My Social Income, Inc.
Consolidated Balance Sheets
As of December 31, 2015, 2014, 2013

	12/31/2015	12/31/2014	12/31/2013
ASSETS:			
Current Assets:			
Cash	$ 3,345.46	$ (273.12)	$ 463.72
Accounts Receivable	(9,903.44)	(9,903.44)	(9,903.44)
Other Receivables	-	-	
Inventory	35,008.00	35,008.00	35,008.00
Prepaid Expenses	-	-	-
Total Current Assets	28,450.02	24,831.44	25,568.28
Property, Plant and Equipment	315,686.78	315,686.78	315,686.78
Less Accumulated Depreciation	(305,065.71)	(305,065.71)	(305,126.99)
Property, Plant and Equipment, net	10,621.07	10,621.07	10,621.07
Other Assets:			
Organization Costs, Net	-	-	-
Investment in Flyfone	-	-	-
Investment in Mission Group	-	-	
Other Assets	1,164.52	1,164.52	1,164.52
Total Assets	$ 40,235.61	$ 36,617.03	$ 37,353.87
Liabilities and Shareholder's Equity:			
Current Liabilites:			
Trade Payables	$ (30,857.92)	$ 642.08	$ 642.08
Customer Deposits	-	-	-
Accrued Wages and Payroll Taxes	-	-	-
Other Current Liabilities	431,739.37	431,739.37	431,739.37
Notes Payable -- Convertible	195,000.00	202,620.00	200,000.00
Interest Payable Conv. Notes	-		-
Total Current Liabilites	595,881.45	635,001.45	632,381.45
Long-Term Liabilities:			
Notes Payable	271,274.97	1,429,244.41	1,414,434.91
Interest Payable on LT Notes	169,872.33	829,726.13	664,395.68
Unearned Revenue	-	-	
Total Long-Term Liabilites	441,147.30	2,258,970.54	2,078,830.59
Shareholder's Equity			
Common Stock	4,109,693.62	4,109,693.62	4,096,693.62
Common Stock -- Stock Purchase Plan	2,818,058.60	2,823,058.60	2,823,058.60
Stock Premium	3,746,342.91	1,795,431.91	1,795,431.91
Retained Earnings	(11,574,752.01)	(11,387,692.30)	(11,133,130.95)
Current Earnings	(96,136.26)	(197,846.79)	(255,911.35)
		-	
Total Shareholder's Equity	(996,793.14)	(2,857,354.96)	(2,673,858.17)
Total Liabilities and Shareholder's Equity	$ 40,235.61	$ 36,617.03	$ 37,353.87

My Social Income, Inc.
Consolidated Statements of Operations
For the Years Ending December 31, 2013, 2014, 2015

	12/31/2015	12/31/2014	12/31/2013
REVENUES:			
Product Sales, Net	$ 10,739.89	$ 22,932.36	$ 6,994.64
Licensing and Marketing Product Sales	-	-	-
TOTAL REVENUES	10,739.89	22,932.36	6,994.64
LESS: Cost of Goods Sold	-	-	-
Sales Commissions	-	(460.00)	
Gross Profit	10,739.89	22,472.36	6,994.64
OPERATING EXPENSES:			
Personnel and Administrative Expenses	81,801.69	43,915.94	92,932.69
Administrative Expenses Paid in Stock	-	-	
Selling Expenses	-	-	-
Interest Expense	-	165,330.45	150,266.16
Banking and Credit Card Fees	3,259.73	3,322.76	3,307.14
Professional Fees	21,780.73	5,700.00	13,400.00
Bad Debt Expense	-	-	-
All Other Expenses	-	-	-
Total Operating Expenses	106,842.15	218,269.15	262,905.99
Operating Net Loss	(96,102.26)	(195,796.79)	(255,911.34)
OTHER INCOME(EXPENSE):			
Other Revenue	-	-	-
Other Expense	(34.00)		-
Gain(Loss) On Disposal of Assets	-	-	-
Total Other Income(Expense)	(34.00)		-
Net Income(Loss)	$ (96,136.26)	$ (195,796.79)	$ (255,911.35)

My Social Income, Inc.
Consolidated Statements of Cash Flows
For the Years Ending December 31, 2013, 2014, 2015

	12/31/2015	12/31/2014	12/31/2013
Cash Flows From Operating Activities:			
Net Loss	$ (96,136.26)	$ (195,796.79)	$ (255,911.35)
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:			
Depreciation and Amortization	-	-	-
Change In:			
Accounts Receivable	-	-	-
Other Receivables	-	-	-
Inventory	-	-	-
Prepaid Charges	-	-	-
Investments		-	-
Other Assets	-	-	-
Trade Payables	(31,500.00)		(78,364.43)
Payroll Liabilities	-	-	-
Interest Payable	(659,853.80)	165,330.45	150,266.16
Other Current Liabilities	-	-	
Unearned Revenue	-	-	-
Net Cash Used in Operating Activties	(787,490.06)	(30,466.34)	(184,009.62)
Cash Flows From(Used in) Investing Activities:			
Purchase of Property, Plant and Equipment	-	-	(1,316.09)
Investment in FlyFone	-	-	-
Investment in Mission Group	-	-	-
Investment in Airplane	-	-	-
Net Cash From(Used in) Investing Activities	-	-	(1,316.09)
Cash Flows From Financing Activities:			
Proceeds from Issuance of Notes Payable	(1,165,589.44)	17,429.50	93,649.08
Conversion of Notes to Common Stock			-
Proceeds from Issuance of Common Stock	1,945,911.00	13,000.00	25,000.00
Net Cash From Financing Activites	780,321.56	30,429.50	118,649.08
Net Increase(Decrease) in Cash and Equivalents	(7,168.50)	(36.84)	(66,676.63)
Cash and Equivalents, Beginning of Year	(273.12)	463.72	345.92
Cash and Equivalents, End of Year	$ (7,441.62)	$ 426.88	$ (66,330.71)

My Social Income, Inc.
Statement of Changes in Shareholder's Equity
For the Years Ending December 31, 2013, 2014, 2015

	12/31/2015	12/31/2014	12/31/2013
Balance, December 31 of Prior Year	$ 4,194,521.89	$ 4,390,318.68	$ 4,646,230.03
Notes Payable Converted to Common Stock	-	-	-
Common Stock Issued	-	-	
Common Stock Acquired	-	-	-
Dividends Declared on Common Stock	-	-	-
Comprehensive Income:			
Net Loss	(96,136.26)	(195,796.79)	(255,911.35)
Total Comprehensive Loss	(96,136.26)	(195,796.79)	(255,911.35)
Balance December 31, Current Year	$ 4,098,385.63	$ 4,194,521.89	$ 4,390,318.68

My Social Income, Inc.
Footnotes to Unaudited Financial Statements

Note 1. BUSINESS

My Social Income, Inc. is a global provider of VoIP services to Wireless and Wireline Broadband customers delivering in best-in-class services and pricing. The fully vertically integrated company manages all aspects of its service from user devices to carrier handoff, targeting retail customers and large affiliate organizations with a highly market-adaptive range of products.

The Company initiated operations in 1997 as a broker of long-distance telephone services. In 2004 the Company began operations in the VoIP field, and currently is a complete vertically-integrated VoIP enterprise.

Note 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The consolidated financial statements include the accounts of Intelecom which became My Social Income, Inc. The Company owns no beneficial interest in any other commercial enterprises at the present time. The consolidated financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP"). Intercompany balances and transactions have been eliminated.

Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ form those estimates.

Cash and Cash Equivalents

Cash and cash equivalents include cash on hand and amounts due from bank and credit card clearing companies.

Inventories

Inventories consist of finished, ready to sell products only, are recorded at cost under a FIFO assumption, and are valued at the lower of cost or market.

Property, Plant and Equipment

Fixed assets are recorded at cost. Depreciation and amortization are accounted for on the straight-line method based on the estimated useful lives of the assets.

Other Assets and Liabilities

Other assets consist primarily of amounts prepaid for future services.

Sales

Revenue is recognized when product is shipped, or when an IP number is activated if no product is shipped.

My Social Income, Inc.
Footnotes to Unaudited Financial Statements, Continued

Note 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Related Party Transactions

The Company has entered into transactions with related parties. The transactions are disclosed separately under their specific transaction types.

The Joseph E. Cain Foundation, a charitable foundation in which the Chairman/CEO is a Director, the spouse and other relatives of Company's Chairman/CEO.

Note 3. INVESTMENTS

The Company formerly carried an investment of $305,000 in Flyfone LLC, an unrelated predecessor company to Intelecom. Flyfone LLC ceased doing business late in 2005; Intelecom picked up Flyfone's business when Flyfone ceased operations. The investment was written off in 2008.

Note 4. PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment as of December 31:

	12/31/2015	12/31/2014	12/31/2013
Furniture and Fixtures	$ 2,361	$ 2,361	$ 2,361
Equipment	147,448	147,448	147,448
Software	164,168	164,168	164,168
Leasehold Improvements	1,709	1,709	1,709
Vehicles	-	-	-
	315,687	315,687	315,687
Less: Accumulated Depreciation	(305,066)	(305,066)	(305,066)
	$ 10,621	$ 10,621	$ 10,621

Note 5. INTANGIBLE ASSETS

The Company capitalized its VOiP start-up costs of $1,913, and is amortizing this cost over 5 years. The Company reviews this account annually at December 31 for impairment. No impairment of this asset has been found.

Note 6. INDEBTEDNESS

The Company has financed its development and operations largely through issuing convertible notes to investors, both short-term and long term.

Short Term Debt

The Company incurred no Short-Term Debt for 2015, 2014, 2013, 2012, 2011, and 2010.

Long-Term Debt

Prior to 2005 the Company issued $418,685.37 in long-term notes payable to three related entities. These notes bear 7.00% interest compounded annually and have no fixed maturity date. During 2007, 2006 and 2005 respectively, the Company borrowed $45,000.00, $2,012.07 and $-0- from these entities, and repaid $-0-, $35,487.07 and $8,000.00 to these parties.

Note 6. INDEBTEDNESS, Continued

Convertible Debt

Prior to 2004 the Company issued $726,500.00 in long-term notes to investors, and issued an additional $426,500.00 of such notes in 2004. Each dollar of these notes, including accrued interest, was convertible into 1.60 shares of common stock if originally issued prior to 11/1/03, and was convertible into 1.40 shares of Intelecom common stock if originally issued between 11/1/03 and 10/31/04. As of 11/1/04, all of these notes were converted into common stock per their agreements except for two notes valued at $21,350.00 excluding accrued interest that were converted in 2005.

During 2007 and 2006, the Company incurred $867,000.00 and $178,000.00, respectively in new convertible debt in the form of notes payable to various individuals. These notes bear interest at an annual rate of 8.00%, and bear a term of one (1) year. Interest is not payable until conversion unless the trading price of the Company's common stock falls below $0.75 per share. These notes start maturing in November 2007. These notes carry an attached stock purchase warrant that allows the holder to convert their note into common stock at a rate $0.75 per dollar of note value. In the first quarter of 2010, 29 convertible noteholders exchanged their notes for 3.462.950 free trading shares including interest in shares.

Note 7. INCOME TAXES

The Company and its eligible subsidiary file a consolidated federal income tax return. No provision has been made in these financial statements for past, current or future federal income taxes. The Company has a significant federal and state loss carryforward..

Note 8. SHAREHOLDER'S EQUITY

At the Balance Sheet dates, the number of authorized and issued shares of Common Stock and Preferred Stock, and their related par values and dividends paid are as follows:

	12/31/2015	12/31/2014	12/31/2013
Common Stock shares authorized	8,938,999,996	8,938,999,996	5,000,000,000
Preferred A Stock shares authorized	40,000,000	40,000,000	40,000,000
Preferred B Stock shares authorized	1,000,000	1,000,000	1,000,000
Preferred C Stock shares authorized	4	4	
Preferred D Stock shares authorized	10,000,000	10,000,000	
Preferred E Stock shares authorized	10,000,000	10,000,000	
Common Stock shares issued	2,500,000,000	974,883,331	2,267,950,326
Preferred A Stock shares issued	34,600,000		
Preferred B Stock shares issued	260,000		
Preferred C Stock shares Issued	1		
Preferred D Stock shares issued	778,864		
Common Stock shares outstanding	2,601,265,639	6,765,657,198	2,267,950,326
Preferred A Stock shares outstanding	34,600,000		
Preferred B Stock shares outstanding	260,000		
Preferred C Stock shares outstanding	1	1	
Preferred D Stock shares outstanding	778,864	-	
Preferred E Stock shares outstanding	-	-	
Common Stock par value per share	0.001	0.001	0.001
Preferred A Stock par value per share	0.001	0.001	0.001
Preferred B Stock par value per share	0.001	0.001	0.001
Preferred C Stock par value per share	0.00001	0.00001	n/a

Preferred D Stock par value per share	0.00001	0.00001	n/a
Preferred E Stock par value per share	0.00001	0.00001	n/a
Preferred A Stock Dividends Paid	n/a	n/a	n/a
Preferred B Stock Dividends Paid	n/a	n/a	n/a
Preferred C Stock Dividends paid	n/a	n/a	n/a
Preferred D Stock Dividends Paid	n/a	n/a	n/a
Preferred E Stock Dividends Paid	n/a	n/a	n/a

During 2007 the Company has issued 2,000,000 shares of Common Stock as payment for fees in preparation for taking the Company public. In accordance with SFAS 123 the issuance of stock as payment for fees was recorded as an increase in equity and a current year expense.

Note 9. EARNING PER SHARE

Earnings per share are computed by dividing Net Income(Net Loss) by the average number of shares Common Stock shares outstanding during the year. The average number of Common Stock shares outstanding were as follows:

	12/31/2015	12/31/2014	12/31/2013
Average number of shares outstanding	2,601,265,639	6,765,657,198	2,267,950,326

Note 10. COMMITMENTS AND CONTINGENT LIABILITIES

The Company has no significant commitments to provide goods and/or services to any third party as of the Balance Sheet date. The Company is subject to legal proceedings and claims which arise in the ordinary course of business. In management's opinion there are no material claims as of the balance sheet date.

Note 11. PRIOR PERIOD ADJUSTMENTS

During 2006, an error was made in recording accumulated depreciation and depreciation expense in the amount of $30,232. The prior period has been restated by decreasing accumulated deprecation and decreasing depreciation expense by the amount of the error.

Note 12. RISKS AND UNCERTAINTIES

The Company's future operating results may be affected by a number of factors.