

**Falcon Technologies, Inc**  
**Balance Sheet**  
**December 31, 2018**

**ASSETS:**

**Current Assets:**

Cash and equivalents	1,242	
Contract Receivable		
Note Receivable-Related Party		
Other Current Assets		
Costs and estimated earnings in excess of billings		
Total Current Assets		1,242

Property and Equipment, net

Other Assets

Goodwill

TOTAL ASSETS	1,242
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**TOTAL LIABILITIES AND STOCKHOLDERS EQUITY:**

**Current Liabilities:**

Accounts Payable and Accrued Expenses		
Notes Payable and capital leases-other current portion	1,600,000	
Accruals on uncompleted contracts		
Adjustment to current liabilities		
Total Current Liabilities		1,600,000

**Long term Liabilities:**

Notes Payable and capital leases-other long term portion

Total Liabilities	1,600,000
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**Stockholders Equity (deficit)**

Common Stock, no par value, 100,000,000 shares authorized, 19,531,847 issued and outstanding	7,297,841	
Preferred Stock, 1,000,000 shares issued and outstanding	0	
Accumulated Deficit	(8,896,599)	
Total Stockholders Equity (Deficit)		(1,598,758)

TOTAL LIABILITIES AND STOCKHOLDERS EQUITY	1,242
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**FOOTNOTES: FALCONTECHNOLOGIES INC. BALANCE SHEET FY 2017-2018**

(1) All income related assets (receivables, notes, costs in excess of billings) have been zeroed out. There has been no activity in the last several years in these accounts or the attempts to collect said assets.

(2) All liability accounts have been adjusted accordingly. All of the liabilities, except for notes due to related party, have exceeded the statute of limitations for the State of California, where such liabilities were incurred.

(3) William J. Delgado, CEO and sole director, on behalf of the shareholders of Falcon Technologies, Inc., initiated legal action against three of the former officers and directors of FLCN in 2009. Although legal counsel was working on a contingency fee arrangement and the probability of success was positive, it was determined by the company and legal counsel that collectability would be difficult, if not impossible. The decision not to continue was made mutually by the company and the company's legal counsel.

**Falcon Technologies, Inc.**  
**Consolidated Statement of Operations**  
**For the Period Ending December 31, 2018**

<b>Revenue</b>			
	Other	4,295	
	Related Party	<u>0</u>	
	Total Revenue		4,295
<b>Cost of Sales</b>			<u>1,893</u>
<b>Gross Profit/(Loss)</b>			2,402
<b>Operating Expenses</b>			
	Depreciation and amortization	0	
	Selling, general and administrative expenses	<u>60,000</u>	
	Total Operating Expenses		60,000
<b>Other (Income)/ Expense</b>			
	Other income	(12,500)	
	Other expense	<u>0</u>	
	Total Other Income/Expense		(12,500)
<b>Net (Loss)</b>			<u><u>(45,098)</u></u>

**Falcon Technologies, Inc.**  
**Consolidated Statement of Operations**  
**For the Period Ending December 31, 2018**  
**Unaudited**

Cash, ending balance December 31, 2017	987
Increase/Decrease in Accounts Receivable	0
Increase/Decrease in Property and Equipmet	0
Increase/Decrease in Other Assets	0
Increase/Decrease in Accounts Payable	0
Increase/Decrease in Notes Payable	<u>255</u>
Cash, ending balance December 31, 2018	1242

**Falcon Equity Roll Forward**

	Common Stock		Preferred Series A		Additional Paid-In Capital	Retained Earnings/ Accumulated Loss	Total
	Shares	Par Value	Shares	Par Value			
<b>Balance at December 31, 2013</b>	19,531,847	\$ -	1,000,000	\$ -			\$ -
Net income (loss)	-	-	-	-	-		-
<b>Balance at December 31, 2014</b>	19,531,847	-	1,000,000	-	-	-	-
Net income (loss)	-	-	-	-	-		-
<b>Balance at March 30, 2015</b>	19,531,847	-	1,000,000	-	-	-	-
Net income (loss)	-	-	-	-	-		-
<b>Balance at June 30, 2015</b>	19,531,847	-	1,000,000	-	-	-	-
Net income (loss)	-	-	-	-	-		-
<b>Balance at September 30, 2015</b>	19,531,847	-	1,000,000	-	-	-	-
Net income (loss)	-	-	-	-	-	-	-
<b>Balance at December 31, 2015</b>	19,531,847	-	1,000,000	-	-	-	-
Net income (loss)	-	-	-	-	-	-	-
<b>Balance at December 31, 2015</b>	19,531,847	-	1,000,000	-	-	-	-
Net income (loss)	-	-	-	-	-		-
<b>Balance at March 30, 2016</b>	19,531,847	-	1,000,000	-	-	-	-
Net income (loss)	-	-	-	-	-		-
<b>Balance at June 30, 2016</b>	19,531,847	-	1,000,000	-	-	-	-
Net income (loss)	-	-	-	-	-		-
<b>Balance at September 30, 2016</b>	19,531,847	-	1,000,000	-	-	-	-
Net income (loss)	-	-	-	-	-	-	-
<b>Balance at December 31, 2016</b>	19,531,847	-	1,000,000	-	-	-	-
Net income (loss)	-	-	-	-	-	-	-
<b>Balance at December 31, 2016</b>	19,531,847	-	1,000,000	-	-	-	-
Net income (loss)	-	-	-	-	-		-
<b>Balance at March 30, 2017</b>	19,531,847	-	1,000,000	-	-	-	-
Net income (loss)	-	-	-	-	-		-
<b>Balance at June 30, 2017</b>	19,531,847	-	1,000,000	-	-	-	-
Net income (loss)	-	-	-	-	-		-
<b>Balance at September 30, 2017</b>	19,531,847	-	1,000,000	-	-	-	-
Net income (loss)	-	-	-	-	-	-	-
<b>Balance at December 31, 2017</b>	19,531,847	-	1,000,000	-	-	-	-
Net income (loss)	-	-	-	-	-	-	-
<b>Balance at December 31, 2017</b>	19,531,847	-	1,000,000	-	-	-	-