

Registered number
OTC Pink (DNAD)

DNA DYNAMICS INC
(A Development Stage Company)
Report and Accounts
31 March 2013

DNA DYNAMICS INC
Accountants' Report

Accountants' report to the directors of
DNA DYNAMICS INC

You consider that the company is exempt from an audit for the period ended 31 March 2013. You have acknowledged, on the balance sheet, your responsibilities for complying with the requirements of the accounting standards with respect to accounting records and the preparation of accounts. These responsibilities include preparing accounts that give a true and fair view of the state of affairs of the company at the end of the financial period and of its profit or loss for the financial period.

In accordance with your instructions, we have prepared the accounts which comprise the Profit and Loss Account, the Balance Sheet and the related notes from the accounting records of the company and on the basis of information and explanations you have given to us.

We have not carried out an audit or any other review, and consequently we do not express any opinion on these accounts.

P Clewlow & Co
Accountants & Certified Bookkeepers

21 Bracken Drive
Wolvey
Rugby
Warwickshire
LE10 3LS

04/20/2013

DNA DYNAMICS INC
Profit and Loss Account
for the period from 1 January 2013 to 31 March 2013

	Notes	2013 \$
Turnover		40,601
Cost of sales		(7,342)
Gross profit		<u>33,259</u>
Administrative expenses		(822,439)
Operating loss		<u>(789,180)</u>
Loss on ordinary activities before taxation		<u>(789,180)</u>
Tax on loss on ordinary activities		-
Loss for the period		<u>(789,180)</u>

DNA DYNAMICS INC
Balance Sheet
as at 31 March 2013

	Notes	2013 \$
Fixed assets		
Intangible assets	2	64,929
Tangible assets	3	<u>3,367</u>
		68,296
Current assets		
Debtors	4	18,601
Cash at bank and in hand		<u>7,065</u>
		25,666
Creditors: amounts falling due within one year	5	(5,960)
Net current assets		<u>19,706</u>
Total assets less current liabilities		<u>88,002</u>
Creditors: amounts falling due after more than one year	6	(318,230)
Net liabilities		<u><u>(230,228)</u></u>
Capital and reserves		
Called up share capital	7	865,409
Share premium	8	2,008,195
Profit and loss account	9	(3,103,832)
Shareholders' funds		<u><u>(230,228)</u></u>

D Lovatt
 Director
 Approved by the board on 04/20/2013

DNA DYNAMICS INC
Notes to the Accounts
for the period from 1 January 2013 to 31 March 2013

1 Accounting policies

Basis of preparation

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Turnover

Turnover represents the value, net of value added tax and discounts, of goods provided to customers and work carried out in respect of services provided to customers.

Foreign currencies

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. All differences are taken to the profit and loss account.

2 Intangible fixed assets

\$

Goodwill:

Cost

At 1 January 2013	64,929
At 31 March 2013	<u>64,929</u>

Amortisation

At 31 March 2013	<u>-</u>
------------------	----------

Net book value

At 31 March 2013	<u>64,929</u>
At 31 December 2012	<u>64,929</u>

DNA DYNAMICS INC
Notes to the Accounts
for the period from 1 January 2013 to 31 March 2013

3 Tangible fixed assets

	Plant and machinery etc \$
Cost	
At 1 January 2013	3,367
At 31 March 2013	<u>3,367</u>
Depreciation	
At 31 March 2013	<u>-</u>
Net book value	
At 31 March 2013	<u>3,367</u>
At 31 December 2012	<u>3,367</u>

4 Debtors	2013
	\$
Other debtors	<u>18,601</u>

5 Creditors: amounts falling due within one year	2013
	\$
Other creditors	<u>5,960</u>

6 Creditors: amounts falling due after one year	2013
	\$
Notes Payable	<u>318,230</u>

DNA DYNAMICS INC
Notes to the Accounts
for the period from 1 January 2013 to 31 March 2013

7 Share capital	Nominal value	2013 Number	2013 \$
Allotted, called up and fully paid:			
Ordinary shares	\$.0001	8,644,095,969	864,409
Preference Shares	\$.0001	10,000,000	1,000
			<u>865,409</u>

8 Share premium	2013 \$
At 1 January 2013	1,221,491
Movement on stock split	786,704
	<u>2,008,195</u>
At 31 March 2013	

9 Profit and loss account	2013 \$
At 1 January 2013	(2,314,652)
Loss for the period	(789,180)
	<u>(3,103,832)</u>
At 31 March 2013	

Stockholders Equity

Class of Equity (Par value)	Authorised	Issued	Value \$
Preferred Stock Series A \$.0001	1,000,000,000	10,000,000	1,000
Total Preferred		10,000,000	1,000
Common Stock \$.0001 issued & outstanding	9,000,000,000	8,644,095,969	864,409
Total Equity			<u>865,409</u>

DNA DYNAMICS INC
Notes to the Accounts
for the period from 1 January 2013 to 31 March 2013

Statement of Changes in Shareholders Equity
for the period March 31st 2013

PREFERRED STOCK - SERIES A \$.0001		Issued	Value \$
Balance as at 1st January 2013		10,000,000	1,000
Balance as at 31st March 2013		10,000,000	1,000
Total Preferred Stock	A		<u>1,000</u>
COMMON STOCK \$.0001			
Balance as at 1st January 2013		1,596,008	159
Shares issued in period		8,642,500,000	864,250
Balance as at 31st March 2013	B	8,644,096,008	864,409
TOTAL EQUITY	A+B	8,654,096,008	<u>865,409</u>
RETAINED EARNINGS			\$
Balance as at 1st January 2013			(2,314,652)
Net loss for the period			(789,180)
Balance as at 31st March 2013			<u>(3,103,832)</u>

DNA DYNAMICS INC
Notes to the Accounts
for the period from 1 January 2013 to 31 March 2013

Cash Flow Statement	\$
For the period to 31st March 2013	
Cash generated from operations	
Operating Losss	789,180
Reconciliation to cash generated from operations	(40,601)
Increase in accounts receivable	18,601
Decrease in accounts payable	103,030
Net Movement	<u>870,210</u>
Consisting of	
Unsecured Loans	5,960
Increase in issued capital	864,250
	<u>870,210</u>

Explanatory Notes

On the 24th January 2013 the authorized share capital was increased to 9,000,000,000

On the 31st January 2013 the stock was split by a ratio of 500:1

On the 4th February 2013, 8,000,000,000 of common stock was issued to the directors of the company in lieu of deferred salary that had been accrued in the period since January 2010.

On the 24th January 2013 the par value of Preference A shares was changed to \$0.0001