Early Equine, Inc.
Financial Statements
As of September 30, 2014 and 2013

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Mantyla McReynolds LLC
CERTIFIED PUBLIC ACCOUNTANTS

Report of Independent Registered Public Accounting Firm

The Board of Directors and Shareholders
Early Equine, Inc.

We have audited the accompanying balance sheets of Early Equine, Inc. as of September 30, 2014 and 2013, and the related statements of operations, stockholders' deficit, and cash flows for the years ended September 30, 2014 and 2013. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform an audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The Company has determined that it is not required to have, nor were we engaged to perform, an audit of its internal control over financial reporting. Our audit included consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the Company's internal controls over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Early Equine, Inc. as of September 30, 2014 and 2013, and the results of its operations and cash flows for the years ended September 30, 2014 and 2013, in conformity with accounting principles generally accepted in the United States of America.

The accompanying financial statements have been prepared assuming that the Company will continue as a going concern. As discussed in Note 6 to the financial statements, the Company has an accumulated deficit and has minimal assets and operations as of September 30, 2014. These issues raise substantial doubt about its ability to continue as a going concern. Management's plans in regard to these matters are also described in Note 6. The financial statements do not include any adjustment that might result from the outcome of this uncertainty.

Mantyla McReynolds, LLC

Salt Lake City, Utah
December 24, 2014

EARLY EQUINE, INC.
BALANCE SHEETS
September 30, 2014 and 2013

	9/30/2014	9/30/2013
ASSETS		
Current Assets:		
Cash	$ 2,573	$ 3,487
Inventory	2,000	10,900
Total Current Assets	4,573	14,387
TOTAL ASSETS	$ 4,573	$ 14,387
LIABILITIES AND STOCKHOLDERS' DEFICIT		
Current Liabilities:		
Accounts Payable	$ 449	$ 2,895
Accrued Liabilities - related party	7,564	7,564
Convertible Notes Payable - related party	58,000	42,000
Accrued Interest - related party	7,798	3,081
Total Current Liabilities	73,811	55,540
Total Liabilities	73,811	55,540
Stockholders' Deficit:		
Preferred Stock 5,000,000 shares authorized having a par value of $.001 per share; with no shares issued and outstanding as of September 30, 2014 and 2013	-	-
Capital Stock 50,000,000 shares authorized having a par value of $.001 per share; 998,500 shares issued and outstanding as of September 30, 2014 and 2013	999	999
Additional Paid-in Capital	165,901	165,143
Accumulated Deficit	(236,138)	(207,295)
Total Stockholders' Deficit	(69,238)	(41,153)
TOTAL LIABILITIES AND STOCKHOLDERS' DEFICIT	$ 4,573	$ 14,387

The accompanying notes are an integral part of these financial statements

EARLY EQUINE, INC.
STATEMENTS OF OPERATIONS
For the Years Ended September 30, 2014 and 2013

	For the Year Ended September 30, 2014	For the Year Ended September 30, 2013
Revenues		
Revenues from the Sale of Horses	$ -	$ -
Cost of Sales	-	-
Gross Profit (Loss)	-	-
Operating Expenses		
General and Administrative	8,639	8,942
Service and Boarding	5,829	21,297
Loss on Impairment	8,900	-
Total Operating Expense	23,368	30,239
Operating Loss	(23,368)	(30,239)
Interest Expense, related party	(5,475)	(3,192)
Loss before Taxes	(28,843)	(33,431)
Provision for Income Taxes	-	-
Net Loss	$ (28,843)	$ (33,431)
Net loss per common share - basic & diluted	$ (0.03)	$ (0.03)
Weighted average common shares outstanding - basic & diluted	998,500	998,500

The accompanying notes are an integral part of these financial statements.

EARLY EQUINE, INC.
STATEMENTS OF STOCKHOLDERS' DEFICIT
For the Years Ended September 30, 2014 and 2013

	Preferred Shares	Preferred Stock	Common Shares	Common Stock	Additional Paid-in Capital	Accumulated Deficit	Net Stockholders' Deficit
Balance, September 30, 2012	-	$ -	998,500	$ 999	$ 164,385	$ (173,864)	$ (8,480)
Imputed interest on related party notes as of 9/30/13					758		758
Net loss for the year ended September 30, 2013						(33,431)	(33,431)
Balance, September 30, 2013	-	$ -	998,500	$ 999	$ 165,143	$ (207,295)	$ (41,153)
Imputed interest on related party notes as of 9/30/14					758		758
Net loss for the year ended September 30, 2014						(28,843)	(28,843)
Balance, September 30, 2014	-	$ -	998,500	$ 999	$ 165,901	$ (236,138)	$ (69,238)

The accompanying notes are an integral part of these financial statements.

EARLY EQUINE, INC.
CONDENSED STATEMENTS OF CASH FLOWS
For the Years Ended September 30, 2014 and 2013

	For the Year Ended September 30, 2014	For the Years Ended September 30, 2013
Cash Flows Used For Operating Activities		
Net Loss	$ (28,843)	$ (33,431)
Adjustments to reconcile net loss to net cash from operating activities:		
Loss on impairment	8,900	-
Changes in operating assets and liabilities:		
(Increase)/Decrease in inventory	-	-
Increase/(Decrease) in accounts payable	(2,446)	2,552
Increase/(Decrease) in accrued liability - Related Party	-	-
Accrued interest on related party accounts payable	4,717	2,434
Imputed interest on Related Party Note	758	758
Net Cash from Operating Activities	(16,914)	(27,687)
Cash Flows from Financing Activity		
Proceeds from note payable - Related Party	16,000	30,000
Net Cash from Financing Activities	16,000	30,000
Net Increase/(Decrease) in Cash	(914)	2,313
Beginning Cash Balance	3,487	1,174
Ending Cash Balance	$ 2,573	$ 3,487
Supplemental Disclosure of Cash Flow Information		
Cash Paid for interest	$ -	$ -
Cash Paid for income taxes	$ -	$ -

The accompanying notes are an integral part of these financial statements

NOTE 1 - ORGANIZATION

Early Equine, Inc. (the "Company") was incorporated in the State of Utah on March 2, 2004. The initial capitalization consists of 5,000,000 shares of $0.001 par value undesignated preferred shares of which none are outstanding and 50,000,000 shares of $0.001 par value common stock of which 998,500 are outstanding as of the balance sheet date.

The Company acquires, trains, and resells horses with an emphasis in the purchase of thoroughbred weanlings or yearlings that are resold as juveniles. This niche market is commonly referred to as pin hooking.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Cash Equivalents
The Company considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

b. Estimates
The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

c. Accounts Receivable
The Company records an account receivable for revenue earned but not yet collected. If the Company determines any account to be uncollectible based on significant delinquency or other factors, it is immediately written off. The Company has not had to incur any allowance for bad debt as transactions are usually on approved credit through an auction company.

d. Inventory
The Company owns thoroughbred horses that are available for resale after approximately six months to one year of training. Inventory is stated at the lower of cost or market. Inventory cost is determined by specific identification.

e. Revenue Recognition
The Company recognizes revenue when horses are sold and reasonably expects to receive payment from its customer. Revenue is recognized only when title and risk of loss passes to customers. The majority of the Company's sales are conducted through a nationally recognized auction clearing company.

f. Income Taxes
The Company applies the provisions of Accounting Standards Codification 740, Income Taxes. These provisions require an asset and liability approach for financial accounting and reporting for income taxes, and the recognition of deferred tax assets and liabilities for the temporary differences between the financial reporting basis and tax basis of the Company's assets and liabilities at enacted tax rates expected to be in effect when such amounts are realized or settled. Due to a total loss from inception, the Company has no tax liability.

The Company's policy is to recognize potential interest and penalties accrued related to unrecognized tax benefits within general and administrative expenses for penalties and interest expense for interest. For the years ended September 30, 2014 and 2013, the Company did not recognize any interest or penalties, nor did we have any interest or penalties accrued as of September 30, 2014 and 2013 relating to unrecognized benefits.

g. Basic and Diluted Loss Per Common Share
Basic and diluted net loss per common share has been calculated by dividing the net loss for the year by the basic and diluted weighted average number of shares outstanding. There were 263,192 common stock equivalents outstanding as of September 30, 2014 related to the convertible promissory note. See Note 4. Those potentially

dilutive common stock equivalents were excluded from the dilutive loss per share calculation as they would be antidilutive due to the net loss.

h. Fair Value of Financial Instruments

The carrying value of the Company's cash and cash equivalents, accounts payable and short-term borrowings approximates fair value.

i. Impact of New Accounting and Reporting Standards

In May 2014, the FASB issued Accounting Standards Update No. 2014-09 ("ASU No. 2014-09"), which requires an entity to recognize the amount of revenue to which it expects to be entitled for the transfer of promised goods or services to customers. The ASU will replace most existing revenue recognition guidance in GAAP when it becomes effective. The new standard is effective for annual reporting periods beginning after December 15, 2016. Early application is not permitted. The standard permits the use of either the retrospective or cumulative effect transition method. The Company is evaluating the effect that ASU 2014-09 will have on its financial statements and related disclosures. The Company has not yet selected a transition method nor has it determined the effect of the standard on its ongoing financial reporting.

In August 2014, the FASB issued Accounting Standard Update No. 2014-15 ("ASU No. 2014-15"), Presentation of Financial Statements Going Concern (Subtopic 205-40) which requires management to assess an entity's ability to continue as a going concern by incorporating and expanding upon certain principles that are currently in U.S. auditing standards. Specifically, ASU 2014-15 provides a definition of the term substantial doubt and requires an assessment for a period of one year after the date that the financial statements are issued (or available to be issued). It also requires certain disclosures when substantial doubt is alleviated as a result of consideration of management's plans and requires an express statement and other disclosures when substantial doubt is not alleviated. ASU No. 2014-15 is effective for fiscal years, and interim periods within those years, beginning after December 15, 2016, early application is permitted. We are currently evaluating the accounting implication and do not believe the adoption of ASU 2014-15 to have material impact on our financial statements, although there may be additional disclosures upon adoption.

The Company has evaluated all other recent accounting pronouncements and believes that none of them will have a significant effect on the Company's financial statement.

NOTE 3 – INCOME TAXES

The provision for income taxes consists of the following:

	September 30, 2014	2013
Current tax	$ -	$ -
Penalties & interest	-	-
Deferred tax benefit	(10,953)	(12,704)
Benefits of operating loss carryforwards	10,953	12,704
Provision for income tax	$ -	$ -

Below is a summary of deferred tax assets as of September 30, 2014 and 2013, determined by applying a combined statutory rate of 39%. A valuation allowance is provided when it is more likely than not that some portion of the deferred tax asset will not be realized. Because of the lack of taxable earnings history, the Company has established a valuation allowance for all future deductible temporary differences. The valuation allowance has increased by $10,993, from $74,556 to $85,549 as of September 30, 2014. Currently, there is no reasonable assurance that the Company will be able to take advantage of a deferred tax asset. Thus, an offsetting allowance has been established for the deferred asset.

	September 30, 2014	2013
Deferred tax assets:		
Non-current		
Fixed assets	$ -	$ -
Net operating loss carryforwards (NOLs)	85,549	74,556
Total deferred tax asset	85,549	74,556
Less: valuation allowance	(85,549)	(74,556)
Net deferred tax asset	$ -	$ -

The Company has the following operating loss carry forwards available at September 30, 2014:

Operating Losses	
Expires	**Amount**
9/30/2028	$ 66,108
9/30/2029	33,973
9/30/2031	45,855
9/30/2032	12,661
9/30/2033	32,674
9/30/2034	28,085
Total	$ 219,356

The effective tax rate for continuing operations differs from the statutory tax rate as follows:

	September 30, 2014	2013
Loss before taxes and NOL	(28,843)	(33,331)
Combined statutory rate	39%	39%
Taxes (benefit) computed at combined statutory rate	(11,249)	(12,999)
Effects of:		
Permanent differences	296	295
Others, net	(40)	-
Increase (decrease) in valuation allowance	10,993	12,704
Reported provision (benefit)	-	-

Uncertain Tax Positions

The Company has evaluated its uncertain tax positions and determined that any required adjustments would not have a material impact on the Company's balance sheet, statement of operations, or statement of cash flows.

All years prior to 2011 are closed by expiration of the statute of limitations. The tax year ended September 30, 2011, was closed by expiration of the statute of limitations in December 2014. The years ended September 30, 2012, 2013 and 2014 are open for examination.

NOTE 4 – RELATED PARTY TRANSACTIONS

In January 2012, the Company executed a Convertible Promissory Note with Duane S. Jenson, the Company's President and a director that provided for additional liquidity resources in the amount of $20,000. The note is convertible into shares of the Company's common stock at a conversion price of $0.25 per share at the option of the Company. During the year ended September 30, 2013, the Company borrowed $8,000 against the note, making a total outstanding balance of $20,000. As of January 2012 and until the note is converted or settled, the note accrues interest at 8.0% per annum. Interest and principal are due on demand.

In June 2013, the Company executed a second Convertible Promissory Note with Duane S. Jenson that provided for additional liquidity resources in the amount of $40,000. The note is convertible into shares of the Company's common stock at a conversion price of $0.25 per share at the option of the Company. During the years ended September 30, 2014 and 2013, the Company borrowed $16,000 and $22,000 against the note, respectively, making the total outstanding balance of $38,000 with $2,000 available to be used at the Company's discretion. As of June 2013 and until the note is converted or settled, the note accrues interest at 8.0% per annum. Interest and principal are due on demand.

Total accrued interest on the two notes at September 30, 2014 totaled $7,798. Interest and principal are due on demand.

Management evaluated the convertible notes in accordance with Accounting Standards Codification 815 and determined that there is no embedded derivative with the conversion feature of the note. Management evaluated the convertible note payable in accordance with ASC 470 and determined that there was no intrinsic value of the conversion option due to the fact that the debt is not convertible at a discount to the market value of the stock.

As of September 30, 2014 and 2013, the Company owed $7,564 to a related party (which has common ownership) for boarding fees. During the year ended September 30, 2014, the Company accrued no additional outstanding boarding fees.

NOTE 5 – IMPAIRMENT OF INVENTORY

Our inventory balance is comprised of one horse. The horse suffered a slab fracture of a front knee. Upon review by a licensed veterinary clinic the decision not to perform surgery was made. The horse will not be able to race in the future which impairs the resale value of the filly for purposes of pin hooking. Management estimates that the current market value of the horse, as either a brood mare or recreational livestock, would be $2,000 and has recorded an impairment of $8,900 from the purchase price.

NOTE 6 –GOING CONCERN

The Company has accumulated losses from inception through September 30, 2014 amounting to $236,138 and has minimal assets and operations at September 30, 2014. These factors raise substantial doubt about the Company's ability to continue as a going concern. If the Company is unable to expand its operations, the Company may have to cease to exist.

Management plans include expanding existing operations, raising capital to maintain business operations, or seeking a well capitalized merger candidate. The financial statements do not include any adjustments that might result from the outcome of this uncertainty.

NOTE 7 – SHAREHOLDERS' DEFICIT

The Company has imputed interest pursuant to the related party accrued liabilities of $758 for the years ended September 30, 2014 and 2013, respectively. As of the date of the balance sheet there are 998,500 shares of common stock issued and outstanding.

The Company has 5,000,000 shares of $0.001 par value Preferred Shares of which no classes have been designated. At such time as the board of directors elects to issue any Preferred Shares, separate classes may be established to designate rights and preferences.

NOTE 8 – CONCENTRATIONS

The Company depends significantly on funding from a single group of shareholders to meet its obligations and maintain operations. If funds from this group of shareholders were no longer available, the Company may experience significant adverse affects including the need to cease operations.

The Company derives revenues from a single product. If this product were to become unmarketable for any reason, the Company may experience significant adverse affects.

The Company purchases and sells the majority of its product through a single auction house. If the auction house were to cease operations the Company may have difficulty purchasing and selling its product in the market.