HEADSUP ENTERTAINMENT INC

Financial Statements

Year Ended January 31, 2015

(Unaudited - See Notice To Reader)

HEADSUP ENTERTAINMENT INC

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Year Ended January 31, 2015

(Unaudited - See Notice To Reader)

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NOTICE TO READER

On the basis of information provided by management, we have compiled the balance sheet of Headsup Entertainment Inc as at January 31, 2015 and the statements of income, deficit, share capital, and cash flow for the year then ended.

We disclose that Buckley Dodds Parker LLP provides bookkeeping services. Neither Buckley Dodds Parker LLP nor any employee of Buckley Dodds Parker LLP have any financial interest in the company, is not part of management, and only works in a professional advisory capacity on an hourly basis.

We have not performed an audit or a review engagement in respect of these financial statements and, accordingly, we express no assurance thereon.

Readers are cautioned that these statements may not be appropriate for their purposes.

Vancouver, British Columbia
August 31, 2016

BUCKLEY DODDS PARKER LLP
Chartered Professional Accountants

HEADSUP ENTERTAINMENT INC

Balance Sheet

January 31, 2015

(Unaudited - See Notice To Reader)

	2015	2014 *Unaudited*
ASSETS		
CURRENT		
Cash	**$ 19**	$ -
LOANS AND NOTES RECEIVABLE	**516,737**	492,071
VIDEO LIBRARY	**497,729**	497,729
	$ 1,014,485	$ 989,800
LIABILITIES AND SHAREHOLDERS' EQUITY		
CURRENT		
Bank indebtedness	**$ -**	$ 6
Accounts payable and accrued liabilities	**592,560**	532,559
Goods and services tax payable	**1,313**	1,315
Due to shareholders	**404,004**	441,423
	997,877	975,303
SHAREHOLDERS' EQUITY		
Share capital	**1,954,376**	1,955,743
Deficit	**(1,937,768)**	(1,941,246)
	16,608	14,497
	$ 1,014,485	$ 989,800

ON BEHALF OF THE BOARD

DIRECTOR:

Richard Keeley

HEADSUP ENTERTAINMENT INC

Statement of Income

For the Year Ended January 31, 2015

(Unaudited - See Notice To Reader)

	2015	2014 *Unaudited*
REVENUE	**$ 31,202**	$ 49,500
COST OF SALES	**155**	13,089
GROSS PROFIT *(100%; 2014 - 74%)*	**31,047**	36,411
EXPENSES		
Interest	**39,093**	36,764
Travel	**3,084**	8,570
Meals and entertainment	**2,719**	4,523
Rental	**2,100**	-
Advertising and promotion	**1,907**	1,534
Office	**1,708**	1,967
Professional fees	**1,500**	1,856
Utilities	**1,369**	5,107
Bank charges	**270**	4,993
Sub-contracts	**-**	600
	53,750	65,914
LOSS FROM OPERATIONS	**(22,703)**	(29,503)
OTHER INCOME	**26,181**	24,995
NET INCOME (LOSS)	**$ 3,478**	$ (4,508)

HEADSUP ENTERTAINMENT INC

Statement of Deficit

Year Ended January 31, 2015

(Unaudited - See Notice To Reader)

	2015	2014 *Unaudited*
DEFICIT - BEGINNING OF YEAR	**$ (1,941,246)**	$ (1,936,738)
NET INCOME (LOSS) FOR THE YEAR	**3,478**	(4,508)
DEFICIT - END OF YEAR	**$ (1,937,768)**	$ (1,941,246)

HEADSUP ENTERTAINMENT INC

Statement of Share Capital

Year Ended January 31, 2015

(Unaudited - See Notice To Reader)

	2015	2014
Opening share capital	**$ (1,955,743)**	$ (1,949,612)
Share issuance cost	**1,367**	1,444
Share capital issued	**-**	(7,575)
	(1,954,376)	(1,955,743)
ENDING SHARE CAPITAL	**$ (1,954,376)**	$ (1,955,743)

HEADSUP ENTERTAINMENT INC

Statement of Cash Flow

Year Ended January 31, 2015

(Unaudited - See Notice To Reader)

	2015	2014 *Unaudited*
OPERATING ACTIVITIES		
Net income (loss)	**$ 3,478**	$ (4,508)
Changes in non-cash working capital:		
Accounts payable and accrued liabilities	**60,000**	49,227
Goods and services tax payable	**(2)**	(246)
	59,998	48,981
Cash flow from operating activities	**63,476**	44,473
FINANCING ACTIVITIES		
Advances to shareholders	**(37,419)**	(45,400)
Loans receivable	**(26,032)**	932
Cash flow used by financing activities	**(63,451)**	(44,468)
INCREASE IN CASH FLOW	**25**	5
Deficiency - beginning of year	**(6)**	(11)
CASH (DEFICIENCY) - END OF YEAR	**$ 19**	$ (6)