



LIVE MICROSYSTEMS, INC.

BALANCE SHEET AND INCOME STATEMENT FOR QUARTER ENDING MARCH 31, 2014

Live Microsystems
Balance Sheet
As of March 31, 2014

	<u>TOTAL</u>
ASSETS	
Current Assets	
Cash	13,280.16
Cash in Escrow	647.01
Accounts Receivable	
Accounts Receivable (A/R)	0.00
Total Accounts Receivable	<u>\$ 0.00</u>
Other current assets	
Prepaid Expenses	40.02
Total Other current assets	<u>\$ 40.02</u>
Total Current Assets	<u>\$ 13,967.19</u>
TOTAL ASSETS	<u>\$ 13,967.19</u>
LIABILITIES AND EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable (A/P)	66.44
Total Accounts Payable	<u>\$ 66.44</u>
Accrued Expenses and Other Liabilities	
Accrued Expenses- Professional Fees	65.50
Accrued Interest Convertible Notes	23.36
Accrued tax	0.00
Intercompany Inno Media Logic	0.00
Other liability	150.00
Total Other Current Liabilities	<u>\$ 238.86</u>
Total Current Liabilities	<u>\$ 305.30</u>
Long-Term Liabilities	
Convertible Notes	3,115.00
Derivative Liability	1,936.31
Total Long-Term Liabilities	<u>\$ 5,051.31</u>
Total Liabilities	<u>\$ 5,356.61</u>
Equity	
Accum OCI	-4,412.00
APIC	420,751.44
Common Stock	161.22
Opening Balance Equity	17,667.14
Retained Earnings	-425,024.87
Net Income	-532.35
Total Equity	<u>\$ 8,610.58</u>
TOTAL LIABILITIES AND EQUITY	<u>\$ 13,967.19</u>

Accrual Basis - (\$ in 1,000's)

**As of March 31, 2014 Company has issued 16,073,027 shares of
72,000,000 Authorized Common Stock**

**As of March 31, 2014 Company has issued 0 shares of 500,000
Authorized Preferred Shares**

Live Microsystems
Profit and Loss
January - March, 2014

	<u>TOTAL</u>
Income	
Total Income	\$ 0.00
Gross Profit	\$ 0.00
Expenses	
Bank Charges	8.57
Commissions & fees	0.35
Insurance	1.60
Legal Fees	23.72
Payroll Expenses	9.23
Professional Services	28.18
G&A Expenses	19.13
Total Expenses	\$ 124.25
Net Operating Income	-\$ 124.25
Other Income	
Refunds-Allowances	0.48
Interest Earned	12.58
Total Other Income	\$ 13.06
Other Expenses	
Loss on Derivative	240.34
Interest Expense	23.53
Loss (Gain) on Investment	152.66
Miscellaneous	4.63
Total Other Expenses	\$ 421.16
Net Other Income	-\$ 408.10
Net Income	-\$ 532.35

Accrual Basis - (\$ in 1,000's)