Pinaki & Associates LLC

Certified Public Accountants

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To the Board of Directors
Adaptive Ad Systems Inc.

We have reviewed the accompany Balance Sheet of Adaptive Ad Systems Inc as of December 31, 2014, and the related statements of income, retained earnings for the period then ended, in accordance with Statements of Standards for Accounting and Review services issued by the American Institute of Certified Public Accountants. All information included in these financial statements is the representation of the management of Adaptive Ad Systems Inc.

A review consists principally of inquiries of company personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted accounting principles.

/s/Pinaki & Associates LLC.

Newark, DE
May 1, 2015

Adaptive Ad System Inc

Consolidated Balance Sheet

	December 31, 2014
ASSETS	
Current assets:	
Cash	$ 1,004,957
Accounts Receivable	756,202
Other current assets	78,700
Total current assets	1,839,859
Property and Equipment (net)	612,212
Total Assets	**$ 2,452,071**
LIABILITIES AND STOCKHOLDERS' EQUITY	
Current liabilities:	
Accounts payables	189,829
Notes payable	90,075
Total current liabilities	279,904
Stockholders' equity:	
Common stock: 500,000,000 shares authorized;	
$0.001 par value; 45,075,628 shares issued and outstanding	45,076
Additional paid-in capital	3,714,797
Accumulated deficit	(1,587,706)
Total stockholders' equity:	**2,172,167**
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	**$ 2,452,071**

The accompanying notes are integral part of these financials statements.

Adaptive Ad System Inc

Consolidated Statements of Operations

For the year ended December 31, 2014

Net revenues:	
Revenue from advertisement	$ 3,575,572
Total net revenues	**3,575,572**
Cost of Goods Sold	**885,844**
Gross Income	**2,689,728**
Operating expenses:	
General, selling and administrative expenses	1,028,247
Salaries and wages	304,961
Depreciation	226,106
Total operating expenses	**1,559,314**
Income (loss) from operations	**1,130,414**
Other income (expense)	
Interest expense	(17,889)
Other income (expense)	820.00
Total other income (expense)	**(17,069)**
Income before income tax	1,113,345
Provision for income taxes	-
Net income	$ **1,113,345**

The accompanying notes are integral part of these financials statements.

Adaptive Ad System Inc
Statement of Cash flows

	For The year ended December 31, 2014
CASH FLOWS FROM OPERATING ACTIVITIES	
Net income (loss)	1,113,345
Adjustments to reconcile net loss to net cash used by operating activities:	
Depreciation expense	226,106
Changes in operating assets and liabilities	
(Increase) decrease in receivables	(290,436)
(Increase) decrease in other current assets	(30,800)
Increase (decrease) in accounts payable and accrued expenses	39,359
	(452,917)
Net Cash Used in Operating Activities	604,657
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of Fixed assets	(303,555)
Deposits	(1,804)
Net Cash Provided by (Used in) Investing Activities	(305,359)
CASH FLOWS FROM FINIANCING ACTIVITIES	
Common stock issued for cash/debt	1,451,012
Increase(decrease) in note payable	(1,047,213)
Net Cash Provided by Financing Activities	403,799
NET INCREASE (DECREASE) IN CASH	703,097
CASH AT BEGINNING OF PERIOD	301,860
CASH AT END OF PERIOD	1,004,957

Supplemental Disclosures of Cash Flow statement:

Cash paid during the period for	
Interest	17,889
Income tax	-

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

Adaptive Ad System Inc
Consolidated Statements of Stockholders' Equity

For the year ended December 31, 2014

	Common Stock No. of Shares	Amount	Additional Paid-in Capital	Retained Earnings	Total
Balance, December 31, 2013	**462,502**	**463**	**1,803,398**	**(2,701,051)**	**(897,190)**
Acquisition of Adaptive Media Inc	**30,513,126**	30,513	674,487		705,000
Common Stock Issued @$0.001 Per share Ag. Outstanding Debt	**14,100,000**	14,100	1,236,912		1,251,012
Net income during the year				1,113,345	1,113,345
Balance, September 30, 2014	**45,075,628**	**45,076**	**3,714,797**	**(1,587,706)**	**2,172,167**

Adaptive Ad Systems, Inc.

Notes to Financial Statements

December 31, 2014

NOTE 1 – CONDENSED FINANCIAL STATEMENTS

The Accompanying financial statements have been prepared by the Company without audit. In the opinion of management, all adjustments (which include only normal recurring adjustments) necessary to present fairly the financial position, results of operations, and cash flows at December 31, 2014, and for all periods presented herein, have been made.

Certain information and footnote disclosures normally included in financial statements prepared in accordance with accounting principles generally accepted in the United States of America have been condensed or omitted. It is suggested that these condensed financial statements be read in conjunction with the financial statements and notes thereto included in the Company's December 31, 2013 audited financial statements. The results of operations for the periods ended September 30, 2014 and @013 are not necessarily indicative of the operating results for the full years.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES

Accounting Basis

The Company's financial statements are prepared using the accrual basis of accounting in accordance with accounting principles generally accepted in the United States. The Company has elected a December 31 fiscal year end.

Use of 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.

Recent Accounting Pronouncements

The Company has evaluated recent accounting pronouncements and their adoption has not had or is not expected to have a material impact on the Company's financial position, or statements.

NOTE 3 – CONVERTIBLE DEBT

During 2014, $1,251,012 of Debt was converted into 14,100,000 shares of The Company's common stock.

NOTE 4 – MERGER

In 2014, Adaptive Media merged with Praebius, Inc. and changed its name to Adaptive Ad Systems, Inc.

NOTE 5 – SUBSEQUENT EVENTS

In accordance with ASC 855, Company management reviewed all material events through the date of this filing, and there are no material subsequent events to report other than those reported.