IN OVATIONS HOLDINGS, INC.
(f/k/a/MARINE EXPLORATION, INC.)
NOTES TO COMPILED FINANCIAL STATEMENTS
FOR THE QUARTERS ENDED March 31, 2015 AND 2014
(UNAUDITED)

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES

The Company's accounting policies conform to U.S. generally accepted accounting principles. The following policies are considered to be significant:

Business Organization

In Ovations Holdings, Inc., (f/k/a Marine Exploration, Inc.) is incorporated in the State of Colorado and changed its name on October 15, 2013. The Company initially engaged in maritime research, search and salvage. The Company is currently headquartered in New York. In December, 2013, the Company established ElectroVerde, Inc. and is operating it as a subsidiary. Electro Verde, Inc., is pursuing the Company's plans to diversify and generate revenue through marketing the patented GradiLux™ Total Lighting System Solution which can reduce electricity consumption and carbon emissions in municipal lighting systems. The Company has licensed from its inventor a scanning "microspectrophotometer" which can detect lung cancer before it develops through analysis of the shape of pre-cancerous lung cells. Finally, it is a minority owner of Atmospheric Water Solutions, a company involved in water purification. INOH's subsidiary, NBE, manages a law firm with offices in Florida, New York, New Jersey and Illinois, acquires and manages residential properties, and represents clients in mortgage remediation. NBE is also engaged in identifying other legal and finance areas for diversification and revenue generation.

Cash and Cash Equivalents

Cash equivalents are generally comprised of certain highly liquid investments with original maturities of fewer than three months.

Equipment

Equipment is carried at cost net of accumulated depreciation. Depreciation expense is computed principally on a straight-line basis in amounts sufficient to write off the cost of depreciable assets over their estimated useful lives.

Normal maintenance and repair items are charged to costs and expenses as incurred. The cost and accumulated depreciation of property and equipment sold or otherwise retired are removed from the accounts and gain or loss on disposition is reflected in net income in the period of disposition.

Intangible Assets

Intangible assets subject to amortization may include patents, contracts and goodwill. Patents are amortized over the shorter of their legal or useful lives while goodwill is periodically reviewed for impairment.

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (continued)

Income Taxes

The Company uses an asset and liability approach to financial accounting and reporting for income taxes. The difference between the financial statement and tax basis of assets and liabilities is determined quarterly. Deferred income tax assets and liabilities are computed for those differences that have future tax consequences using the currently enacted tax laws and rates that apply to the periods in which they are expected to affect taxable income. Valuation allowances are established, if necessary, refundable for the period, plus or minus the change in the deferred tax assets and liabilities. Income taxes are provided for the tax effects of transactions reported in the financial statements and consistß of taxes currently due plus deferred taxes of operating losses that are available to offset.

Use of Estimates in the Preparation of Financial Statements

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and revenues and expenses during the reporting period. In these financial statements, assets, liabilities, and earnings involve reliance on management's estimate. Actual results could differ from those estimates.

Advertising and Promotion

All costs associated with advertising and promoting the Company are expensed in the year incurred.

Management Review Date

In preparing these financial statements, the Company has evaluated events and transactions for potential recognition or disclosure through June 30, 2014.

NOTE 2 - RELATED PARTY TRANSACTIONS

The Board of Directors authorized the rescission of 1,350,000,000 shares that had been issued to Mark Goldberg, the Company's CEO and 1,350,000,000 shares issued to Rosando Alvarez, the Company's President at the request of the officers. These shares were originally issued in October 2013. Mark Goldberg and Mr. Alvarez each retain 50,000,000 shares of common stock from the original issuance.