

ZICIX Corporation
Financial Statements
For the Quarter Ended June 30, 2020
Unaudited

Zicix Corporation
14439 N.W. Military Hwy #108-188
San Antonio, TX 78231

September 30, 2020

I hereby certify that the accompanying unaudited financial statements and related footnotes hereto are based on the best information currently available to the Company. To the best of my knowledge, this information presents fairly, in all material respects, the financial position and stockholders' equity of Zicix Corporation as of June 30, 2020 and December 31, 2019 and the results of its operations and cash flows for the Six Months ended June 30, 2020 and 2019 in conformity with accounting principles generally accepted in the United States of America.

/s/ William Petty
CEO

Page 1

Contents

	Page
Officer Certification	1
Consolidated Balance Sheets	2
Consolidated Statements of Operations	3
Consolidated Statement of Changes in Stockholders' Equity/(Deficit)	4
Consolidated Statements of Cash Flows	5
Notes to Financial Statements	6-8

Zicix Corporation

BALANCE SHEET

As of June 30, 2020

ASSETS. Unaudited	Balance	Balance
Current Assets	6/30/20	12/31/19
Cash	\$0	\$0
Notes Receivable	7,760	7,760
Director Advances	<u>85,000</u>	<u>85,000</u>
Total Current Assets	92,760	92,760
Property & Equipment		
Machinery & Equipment	20,000	20,000
Office Equipment	<u>40,000</u>	<u>40,000</u>
Total Property & Equipment	60,000	60,000
Less Accumulated Depreciation	<u>(32,311)</u>	<u>(29,165)</u>
Total Property & Equipment	27,689	30,835
Other Assets:		
Coupon Redemption Software	411,667	411,667
Investments	<u>568,000</u>	<u>568,000</u>
Total other assets	979,667	979,667
Less Accumulated Amortization	<u>(80,700)</u>	<u>(80,700)</u>
Net Other Assets	898,667	898,667
Total Assets	<u>\$1,019,116</u>	<u>\$1,022,262</u>
Current Liabilities		
Accounts Payable	\$31,055	\$23,770
Total Current Liabilities	31,055	23,770
Long Term Debt		
Loans Payable to Taconic Media	82,223	82,223
Loans Payable to Directors	<u>38,254</u>	<u>38,254</u>
Total Long Term Debt	120,477	120,477
Total Liabilities	<u>\$151,532</u>	<u>\$144,247</u>
Net Operating Loss CarryOver	1,002,201	990,092
Shareholder Equity (Deficit)		
Common Stock, \$.001 par value		
Outstanding 681,781,004 Shares	68,178	65,237
900 million shares authorized		
Preferred Stock \$.0001 par value	1,000	1,000
Outstanding 100 million shares		
100 million shares authorized		
Paid In Capital	1,461,698	1,461,698
Retained Earnings (Loss)	(1,651,311)	(1,640,012)
Total Shareholder Equity (Deficit)	<u>(134,617)</u>	<u>(112,077)</u>
Total Liabilities & Equity (deficit)	<u>\$1,019,116</u>	<u>\$1,022,262</u>

Page 2. See the Notes to Financial Statements

Zicix Corporation
STATEMENT OF INCOME (LOSS)

For the Six Months ended June 30, 2020 and 2019

Unaudited	Six Months Ended	Six Months Ended
	<u>6/30/20</u>	<u>6/30/19</u>
Revenue	\$0	\$0
Operating Expenses		
Corporate Management	0	0
Bank Service Charges	86	108
Internet WebSite Fees	625	1,208
OTC Markets Fee	3,500	3,350
Professional Fees	6,750	100,000
Other	-	-
Transfer Agent Fees	<u>3,654</u>	<u>1,827</u>
Total Operating Expense	14,615	106,493
Net Operating Income (Loss)	\$ (14,615)	\$ (106,493)
Other Income (Expenses) Operation Expense		
Depreciation	(3,146)	(6,290)
Amortization	<u>(7,720)</u>	<u>(15,440)</u>
Total Other Expenses	(10,866)	(21,730)
Net Income (loss)	<u>\$ (25,481)</u>	<u>\$ (128,223)</u>

ZICIX Corporation

Consolidated Statement of Changes in Stockholders Equity (Deficit)

From December 31, 2018 to June 30, 2020

(Unaudited)					
	Common stock	Preferred	Paid-in	Accumulated	
	Shares	Amount	Shares	Capital	Deficit
	Amount	Amount	Amount	Total	
Balance December 31, 2018	551,365,852	55137	100,000,000	1,000	\$ (1,596,729) \$ (78,894)
Issuance of Common	101,000,000	\$10,100			\$10,100
Net (Loss)				\$ (43,283)	\$ (43,283)
Balance December 31, 2019	652,365,852	\$ 65,237	10,000,000	\$ 1,000	\$1,461,698 \$ (1,640,012) \$ (117,077)
Issuance of Common	29,415,152	\$2,941			\$2,941
Net (Loss)					\$ (25,481) \$ (25,481)
Balance June 30, 2020	681,781,004	\$ 68,178	10,000,000	\$ 1,000	\$1,461,688 \$ (1,665,493) \$ (134,617)

Zicix Corporation
Statement Of Cash Flows
For the Six Months ended June 30, 2020 and 2019

Unaudited	Six Months	Six Months
	Ended	Ended
	<u>6/30/20</u>	<u>6/30/19</u>
Cash flows from operating activities		
Net Profit/Loss	\$ (25,481)	\$ (128,223)
Adjustments:		
Provision for doubtful accounts	-	-
Depreciation	3,146	6,290
Amortization	7,720	15,440
options	-	-
Gain on sale of equipment	-	-
Changes in Assets & Liabilities:		
Accounts payable	-	-
Other assets	-	-
Inventory	-	-
Prepaid Expense	-	-
Accounts payable	\$ -	\$ -
Taconic Media	0	-
Directors	0	0
Net cash used in operating activities	\$ (14,615)	\$ (106,493)
Net cash provided by financing activities	0	0
Common stock issued for:	\$ 14,615	\$ 106,493
Net cash increase (decrease)	\$ -	\$ 528
Cash at the beginning of period	\$0	\$0
Cash at the end of period	\$0	\$ 528
Interest paid during the year, net of capitalized.	\$0	\$0

ZICIX Corporation
Notes to Financial Statements
June 30, 2020
(Unaudited)

NOTE – 1 DESCRIPTION OF BUSINESS

The financial statements include the accounts of ZICIX Corporation (the "Company"), which was incorporated in Nevada on February 29, 1979. The company did a name change from Bederra Corporation to ZiCIX Corporation on January 24, 2011. The primary business is the development and launch of a coupon redemption app for customers to download on smartphones and other devices.

NOTE – 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Cash and cash equivalents

For the purpose of the statements of cash flows, all highly liquid investments with an original maturity of three months or less are considered to be cash equivalents.

Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates. Significant estimates include valuation of convertible notes payable and the valuation allowance of deferred tax assets.

Fair value of financial instruments and financial statements

The Company measures financial assets and liabilities in accordance with generally accepted accounting principles. The financial statements have been prepared in accordance with generally accepted accounting principles.

ZICIX Corporation
• **Notes to Financial Statements**
June 30, 2020
(Unaudited)

□

Revenue recognition

Revenue from sales of products and services is recognized when persuasive evidence of an arrangement exists, products have been shipped or services have been delivered to the customer, the price is fixed or determinable and collection is reasonably assured.

Stock-based compensation

The Company accounts for stock-based instruments issued to employees in accordance with ASC Topic 718. ASC Topic 718 requires companies to recognize in the statement of operations the grant-date fair value of stock options and other equity based compensation issued to employees and earned. The Company accounts for non-employee share-based awards in accordance with ASC Topic 505-50.

Fixed Assets

Fixed assets are recorded at cost, net of accumulated depreciation. Depreciation is calculated using the straight-line method over the estimated useful lives of the assets. Repairs and maintenance are charged to expense as incurred. Expenditures for betterments and renewals are capitalized. The cost of fixed assets and the related accumulated depreciation are removed from the accounts upon retirement or disposal with any resulting gain or loss being recorded in operations.

Intangible Assets

Intangible assets with no determinable life are initially assessed for impairment upon purchase, with subsequent assessments required annually. When there is reason to suspect that their values have been diminished or impaired, a write-down is recognized as necessary. Intangible assets with rights that expire over time are amortized over the time period that the rights exist.

Income taxes

Income Taxes - The Company accounts for income taxes using the provisions of Statement of Financial Accounting Standards ("SFAS") No. 109, Accounting for Income Taxes. Under this standard, deferred tax assets and liabilities represent the estimated tax effects of future deductible or taxable amounts attributed to differences between the financial statements carrying amounts and the tax bases of existing assets and liabilities. The standard also allows recognition of income tax benefits for loss carry-forwards, credit carry-forwards and certain temporary differences for which tax benefits have not previously been recorded. Valuation allowances are provided for uncertainties associated with deferred tax assets.

ZICIX Corporation
Notes to Financial Statements
June 30, 2020
(Unaudited)

- The Company adopted "Accounting for Uncertainty in Income Taxes". These standards provide detailed guidance for the financial statement recognition, measurement and disclosure of uncertain tax positions recognized in the financial statements. Tax positions must meet a "more-likely-than-not" recognition threshold. The Company had no unrecognized tax benefits. During the Quarter ended June 30, 2020 and the year ended December 31, 2019 no adjustments were recognized for uncertain tax benefits.

Net loss per share

The Company computes net earnings (loss) per share in accordance with ASC 260-10, "Earnings per Share." ASC 260-10 requires presentation of both basic and diluted earnings per share ("EPS") on the face of the income statement. Basic EPS is computed by dividing net income (loss) available to common shareholders by the weighted average number of common shares outstanding during the period. Diluted EPS gives effect to all dilutive potential common shares outstanding during the period. Diluted EPS excludes all dilutive potential common shares if their effect is anti-dilutive.

NOTE 3 – Property Plant & Equipment

6/30/20. 12/31/19

Machinery & Equipment	\$ 20,000.	\$ 20,000
Office Equipment	\$ 40,000.	40,000
Total PPE	\$ 60,000.	60,000
Less Accumulated Depreciation	(32,311).	(29,165)
Net Property Plant & Equipment	<u>\$ 27,689.</u>	<u>\$ 30,835</u>

NOTE 4 – Long term debt (Notes payable)

\$ 120,477 \$ 124,712

Notes due to Taconic Media LLC total \$ 82,223

And Notes due to directors total \$ 38,254 all

Carry interest rates of 6.25%. All notes are in excess of 1 year in length.

Page 8

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