WEE-CIG INTERNATIONAL CORPORATION

CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2018

(UNAUDITED)

WEE-CIG INTERNATIONAL CORPORATION
CONDENSED CONSOLIDATED BALANCE SHEETS
(Unaudited)

	March 31, 2018	December 31, 2017
CURRENT ASSETS		
Cash	$ 46,180	$ 39,086
Inventory, at cost	1,916	1,916
Prepaid Expenses	6,939	6,939
TOTAL CURRENT ASSETS	55,035	47,941
	-	-
INTANGIBLE ASSETS	240,000	240,000
TOTAL ASSETS	$ 295,035	$ 287,941

LIABILITIES AND STOCKHOLDERS' EQUITY

	March 31, 2018	December 31, 2017
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	$ 46,569	$ 38,769
Due to related parties	484,653	449,477
TOTAL CURRENT LIABILITIES	531,222	488,246
COMMITMENTS AND CONTINGENCIES		
STOCKHOLDERS' (DEFICIT) EQUITY		
Common stock, $.0001 par value, 500,000,000 shares authorized		
Issued and outstanding: 15,687,240 (2017 – 14,987,240) common shares	1,569	1,499
Additional paid-in capital	9,733,421	9,628,491
Deferred compensation	(111,250)	(12,500)
Deficit accumulated during the development stage	(9,859,927)	(9,817,795)
TOTAL STOCKHOLDERS' (DEFICIT) EQUITY	(236,187)	(200,305)
TOTAL LIABILITIES AND STOCKHOLDERS' (DEFICIT) EQUITY	$ 295,035	$ 287,941

The accompanying notes are an integral part of these consolidated financial statements

WEE-CIG INTERNATIONAL CORPORATION
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
(Unaudited)

	Three months ended March 31, 2018	Three months ended March 31, 2017
REVENUES		
E-cigarette and vaporizer sales	$ -	$ 15,631
TOTAL REVENUES	-	15,631
COST OF GOOD SOLD		
E-cigarette and vaporizers	-	7,165
TOTAL COST OF GOOD SOLD	-	7,165
GROSS PROFIT	-	8,466
GENERAL AND ADMINISTRATIVE EXPENSES		
Investor Relations	-	-
Consulting	6,250	6,250
Depreciation and Amortization	-	21,740
Office and general	24,841	17,188
Professional fees	7,895	1,500
Travel and accommodation	3,145	1,243
TOTAL EXPENSES	42,131	47,921
LOSS BEFORE INCOME TAXES	(42,131)	(39,455)
Income Tax Provision	-	-
NET LOSS	$ (42,131)	$ (39,455)
BASIC AND DILUTED INCOME (LOSS) PER COMMON SHARE	$ (0.00)	$ (0.00)
WEIGHTED AVERAGE COMMON SHARES OUTSTANDING - BASIC AND DILUTED	14,987,240	11,987,240

The accompanying notes are an integral part of these consolidated financial statements.

WEE-CIG INTERNATIONAL CORPORATION
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
(Unaudited)

	Three months ended March 31, 2018	Three months ended March 31, 2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss	$ (42,131)	$ (39,455)
Items to reconcile net loss to net cash (used in) operating activities:		
- depreciation and amortization	-	21,740
- fees and services paid with shares	6,250	6,250
- net changes in working capital items	7,800	1,500
- inventory	-	2,533
NET CASH FLOWS (USED IN) OPERATING ACTIVITIES	(28,081)	(7,432)
CASH FLOWS FROM INVESTING ACTIVITIES		
NET CASH FLOWS USED IN INVESTING ACTIVITIES	-	-
CASH FLOWS FROM FINANCING ACTIVITIES		
Deposit on sale of asset	-	100,000
Net advances from related parties	35,175	(62,393)
NET CASH FLOWS PROVIDED BY FINANCING ACTIVITIES	35,175	37,607
NET INCREASE (DECREASE) IN CASH	7,094	30,175
CASH, BEGINNING OF PERIOD	39,085	13,960
CASH, END OF PERIOD	$ 46,180	$ 44,135

	Three months ended March 31, 2018	2017
Cash paid during the period for:		
Interest	$ -	$ -
Income taxes	$ -	$ -
Shares issued for other intangible assets	$ -	$ -
Shares issued for debt settlement	$ -	$ -
Shares issued for deferred compensation	$ 105,000	$ -

The Company paid no cash for interest and income taxes for the three months ended March 31, 2018 and 2017.

The accompanying notes are an integral part of these consolidated financial statements.

NOTE 1 – NATURE OF OPERATIONS AND BASIS OF PRESENTATION

Wee-Cig International Corporation (formerly Platinum Group Inc.) (the "Company") was incorporated on February 19, 1999 in the State of Nevada as Power Direct Tech.com. On February 23, 1999, the Company changed its name to PD Tech.com and on June 8, 1999 the Company changed its name to Cardstakes.com to reflect management's decision to shift the Company's focus to internet-based business development. On January 13, 2004, the Company changed its name to Legacy Wine & Spirits International Ltd. to reflect management's decision to shift the Company's focus to mineral exploration and development. In 2007, the Company filed a Registration Statement Form SB-2/A to become a fully reporting Company on the OTC: BB and on October 30, 2007, began trading under the symbol "LEYM". In 2008, due to uncertainties in the financing of mineral exploration and development, management decided to shift the Company focus to the wine & spirits industry. On May 2, 2008, the Company changed its name to Legacy Wine & Spirits International Ltd. and on May 27, 2008, the Company began trading under the symbol "LWSP". On November 30, 2011, the Company filed a form 15-12G, securities registration termination with the U.S. Securities and Exchange Commission. The Company continues to report and trade on the OTC Markets under same symbol LWSP. On March 15, 2013, the Company changed its name to Legacy Platinum Group Inc. and continues to trade under the symbol "LWSP". On November 15, 2013, the Company changed its common stock structure via a 1:9 reverse stock split. There was no name change and the Company will continue to trade under the symbol "LWSP". On May 20, 2014 the Company changed its name to Wee-Cig International Corporation and trades under the new symbol "WCIG". On March 14, 2014, the Company signed an agreement with Wee-Cig (USA) Ltd. ("WCIG USA") a Nevada based Company in the e-cigarette and vaporizer product industry. The Company is in the business of designing, developing, manufacturing and marketing high quality e-cigarettes and vaporizers which are self-branded using state-of-the-art electronic technology. The Company entered into a related party intellectual property assignment agreement dated April 27, 2015 with Golden Star Enterprises Ltd. (Golden Star), an alcohol vaporization products company, whereby the Company issued 4.5 million restricted common shares of its $0.0001 par value shares to Golden Star in exchange for 100% of the worldwide manufacturing and distribution rights of Vapor Spirits, the branded alcohol vaporizing product line. The Company and Golden Star are affiliated companies due to their common directors The Company reports that a majority of the shareholders entitled to vote on such matters, approved a one-for-ten (1:10) reverse split of the Company's issued and outstanding common stock with $0.0001 par value per share, which became effective March 7, 2017.

Going concern

These financial statements have been prepared in accordance with generally accepted accounting principles in the United States of America applicable to a going concern which contemplates the realization of assets and the satisfaction of liabilities and commitments in the normal course of business. The Company is a development stage company and its general business is the operation of a wine store in Tianjin, China. The Company will depend almost exclusively on shareholder loans or outside capital through the issuance of common shares to finance ongoing operating losses and to fund the wine operations. The Company is also in the business of designing, developing, manufacturing and marketing high quality e-cigarettes and vaporizers which are self-branded using state-of-the-art electronic technology. The Company is generating revenues from the sale of e-cigarette products, but will continue to raise outside capital through shareholder loans or the issuance of common shares to finance ongoing operating losses and to partially fund the e-cigarette operations. The Company has incurred losses of $9,733,421 from inception to March 31, 2018 and has a working capital deficiency of $476,187. The ability of the Company to continue as a going concern is dependent on raising additional capital and ultimately on generating future profitable operations. There can be no assurance that the Company will be able to raise the necessary funds when needed to finance its ongoing costs.

The Company's future capital requirements will depend on many factors, including cash flow from operations, costs to complete property development, if warranted, and competition and global market conditions. The Company's anticipated recurring operating losses and growing working capital needs will require that it obtain additional capital to operate its business. Given the Company's limited operating history where cumulative sales to March 31, 2018 totalled $207,739 and its operating losses totalled $9,733,421, there can be no assurance that it will be able to achieve or maintain profitability. Accordingly, these factors raise substantial doubt about the Company's ability to continue as a going concern.

NOTE 1 – NATURE OF OPERATIONS AND BASIS OF PRESENTATION (con't.)

The foregoing unaudited interim consolidated financial statements have been prepared in accordance with generally accepted accounting principles for interim financial information and with the instructions. Accordingly, these financial statements do not include all of the disclosures required by generally accepted accounting principles for complete financial statements. These unaudited interim consolidated financial statements as at March 31, 2018 should be read in conjunction with the unaudited consolidated financial statements for the year ended December 31, 2017 referenced in the financial information filed with the OTC Markets. In the opinion of management, the unaudited interim consolidated financial statements furnished herein include all adjustments, all of which are of a normal recurring nature, necessary for a fair statement of the results for the interim period presented.

The preparation of financial statements in accordance with generally accepted accounting principles requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities known to exist as of the date the financial statements are published, and the reported amounts of revenues and expenses during the reporting period. Uncertainties with respect to such estimates and assumptions are inherent in the preparation of the Company's financial statements; accordingly, it is possible that the actual results could differ from these estimates and assumptions that could have a material effect on the reported amounts of the Company's financial position and results of operations.

Operating results for the three months ended March 31, 2018 are not necessarily indicative of the results that may be expected for the year ending December 31, 2017.

The Company reports that a majority of the shareholders entitled to vote on such matters, approved a one-for-ten (1:10) reverse split of the Company's issued and outstanding common stock with $0.0001 par value per share. There was no change to the authorized capital of the Company. On September 9, 2016 a Certificate of Amendment to its Articles of Incorporation was filed with the State of Nevada to effect the 1:10 reverse split and a Certificate of Correction was filed on December 20, 2016 to amend the effective date to January 16, 2017. The Company received regulatory approval for the reverse split and an effective date of March 7, 2017. The Company also took the necessary steps to change its CUSIP Number. Therefore, the CUSIP Number has changed from 948465109 to 948465208.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Principles of Consolidation
The financial statements include the accounts of the Company and its subsidiary, a 100% interest in Tianjin Legacy Wine Trading Co. Ltd. – All significant intercompany transactions and balances have been eliminated in consolidation.

Basis of Presentation
The accompanying financial statements are presented in United States dollars and are prepared in accordance with accounting principles generally accepted in the United States.

Use of Estimates and Assumptions
Preparation of the Company's financial statements in conformity with United States generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Intangible Assets
Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") 350, "Intangibles-Goodwill and Other" requires that goodwill and intangible assets with indefinite useful lives no longer be amortized, but instead tested for impairment at least annually in accordance with the provisions of ASC 350. This standard also requires that intangible assets with definite useful lives be amortized over their respective estimated useful lives to their estimated residual values, and reviewed for impairment. The Company's intangible assets consist of the acquisition of the license to import and distribute wine & liquor products and various brands and labels. The Company determined that the intangible assets relating to the wine business have an estimated useful life of 15 years and will be reviewed annually for impairment. The Company determined that the intangible assets relating to the electronic cigarette and vaporizer business have an estimated useful life of 25 years and will be reviewed annually for impairment. The Company determined that the intangible assets relating to the Vapor Spirits Novelty Products business have an estimated useful life remaining of 24 years and will be reviewed annually for impairment. Amortization will be recorded over the estimated useful life of the assets using the straight-line method for financial

statement purposes. The Company commenced amortization when the economic benefits of the assets began to be consumed in December 2008 for the wine operations, April 2014 for the e-cigarette operations and April, 2015 for the Vapor Spirits novelty products. Other intangibles are carried at acquisition cost less accumulated amortization. Amortization is provided over the estimated useful lives of the assets on straight line basis per annum.

Definite life intangible assets are tested for recoverability whenever events or changes in circumstances indicate that the carrying amounts may not be recoverable. These tests involve the use of estimates and assumptions appropriate in the circumstances. In assessing fair value, valuation models are used that include discounted cash flows. The models use assumptions that include levels of growth in assets under management from net sales and market, pricing and margin changes, synergies achieved on acquisition, discount rates, and observable data for comparable transactions. In 2010, the Company believed there was an impairment of its intangible assets relating to the wine business and recorded a write-down in the value of the intangible in the amount of $872,225. In 2016-17, the Company believed there was an impairment of its intangible assets relating to the e-cigarette and vaporizer business and recorded a write-down in the value of the intangible in the amount of $2,383,170.

Concentration of Credit Risk

Cash in bank accounts are at risk to the extent that they exceed U.S. Federal Deposit Insurance Corporation and Canadian Deposit Insurance Corporation insured amounts. To minimize risk, the Company places its cash with high credit quality institutions. All cash is deposited in one prominent Canadian financial institution.

Inventory

Inventories consist of merchandise held for sale in the ordinary course of business, including cost of freight and other miscellaneous acquisition costs, and are stated at the lower of cost, or market determined on the first-in-first-out basis. The Company records a write-down for inventories, which have become obsolete or are in excess of anticipated demand or net realizable value. The Company performs a detailed review of inventory each period that considers multiple factors including demand forecasts, market conditions, product life cycle status, product development plans and current sales levels. If future demand or market conditions for the Company's products are less favorable than forecasted or if unforeseen changes negatively affect the utility of the Company's inventory, it may be required to record additional write-downs, which would negatively affect gross margins in the period when the write-downs are recorded. If actual market conditions are more favorable, the Company may have higher gross margins when products incorporating inventory that were previously written down are sold.

Revenue Recognition

Sales are recognized upon purchase by customers at our product facility. All sales at our product facility are final, allowing for no sales returns. As at March 31, 2018 $Nil (2017- $Nil) is in accounts receivable from the sale of e-cigarette and vaporizer products and the Vapor Spirit Novelty Products

Foreign Currency Translation

The financial position and results of operations of the Tianjin Wine Trading Co. Ltd. operations are measured using the parent's currency as the functional currency. Non-monetary assets and liabilities of these operations are translated at the exchange rate in effect at the transaction date. Monetary assets and liabilities of these operations are translated at the exchange rate in effect at the balance sheet date. Income statement accounts, with the exception of amortized assets or liabilities, are translated at the average exchange rate during the period. Translation adjustments arising from the use of differing exchange rates from period to period are included in exchange gain or loss in the income statement. Gains and losses that result from foreign currency transactions are included in the calculation of net income (loss).

Income Taxes

The Company follows the liability method of accounting for income taxes. Under this method, deferred tax assets and liabilities are recognized for the future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax balances. Deferred tax assets and liabilities are measured using enacted or substantially enacted tax rates expected to apply to the taxable income in the years in which those differences are expected to be recovered or settled. The effect on deferred tax assets and liabilities of a change in tax rates is recognized in income in the period that includes the date of enactment or substantive enactment. A valuation allowance is provided for deferred tax assets if it is more likely than not that the Company will not realize the future benefit, or if the future deductibility is uncertain.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

Recent Accounting Pronouncements

In January 2017, the FASB issued ASU No. 2017-04, "Intangibles-Goodwill and Other (Topic 350), Simplifying the Test for Goodwill Impairment," which eliminates Step 2 from the goodwill impairment test for public companies. Currently, Step 2 measures a goodwill impairment loss by comparing the implied fair value of a reporting unit's goodwill with the carrying amount of that goodwill. The new guidance stipulates that an entity should perform its annual or interim goodwill impairment test by comparing the fair value of a reporting unit with its carrying amount. An impairment charge would be recognized for the amount by which the carrying amount exceeds the reporting unit's fair value, up to the amount of goodwill allocated to the reporting unit. The standard is effective for annual or interim goodwill impairment tests in fiscal years beginning after December 15, 2019 with early adoption permitted. The Company plans to early adopt this standard for its annual impairment testing to be performed as of December 31, 2017. The Company does not expect the application of this standard to have a material impact on its financial position, results of operations or cash flows. In August 2017, the FASB issued ASU No. 2017-12, "Derivatives and Hedging (Topic 815), Targeted Improvements to Hedging Activities", to improve the financial reporting.

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NOTE 3 – INTANGIBLE ASSETS

E-Cigarette and Vaporizer Sector

On March 14, 2015, the Company signed an agreement with Wee-Cig (USA) Ltd. ("WCIG USA") a Nevada based Company in the e-cigarette and vaporizer product industry, for the rights to a twenty-five (25) year general license to manufacture and market the entire Wee-Cig product line worldwide and in exchange, Wee-Cig issued 2,500,000 post-split restricted common shares of the Company's common stock valued at $2,500,000 to Wee-Cig and/or its nominees. The Company also has the option to retain WeeCig's sales force and prospective customer list at a later date, the terms to be determined at that time. Wee-Cig is in the business of designing, developing, manufacturing and marketing high quality e-cigarettes and vaporizers which are self-branded using state-of-the-art electronic technology. The Wee-Cig products will allow consumers to vaporize dried herbs such as mullein, raspberry leaves, cat nip, and sage. E-cig mixtures can be very vague, but they have tremendous possibilities. All of the possible additives such as natural herbs, tobacco, nicotine, and flavoring can be liquefied in order to produce a mixture of your choosing for taste and enjoyment. These cartridges also have the ability to strengthen or weaken the nicotine content to the user's preference or to leave it out completely. Two primary products of Wee-Cig are the Wee-C and the Wee-T which are both very sleek looking, clean to use and more powerful and economical than its competitors. Amortization will be recorded over the estimated useful life of the remaining assets using the straight-line method for financial statement purposes.

Description	March 31, 2018	December 31, 2017
25 year general license to manufacture and market the entire Wee-Cig product line worldwide	$ 2,500,000	$ 2,500,000
Less: accumulated amortization	(307,610)	(307,610)
Balance	$ 2,192,390	$ 2,192,390
Less: write-down of intangible assets	(1,492,390)	(1,492,390)
Adjusted balance	$ 700,000	$ 700,000
Less: write-off of intangible asset upon sale	(700,000)	(700,000)
Balance	$ -	$ -

Vapor Spirits Novelty Products Sector

On April 27, 2015, the Company entered into a related party intellectual property assignment agreement with Golden Star Enterprises Ltd. (Golden Star), an alcohol vaporization products company, whereby the Company issued 4.5 million post-split restricted common shares of its $0.0001 par value shares to Golden Star in exchange for 100% of the worldwide manufacturing and distribution rights of Vapor Spirits, the branded alcohol vaporizing product line. The acquisition is valued at $1,237,500 and Wee-Cig and Golden Star are affiliated companies due to their common directors Golden Star will effectively be the largest shareholder of the Company with a 37% interest. The Company must adhere to the provisions of the original licensing agreement dated April 4, 2014, between Golden Star and Vapor Spirit International Corporation

Vapor Spirit is in the business of designing, manufacturing and marketing high quality alcohol vaporizers which are self-branded using custom unique glass and metal designs. Vapor Spirit will allow drinkers to vaporize alcohol creating a truly new and unique consumption experience whereby the drinker will inhale the spirits rather than drink it. The Vapor Spirit products highlight flavor profiles, while removing unwanted impurities and calories from the alcohol and virtually gives the drinker no hangover. The Company determined that the intangibles have an estimated remaining useful life of 24 years and will be reviewed annually for impairment. Amortization will be recorded over the estimated useful life of the assets using the straight-line method for financial statement purposes. The Company commenced amortization when the economic benefits of the assets began to be consumed in April 2015. Amortization will be recorded over the estimated remaining useful life of the assets using the straight-line method for financial statement purposes.

Intangible assets include the following:

Description	March 31, 2018	December 31, 2017
24 year general license to design, manufacture and market the entire Vapor Spirit product line worldwide	$ 1,237,500	$ 1,237,500
Less: accumulated amortization	(85,940)	(85,940)
Balance	$ 1,151,560	$ 1,151,560
Less: write down of intangible assets	(651,560)	(651,560)
Adjusted Balance	$ 500,000	$ 500,000
Less: write- off of intangible asset upon sale	(500,000)	(500,000)
Balance	$ -	$ -

INTANGIBLE ASSET

The Company signed an agreement on September 15, 2017 to acquire 100% ownership of WeeMed America Management Ltd. (WeeMed), a Nevada based Operations and Management Company. WeeMed is in the business of organizing and supervising the inputs and outputs of the medical marijuana business in an efficient manner. The company also supervises the procurement of goods and services from external sources managing relations with those involved in processes and improving the client's sustainability with regard to its use of resources. In addition, WeeMed implements cost effective methods for the logistics of supplying and delivering goods. WeeMed currently has Memorandums of Understanding (MOU) with several companies that have medical marijuana delivery licenses in Nevada and California to assist in the operations and management of their businesses. The Company has recorded a value of $240,000 for the license on its balance sheet and has issued the 3,000,000 restricted common shares as consideration for the acquisition on November 8, 2017.

NOTE 4 –AGREEMENT FOR SALE

The Company entered into an agreement in February, 2017 to sell the Wee-Cig brand to another arm's length party for $125,000 cash (received) The loss on sale of the two licenses were reflected in the statement of operations for the year ended December 31, 2017 and the intangible assets have been written off.

NOTE 5 – DEFERRED COMPENSATION

On June 1, 2016 the Company entered into four (4) separate agreements consultants whereby the consultants will provide consulting and marketing services to the Company (valued at $50,000) in exchange for 2,000,000 post-split restricted shares of the Company's common stock. The shares were issued June 27, 2016 and during the three months ended March 31, 2018, $6,250 was expensed. (December 31, 2017 - $25,000).

In March 30, 2018, the Company issued 700,000 restricted common shares valued at $105,000 pursuant to two contracts with a director and consultant.

As at March 31, 2018, the unamortized portion of the deferred compensation totalled $ 111,250 (December 31, 2016 -$12,500).

NOTE 6 – STOCKHOLDERS' EQUITY

The Company's capitalization is 500,000,000 common shares with a par value of $0.0001 per share. No preferred shares have been authorized.

The Company reports that a majority of the shareholders entitled to vote on such matters, approved a one-for-ten (1:10) reverse split of the Company's issued and outstanding common stock with $0.0001 par value per share. There was no change to the authorized capital of the Company. On September 9, 2016 a Certificate of Amendment to its Articles of Incorporation was filed with the State of Nevada to effect the 1:10 reverse split and a Certificate of Correction was filed on December 20, 2016 to amend the effective date to January 16, 2017. The Company received regulatory approval for the reverse split and an effective date of March 7, 2017. The Company also took the necessary steps to change its CUSIP Number. Therefore, the CUSIP Number has changed from 948465109 to 948465208.

2018 Stock Transactions

During the three months ended March 31, 2018, the Company issued 700,000 restricted common shares valued at $105,000 pursuant to two contracts with a director and consultant.

2017 Stock Transactions

During the three months ended March 31, 2017 there were no stock transactions

NOTE 7 – RELATED PARTY TRANSACTIONS

During the three months ended March 31, 2018 the Company incurred expenses for services of $6,250 (2017 - $31,250) to various consultants and companies controlled by a significant shareholder's pursuant to service contracts

During the three months ended March 31, 2018 the Company incurred expenses for rent of $8,631 (2017 - $8,187) to a Companies controlled by a shareholder.

The following amounts are due to related parties:

	March 31, 2018	December 31, 2017
Significant shareholders	$ 484,653	$ 449,477

All related party transactions are in the normal course of business and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties. All amounts owed to the above related parties are unsecured, non-interest bearing and have no specific terms of repayment.

NOTE 8 – INCOME TAXES

Potential benefits of United States Federal income tax losses are not recognized in the accounts until realization is more likely than not. As of March 31, 2018, the Company has combined net operating losses carried forward totalling approximately 9,733,000 for tax purposes which expire through 2038. Availability of loss usage is subject to change of ownership limitations under Internal Revenue Code 382 for 2002 and prior year's losses. Pursuant to SFAS No. 109, the Company is required to compute tax asset benefits for net operating losses carried forward. Future tax benefits which may arise as a result of these losses have not been recognized in these financial statements, as their realization is determined not likely to occur and accordingly, the Company has recorded a valuation allowance for the deferred tax asset relating to these tax loss carry forwards.

NOTE 9 – COMMITMENTS AND CONTINGENCIES

As of August 1, 2015, the Company has leased 1,250 sq. ft of office space from Holm Investments Ltd. at $2,500.00 per month for a period of 3 years, with an option to renew. As of July 1, 2015, the Company has sub-leased a portion of 1,700 sq. ft. of store space from Splash Water Solutions Canada Ltd. at $1,137.50 per month for a period of one year, with an option to renew. The 5 year payment schedule totaling $281,250 is as follows:

2018	2019	2020	2021	2022
$43,650	$43,650	$43,650	$43,650	$43,650

NOTE 10 – SUBSEQUENT EVENTS

In accordance with SFAS 165 (ASC 855-10) the Company has analyzed its operations subsequent to March 31, 2018 to the date these financial statements were issued on May 15, 2018, and has determined that it does not have any material subsequent events to disclose in these financial statements.