FLAGSHIP ROLLUP HOLDINGS, LLC

# Quality of Earnings Report (preliminary)

Industrial services — multi-state rollup | Sponsor: Cornerstone Capital Partners | Stage: IC

## Q of E executive summary

This Quality of Earnings report covers Flagship Rollup Holdings, LLC for the LTM period ended March 31, 2026. Reported EBITDA has been adjusted for one-time and non-recurring items per the normalization framework set forth herein. The reviewed financial information is materially consistent with management's reported figures.

## EBITDA bridge — reported to adjusted

| Component | $ (000) |
|---|---|
| Reported EBITDA (LTM) | $24.6M |
| Plus: Restructuring (one-time) | +$420K |
| Plus: Pre-opening / commissioning | +$510K |
| Plus: Sponsor management fees (per credit agreement) | +$210K |
| Plus: Litigation reserves (one-time) | +$140K |
| Adjusted EBITDA (LTM) | $26.7M |

## Working capital review

DSO has trended within the operational range; DIO modestly compressed on disciplined inventory management. AR aging concentration is consistent with sector benchmarks. No material concerns identified in the working-capital review.

## Q of E rating

Adjusted EBITDA quality is rated **HIGH**. Adjustments are well-documented and supported by underlying transaction records.

Sample disclosure: synthetic materials prepared for public demonstration. Not derived from any actual borrower, lender, sponsor, or transaction.