WHAM, INC.

Financial Statements

December 31, 2015

WHAM INC.
Balance Sheet
December 31, 2015

ASSETS

Current Assets			
5/3 Checking Account #5005	$ 7,296.74		
Notes Receivable- Note 4	190,312.42		
Total Current Assets			197,609.16
Property and Equipment			
Total Property and Equipment			0.00
Other Assets			
Deposits (Note 2)	15,000.00		
Investment in Software(Note 1)	178,858.00		
Investment in Stock (Note 1)	250,000.00		
Total Other Assets			443,858.00
Total Assets		$	641,467.16

LIABILITIES AND CAPITAL

Current Liabilities			
Total Current Liabilities			0.00
Long-Term Liabilities			
Shareholder loans	$ 48,149.88		
Total Long-Term Liabilities			48,149.88
Total Liabilities			48,149.88
Capital			
Common Stock (Note 3)	708,833.77		
Retained Earnings	(16,638.89)		
Net Income	(98,877.60)		
Total Capital			593,317.28
Total Liabilities & Capital		$	641,467.16

WHAM INC.

Income Statement
For the Twelve Months Ending December 31, 2015

	Current Month		Year to Date	
Revenues				
Total Revenues	0.00	0.00	0.00	0.00
Cost of Sales				
Total Cost of Sales	0.00	0.00	0.00	0.00
Gross Profit	0.00	0.00	0.00	0.00
Expenses				
Bank Charges	$ 3.00	0.00	$ 1,980.00	0.00
Corporate fees & other taxes	0.00	0.00	13,129.18	0.00
Legal and Professional Expense	0.00	0.00	60,067.08	0.00
Marketing expense	0.00	0.00	15,000.00	0.00
Meals and Entertainment Exp	0.00	0.00	1,223.29	0.00
Office Expense	450.00	0.00	1,592.50	0.00
Travel Expense	0.00	0.00	5,885.55	0.00
Total Expenses	453.00	0.00	98,877.60	0.00
Net Income	$ (453.00)	0.00	$ (98,877.60)	0.00

WHAM INC.

Statement of Cash Flow
For the twelve Months Ended December 31, 2015

	Current Month	Year to Date
Cash Flows from operating activities		
Net Income	$ (453.00)	$ (98,877.60)
Adjustments to reconcile net income to net cash provided by operating activities		
Notes Receivable-Current	0.00	(86,326.68)
Total Adjustments	0.00	(86,326.68)
Net Cash provided by Operations	(453.00)	(185,204.28)
Cash Flows from investing activities		
Used For		
Investment in Software(Note 1)	(22,500.00)	(188,858.00)
Investment in Stock (Note 1)	0.00	(142,930.00)
Net cash used in investing	(22,500.00)	(331,788.00)
Cash Flows from financing activities		
Proceeds From		
Shareholder loans	0.00	48,149.88
Common Stock (Note 3)	10,000.00	442,063.84
Used For		
Common Stock (Note 3)	0.00	(5,500.00)
Net cash used in financing	10,000.00	484,713.72
Net increase <decrease> in cash	$ (12,953.00)	$ (32,278.56)
Summary		
Cash Balance at End of Period	$ 7,296.74	$ 7,296.74
Cash Balance at Beg of Period	(10,249.74)	(25,645.30)
Net Increase <Decrease> in Cash	$ (2,953.00)	$ (18,348.56)

WHAM, INC.

Notes to Financial Statements

1. The Investment in Stock is an investment of $250,000 in Uponus Technologies, LLC, that was required prior to licensing their encryption software. Uponus subsequently has not delivered a working and marketable software product, so our engagement with them ended in the fourth quarter of 2015. We have not received any financial information, operating agreements, or shares of the company, even though such documents were requested, so we are unable to currently value our original capital investment, other than by cost. Legal counsel has been retained in this matter. As to Investment in Software, we have invested in another encryption software product that is currently being developed and should be available shortly, in Beta version. Further explanation of the Investment in Software and Investment in Stock is explained in the note #19 of the Disclosures.

2. About a year ago, WHAM invested in three different companies a total of $15,000, together with the issuance of Restricted Stock. As these agreements have not been fulfilled, WHAM is taking steps to seek the return of the funds and the restricted shares. Legal counsel has been retained in this matter. Further explanation of the Deposits is explained in the note #20 of the Disclosures.

3. Restricted shares of common stock were sold in 2013 for prices between $.02 and $.045, in 2014 for prices between $.02 and $.10, and in 2015 for prices between $.005 and $.12.

4. The Notes Receivable on the books represent funds used by the former corporate officers for personal purposes that were not supported by actions of the Board of Directors, or any other ascertainable corporate records. These funds have been classified as receivables at this point having established the amount owing, but not having established the collectability of these amounts. Each of the former officers are shareholders in WHAM, so we are hopeful of full repayment in the future. Legal counsel has been retained in this matter.