

EP Global Communications, Inc.
BALANCE SHEET
(In Thousands, Except Per Share Amounts)
(Un-Audited)

September 30, 2013

Assets

Current assets:

Cash and cash equivalents	\$19,332.50
Accounts receivable, less allowance	8,304
Inventories	620
Other current assets	0
Total current assets	28,256.50
Intellectual Property	1,601,000.00
Intangible Assets	156,000.00
Other assets	65
Total Assets	\$1,785,321.50

Liabilities and Stockholder's Equity

Current liabilities:

Accounts payable	\$22
Current maturities of long-term debt and capital lease obligations	0
Total current liabilities	22
Other liabilities and Deferred Income	1,000
Total Liabilities	1,022

Stockholders' Equity:

Common stock, \$.0001 par value, 5,000,000,000 shares authorized and 4,668,229,167 issued and outstanding 499,161,167 freely trading 4,169,068,000 Restricted Shares	
Total Stockholders' Equity	1,784,299.50
Total Liabilities and Stockholders' Equity	\$1,785,321.50

EP Global Communications, Inc.
INCOME STATEMENT
(In Thousands)
(Un-Audited)

September 30, 2013

Income	\$5,588.00
Cost of Goods Sold	521
Gross profit	5,067.00
Operating expenses:	
Research and development expenses	118
Selling, general and administrative expenses	69
Other operating expense	2,486
Total operating expenses	2,673
Profit from operations	2,394.00
Other income (expense):	
Profit before income tax expense	2,394.00
Income tax expense	182
Net Income	\$2,212.00

FINANCIAL STATEMENT FOOTNOTE:

Asset valuation is based on best estimates of the value of the following assets of EPGL, using multiple, GAAP valuation standards:

Intellectual Properties
Patent valuation, copyrights and licenses
Customer lists and relationships
Non-compete agreements
Favorable financing
Software
Trained and assembled workforces
Contracts
Leasehold interests
Unpatented proprietary technology
In-process R&DDatabasesTrademark valuation, trade names

EP Global Communications, Inc.
Statement of Cash Flows
September 30, 2013
(In Thousands)

Cash Flows From Operating Activities	
Net Income	<u>\$2,212</u>
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities	
Accounts Receivable Change	(5,423)
Cost of Goods Sold	521
Inventory Change	595
Research & Development Expense	118
Administrative Expense	69
Professional Fees	620
Other Operating Expenses	1,866
Prepaid Taxes	182
Accounts Payable	<u>22</u>
Total Adjustments	<u>1,430</u>
Net Cash provided by Operations	<u>\$3,642</u>
Net <Increase> Decrease in Cash and Cash Equivalents	\$3,642
Cash Balance at Beg of Period	<u>\$15,690.50</u>
Cash and Cash Equivalents Sept. 30, 2013	\$19,332.50

