

VILLAGEEDOCs, INC

**ANNUAL REPORT
PERIOD ENDED
12/31/2013**

1) The exact name of the issuer and its predecessor (if any).

Current Name: **Holiday Island Holding, Inc. (Effective 02/17/14)**
Predecessor Name: **VillageEDOCS, Inc.** (company)

2) The address of its principal executive offices.

3 Parkwood Drive, Suite C
Holiday Island, AR 72631
Phone: (479) 244-6047
Email: sgenethompson@gmail.com
Website: www.holidayislandholdings.com

3) Security Information

Trading Symbol: HIHI (as of 12-31-13 “VEDO”)
Exact title and class of securities outstanding: Common Stock
CUSIP: 927118109
Par or stated value of Common shares: .001
Total Common Shares Authorized: 1,000,000,000 as of December 31, 2013
Total Common Shares Outstanding: 941,974,622 as of December 31, 2013

Transfer Agent:

ComputerShare
350 Indiana St Suite 750
Golden, CO 80401
Phone: 303-262-0678
Fax: 312-601-2312

The transfer agent is registered under the Securities Exchange Act of 1934

List any restrictions on the transfer of security:

None

Describe any trading suspension orders issued by the SEC in the past 12 months:

None

4) Issuance History: List of securities offerings and shares issued for services in the past two years.

A. The nature of each offering;

There were no offerings during this period

5) Financial Information for the issuer's most recent fiscal period.

Summary

Results of Operations

The years ended December 31, 2013 and 2012

The following summary data is presented for the period ended December 31, 2013 and 2012:

<i>For the Periods Ended December 31,</i>	2013	2012	% change
Revenues:	\$ 754,384	\$ 2,091,230	-64%
Cost of revenues	253,562	852,053	-70%
Gross Margin	500,822	1,239,177	-60%
Operating expenses:	1,095,965	2,707,969	-60%
Net income (loss)	\$ (595,143)	\$ (1,468,792)	59%

Operating Expenses

For the years ended December 31, 2013 and 2012 operating expenses were incurred in the amount of \$1,095,965 and \$2,707,969, respectively. The overall change was due to a decrease in overhead costs after the sale of some subsidiary companies.

Net Loss

For the periods ended December 31, 2013 and 2012 the Company incurred net operating losses of \$595,143 and \$1,468,792, respectively. The change in the period earnings is primarily related to the decrease in expenses related to sale of subsidiary operations.

Liquidity and Capital Resources.

The following summary data is presented for the periods ended December 31, 2013 and 2012:

	2013	2012	% change
Current assets	0	\$ 114,156	-100%
Total Assets	0	5,298,652	-100%
Total current liabilities	1,083,234	3,366,230	-68%
Total liabilities	1,083,234	3,366,230	-68%
Total stockholders' equity	1,337,279	1,932,422	-31%
Working Capital	(1,083,234)	(3,252,074)	67%
Net Cash (Used) Provided by Operating Activities	:(76,378)	\$ (4,216,217)	98%

Village EDOCS, Inc & Subsidiaries
Balance Sheet

	December 31, 2013	December 31, 2012
Assets		
Current assets		
Cash	\$ 0	\$ 76,378
Accounts Receivable & Other	0	37,778
Total current assets	0	114,156
Property & equipment, net of accumulated depreciation	0	1,836
Other assets	0	23,332
Goodwill	0	4,440,574
Intangibles	0	718,754
Total Assets	\$ 0	\$ 5,298,652
Liabilities and Stockholders' Equity		
Current liabilities		
Accounts payable	\$ 0	\$ 183,794
Accrued liabilities	0	561,747
Notes payable, current	1,083,234	2,556,786
Deferred revenues	0	63,903
Total current liabilities	1,083,234	3,366,230
Notes payable	-	-
Total liabilities	1,083,234	3,366,230
Stockholders' Equity		
Common Stock, \$.00 par value, 1,000,000,000 shares 941,974,622 shares issued and outstanding, respectively	19,336,719	19,336,719
Additional paid-in capital	19,757,832	19,757,832
Accumulated Deficit	(37,757,272)	(37,162,129)

Total stockholders' equity		(1,083,234)		1,932,422
Total Liabilities and Stockholders' Equity	\$	0	\$	5,298,652

VillageEDOCS, Inc & Subsidiaries
Statement of Operations
(Unaudited)

	For the Twelve Months Ended December 31,	
	2013	2012
Revenues	\$ 754,384	\$ 2,091,230
Cost of revenues	<u>253,562</u>	<u>852,053</u>
Gross profit (loss)	500,822	1,239,177
Operating expenses:		
Product development	143,413	1,075,508
Sales & marketing	43,221	138,598
General & Admin.	193,976	584,947
Amort. & Depreciation	<u>127,538</u>	<u>393,837</u>
Total operating expenses	<u>508,148</u>	<u>2,192,890</u>
Operating (loss) income	(7,326) <u>75,684</u>	(953,713) <u>515,079</u>
Interest expenses	(83,010)	(1,468,792)
Loss from sale and disposal of subsidiary	(2,932,646)	
Net income (loss)	\$ <u>(3,015,656)</u>	\$ <u>(1,468,792)</u>
Earnings (loss) per share, primary and dilutive	\$ (0.00)	\$ (0.00)

VillageEDOCS, Inc. & Subsidiaries
Statement of Stockholders' Equity

	shares	\$.00 par		Additional Paid in Capital		Subscription Receivable		Accumulated Deficit		Stock Holders' Equity
Balance December 31, 2011	452,254,622	\$ 18,914,594	\$	15,245,104	\$	-	\$	(31,543,816)	\$	3,688,756
Sale of stock		422,125		3,439,854						3,861,979
Subsidiary disposals						-		(4,149,521)		(4,149,521)
Net loss								(1,468,792)		(1,468,792)
Balance December 22, 2012	452,254,622	\$ 19,336,719	\$	19,757,832	\$	-	\$	(37,162,129)	\$	1,932,422
Sale of stock	489,720,000									-
Subsidiary disposals						-				-
Net loss								(3,015,656)		(569,135)
Balance December 31, 2013	941,974,622	\$ 19,336,719	\$	19,757,832	\$	-	\$	(4,177,785)	\$	1,363,287

VillageEDOCS, Inc. & Subsidiaries
Statement of Cash Flows

	For the Period Ended	
	December 31,	
	2013	2012
Cash Flows from Operating Activities:		
Net (loss) income	\$ (3,015,656)	\$ (1,468,792)
Adjustment to reconcile Net Income to net cash provided by operations:		
Depreciation & amortization	127,538	393,837
Sale/disposal of subsidiaries	4,440,574	(3,374,102)
Accounts receivable & related	37,778	305,974
Other assets	616,384	
Changes in assets and liabilities:		
Accounts payable and accrued expenses	(821,089)	(73,134)
Net Cash (Used) Provided by Operating Activities	1,385,529	(4,216,217)
Cash Flows from Investing Activities:		
Proceeds from Intercompany	0	201,569
Net Cash (Used) by Investing Activities	0	201,569
Cash Flows from Financing Activities:		
Proceeds from issuance of common stock	(1,461,907)	3,861,979
Net (loans to) from Investor loans	-	-
Net Cash (Used) Provided by Financing Activities	(1,461,907)	3,861,979
Net increase (decrease) in Cash	(76,378)	(152,669)
Cash at beginning of period	76,378	229,047
Cash at end of period	\$ 0	\$ 76,378
Supplemental cash flow information:		
Interest paid	\$ -	\$ -
Taxes paid	\$ -	\$ -
Non-cash transactions:		

Cash and Cash Equivalents

The majority of cash is maintained with a major financial institution in the United States. Deposits with this bank may exceed the amount of insurance provided on such deposits. Generally, these deposits may be redeemed on demand and, therefore, bear minimal risk. The Company considers all highly liquid investments purchased with an original maturity of six months or less to be cash equivalents.

There is no cash or cash equivalents at this time

Property and equipment

Property and Equipment is stated at cost. Depreciation is computed by the straight-line method over estimated useful lives. The carrying amount of all long-lived assets is evaluated periodically to determine if adjustment to the depreciation and amortization period or the unamortized balance is warranted. Based upon its most recent analysis, the Company believes that no impairment of property and equipment exists at December 31, 2013 and 2012.

There is no property and equipment at this time

Investment in Property and Other Long-Lived Assets

Long-lived assets such as property, equipment and identifiable intangibles are reviewed for impairment whenever facts and circumstances indicate that the carrying value may not be recoverable. When required impairment losses on assets to be held and used are recognized based on the fair value of the asset. The fair value is determined based on estimates of future cash flows, market value of similar assets, if available, or independent appraisals, if required. If the carrying amount of the long-lived asset is not recoverable from its undiscounted cash flows, an impairment loss is recognized for the difference between the carrying amount and fair value of the asset. When fair values are not available, the Company estimates fair value using the expected future cash flows discounted at a rate commensurate with the risk associated with the recovery of the assets. The Company did not recognize any impairment losses for any periods presented.

There are no assets involving property or long lived assets at this time

Advertising

The costs of advertising are expensed as incurred. Advertising expenses were \$0 and \$0 for the periods ended December 31, 2013 and 2012, respectively. Advertising expenses are included in the Company's selling operating expenses.

Recently Issued Accounting Pronouncements

We have reviewed the FASB issued Accounting Standards Update ("ASU") accounting pronouncements and interpretations thereof that have effectiveness dates during the periods reported and in future periods. The Company has carefully considered the new pronouncements that alter previous generally accepted accounting principles and does not believe that any new or modified principles will have a material impact on the corporation's reported financial position or operations in the near term. The applicability of any standard is subject to the formal review of our financial management and certain standards are under consideration.

Note 2 Going Concern

The accompanying unaudited financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America, which assumes the realization of assets and satisfaction of liabilities in the normal course of business, for the Company to continue as a going concern.

The financial statements do not include any adjustments to reflect the possible future effects on the recoverability and classification of assets or the amounts and classification of liabilities that may result from the possible inability

of the Company to continue as a going concern.

Note 3 Property and Equipment

Property and equipment, as of December 31, consist of:

	<u>2013</u>	<u>2012</u>
Property & Equipment	\$ 3,426,858	\$ 3,426,858
Less accumulated depreciation	<u>3,426,858</u>	<u>3,425,022</u>
	<u>\$ -</u>	<u>\$ 1,836</u>

Depreciation of property and equipment was \$3,563 and \$68,106 for the periods ended December 31, 2013 and 2012, respectively.

Note 4 Real Estate Owned

The company owns no real estate

Note 5 Options

The Company recognizes all share-based payments to employees, including grants of employee stock options to be recognized as compensation expense in the financial statements based on their fair values. That expense is recognized over the period during which an employee is required to provide services in exchange for the award, known as the requisite service period (usually the vesting period).

Note 6 Income Taxes

The Company accounts for income taxes using the liability method. As such, deferred tax assets and liabilities are recorded based on the differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purpose, referred to as temporary differences. Deferred tax assets and liabilities at the end of each period are determined using the currently enacted tax rates applied to taxable income in the periods in which the deferred tax assets and liabilities are expected to be settled or realized.

The income tax benefits and deferred tax assets as of December 31, 2013 and 2012 are as follows:

	<u>2013</u>	<u>2012</u>
Income tax provision (benefit) at statutory rate	\$ (0)	\$ (0)
State income tax expense (benefit), net of federal benefit	<u>(0)</u>	<u>(0)</u>
Subtotal	(0)	(0)
Change in allowance	<u>0</u>	<u>0</u>
Deferred Tax Asset	<u>\$ —</u>	<u>\$ —</u>

Net deferred tax assets and liabilities were comprised of the following:

Net Operating Losses	\$ (26,250,312)	\$ (25,765,577)
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Estimated Federal & State tax benefit rate	37.3%	37.3%
	(9,791,000)	(9,610,000)
Less reserve for allowance	9,791,000	9,610,000
Deferred Tax Asset	\$ —	\$ —

6) Describe the Issuer's Business, Products and Services General

A) A description of the issuer's business operations;

VillageEDOCS, Inc. has been a global outsource provider of business process solutions that simplified, facilitated and enhanced critical business processes. Our mission has been to provide solutions that facilitated the movement of business critical information between business enterprises and their trading partners. Our strategy was to further develop innovative solutions to existing services to expand our ability to benefit our enterprise clients and increase the breadth and size of the markets we served. Our acquisition growth strategy was focused on acquiring intellectual and technology assets that continued to accelerate the expansion of our client solutions.

Clients used our Software as a Service ("SaaS") hosted services and customer premise solutions for a spectrum of business-critical communications and business processes, including just-in-time manufacturing, receivables, invoice delivery, securities filings, insurance and healthcare transactions, electronic document management, document capture and automation, electronic payment capture, marketing campaigns, and other applications.

Our target markets included financial services, healthcare, manufacturing, and local government, and we served approximately 600 active clients, including approximately 23,000 individual users. We had a multi-channel sales approach, selling directly to clients through our telesales and field sales and tele-marketing professionals and indirectly through strategic partners.

Between February 2004 and December 2009, we operated Tailored Business Systems, Inc., a municipal government software and printing services business that we discontinued and sold effective December 4, 2009.

The Company's Internet website address was www.villageedocs.com. Up until Q2 2011, the Company's filed its annual report on Form 10-K, quarterly reports on Form 10-Q and current reports on Form 8-K.

Unless otherwise indicated by the context, "we", "our" or the "Company" means the parent company, VillageEDOCS, Inc. and our wholly-owned subsidiaries, GoSolutions, Inc., MessageVision, Inc., and Decision Management Company, Inc. dba Questys Solutions. Between February 2004 and December 2009, we operated Tailored Business Systems, Inc., a municipal government software and printing business that we that we discontinued and sold effective December 4, 2009.

We are incorporated in the State of Delaware and have been in business since 1995. Currently, our corporate headquarters are located at 3 Parkwood Drive, Suite C, Holiday Island, AR, and our telephone number is (479 244 6047).

Industry Background

A business enterprise's success is dependent upon the ability to communicate with an ever-expanding number of prospects, clients and trading partners. Business enterprises are challenged to support an increasing number of communication methods while required to meet more stringent compliance and regulation. Today's global competition and markets effectively require business enterprises to have increased speed of communication, accuracy, security management, and control of business processes.

Business enterprises had increasingly outsourced their inter-enterprise business processes to services like ours. We offered a wide spectrum of business process solutions, a scalable platform and proven expertise.

Business Services

We marketed a complete set of business communications services and solutions that enable business enterprise clients to increase competitiveness and efficiency through the automation of labor- and paper-intensive business processes and solutions that capture client data, shape it into useful information, and deliver it through efficient and secure channels to and from trading partners and their constituents. We believed that our communications technologies-based services improved and enhanced data delivery and critical business communications for national and global enterprises. We believed our hosted SaaS solutions enabled organizations to pay as they utilize services, outsourcing the friction points of business document processing, communications, and messaging, while retaining control of business information, processes, and services. Examples of the information we moved for our clients included medical reports, orders, invoices, employment verifications, and insurance documents. We employed a hosted application model that provided low operational cost, high ratio of recurring to nonrecurring revenue, and the ability to introduce new service offerings rapidly.

Operating Segments

We conducted our business through three wholly-owned subsidiaries. Decision Management Company, Inc. dba Questys Solutions ("QSI", "Questys") operated our electronic content management and workflow solutions business. GoSolutions, Inc. ("GoSolutions", "GSI"), operated our enhanced voice and data communications services. MessageVision, Inc. ("MessageVision," "MVI") operated our Internet-based document delivery services.

Questys Solutions – Electronic Content Management and Workflow

Questys, which was acquired in August 2008, provided document management, archiving and workflow solutions. Established in 1981 and headquartered in Santa Ana, California from the date of acquisition, Questys offered products and services for the provision of enterprise-class electronic document management solutions that include content management, document imaging and capture, electronic forms, business process workflow, records management and archiving modules. Questys solutions were designed to allow commercial and government clients to take control of the administration and monitoring of document life cycle stages (Capture, Create, Classify, Share & Protect, Retain, Archive and Destroy) of critical business documents and records. We believed that improved access to information helped increase process efficiencies and greater governance, risk management, and compliance for our customers. Solutions were delivered in both an on-premise model and a SaaS model that delivers document and content management and workflow solutions in a completely web-based environment. The SaaS hosted model eliminated software installations, hardware maintenance and prolonged costs associated with technology and infrastructure change. Questys Solutions was sold in January 2012

GoSolutions – Enhanced Voice and Data Communications Services

GoSolutions, which was acquired in May 2006, offered next generation communications services to enterprise customers through its hosted suite of enhanced telephony applications. GoSolutions developed, licensed and delivered technology to address the expanding needs of the telecommunications market.

GSI had two wholly-owned subsidiaries: Go Solo Technologies, Inc. and GoSolutions Canada, Inc., which had no significant operations.

GSI offered a portfolio of progressive, Telco-grade calling services including basic voicemail, enhanced voicemail (which includes speech navigation and Web/phone message access), unified communications, audio and Web conferencing solutions. All GSI's applications could be bundled with traditional voice and data products to provide the enhanced features found with VoIP offerings. GSI had created a voicemail platform that enabled companies to start out with the basics and add enhanced features as they grew. In addition to the features of GoSolutions' Basic Voicemail, GoSolutions' Enhanced Voicemail solution offered subscribers a virtual attendant with Find Me call routing capable of ringing up to 9 numbers. Privacy features allow callers to hear who's calling and either accept the call or transfer the caller to voicemail. A Web interface was available to check messages online. Enhanced Voicemail subscribers enjoyed an enhanced professional image and the confidence of never missing another call or potential opportunity. Enhanced Voicemail was offered with a generic brand. Private branding and custom branding options were also available.

GSI's flagship product, Unified Communications, was a communications suite that enabled subscribers to have a unified inbox. All voice, fax, and email messages were centrally located and accessible via the phone or the Web. Users received all their messages by consolidating them into the most widely used email application available, MS Outlook. In addition, users could use GSI's speech recognition system to send and receive voicemail and email over the phone. GSI had combined flexible technology in conjunction with a custom IVR application to deliver a corporate directory product. Proprietary speech recognition technology directed a caller to a main line to access other sub accounts (users or departments) by name. Out of office attendant had been included with this solution. GSI offered both audio and Web conferencing services. A custom-branding option was also available. We intended to use GSI's service platform to deliver new services obtained through future development or acquisitions.

- Document Management and Content Management to scan paper documents, import electronic files and email, perform OCR, edit, and store information in electronic format for secure storage and retrieval;
- Workflow to simplify the process of bringing tasks, employees, and records together to improve efficiency;
- Document Capture to intuitively recognize patterns of text in documents that eliminate the errors, time and cost that come with manual data entry and filing; and
- Legislative Agenda Management to automate the municipal government agenda process by creating staff reports, agendas and packets and facilitating real-time roll-call, vote tabulation and meeting minutes.

All revenues reflected in this report were from the stub year operations of GoSolutions.

GoSolutions was sold in May 2013

Message Vision - Electronic Document Delivery Services

MessageVision had been a California corporation formed in 2004 to operate the historical business of VillageEDOCs, an Internet-based electronic document delivery service.

We believed that MessageVision provided superior flexibility, availability, reliability, scalability, and security to enterprises. Virtually all industry segments produced documents that required extreme attention to content, format, security, and accuracy prior to delivery to the recipient. One feature that MVI's service provided had been the ability for a user to send an electronic fax document to an individual or to a broadcast list of thousands through a web browser, e-mail package, Microsoft Windows-based application, Enterprise Resource Planning or Customer Relationship Management system, or a proprietary corporate information system.

In addition, MVI provided "inbound" fax services that enabled our clients to receive fax documents electronically. Once received electronically, documents could be stored digitally, printed, forwarded, sent to a fax machine, deleted with a single click, or annotated using popular desktop software. The service also fulfilled the reliability and capacity considerations normally applied to production applications. When a fax had been received by the service, it could be sent directly to an individual's email, central administrator for further distribution, or to back office applications for processing. Users were assigned a personal toll or toll-free number.

Another example of MVI's service had been the ability to capture information from any predefined output format, standard interface, data stream (i.e., API, Barcode, Print, Spool, Control File, etc.) or directly from the actual document. Our integration tools automatically extracted data values to automate business processes such as creating and distributing forms, addressing and re-routing faxes and email transmissions, and archiving data for immediate retrieval.

We used proprietary, internally-developed document processing and transmission systems to create and send or receive documents for our clients. We provided easy to deploy Internet-based fax services that integrated with existing Internet-connected systems within companies where invoices, statements, purchase orders, ticket confirmations, and other key documents originate. A typical application had been characterized by the need to deliver time sensitive, personalized documents to a disparate group of recipients in multiple formats and delivery methods. Our services were designed for use by a wide range of industries and enterprise sizes using such diverse platforms as Microsoft Windows XP, UNIX, and IBM iSeries (AS/400). Our clients included financial services companies, healthcare companies, manufacturing companies, E-commerce providers, application service providers, food service corporations, value added resellers, weather reporting services, public relations firms, and direct marketing organizations. Businesses using Oracle and SAP environments, among others, could use our service to become fax-enabled without traditional capital expenditures and ongoing maintenance costs. We offered our clients the flexibility to send Microsoft Office, IBM PCL, Adobe PDF, next-generation HTML, and other types of documents through our Internet fax service. In addition, our service was compatible with virtually any foreign language including character-based Pacific Rim, Middle and Far Eastern languages. In addition, we offered our clients robust activity reporting and job control functions that were not offered by many of our competitors. We offered workflow, archiving and document management solutions that provided electronic document presentation functions that enabled our clients to automatically generate and deliver presentation-quality documents from enterprise systems such as ERP, CRM, and E-Commerce and to populate a database with data from a document that has either been scanned or received as a fax.

MVI charged our clients a fee primarily based upon either the number of pages delivered and received, or upon the number of minutes expended, for the delivery or receipt of our clients' documents during the month. In some cases, we charged one-time and annual perpetuation fees for custom-developed client solutions. Our net revenues were impacted by the number of effective business days in any period.

Message Vision was sold in January 2012

- B) Date and State (or Jurisdiction) of Incorporation: VillageEDOCS was incorporated in the State of Delaware in 1997 and has been in business since 1994.
- C) the issuer's primary and secondary SIC Codes: 7379 Computer Related Services
- D) the issuer's fiscal year end date; December 31st
- E) principal products or services, and their markets;

Products and Services Development

Our financial model was focused upon growth of recurring revenue streams from our SaaS solutions and software support services. While we also sold software that was deployed at our customer's sites, we believed that the historical predictability of the revenues and resulting operating cash flows we achieved from recurring sources were desirable in that they allowed us to operate with a reasonable degree of financial leverage.

The Company actively and continually engaged in development of additional products and services to offer to our existing and potential new clients. Our ability to sustain our development activities was dependent upon the availability of sufficient funds from operations or other sources such as proceeds received by the Company from the sale of common stock, bank lines of credit or other credit facilities.

Competition

Many of our existing competitors, as well as a number of potential new competitors, had longer operating histories, greater name recognition, larger customer bases and significantly greater financial, technical and marketing resources than the Company's subsidiaries. Our solutions competed primarily against traditional fax machine and fax server manufacturers, providers of electronic document management software and services, and providers of accounting software and related services to small government entities. These competitors were generally larger, well established companies, including Captaris, Inc., a subsidiary of Open Text Corporation, Premiere Global Services, Inc., Easylink Services Corporation, and EMC's Documentum subsidiary, among others. Such competitors were able to undertake more extensive marketing campaigns, adopt more aggressive pricing policies and make more attractive offers to potential employees and distribution partners. In addition, our clients might have been able to replace several of the services we offered with internally developed or managed products. We believed that the principal competitive factors common to our businesses included financial stability, pricing, reputation for reliability and security of service, effectiveness of customer support, service and software ease-of-use, customized design, scalability of service, product performance, price, product knowledge, timely delivery, and product maintenance.

We believed that GSI and MVI could compete effectively because we offered our clients certain capabilities that much of the competition did not offer, such as ease of deployment, custom integration, private-labeling, intelligent document routing, enhanced delivery tracking, time released training messaging, integrated distribution lists, call transfer functionality, and electronic document presentation.

We believe QSI could compete effectively because we provided affordable and reliable full-service solutions that were suitable to the needs of local governments and small to medium sized enterprises. However, there could be no assurance that our competitors would not develop and market similar products and services that are equal or superior to ours, or that achieved greater market acceptance than our offerings.

Marketing

We marketed our services to a broad spectrum of prospective customers including independent agents, small to medium-sized businesses and large enterprises and government organizations. Our marketing efforts included enhancing brand awareness, search engines, and selected trade shows. We had five primary methods to generate leads and new revenue from our products and services: (i) selling direct through our web sites; (ii) attracting business subscribers through various search engines; (iii) promoting our solutions to small to mid-sized businesses through our web sites targeting corporate, enterprise and governmental customers; (iv) selling our solutions to small to medium sized enterprises and governmental organizations through our direct sales force and tradeshows; and (v) offering additional services to our existing customers. We are seeking opportunities to extend the number of distribution channels to acquire paying customers. In addition to growing our business organically, we used acquisitions to grow our customer base, enhance our technology and acquire skilled personnel.

Outlook and Strategy

We believed there was a growing need for better ways to deliver, process, archive and manage electronic records for regulatory compliance and legal reasons and for intelligent access in support of day-to-day business operations. One example was Electronic discovery ("eDiscovery"), a component of legal discovery involving information that has been converted into digital data or collected and processed in that form. In addition many industries, such as healthcare and financial services, faced increasing governmental regulation mandating the way that electronic records are managed.

We intended to continue our focus on obtaining growth from higher margin products and services at Questys, GSI, MVI and TBS, as well as growth from acquisitions of companies that consistently generate net income and positive cash flows. We believed that this strategy offered the best opportunity for us to continue to generate positive cash flows from operations and to achieve net income on a consistent basis.

That strategy ultimately failed which led to the sale of the two healthier divisions, Questys and MVI, in January 2012. GSI, having lost a substantive number of its subscribers, continued to lose money and did not respond to marketing and product initiatives. The decision was then made to find a strategic buyer, which was accomplished in May 2013. That then left VillageEDOCS without operating divisions, so it was deemed best for the shareholders to repurpose the company. See [Repurpose the Company](#) below.

Government Regulation

Our offerings related principally to hosted SaaS solutions that involved the use of the Internet and telecommunications infrastructure. Accordingly, we were subject to legal and regulatory developments affecting either Internet or telecommunications services in general. Due to the increased popularity and use of the Internet, a number of laws and regulations were adopted at the international, federal, state and local levels with respect to the Internet. Many of these laws covered issues such as privacy, freedom of expression, pricing, on-line products and services, taxation, advertising, intellectual property, information security and the convergence of traditional telecommunications services with Internet communications. Moreover, a number of laws and regulations were proposed and were being considered by federal, state, local and foreign legislatures with respect to these issues. The nature of any new laws and regulations and the manner in which existing and new laws and regulations may be interpreted and enforced cannot be fully determined.

We were subject to a number of foreign and domestic laws and regulations that affected companies conducting business related to the Internet and telecommunications, addressing issues such as privacy, data protection, freedom of expression, indecency,

obscenity, defamation, libel, pricing, online products and services, taxation, content, advertising, copyrights and other intellectual property, information security and technological convergence. We faced risks from proposed legislation or new interpretations of existing legislation that could occur in the future.

We provided our services through data transmissions over public telephone lines and other facilities provided by telecommunications companies (“carriers”). These transmissions and carriers were subject to regulation by the U.S. Federal Communications Commission (“FCC”), state public utility commissions and foreign governmental authorities. However, as an Internet messaging services provider, we generally were not subject to direct regulation by any governmental agency in the U.S., other than regulations applicable to businesses generally. This was not the case in some international locations. Nevertheless, as Internet services and telecommunications services converged or the services we offered expanded, we could face increased domestic or foreign regulation of our business in areas such as delivery of broadband services, inter-carrier compensation and continued regulation of competition.

The FCC had been authorized to take enforcement action against companies that send so-called “junk faxes” and has held certain fax broadcasters liable for violating the Telephone Consumer Protection Act of 1991 (“TCPA”), the Junk Fax Prevention Act of 2005 (“Junk Fax Act”) and related FCC rules. Under certain circumstances, individuals may also have a private cause of action for violations and seek to recover monetary damages. It had been our belief that businesses that merely transmit facsimile messages on behalf of others may be found liable if they have a high degree of involvement in transmitting junk faxes or have actual notice of illegal junk fax transmissions and have failed to take steps to prevent such transmissions. We took reasonable measures to ensure that our services were not used to transmit unsolicited faxes and we did not believe that we had a high degree of involvement or notice of the use of MVI’s services to broadcast illegal junk faxes. However, we also believed that fax transmitters may not be exempt from liability in an absolute sense under the rules, we believed it had been possible that we could have faced FCC inquiry and enforcement, civil litigation or private causes of action, which could result in financial penalties that would likely cause material adverse effects to our operations.

Future developments in laws that govern online activities might inhibit the growth of the Internet, impose taxes, mandate costly technical requirements, create uncertainty in the market or otherwise have an adverse effect on the Internet. There had been also substantial uncertainty as to the applicability to the Internet of laws governing issues such as property ownership, fraud, tort, copyrights and other intellectual property issues, taxation, defamation, obscenity and privacy, none of which contemplated the existence of the Internet. These developments could, in turn, had a material adverse effect on our business, prospects, financial condition and results of operations.

Research and Development

The markets for our services were evolving rapidly, requiring ongoing expenditures for research and development and timely introduction of new services and service enhancements. Our future success would depend, in part, on our ability to enhance our current services, to respond effectively to technological changes, to sell additional services to our existing customer base and to introduce new services and technologies that address the growing needs of our target markets and existing clients.

Repurpose the Company

The board of Directors and major shareholders deemed it in the best interest of the shareholders to repurpose the company. To that end, an agreement was reached with Holiday Island Development Corporation to place significant hard assets (commercial and residential real estate all located at Holiday Island, Arkansas – a 4,000 acre planned community) in the company. The agreement also included the plan to bring the company to “current reporting status” with OTC, raise additional funds and elect three new directors. . The request for a name change was then implemented to more appropriately reflect the repurposed company.

7) Describe the Issuer’s Facilities

Our new office address is at the following address:

Address: 3 Parkwood Drive, Suite C, Holiday Island, AR 72631. It is a rented facility that is adequate for our current needs.

The company owns no physical property

8) Officers, Directors, and Control Persons

A. The board of directors elects our executive officers annually. A majority vote of the directors who are in office is required to fill vacancies. Each director shall be elected for the term of one year, and until his successor is elected and qualified, or until his earlier resignation or removal. Our directors and executive officer is as follows:

	As Of	Position
H Jay Hill	12/31/13	Control Person
Mason Conner	12/31/13	Control Person
S Gene Thompson	12/31/13	Director, Sec/Treasurer
Michael D Adams	12/31/13	Director, President
James L Jones	12/31/13	Director

B. Legal/Disciplinary History. Please identify whether any of the foregoing persons have, in the last five years, been the subject of:

1. A conviction in a criminal proceeding or named as a defendant in a pending criminal proceeding (excluding traffic violations and other minor offenses);

None

2. The entry of an order, judgment, or decree, not subsequently reversed, suspended or vacated, by a court of competent jurisdiction that permanently or temporarily enjoined, barred, suspended or otherwise limited such person's involvement in any type of business, securities, commodities, or banking activities;

None

3. A finding or judgment by a court of competent jurisdiction (in a civil action), the Securities and Exchange Commission, the Commodity Futures Trading Commission, or a state securities regulator of a violation of federal or state securities or commodities law, which finding or judgment has not been reversed, suspended, or vacated; or

None

4. The entry of an order by a self-regulatory organization that permanently or temporarily barred suspended or otherwise limited such person's involvement in any type of business or securities activities.

None

C. Beneficial Shareholders. Provide a list of the name, address and shareholdings or the percentage of shares owned by all persons beneficially owning more than ten percent (10%) of any class of the issuer's equity securities. If any of the beneficial shareholders are corporate shareholders, provide the name and address of the person(s) owning or controlling such corporate shareholders and the resident agents of the corporate shareholders.

Mason Conner 10655 Morada Drive, Orange, CA 92869 38.0%

Jay Hill 2910 Philippe Parkway, Safety Harbor, FL 34695 32.1%

9) Third Party Providers

Please provide the name, address, telephone number, and email address of each of the following outside providers that advise your company on matters relating to operations, business development and disclosure:

Legal Counsel

Morgan E. Petitti, Esq.
114 Barrington Town Square, Suite 159
Aurora, Ohio 44202
Telephone: 330.697.8548
Fax: 330.748.4689
E-Mail: Petittilaw@gmail.com

Accountant

David Glaser, CPA
1297 Ranchwood Drive
Dunedin, FL 34698
dglaser@piper-capital.com
(727) 742-2177 cell

10) Issuer Certification

The issuer shall include certifications by the chief executive officer and chief financial officer of the issuer (or any other persons with different titles, but having the same responsibilities).

The certifications shall follow the format below:

I, S Gene Thompson, certify that:

1. I have reviewed this annual report of Holiday Island Holdings, Inc;
2. Based on my knowledge, this disclosure statement does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this disclosure statement; and
3. Based on my knowledge, the financial statements, and other financial information included or incorporated by reference in this disclosure statement, fairly present in all material respects the financial condition, results of operations and cash flows of the issuer as of, and for, the periods presented in this disclosure statement.

05/07/2014

/s/ S Gene Thompson, Secretary, Treasurer and Director