |                           |                        |                       |                    |  |
|        | xxv                                                                       |           |                           |                        |                       |                    |  |
|        | xxvi                                                                      |           |                           |                        |                       |                    |  |
|        | xxvii                                                                     |           |                           |                        |                       |                    |  |
| xxviii |                                                                           |           |                           |                        |                       |                    |  |
| xxix   |                                                                           |           |                           |                        |                       |                    |  |
| xxx    |                                                                           |           |                           |                        |                       |                    |  |
| xxxi   |                                                                           |           |                           |                        |                       |                    |  |
| xxxii  |                                                                           |           |                           |                        |                       |                    |  |
| xxxiii |                                                                           |           |                           |                        |                       |                    |  |
| xxxiv  |                                                                           |           |                           |                        |                       |                    |  |
| xxxv   |                                                                           |           |                           |                        |                       |                    |  |
| xxxvi  |                                                                           |           |                           |                        |                       |                    |  |

Case No. 26-20879

Debtor's Name Lipella Pharmaceuticals Inc.

Case No. 26-20879

|  |         |  |  |  |  |  |
|--|---------|--|--|--|--|--|
|  | lxxix   |  |  |  |  |  |
|  | lxxx    |  |  |  |  |  |
|  | lxxxi   |  |  |  |  |  |
|  | lxxxii  |  |  |  |  |  |
|  | lxxxiii |  |  |  |  |  |
|  | lxxxiv  |  |  |  |  |  |
|  | lxxxv   |  |  |  |  |  |
|  | lxxxvi  |  |  |  |  |  |
|  | lxxxvi  |  |  |  |  |  |
|  | lxxxvi  |  |  |  |  |  |
|  | lxxxix  |  |  |  |  |  |
|  | xc      |  |  |  |  |  |
|  | xc      |  |  |  |  |  |
|  | xcii    |  |  |  |  |  |
|  | xciii   |  |  |  |  |  |
|  | xciv    |  |  |  |  |  |
|  | xcv     |  |  |  |  |  |
|  | xcvi    |  |  |  |  |  |
|  | xcvii   |  |  |  |  |  |
|  | xcviii  |  |  |  |  |  |
|  | xcix    |  |  |  |  |  |
|  | c       |  |  |  |  |  |
|  | ci      |  |  |  |  |  |

| b.   |                                                                              |      | Approved<br>Current Month | Approved<br>Cumulative | Paid Current<br>Month | Paid<br>Cumulative |
|------|------------------------------------------------------------------------------|------|---------------------------|------------------------|-----------------------|--------------------|
|      | Debtor's professional fees & expenses (nonbankruptcy) <i>Aggregate Total</i> |      |                           |                        |                       |                    |
|      | <i>Itemized Breakdown by Firm</i>                                            |      |                           |                        |                       |                    |
|      | Firm Name                                                                    | Role |                           |                        |                       |                    |
| i    |                                                                              |      |                           |                        |                       |                    |
| ii   |                                                                              |      |                           |                        |                       |                    |
| iii  |                                                                              |      |                           |                        |                       |                    |
| iv   |                                                                              |      |                           |                        |                       |                    |
| v    |                                                                              |      |                           |                        |                       |                    |
| vi   |                                                                              |      |                           |                        |                       |                    |
| vii  |                                                                              |      |                           |                        |                       |                    |
| viii |                                                                              |      |                           |                        |                       |                    |
| ix   |                                                                              |      |                           |                        |                       |                    |
| x    |                                                                              |      |                           |                        |                       |                    |
| xi   |                                                                              |      |                           |                        |                       |                    |
| xii  |                                                                              |      |                           |                        |                       |                    |
| xiii |                                                                              |      |                           |                        |                       |                    |
| xiv  |                                                                              |      |                           |                        |                       |                    |

Debtor's Name Lipella Pharmaceuticals Inc.

Case No. 26-20879

|         |  |  |  |  |  |  |
|---------|--|--|--|--|--|--|
| xv      |  |  |  |  |  |  |
| xvi     |  |  |  |  |  |  |
| xvii    |  |  |  |  |  |  |
| xviii   |  |  |  |  |  |  |
| xix     |  |  |  |  |  |  |
| xx      |  |  |  |  |  |  |
| xxi     |  |  |  |  |  |  |
| xxii    |  |  |  |  |  |  |
| xxiii   |  |  |  |  |  |  |
| xxiv    |  |  |  |  |  |  |
| xxv     |  |  |  |  |  |  |
| xxvi    |  |  |  |  |  |  |
| xxvii   |  |  |  |  |  |  |
| xxviii  |  |  |  |  |  |  |
| xxix    |  |  |  |  |  |  |
| xxx     |  |  |  |  |  |  |
| xxxi    |  |  |  |  |  |  |
| xxxii   |  |  |  |  |  |  |
| xxxiii  |  |  |  |  |  |  |
| xxxiv   |  |  |  |  |  |  |
| xxxv    |  |  |  |  |  |  |
| xxxvi   |  |  |  |  |  |  |
| xxxvii  |  |  |  |  |  |  |
| xxxviii |  |  |  |  |  |  |
| xxxix   |  |  |  |  |  |  |
| xl      |  |  |  |  |  |  |
| xli     |  |  |  |  |  |  |
| xlii    |  |  |  |  |  |  |
| xliii   |  |  |  |  |  |  |
| xliv    |  |  |  |  |  |  |
| xlv     |  |  |  |  |  |  |
| xlvi    |  |  |  |  |  |  |
| xlvii   |  |  |  |  |  |  |
| xlviii  |  |  |  |  |  |  |
| xliv    |  |  |  |  |  |  |
| l       |  |  |  |  |  |  |
| li      |  |  |  |  |  |  |
| lii     |  |  |  |  |  |  |
| liii    |  |  |  |  |  |  |
| liv     |  |  |  |  |  |  |
| lv      |  |  |  |  |  |  |
| lvi     |  |  |  |  |  |  |

Case No. 26-20879

|         |  |  |  |  |  |  |
|---------|--|--|--|--|--|--|
| lvii    |  |  |  |  |  |  |
| lviii   |  |  |  |  |  |  |
| lix     |  |  |  |  |  |  |
| lx      |  |  |  |  |  |  |
| lxi     |  |  |  |  |  |  |
| lxii    |  |  |  |  |  |  |
| lxiii   |  |  |  |  |  |  |
| lxiv    |  |  |  |  |  |  |
| lxv     |  |  |  |  |  |  |
| lxvi    |  |  |  |  |  |  |
| lxvii   |  |  |  |  |  |  |
| lxviii  |  |  |  |  |  |  |
| lxix    |  |  |  |  |  |  |
| lxx     |  |  |  |  |  |  |
| lxxi    |  |  |  |  |  |  |
| lxxii   |  |  |  |  |  |  |
| lxxiii  |  |  |  |  |  |  |
| lxxiv   |  |  |  |  |  |  |
| lxxv    |  |  |  |  |  |  |
| lxxvi   |  |  |  |  |  |  |
| lxxvii  |  |  |  |  |  |  |
| lxxviii |  |  |  |  |  |  |
| lxxix   |  |  |  |  |  |  |
| lxxx    |  |  |  |  |  |  |
| lxxxi   |  |  |  |  |  |  |
| lxxxii  |  |  |  |  |  |  |
| lxxxiii |  |  |  |  |  |  |
| lxxxiv  |  |  |  |  |  |  |
| lxxxv   |  |  |  |  |  |  |
| lxxxvi  |  |  |  |  |  |  |
| lxxxvi  |  |  |  |  |  |  |
| lxxxvi  |  |  |  |  |  |  |
| lxxxix  |  |  |  |  |  |  |
| xc      |  |  |  |  |  |  |
| xc      |  |  |  |  |  |  |
| xc      |  |  |  |  |  |  |
| xcii    |  |  |  |  |  |  |
| xciii   |  |  |  |  |  |  |
| xciv    |  |  |  |  |  |  |
| xcv     |  |  |  |  |  |  |
| xcvi    |  |  |  |  |  |  |
| xcvii   |  |  |  |  |  |  |
| xcviii  |  |  |  |  |  |  |

Debtor's Name Lipella Pharmaceuticals Inc.

Case No. 26-20879

|    |                                                          |  |  |  |  |  |  |
|----|----------------------------------------------------------|--|--|--|--|--|--|
|    | xcix                                                     |  |  |  |  |  |  |
|    | c                                                        |  |  |  |  |  |  |
| c. | All professional fees and expenses (debtor & committees) |  |  |  |  |  |  |

**Part 6: Postpetition Taxes****Current Month****Cumulative**

|    |                                                               |         |         |
|----|---------------------------------------------------------------|---------|---------|
| a. | Postpetition income taxes accrued (local, state, and federal) | \$0     | \$0     |
| b. | Postpetition income taxes paid (local, state, and federal)    | \$0     | \$0     |
| c. | Postpetition employer payroll taxes accrued                   | \$1,161 | \$1,161 |
| d. | Postpetition employer payroll taxes paid                      | \$0     | \$0     |
| e. | Postpetition property taxes paid                              | \$0     | \$0     |
| f. | Postpetition other taxes accrued (local, state, and federal)  | \$700   | \$700   |
| g. | Postpetition other taxes paid (local, state, and federal)     | \$0     | \$0     |

**Part 7: Questionnaire - During this reporting period:**

- a. Were any payments made on prepetition debt? (if yes, see Instructions) Yes ☐ No ☒
- b. Were any payments made outside the ordinary course of business without court approval? (if yes, see Instructions) Yes ☐ No ☒
- c. Were any payments made to or on behalf of insiders? Yes ☐ No ☒
- d. Are you current on postpetition tax return filings? Yes ☒ No ☐
- e. Are you current on postpetition estimated tax payments? Yes ☒ No ☐
- f. Were all trust fund taxes remitted on a current basis? Yes ☒ No ☐
- g. Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions) Yes ☐ No ☒
- h. Were all payments made to or on behalf of professionals approved by the court? Yes ☐ No ☐ N/A ☒
- i. Do you have:
- Worker's compensation insurance? Yes ☒ No ☐
- If yes, are your premiums current? Yes ☒ No ☐ N/A ☐ (if no, see Instructions)
- Casualty/property insurance? Yes ☒ No ☐
- If yes, are your premiums current? Yes ☒ No ☐ N/A ☐ (if no, see Instructions)
- General liability insurance? Yes ☒ No ☐
- If yes, are your premiums current? Yes ☒ No ☐ N/A ☐ (if no, see Instructions)
- j. Has a plan of reorganization been filed with the court? Yes ☐ No ☒
- k. Has a disclosure statement been filed with the court? Yes ☐ No ☒
- l. Are you current with quarterly U.S. Trustee fees as set forth under 28 U.S.C. § 1930? Yes ☒ No ☐



Debtor's Name Lipella Pharmaceuticals Inc.

Case No. 26-20879

**Part 8: Individual Chapter 11 Debtors (Only)**

- |    |                                                                   |       |     |
|----|-------------------------------------------------------------------|-------|-----|
| a. | Gross income (receipts) from salary and wages                     | _____ | \$0 |
| b. | Gross income (receipts) from self-employment                      | _____ | \$0 |
| c. | Gross income from all other sources                               | _____ | \$0 |
| d. | Total income in the reporting period (a+b+c)                      | _____ | \$0 |
| e. | Payroll deductions                                                | _____ | \$0 |
| f. | Self-employment related expenses                                  | _____ | \$0 |
| g. | Living expenses                                                   | _____ | \$0 |
| h. | All other expenses                                                | _____ | \$0 |
| i. | Total expenses in the reporting period (e+f+g+h)                  | _____ | \$0 |
| j. | Difference between total income and total expenses (d-i)          | _____ | \$0 |
| k. | List the total amount of all postpetition debts that are past due | _____ | \$0 |
- l. Are you required to pay any Domestic Support Obligations as defined by 11 U.S.C § 101(14A)? Yes ☐ No ☒
- m. If yes, have you made all Domestic Support Obligation payments? Yes ☐ No ☐ N/A ☒

**Privacy Act Statement**

28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will also use this information to evaluate a chapter 11 debtor's progress through the bankruptcy system, including the likelihood of a plan of reorganization being confirmed and whether the case is being prosecuted in good faith. This information may be disclosed to a bankruptcy trustee or examiner when the information is needed to perform the trustee's or examiner's duties or to the appropriate federal, state, local, regulatory, tribal, or foreign law enforcement agency when the information indicates a violation or potential violation of law. Other disclosures may be made for routine purposes. For a discussion of the types of routine disclosures that may be made, you may consult the Executive Office for United States Trustee's systems of records notice, UST-001, "Bankruptcy Case Files and Associated Records." See 71 Fed. Reg. 59,818 et seq. (Oct. 11, 2006). A copy of the notice may be obtained at the following link: [http://www.justice.gov/ust/eo/rules\\_regulations/index.htm](http://www.justice.gov/ust/eo/rules_regulations/index.htm). Failure to provide this information could result in the dismissal or conversion of your bankruptcy case or other action by the United States Trustee. 11 U.S.C. § 1112(b)(4)(F).

**I declare under penalty of perjury that the foregoing Monthly Operating Report and its supporting documentation are true and correct and that I have been authorized to sign this report on behalf of the estate.**

/s/ Douglas Johnston

Signature of Responsible Party

CFO

Title

Douglas Johnston

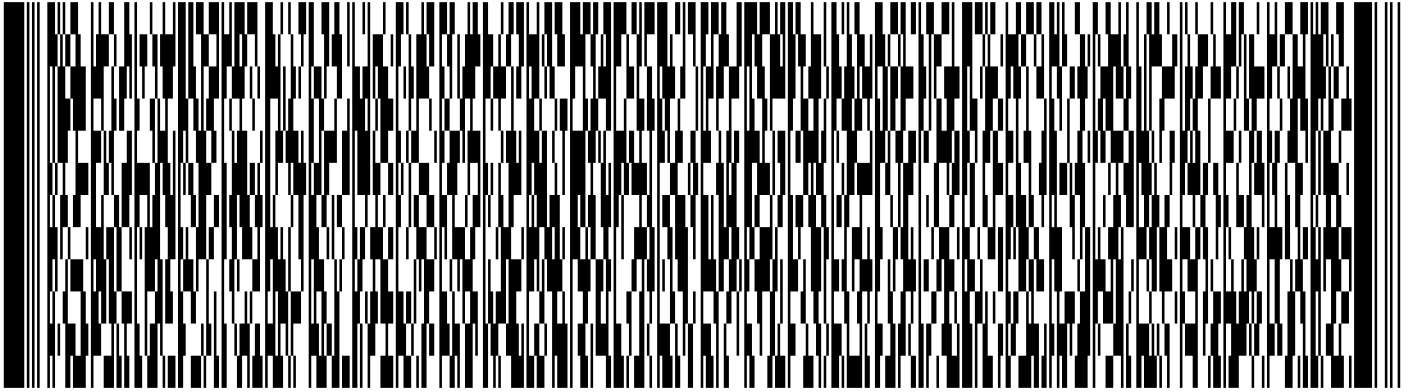
Printed Name of Responsible Party

04/21/2026

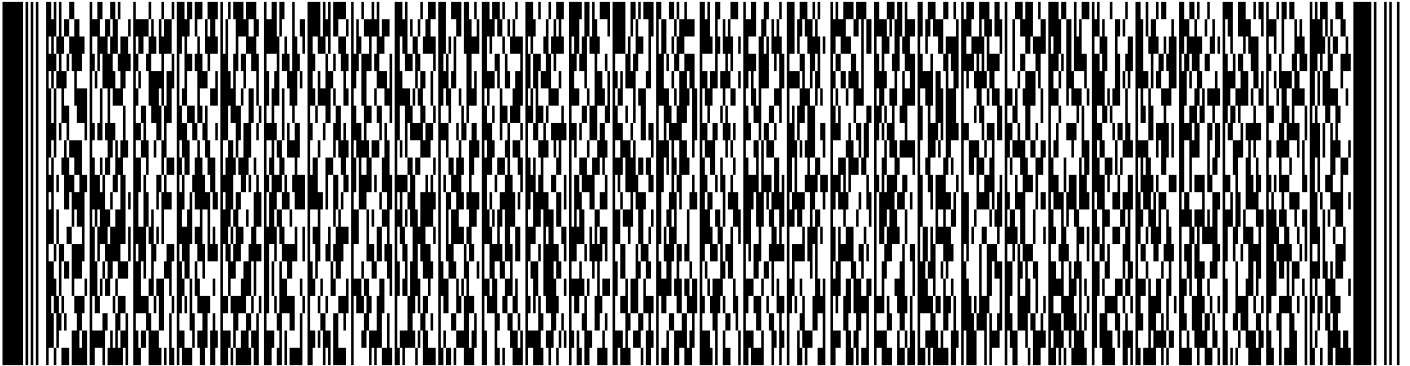
Date

Debtor's Name Lipella Pharmaceuticals Inc.

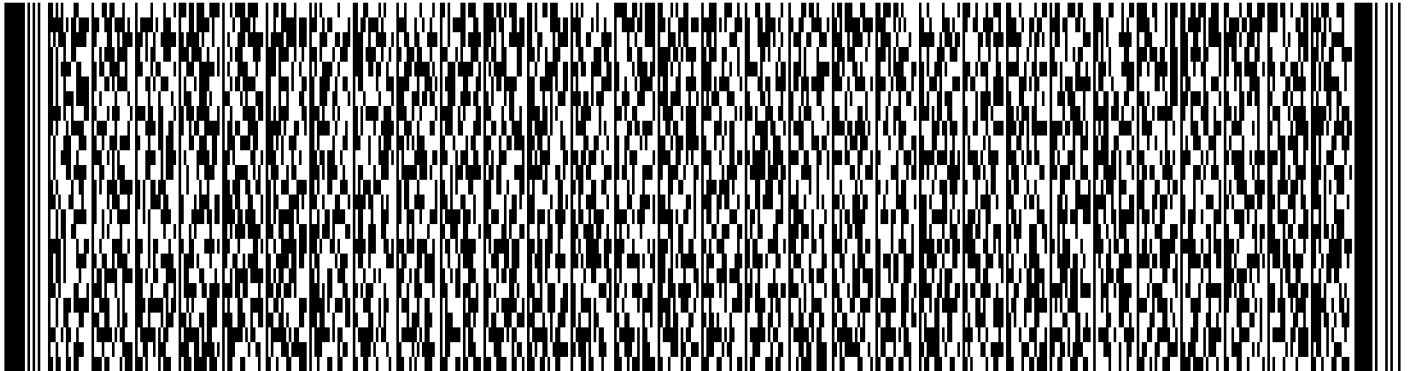
Case No. 26-20879



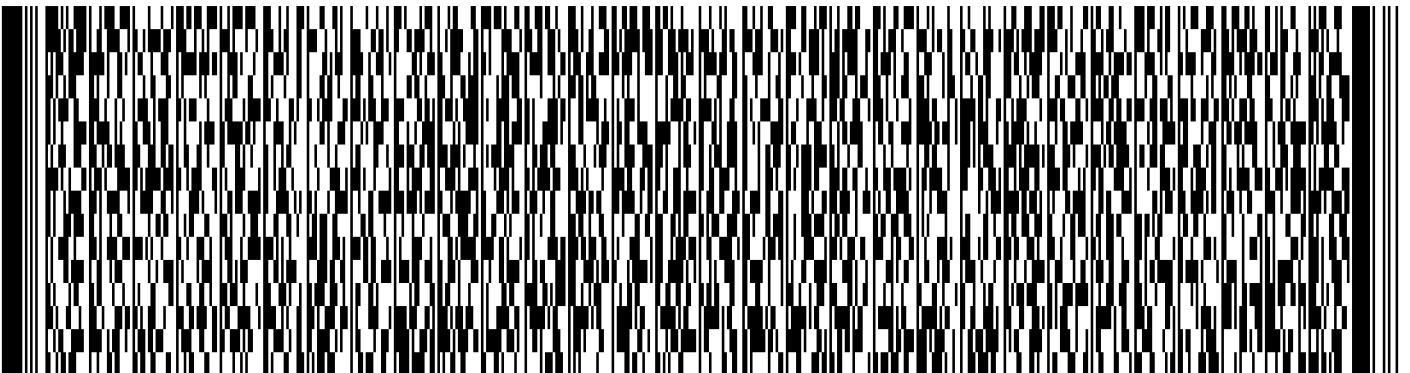
PageOnePartOne



PageOnePartTwo



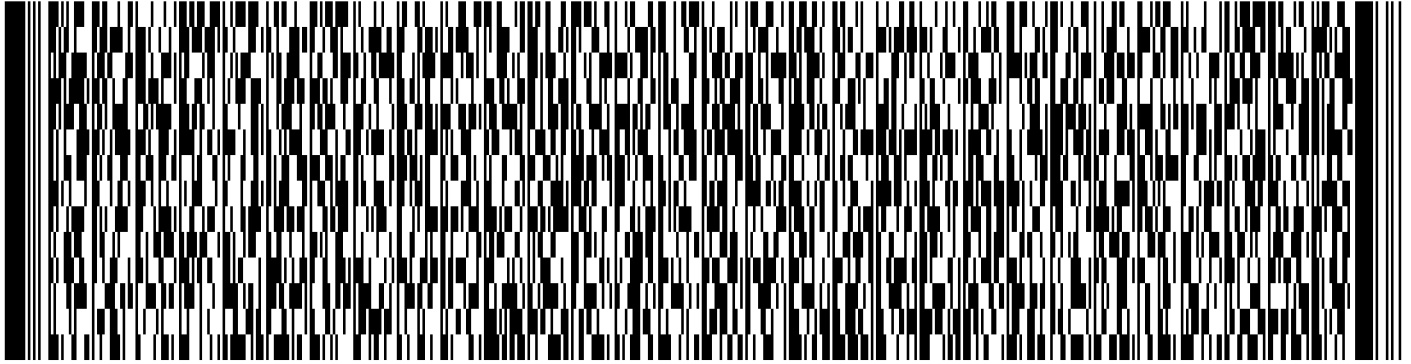
PageTwoPartOne



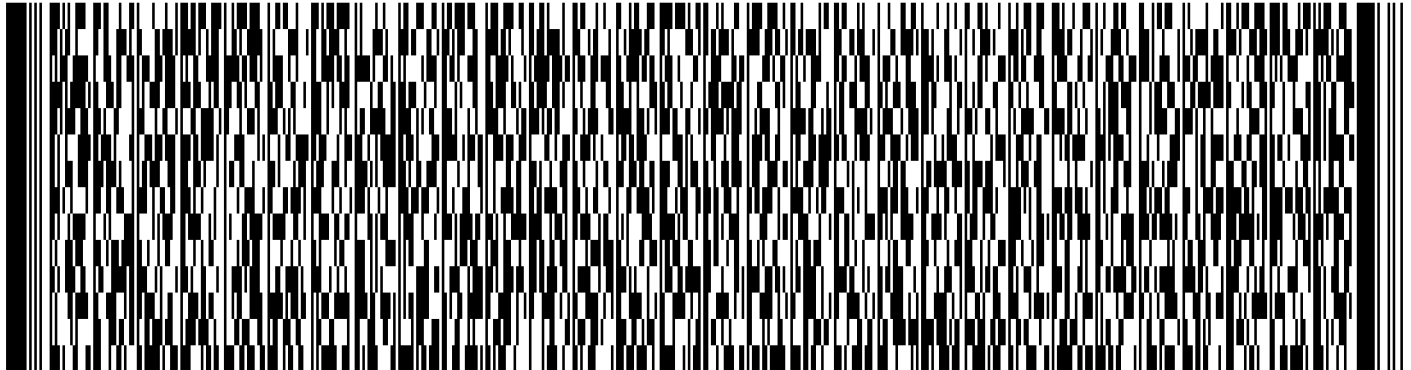
PageTwoPartTwo

Debtor's Name Lipella Pharmaceuticals Inc.

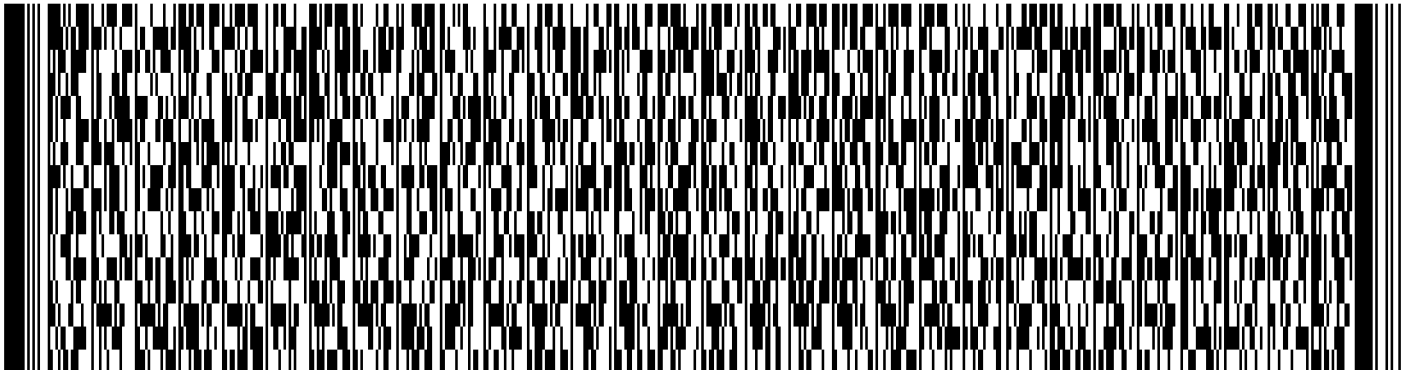
Case No. 26-20879



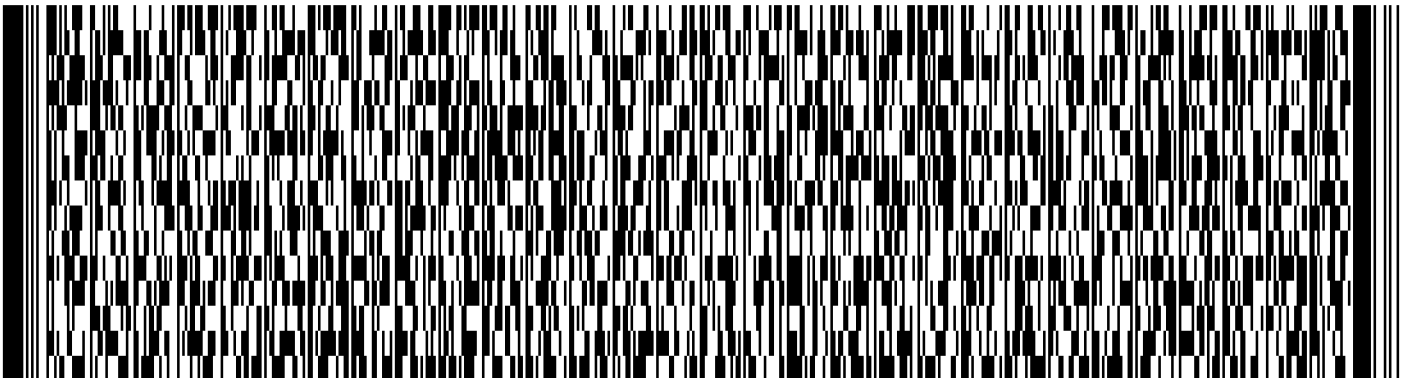
Bankruptcy1to50



Bankruptcy51to100



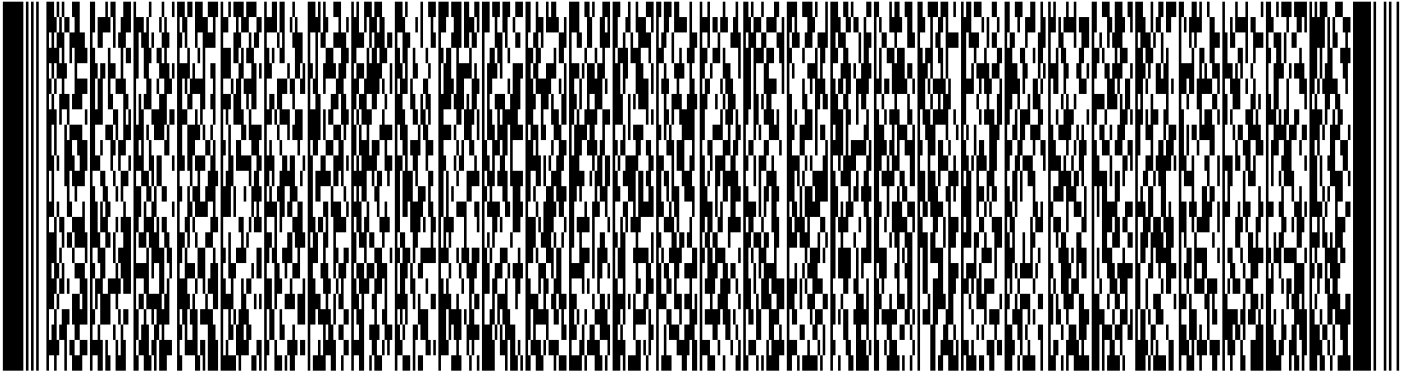
NonBankruptcy1to50



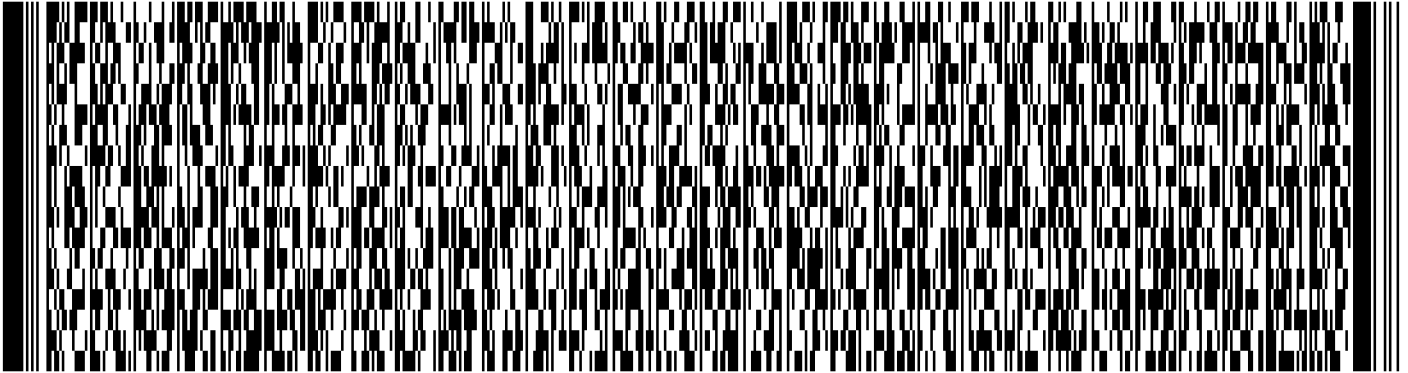
NonBankruptcy51to100

Debtor's Name Lipella Pharmaceuticals Inc.

Case No. 26-20879



PageThree



PageFour

# **Summary of Cash Receipts and Disbursements**

For the period 3/30/2026 to 3/31/2026 ("Current Period")

|                                        | Current Period | Cumulative |
|----------------------------------------|----------------|------------|
| <b>Cash Beginning of Period (Book)</b> | \$ 684,191     | \$ 684,191 |
| <b>Receipts</b>                        |                |            |
| Interest income                        | \$ -           | \$ -       |
| Other                                  | -              | -          |
| <b>Total Receipts</b>                  | \$ -           | \$ -       |
| <b>Disbursements</b>                   |                |            |
| Rent                                   | \$ -           | \$ -       |
| Payroll - wages                        | -              | -          |
| Payroll - employer taxes               | -              | -          |
| Health insurance                       | -              | -          |
| Property & casualty insurance          | -              | -          |
| Definiti (401K administration)         | -              | -          |
| ECTD Submit (FDA matters)              | -              | -          |
| Accounting software                    | -              | -          |
| Utilities                              | -              | -          |
| NATCO                                  | -              | -          |
| Other operating                        | -              | -          |
| BDO Consulting Group LLC               | -              | -          |
| Tucker Arensburg LLP                   | -              | -          |
| D&O Insurance                          | -              | -          |
| Dataroom Fees                          | -              | -          |
| UST Fees                               | -              | -          |
| <b>Total Disbursements</b>             | \$ -           | \$ -       |
| <b>Net Cash Flow</b>                   | \$ -           | \$ -       |
| <b>Cash End of Period (Book)</b>       | \$ 684,191     | \$ 684,191 |
| Reconciling items                      | \$ 11,017      | \$ 11,017  |
| <b>Cash End of Period (Bank)</b>       | \$ 695,208     | \$ 695,208 |

**Balance Sheet**

**As at March 31, 2026**

|                                     |           |                |
|-------------------------------------|-----------|----------------|
| Cash                                | \$        | 684,191        |
| Interest Receivable                 |           | 2,078          |
| Prepaid Expenses                    |           | 131,759        |
| Prepaid Retainers                   |           | 111,554        |
| Lease Accounting                    |           | 224            |
| PP&E                                |           | 6,255          |
| <b>Total Assets</b>                 | <b>\$</b> | <b>936,061</b> |
| AP Pre-Filing                       | \$        | 387,310        |
| AP Post-Filing                      |           | 3,000          |
| Accrued Payroll (2)                 |           | 156,724        |
| <b>Total Liabilities</b>            |           | <b>547,034</b> |
| Retained Earnings                   | \$        | (20,326,761)   |
| Paid Capital (1)                    |           | 20,715,788     |
| <b>Total Equity</b>                 | <b>\$</b> | <b>389,027</b> |
| <b>Total Liabilities and Equity</b> | <b>\$</b> | <b>936,061</b> |

*(1) Includes Paid in Capital, Preferred and Common Shares at book value.*

*(2) Includes pre-petition wages and post-petition wages.*

**Income Statement**

For the period 3/30/2026 to 3/31/2026 ("Current Period")

|                          | <b><u>Current Period</u></b> | <b><u>Cumulative</u></b> |
|--------------------------|------------------------------|--------------------------|
| Revenue                  | \$ -                         | \$ -                     |
| Cost of Sales            | -                            | -                        |
| Gross Profit             | <u>\$ -</u>                  | <u>\$ -</u>              |
| Operating Expenses       |                              |                          |
| General & administrative | \$ 3,349                     | \$ 3,349                 |
| R&D                      | 791                          | 791                      |
| Total Operating Expenses | <u>\$ 4,140</u>              | <u>\$ 4,140</u>          |
| Non-operating income     | -                            | -                        |
| Non-operating expenses   | 700                          | -                        |
| Total Income             | <u>\$ (4,840)</u>            | <u>\$ (4,140)</u>        |
| Income tax expense       | -                            | -                        |
| <b>Net Income</b>        | <b><u>\$ (4,840)</u></b>     | <b><u>\$ (4,140)</u></b> |

Bank Reconciliation

For the period 3/30/2026 to 3/31/2026 ("Current Period")

| Bank Account Number | Reconciling Items |                    |                     |                         | 3/31 Bank Balance |
|---------------------|-------------------|--------------------|---------------------|-------------------------|-------------------|
|                     | 3/31 Book Balance | Outstanding Checks | Deposits in Transit | Other Reconciling Items |                   |
| 2648                | \$ 684,191        | \$ 11,017          | 0                   | 0                       | \$ 695,208        |



**Accrued Payroll**

As at 3/31/2026 ("Current Period")

Amount per Balance Sheet \$ 156,724

**Pre-Filing Amounts**

J. Kaufman \$ 113,548

**Others**

M. Gruber 9,167

J. Okonski 11,000

A. Houck 2,132

K. Johnston 4,583

D. Johnston 13,750

Mar. 401K match & other taxes 2,544

**Subtotal** 43,176 43,176

**Total** \$ 156,724

KeyBank  
P.O. Box 93885

BANK STATEMENT Page 1 of 4 Business Banking Statement

Cleveland, OH 44101-5885

March 31, 2026  
page 1 of 3

2648

LIPELLA PHARMACEUTICALS INC  
7800 SUSQUEHANNA ST STE 505  
PITTSBURGH PA 15208-2156

*Questions or comments?*  
Call our Key Business Resource Center  
1-888-KEY4BIZ (1-888-539-4249)  
*Dial 711 for TTY/TRS*

*Enroll in Online Banking today at Key.com.*

*Access your available accounts, transfer funds and view your transactions right from your PC.*

**Notice of Amendments to our *Deposit Account Agreement and Funds Availability Policy* effective June 1, 2026.**

**What's Changing**

We're amending **Section 25: Arbitration Provision**. Specifically, we're clarifying when arbitration does and does not apply to collection actions. Here's what we're adding to Section 25, paragraph 3: *In addition, notwithstanding this Arbitration Provision, collection actions against you for debts owed to us (e.g., on an overdrawn account) are not subject to this arbitration provision unless either (i) you request that we switch to arbitration, or (ii) you assert a Claim against us during a collection action and we then request a switch to arbitration.*

Key Business Reward Checking 2648  
LIPELLA PHARMACEUTICALS INC

|                               |                     |
|-------------------------------|---------------------|
| Beginning balance 2-28-26     | \$102,267.35        |
| 5 Additions                   | +848,531.75         |
| 19 Subtractions               | -255,549.89         |
| Net fees and charges          | -41.10              |
| <b>Ending balance 3-31-26</b> | <b>\$695,208.11</b> |

**Additions**

| Deposits | Date | Serial # | Source                          |                     |
|----------|------|----------|---------------------------------|---------------------|
|          | 3-5  |          | Bill Pay Return:Genesis Filings | \$9,900.00          |
|          | 3-12 |          | Divvypay Llc                    | 647.98              |
|          | 3-13 | 7330     | Wire Deposit Lipella Pharmace   | 150,000.00          |
|          | 3-27 | 173069   | Wire Deposit Lipella Pharmace   | 100,000.00          |
|          | 3-30 | 205724   | Wire Deposit Lipella Pharmace   | 587,983.77          |
|          |      |          | <b>Total additions</b>          | <b>\$848,531.75</b> |

2648

March 31, 2026

page 2 of 3

2648

**Subtractions**

Paper Checks

\* check missing from sequence

| Check | Date | Amount     |
|-------|------|------------|
| 4518  | 3-16 | \$1,182.72 |

**Paper Checks Paid****\$1,182.72**

| Withdrawals               | Date | Serial # | Location                                      |                     |
|---------------------------|------|----------|-----------------------------------------------|---------------------|
|                           | 3-2  |          | Bridgeway Dev Debits                          | \$2,465.48          |
|                           | 3-2  |          | Corp E Corp E-Check                           | 21,884.44           |
|                           | 3-3  |          | Lipella Pharmacekbbo ACH                      | 2,150.00            |
|                           | 3-3  |          | Upmc Health Planweb Pay                       | 64.30               |
|                           | 3-3  |          | Upmc Health Planweb Pay                       | 9,042.31            |
|                           | 3-4  |          | Duquesne Light Payment                        | 602.82              |
|                           | 3-6  |          | Paychex Tps Taxes                             | 10,957.54           |
|                           | 3-6  |          | Paychex Inc. Payroll                          | 26,100.03           |
|                           | 3-10 |          | Paychex Eib Invoice                           | 30.00               |
|                           | 3-10 |          | Paychex Eib Invoice                           | 179.57              |
|                           | 3-12 |          | Principal Life Pplic-Peris                    | 7,486.81            |
|                           | 3-13 | 7246     | Wire Withdrawal Bdo Consulting G 0178         | 40,000.00           |
|                           | 3-13 | 7584     | Wire Withdrawal Tucker Arensberg 4943         | 100,000.00          |
|                           | 3-16 |          | Tickerpilot Tickerpilo                        | 1,098.00            |
|                           | 3-16 |          | Ewallet - Divvy Divvy Credewallet - Divvy     | 1,266.06            |
|                           | 3-20 |          | Commwlthofpapathpastaletxtp*19305693 *Sls *26 | 7.91                |
|                           | 3-25 |          | Bill Pay:Ectd Submit N/A Gbw1ZI7G             | 1,031.90            |
|                           | 3-27 | 171525   | Wire Withdrawal Bdo 0178                      | 30,000.00           |
| <b>Total subtractions</b> |      |          |                                               | <b>\$255,549.89</b> |

**Fees and charges**

| Date                                         |                                    | Quantity | Unit Charge |                 |
|----------------------------------------------|------------------------------------|----------|-------------|-----------------|
| 3-9-26                                       | Feb Keynav Corp Banking Statement  | 1        | 0.00        | \$0.00          |
| 3-9-26                                       | Feb Keynav Analysis Statement      | 1        | 0.00        | 0.00            |
| 3-9-26                                       | Feb Orig ACH Credit Via Kbb Online | 2        | 0.55        | -1.10           |
| 3-9-26                                       | Feb Kbbo Car Report Via E-Mail     | 2        | 0.00        | 0.00            |
| 3-9-26                                       | Feb Kbbo ACH Monthly Fee           | 1        | 10.00       | -10.00          |
| 3-9-26                                       | Feb Keynav Domestic                | 1        | 25.00       | -25.00          |
| 3-9-26                                       | Feb Keynav Wire Maintenance        | 1        | 0.00        | 0.00            |
| 3-9-26                                       | Feb Keynav In/Out Wire Rpt         | 1        | 0.00        | 0.00            |
| 3-9-26                                       | Feb Keynav Online Access           | 1        | 5.00        | -5.00           |
| 3-9-26                                       | Feb Online Access Package          | 1        | 0.00        | 0.00            |
| 3-9-26                                       | Feb Keynav Wire Package Fee        | 1        | 0.00        | 0.00            |
| <b>Fees and charges assessed this period</b> |                                    |          |             | <b>-\$41.10</b> |

2648

## page 3 of 3

**IN CASE OF ERROR OR QUESTIONS ABOUT YOUR ELECTRONIC TRANSFERS:**

**KeyBank  
Customer Disputes  
NY-31-55-0228  
555 Patroon Creek Blvd  
Albany, NY 12206**

- We will investigate your complaint and will correct any error promptly. If we take more than ten (10) business days to do this, we will recredit your account for the amount you think is in error, so that you will have use of the money during the time it takes us to complete our investigation.

|                |                                  |
|----------------|----------------------------------|
| XFER TO SAV    | - Transfer to Savings Account    |
| XFER FROM SAV  | - Transfer from Savings Account  |
| XFER TO CKG    | - Transfer to Checking Account   |
| XFER FROM CKG  | - Transfer from Checking Account |
| PMT TO CR CARD | - Payment to Credit Card         |
| ADV CR CARD    | - Advance from Credit Card       |

## IMPORTANT LINE OF CREDIT INFORMATION

**In your letter, give us the following information:**

- **Account Information :** Your name and account number.
- **Dollar Amount :** The dollar amount of the suspected error.
- **Description of the Problem :** If you think there is an error on your bill, describe what you believe is wrong and why you believe it was a mistake.

While we investigate whether or not there has been an error, the following are true:

- We cannot try to collect the amount in question, or report you as delinquent on that amount.
- The charge in question may remain on your statement, and we may continue to charge you interest on that amount. But, if we determine that we made a mistake, you will not have to pay the amount in question or any interest or other fees related to that amount.
- While you do not have to pay the amount in question, you are responsible for the remainder of your balance.
- We can apply any unpaid amount against your credit limit.

**Explanation of Finance Charge:** Your Finance Charge attributable to interest (hereinafter referred to as interest) is computed using the Average Daily Balance method.

**Average Daily Balance method (Balance Subject to Interest Rate):** Your interest is computed on all purchases and cash advances (collectively "advances") from the date each advance is posted until we receive payment in full (there is no grace period). We figure the interest on your line of credit by multiplying the daily periodic rate by the "Average Daily Balance" of your line of credit (including current transactions) and multiplying by the number of days in the billing cycle. To get the Average Daily Balance we take the beginning balance of your line of credit each day, add any new advances or debits, and subtract any payments and credits, any non-financed fees and unpaid interest. This gives us the daily balance. Then we add up all of your daily balances in the billing cycle and divide this total by the number of days in the billing cycle to get your Average Daily Balance.

**CREDIT INFORMATION:** If you believe we have reported inaccurate information about your account to a credit reporting agency, you may contact the credit reporting agency or write to us at:

**Key Credit Research Department**  
**P.O. Box 94518**  
**Cleveland, Ohio 44101-4518**

## BALANCING YOUR ACCOUNT

Please examine your statement and paid check information upon receipt. Erasures, alterations or irregularities should be reported promptly in accordance with your account agreement. The suggested steps below will help you balance your account.

## INSTRUCTIONS

- 1** Verify and check off in your check register each deposit, check or other transaction shown on this statement.

**Enter into your check register and SUBTRACT:**

- Checks or other deductions shown on our statement that you have *not* already entered.
- The “Service charges”, if any, shown on your statement.

**Enter into your check register and ADD:**

- Deposits or other credits shown on your statement that you have *not* already entered.
- The “Interest earned” shown on your statement, if any.

|   |                                                                                                           |        |    |
|---|-----------------------------------------------------------------------------------------------------------|--------|----|
| 4 | List from your check register any checks or other deductions that are <i>not</i> shown on your statement. |        |    |
|   | Check # or Date                                                                                           | Amount |    |
|   |                                                                                                           |        |    |
|   |                                                                                                           |        |    |
|   |                                                                                                           |        |    |
|   |                                                                                                           |        |    |
|   |                                                                                                           |        |    |
|   |                                                                                                           |        |    |
|   |                                                                                                           |        |    |
|   |                                                                                                           |        |    |
|   |                                                                                                           |        |    |
|   |                                                                                                           |        |    |
|   |                                                                                                           |        |    |
|   |                                                                                                           |        |    |
|   | TOTAL →                                                                                                   |        | \$ |

|         |                                                                                         |        |  |
|---------|-----------------------------------------------------------------------------------------|--------|--|
| 5       | List any deposits from your check register that are <i>not</i> shown on your statement. |        |  |
|         | Date                                                                                    | Amount |  |
|         |                                                                                         |        |  |
|         |                                                                                         |        |  |
|         |                                                                                         |        |  |
| TOTAL → |                                                                                         | \$     |  |

|   |                                               |  |  |
|---|-----------------------------------------------|--|--|
| 6 | Enter ending balance shown on your statement. |  |  |
|   | \$                                            |  |  |

|   |                                   |  |  |
|---|-----------------------------------|--|--|
| 7 | Add 5 and 6 and enter total here. |  |  |
|   | \$                                |  |  |

|   |                     |  |  |
|---|---------------------|--|--|
| 8 | Enter total from 4. |  |  |
|   | \$                  |  |  |

|   |                                              |  |  |
|---|----------------------------------------------|--|--|
| 9 | Subtract 8 from 7 and enter difference here. |  |  |
|   | \$                                           |  |  |

|                                                            |  |  |  |
|------------------------------------------------------------|--|--|--|
| This amount should agree with your check register balance. |  |  |  |
|------------------------------------------------------------|--|--|--|



**Inventory Disclosure**

---

294 vials of LP-10 (which can be used for LP-10, LP-310, or LP-410) and 212 vials of placebo (lipid only)

When using the LP-10 vials for LP-310 (oral lichen plannus), 3 vials are used per subject for 4 weeks of treatment

This inventory still requires release testing (i.e. samples from each batch need to be tested to confirm sterility, drug content, lipid content, and level of residual solvent)

The above inventory items do not meet the criteria for GAAP in terms of balance sheet value.

However, have been disclosed herein for information purposes.

---