VeriStrata, Inc. — Capitalization

As of 31 August 2026

Basis: post-money SAFE. At a $6,000,000 post-money valuation cap, each holder's ownership of the company immediately after a priced round equals purchase amount ÷ cap. Dilution from later SAFEs falls on the founder, not on earlier holders.

Holder	Instrument	Date	Amount	Cap	Discount	% of post-money	Status
COMMON STOCK							
Reed O'Neal	Common stock	—		—	—	99.633%	100% of currently issued common; shown as-converted on instruments signed to date
SAFES — VERISTRATA, INC. • $6,000,000 post-money cap • no discount							
Kelley Price	YC post-money SAFE, cap only	07/06/2026	$10,000	$6,000,000	None	0.167%	Executed
Richard Meadows	YC post-money SAFE, cap only	08/16/2026	$10,000	$6,000,000	None	0.167%	Executed
SAFES — ASSUMED FROM TRUTHTROLLERS, LLC • $6,000,000 cap • 20% discount							
Kimberly Mitchell	Modified YC SAFE, cap + discount	03/28/2026	$1,000	$6,000,000	20%	0.017%	Novated to VeriStrata; executed
Heather Reedy	Modified YC SAFE, cap + discount	03/29/2026	$1,000	$6,000,000	20%	0.017%	Novated to VeriStrata; executed
Total SAFE principal outstanding			**$22,000**			**0.367%**	
TOTAL						**100.000%**	
NOT ISSUED							
Eric Forst	—	—		—	—	—	No equity issued or promised as of 31 August 2026
Employee / advisor option pool	—	—		—	—	—	No pool created or reserved as of 31 August 2026
Current round target			**$160,000**				
Closed to date — VeriStrata SAFEs			$20,000			12.5%	*Percent of target closed*
Remaining in target round			$140,000				
Current-round SAFEs at full raise			$160,000			2.667%	
Total SAFE principal at full raise			$162,000			2.700%	
Founder at full raise, post-conversion						97.300%	*Before any option pool*

The 20% discount on the two assumed instruments produces more shares than the cap only where a priced round values the company below roughly $7.5 million. Above that level the cap governs and the discount is inoperative. Percentages above are shown at the cap.

Instrument register

Every field read off the executed agreement.

Ref	Investor	Issuer of record	Amount	Agreement date	Cap	Discount	Governing law	Form	Execution
CAP_0001KP	Kelley Price	VeriStrata, Inc.	$10,000	07/02/2026 (signed 07/06/2026)	$6,000,000	None	Washington	Standard YC post-money, cap only, unmodified	DocuSign
CAP_0001RM	Richard Meadows	VeriStrata, Inc.	$10,000	08/16/2026	$6,000,000	None	Washington	Standard YC post-money, cap only, unmodified	DocuSign
00001KM	Kimberly Mitchell	VeriStrata, Inc. (novated)	$1,000	03/28/2026	$6,000,000	20%	Delaware	Modified YC post-money, cap + discount, LLC-adapted	DocuSign; novation executed
00002HR	Heather Reedy	VeriStrata, Inc. (novated)	$1,000	03/29/2026	$6,000,000	20%	Delaware	Same modified form	Wet signature; novation executed
	Total		**$22,000**						

Open items

Resolved items are retained below the line so the record is visible.

#	Item	Why it matters	Owner
1	VeriStrata stock ledger — founder share count and issue date	The table states 100% of issued common. The share count and issue date must be copied from the incorporation records before the figure is independently verifiable.	Reed
2	Holder of record on the Price SAFE	The agreement names Kelley Price individually; the signature block adds 'Manager, Ibearhouse LLC'. The stock ledger needs one name.	Counsel
3	Governing law: Washington on a Delaware corporation	Both VeriStrata SAFEs elect Washington law while the issuer is Delaware. Not an error, and the YC form leaves the state blank — but worth being deliberate about going forward.	Counsel
4	Drafting artifact in both assumed instruments	§1(e) Termination ends '...pursuant to Section 1(b) or Section 1(c).neither' — a stray word left from editing. Harmless to meaning; fix by side letter or at conversion.	Counsel
5	Option pool sizing	No pool exists. Size and timing to be set at or before the priced round; it will dilute the founder, not the SAFE holders.	Reed + board

RESOLVED		
	Predecessor entity	VeriStrata, Inc. incorporated in Delaware 22 June 2026 as a separate corporation.
	Legacy instruments	Both $1,000 TruthTrollers SAFEs novated to VeriStrata and executed.
	IP assignment	Founder IP assigned to VeriStrata, Inc.; executed.
	Advisor equity	No equity issued or promised to any advisor as of 31 August 2026.
	LLC wind-down sequencing	Novations complete, so cancelling the LLC no longer triggers a dissolution payment on those instruments.