Revenge Designs Inc.

A Development Stage Company

Financial Statements

As of January 31, 2015
And
For the twelve Month Period Then Ending

Revenge Designs Inc.
(A Development Stage Enterprise)
Consolidated Balance Sheets
Unaudited (Presented in US Dollars)

	January 31, 2015	January 31, 2014
ASSETS		
Current:		
Cash	-	-
Prepaid expenses	10,000	-
	10,000	-
Long term :		
Furniture & Equipment	2,500	-
Research & Development	150,000	-
Intellectual Property	750,000	-
	902,500	-
Total Assets	**$ 912,500**	**$ -**
LIABILITIES AND STOCKHOLDERS' EQUITY (DEFICIT)		
Current:		
Accrued Liabilities	13,454	9,854
	$ 13,454	$ 9,854
Long Term:		
Notes Payable	21,750	6,900
Total Liabilities:	$ 35,204	$ 16,754
Stockholders' Equity (Deficit)		
Common Stock, 500,000,000 shares authorized, $0.00001 par value		
175,152,072 issued & o/s at Jan 31, 2015 & 375,152,538 at Jan 31, 2014	1,751	3,751
Additional paid-in-capital	3,948,644	3,034,144
(Deficit) accumulated during the development stage	(3,073,099)	(3,054,649)
Total Stockholder's deficit	877,296	(16,754)
Total Liabilities and Stockholder's deficit	**$ 912,500**	**$ -**

The accompanying notes are an integral part of these unaudited consolidated financial statements

Revenge Designs Inc.
(A Development Stage Enterprise)
Statement of Operations
Unaudited (Presented in US Dollars)

	Three months ended January 31, 2015	Three months ended January 31, 2014	Year ended January 31, 2015	Year ended January 31, 2014	Inception to January 31, 2015
Sales	$ -	$ -	$ -	$ -	$ -
Cost of Sales	-	-	-	-	-
Gross Profit	-	-	-	-	-
General and administrative expenses	9,750	8,700	18,450	16,754	3,073,099
Loss before other income	9,750	8,700	18,450	16,754	3,073,099
Other Income					
Interest Expense	-	-	-	-	-
	-	-	-	-	-
Net and Comprehensive loss	$ (9,750)	$ (8,700)	$ (18,450)	$ (16,754)	$ (3,073,099)
Weighted Average number of shares o/s:					
basic and diluted	175,152,072	375,152,538	175,152,072	375,152,538	175,152,072
Loss per share basic and diluted	$ (0.00)	$ (0.00)	$ (0.00)	$ (0.00)	$ (0.02)

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Revenge Designs Inc.
(A Development Stage Enterprise)
Statement of Shareholder Equity
Unaudited (Presented in US Dollars)

	Common Stock				Additional		Accumulated		
	Shares		Amount		Paid in Capital		Deficit		Total
Balance January 31, 2013	**375,152,538**	**$**	**3,751**	**$**	**3,034,144**	**$**	**(3,037,895)**	**$**	**-**
Net loss for the year ended January 31, 2014	-	$	-	$	-	$	(16,754)	$	(16,754)
Balance January 31, 2014	**375,152,538**	**$**	**3,751**	**$**	**3,034,144**	**$**	**(3,054,649)**	**$**	**(16,754)**
Retire shares of Omega Mercantile	(275,000,000)	$	(2,750)	$	2,750	**$**	**-**	$	-
Issue shares for Acquistion of Cartel Blue	75,000,000	$	750	$	911,750	**$**	**-**	$	912,500
Adj issued and outstanding to transfer agent	(466)	$	-	$	-	$	-	$	-
Net loss for the year ending January 31, 2015	-	$	-	$	-	$	(18,450)	$	(18,450)
Balance January 31, 2015	**175,152,072**	**$**	**1,751**	**$**	**3,948,644**	**$**	**(3,073,099)**	**$**	**877,296**

The accompanying notes are an integral part of these unaudited consolidated financial statements

Revenge Designs Inc.
(A Development Stage Enterprise)
Statement of Cashflows
Unaudited (Presented in US Dollars)

	Three months ended January 31,		Year ended January 31,		Inception to January 31,
	2015	2014	2015	2014	2015
OPERATING ACTIVITIES					
Net Income	(9,750)	(8,700)	(18,450)	(16,754)	(3,073,099)
Adjustments to reconcile Net Income to net cash provided by operations:					
Prepaid expenses	(10,000)	-	(10,000)	-	(10,000)
Accrued Expenses	1,800	1,800	3,600	9,854	13,454
Net cash provided by Operating Activities	(17,950)	(6,900)	(24,850)	(6,900)	(3,069,645)
INVESTING ACTIVITIES					
Furniture and equipment	(2,500)	-	(2,500)	-	(2,500)
Intellectual property	(750,000)	-	(750,000)	-	(750,000)
Research & Development	(150,000)	-	(150,000)	-	(150,000)
Net cash provided by Investing Activities	(902,500)	-	(902,500)	-	(902,500)
FINANCING ACTIVITIES					
Note Payable	7,950	6,900	14,850	6,900	21,750
Add'l Paid in Capital	914,500	-	914,500	2,750	3,948,644
Common stock .001 par value	(2,000)	-	(2,000)	(2,750)	1,751
Net cash provided by Financing Activities	920,450	6,900	927,350	6,900	3,972,145
Net cash increase for period	-	-	-	-	-
Cash at end of period	-	-	-	-	-

The accompanying notes are an integral part of these unaudited consolidated financial statements

1. Company information

Description of Development Stage Operations

Revenge Designs Inc., a Nevada corporation, is a development stage entity that operates through its wholly-owned subsidiary Cartel Blue. Cartel Blue is a Los Angeles California based and eco-friendly apparel company that utilizes high quality fabrics and designs with contemporary and edgy marketing strategies in conjunction with popular and unique celebrities in the film, television and music industries.

The company primarily manufactures and markets eco-friendly cotton and hemp premium jeans and tops for both men and women. Cartel Blue manufactures all of its apparel products in the United States of America while utilizing the best in class of fabric suppliers and apparel designers.

In addition, the Company has certain intellectual property related to apparel design. It plans to develop this intellectual property.

2. Going Concern

The accompanying financial statements have been prepared assuming that the Company will continue as a going concern. For the twelve month period January 31, 2015, the Company has not established any source of revenues and has recently acquired Cartel Blue and its assets. As of January 31, 2015, the Company has not emerged from the development stage. In view of these matters, the Company's ability to continue as a going concern is dependent upon the Company's ability to begin operations and to achieve a level of profitability. The Company intends on financing its future development activities and its working capital needs largely from the sale of equity securities with some additional funding from other traditional financing sources, including term notes until such time that funds provided by operations are sufficient to fund working capital requirements. The financial statements of the Company do not include any adjustments relating to the recoverability and classification of recorded assets, or the amounts and classifications of liabilities that might be necessary should the Company be unable to continue as a going concern.

3. Significant Accounting Policies

Basis of Presentation and Use of Estimates in the Financial Statements

Preparation of the Company's financial statements in conformity with accounting principles generally accepted in the United States of America ("GAAP") requires management to make estimates and assumptions that affect 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.

Cash and Cash Equivalents

All 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. At January 31, 2015, the Company did not yet have any deposits with the bank. Temporary cash investments with an original maturity of three months or less are considered to be cash equivalents.

Research and Development Expenses

Expenditures for research, development, and engineering of products are expensed as incurred.

Common Stock

In February 2013 the Company reverse split its common stock 42,000 to 1, decreased the authorized shares to 500,000,000 and decreased the par value of common shares to $.00001. All share and per share amounts reflect this reverse split.

Issuance of Shares

Also on November 29, 2012 the Company issued 100,100,000 shares of its common stock in cancellation of $64,674 of liabilities.

At January 31, 2015 the Company had completed agreements to effect the retirement of the 275,000,000 shares of stock of Omega Mercantile and for the acquisition of Cartel Blue Inc. and its assets in exchange for 75,000,000 shares of the Company. Due to these two events concluding shortly after the year end and prior to the filing of these financial statements, the $912,500 of assets of Cartel Blue Inc. and the current shares outstanding are being reflected in the consolidated balance sheets for the year ending January 31, 2015. At the time of this filing there were a net total of 175,152,072 shares issued and outstanding.

The Company records common stock issuances when all of the legal requirements for the issuance of such common stock have been satisfied.

Revenue and Cost Recognition

The Company has no current source of revenue; therefore the Company has not yet adopted any policy regarding the recognition of revenue or costs associated with such revenue streams. Operating expenses recognized in the Statement of Operations are expensed as incurred.

Advertising Costs

The Company's policy regarding advertising is to expense advertising costs when incurred. No advertising costs were incurred for the twelve month period ended January 31, 2015.

No Items of Other Comprehensive Income or Loss

The Company has no items of other comprehensive income or loss for the year ending January 31, 2015. Therefore, the net loss as presented in the Company's Statement of Operations equals comprehensive loss.

Income Taxes

Income taxes are provided for the tax effects of transactions reported in the financial statements and consist of taxes currently due plus deferred taxes resulting from temporary differences. Such temporary differences result from differences in the carrying value of assets and liabilities for tax and financial reporting purposes. The deferred tax assets and liabilities represent the future tax consequences of those differences, which will either be taxable or deductible when the assets and liabilities are recovered or settled. Valuation allowances are established when necessary to reduce deferred tax assets to the amount expected to be realized.

The Company adopted the provisions of FASB ASC 740 “Income Taxes” (ASC 740). A reconciliation of the beginning and ending amount of unrecognized tax benefits has not been provided since there is no unrecognized tax benefit at January 31, 2014. The Company has not recognized interest expense or penalties as a result of the implementation of ASC 740. If there were an unrecognized tax benefit, the Company would recognize interest accrued related to unrecognized tax benefits in interest expense and penalties in operating expenses.

Earnings (Loss) Per Share

Basic loss per share is computed by dividing net loss attributable to common stockholders by the weighted average common shares outstanding for the period. Diluted loss per share is computed giving effect to all potentially dilutive common shares. Potentially dilutive common shares may consist of incremental shares issuable upon the exercise of stock options and warrants and the conversion of notes payable to common stock. In periods in which a net loss has been incurred, all potentially dilutive common shares are considered anti-dilutive and thus are excluded from the calculation. At January 31, 2015, the Company did not have any potentially dilutive common shares.

Fair Value of Financial instruments

The Company measures fair value based on the prices that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value measurements are based on a three tier hierarchy that prioritizes the inputs used to measure fair value, using quoted prices in active markets for identical assets (Level 1); significant other observable inputs (Level 2); and significant unobservable inputs (Level 3).

(Presented in US dollars)

Accrued expenses are reported at their historical carrying values, which approximate their fair values based on their short-term nature.

The fair value measurements of the Company's financial instruments at January 31, 2015 were as follows:

January 31, 2014	Level 1	Level 2	Level 3	Total
Cash and cash equivalents	$ -	-	-	$ -

Recent Accounting Pronouncements

There are no recent accounting pronouncements adopted by the Company.

4. Income Taxes

For the twelve month period ending January 31, 2015, the Company incurred a net operating loss of $18,450 and, accordingly, no provision for income taxes has been recorded. In addition, no benefit for income taxes has been recorded due to the uncertainty of the realization of any tax assets. At January 31, 2015, the Company had $3.073 million of federal and state operating loss carryforwards. The Company's ability to utilize these carryforwards has been curtailed as a result of the change in control described in Note 3. Based on the available objective evidence, management believes it is more likely than not that the net deferred tax assets will not be fully realizable. Accordingly, the Company provided for a full valuation allowance against its net deferred tax assets at January 31, 2015.

The Company did not have any temporary differences for the twelve month period ended January 31, 2015. The Company is subject to U.S. federal and state income tax examinations by tax authorities for the period ended January 31, 2015.

5. Related Party Transactions

The officers and directors of the Company are involved in other business activities and may, in the future, become involved in other business opportunities that become available. They may face a conflict in selecting between the Company and other business interests. The Company has not formulated a policy for the resolution of such conflicts.

6. Equity

Issuance of Common Stock

As discussed in Note 3, in November 2012 the Company issued 275 million of its common shares in the acquisition of Omega Mercantile, Ltd. In addition, the Company issued 100,100,000 shares of its common stock in payment of accrued liabilities totaling $64,675.

At January 31, 2015 the Company had completed agreements to effect the retirement of the 275,000,000 shares of stock of Omega Mercantile and for the acquisition of Cartel Blue Inc. and its assets in exchange for 75,000,000 shares of the Company. Due to these two events concluding shortly after the year end and prior to the filing of these financial statements, the $912,500 of assets of Cartel Blue Inc. and the current shares outstanding are being reflected in the consolidated balance sheets for the year ending January 31, 2015. At the time of this filing there were a net total of 175,152,072 shares issued and outstanding.

7. Commitments and Contingencies

Concentrations

The Company's president is also the sole board member. There are no other employees. Any incapacitation of the president would have a significant impact on the Company.

Commitments

As discussed in Note 5, the Company does not own or lease property or lease office space.

8. Subsequent Events

The Company evaluated all subsequent events that have occurred after the date of the accompanying financial statements for the year ending January 31, 2015 and determined that the following actions were material.

At January 31, 2015 the Company had completed agreements to effect the retirement of the 275,000,000 shares of stock of Omega Mercantile and for the acquisition of Cartel Blue Inc. and its assets in exchange for 75,000,000 shares of the Company. Due to these two events concluding shortly after the year end and prior to the filing of these financial statements, the $912,500 of assets of Cartel Blue Inc. and the current shares outstanding are being reflected in the consolidated balance sheets for the year ending January 31, 2015. At the time of this filing there were a net total of 175,152,072 shares issued and outstanding.