AMERICAN PREMIUM WATER CORPORATION

The Company has amended the financial statement for 2014 and 2013 to properly reflect certain transactions that were not reported or reported improperly to the accounting service.

Preparation of quarterly financial reports is completed by a third party advisor to the Company. The advisor does not process invoices, payments to contractors, or receipts from customers. The advisor relies on management to accurately and timely forward documentation and records of financial activity to them. Periodically this process has failed and financial statements were prepared without complete knowledge of all activities. New procedures have been implemented to avoid these problems in the future. However, although we regret having to amend our statements, we feel it imperative to correct the published financial records so investors, creditors, and service providers will continue to have confidence in the Company and its management.

The following statements describe, in part, how information did not reach the accounting function:

Management of the Company is acquainted with and interacts with individuals in several professional fields. Several of these individuals have invested time and money into the Company. To assist the Company in meeting its obligations, some of these individuals paid Company vendors and creditors during periods when the Company lacked sufficient working capital. Payment were made in cash and through the use of personal credit cards. These payments were not reported to the accounting advisor until recently.

The Company employs an SEC licensed transfer agent. The agent processes all transactions related to common stock. The company performs internally the same function for the Series A Preferred stock. The accounting advisor monitors the common stock activity via online internet access but relies on the company processor to inform them regarding transactions involving preferred stock. Periodically information on preferred stock activity was not forwarded to the accounting advisor on a timely basis. In one case the Company issued common stock to an individual. The accounting function identified this transaction and recorded it as the conversion of preferred stock to learn subsequently that it was newly issued stock. This resulted in an increase in stock based compensation expense of $2,180,000 for the 2014 reporting period.

In another case stock was issued to an individual note holder who had loaned the Company funds in 2012. The accounting function was advised the note holder "had been paid" and recorded a gain on the settlement of a debt. Subsequently it was determined that the stock issued to the note holder was a payment to defer the due date on the note. As a result, the gain on debt settlement was removed from the operating statement and interest expense of $42,500 was added, increasing our net operating loss.

The net results of all adjustments to the past financials are as follows:

For 2014, our net loss increased by $2,384,252. Of this amount $2,180,000 was a non-cash expense recorded as stock based compensation. We also reduced our gain on debt settlement by $166,702. The remaining $37,550 net increase in expense was primarily expenses paid by third parties or "friends" of the Company that were not reported timely.

For 2013, our net loss increased by $64,036. During the year we had been advised that a convertible note had been retired. We adjusted our records accordingly. Subsequently we learned that the note had not been paid off. We then booked the note and the embedded derivative liability associated with the note. This increased our losses for changes in the value of derivative liabilities by $62,043.

The attached financial statements detail the changes in our balance sheet, operating statement, statement of shareholders' deficit, and statement of cash flows as follows:

Balance Sheet for December 31, 2014 and 2013, as amended.

Statement of Operations for 2014 as reported and as amended.

Statement of Changes in Shareholders' Deficit for 2014 as amended.

Statement of Cashflows for 2014 as reported and as amended.

Balance Sheet for December 31, 2014 as reported and as amended.

Balance Sheet for December 31, 2013 as reported and as amended.

Statement of Operations for 2013 as reported and as amended

Annual Report
American Premium Water Corporation
Balance Sheet
Year Ended December 31, 2014
Unaudited

	December 31, 2014 As Amended	December 31, 2013 As Amended
Current Assets		
Cash	$ 2,068	$ -
Total current assets	2,068	-
Other Assets		
Due under financing agreement	98,171	
Vendor deposit	3,500	
Website Development Costs	-	1,700
Total Assets	$ 103,739	$ 1,700
Current Liabilities		
Accounts payable	$ 706	$ 3,190
Convertible Notes due Third Parties	118,000	218,360
Unamortized discounts on convertible notes	(123)	(20,506)
Derivative Liabilities On Notes due Third Parties	659,005	1,380,916
Stock and note repurchase agreements	91,137	-
Stock due investors	27,000	-
Amounts due Officers & Related Parties	836,273	519,393
Other liabilities to Third Parties	155,596	17,612
Deferred Compensation	67,500	332,500
Accrued Interest Notes Payable	15,980	14,149
Total Current Liabilities	1,971,074	2,465,614
Total Liabilities	1,971,074	2,465,614
Equity		
Common stock - 30,000,000 authorized, 14,661,843 issued and outstanding, par value $0.0001	1,456	145
Series A Preferred Stock - 20,000,000 authorized 18,677,500 issued and outstanding, par value $0.001	18,688	9,800
Paid In Capital	51,199,770	1,471,161
Accumulated Deficit	(53,087,249)	(3,945,020)
Shareholders' Deficit	(1,867,335)	(2,463,914)
TOTAL LIABILITIES & SHAREHOLDERS' DEFICIT	$ 103,739	$ 1,700

See accompanying notes to unaudited financial statements.
Common shares outstanding have not been adjusted to reflect reverse stock split of March 2015

Annual Report
Statements of Operations
American Premium Water Corporation
Years Ending December 31
Unaudited

	2014 As Reported	2014 As Amended	2014 Change
Income			
Sales	$ 245,402	$ 134,702	$ (110,700)
Cost of Goods Sold	(175,127)	(182,297)	(7,170)
Gross Profit (Loss)	70,275	(47,595)	(117,870)
Expense			
Business development			
General & Administrative	347,109	311,242	(35,867)
Depreciation and amortization	1,700	1,700	-
Stock based compensation	45,922,370	48,102,370	2,180,000
Charitable Contributions	115,000	115,000	-
Professional Fees	509,022	532,572	23,550
Shareholder Expense	142,589	147,812	5,223
Total Operating Expense	47,037,790	49,210,696	2,172,906
Loss From Operations	(46,967,515)	(49,258,291)	(2,290,776)
Other (Income) and Expense			
(Gain) Loss on debt settlement	(256,657)	(89,955)	166,702
(Gain) Loss on Change in value of derivative liability	(8,312)	(128,911)	(120,599)
Derivative liability expense	9,466	9,466	-
Discount on convertible notes	24,883	24,883	-
Interest expense	21,082	68,455	47,373
Total other expense	(209,538)	(116,062)	93,476
Loss before provision for income tax	(46,757,977)	(49,142,229)	(2,384,252)
Provision for income tax	-	-	-
Net Loss	$ (46,757,977)	$ (49,142,229)	$ (2,384,252)
Net loss per share - basic	$ (4.90)	$ (5.15)	$ (0.25)
Weighted average number of common shares outstanding - basic	9,545,904	9,545,904	9,545,904

See accompanying notes to unaudited financial statements.

Weighted average number of common shares have not been adjusted for reverse stock split of March 2015

Annual Report
American Premium Water Corporation
Statement of Changes In Shareholders' Deficit
Year Ended December 31, 2014
Unaudited

	Common Stock		Preferred Stock		Paid In Capital	Accumulated Deficit	Shareholders' Deficit
Balance December 31, 2013 (As Amended)	1,445,608	$ 145	9,800,000	$ 9,800	$ 1,471,161	$ (3,945,020)	$ (2,463,915)
Conversion of Preferred To Common Stock	4,780,000	478	(47,800)	(28)	(430)		20
Fractional share adjustments	3,156						-
Net loss from operations						(49,142,229)	(49,142,229)
Stock based compensation	12,489,538	731	305,300	305	48,095,324		48,096,360
Stock cancellation & retirements	(5,051,884)		(1,090,000)	(1,090)	90		(1,000)
Stock issued for finance agreement			9,700,000	9,700	647,785		657,485
Stock issued for cash	552,000	58			388,942		389,000
Stock issued to charitable organization					114,990		114,990
Stock issued to retire convertible debt	293,425	29			544,211		544,241
Stock issued to retire preferred stock	150,000	15			(62,303)		(62,288)
Balance December 31, 2014 (As Amended)	14,661,843	$ 1,456	18,667,500	$ 18,688	$ 51,199,770	$ (53,087,249)	$ (1,867,336)

Annual Report
American Premium Water Corporation
Statements Of Cashflows
Years Ended December 31
Unaudited

	2014 As Reported	2014 As Amended
OPERATING ACTIVITIES		
Net loss from operations	$ (46,757,977)	$ (49,142,230)
Adjustment to reconcile net loss to net cash used in operating activities:		
Stock based compensation	45,922,370	48,102,370
Amounts due under advisory agreements	360,000	360,000
Stock issued to charitable organizations	115,000	115,000
Amortization of discount on derivative liabilities	24,882	24,883
Convertible note issued for service	18,000	18,000
Interest accrued on convertible notes outstanding	16,021	19,097
Working Capital Advances from related parties	-	11,100
Derivative Expense	9,466	9,466
Penalties on note settlement agreements	3,500	4,200
Advances from former officers, net	2,600	-
Website development amortization	1,700	1,700
Accounts payable	1,670	(2,308)
Amortization of face amount discount on convertible note	1,639	1,639
Adjustment for Rounding differences	(15)	-
Change in value of derivative liabilities	(8,312)	(128,911)
Gain on debt retirement	(256,657)	(89,956)
Impairment expense for closed plant	-	-
Deferred compensation	-	-
Licensing Agreement fees due affiliated party	-	-
Discount on sale of note	-	-
Cashflow from operating activities	(546,113)	(695,950)
INVESTING ACTIVITIES		
Development expense closed plant	-	-
Disposal of other assets	-	(5,600)
Deposit with vendor	(3,500)	(3,500)
Cashflow from Investing	(3,500)	(9,100)
FINANCING ACTIVITIES		
Financing agreement	230,386	312,818
Sale of convertible notes	-	-
Stock and note repurchasement agreements	(125,000)	(130,800)
Advances from third parties	-	72,600
Sale of stock	376,000	410,000
Stock issued for note settlement	-	42,500
Stock due investors	35,000	-
Advances from officers, net	35,221	-
Cashflow from financing	551,607	707,118
Net change in cash	1,994	2,068
Beginning cash	-	-
Ending Cash	$ 1,994	2,068
Non-Cash Investing and Financing Activities:		
Record derivative liability on notes	$ 13,966	$ 13,966
Conversion of note to common stock	$ 45,000	$ 45,000
Issuance of convertible note for service	$ 18,000	$ 18,000
Stock issued for note settlement		$ 42,500

See accompanying notes to unaudited financial statements.

Annual Report
American Premium Water Corporation
Balance Sheet
Year Ended December 31, 2014
Unaudited

	December 31, 2014 As Reported	December 31, 2014 As Amended	Change
Current Assets			
Cash	$ 1,994	$ 2,068	$ 74
Total current assets	1,994	2,068	74
Other Assets			
Due under financing agreement	108,696	98,171	(10,525)
Vendor deposit	3,500	3,500	-
Total Assets	$ 114,190	$ 103,739	$ (10,451)
Current Liabilities			
Accounts payable	$ 14,253	$ 706	$ (13,547)
Convertible Notes due Third Parties	118,000	118,000	-
Unamortized discounts on convertible notes	(123)	(123)	-
Derivative Liabilities On Notes due Third Parties	659,005	659,005	-
Stock and note repurchase agreements	71,802	91,137	19,335
Stock due investors	35,000	27,000	(8,000)
Amounts due Officers & Related Parties	364,800	836,273	471,473
Other liabilities to Third Parties	485,214	155,596	(329,618)
Deferred Compensation	67,500	67,500	-
Accrued Interest Notes Payable	14,208	15,980	1,772
Total Current Liabilities	1,829,659	1,971,074	141,415
Total Liabilities	1,829,659	1,971,074	141,415
Equity			
Common stock - 30,000,000 authorized, 14,661,843 issued and outstanding, par value $0.0001	1,466	1,456	-
Series A Preferred Stock - 20,000,000 authorized 18,677,500 issued and outstanding, par value $0.001	18,678	18,688	-
Paid In Capital	48,900,511	51,199,770	2,299,259
Accumulated Deficit	(50,636,124)	(53,087,249)	(2,451,126)
Shareholders' Deficit	(1,715,469)	(1,867,335)	(151,866)
TOTAL LIABILITIES & SHAREHOLDERS' DEFICIT	$ 114,190	$ 103,739	$ (10,451)

See accompanying notes to unaudited financial statements.

Common shares outstanding have not been adjusted to reflect reverse stock split of March 2015

Annual Report
American Premium Water Corporation
Balance Sheet
Year Ended December 31, 2013
Unaudited

	December 31, 2013 As Reported	December 31, 2013 As Amended	Change
Current Assets			
Cash	$ -	$ -	$ -
Total current assets	-	-	-
Other Assets			
Website Development Costs	1,700	1,700	-
Total Assets	$ 1,700	$ 1,700	$ -
Current Liabilities			
Accounts payable	$ 12,584	$ 3,190	$ (9,394)
Convertible Notes due Third Parties	218,360	218,360	-
Unamortized discounts on convertible notes	(20,506)	(20,506)	-
Derivative Liabilities On Notes due Third Parties	1,429,410	1,380,916	(48,494)
Amounts due Officers & Related Parties	224,513	519,393	294,880
Other liabilities to Third Parties	302,612	17,612	(285,000)
Deferred Compensation	332,500	332,500	-
Accrued Interest Notes Payable	13,026	14,149	1,123
Total Current Liabilities	2,512,499	2,465,614	(46,885)
Total Liabilities	2,512,499	2,465,614	(46,885)
Equity			
Common stock - 30,000,000 authorized, 14,661,843 issued and outstanding, par value $0.0001	145	145	-
Series A Preferred Stock - 20,000,000 authorized 18,677,500 issued and outstanding, par value $0.001	9,800	9,800	-
Paid In Capital	1,357,403	1,471,161	113,758
Accumulated Deficit	(3,878,147)	(3,945,020)	(66,873)
Shareholders' Deficit	(2,510,799)	(2,463,914)	46,885
TOTAL LIABILITIES & SHAREHOLDERS' DEFICIT	$ 1,700	$ 1,700	$ -

See accompanying notes to unaudited financial statements.
Common shares outstanding have not been adjusted to reflect reverse stock split of March 2015

Annual Report
Statements of Operations
American Premium Water Corporation
Years Ending December 31
Unaudited

	2013 As Reported	2013 As Amended	Change
Income			
Sales	$ 5,433	$ 5,433	$ -
Cost of Goods Sold	(6,913)	(6,913)	-
Gross Profit (Loss)	(1,480)	(1,480)	-
Expense			
Business development	645	645	-
General & Administrative	399,083	399,953	870
Stock based compensation	136,000	136,000	-
Discontinued Plant Operations	512,779	512,779	-
Professional Fees	362,340	362,340	-
Shareholder Expense	36,680	36,680	-
Total Operating Expense	1,447,527	1,448,397	870
Loss From Operations	(1,449,007)	(1,449,877)	(870)
Other (Income) and Expense			
(Gain) Loss on debt settlement	(1,000)	(1,000)	-
(Gain) Loss on Change in value of derivative liability	124,497	186,540	62,043
Derivative liability expense	640,807	640,807	-
Discount on convertible notes	181,953	181,953	-
Interest expense	36,634	37,757	1,123
Total other expense	982,891	1,046,057	63,166
Loss before provision for income tax	(2,431,898)	(2,495,934)	(64,036)
Provision for income tax	-	-	
Net Loss	$ (2,431,898)	$ (2,495,934)	$ (64,036)
Net loss per share - basic	$ (2.31)	$ (2.37)	$ (0.06)
Weighted average number of common shares outstanding - basic	1,051,064	1,051,064	1,051,064

Weighted average number of common shares have not been adjusted for reverse stock split of March 2015