

# **Disclosure Statement Pursuant to the Pink Basic Disclosure Guidelines**

## **Exxe Group Inc.**

1345 Avenue of The Americas, 2nd Floor, New York, NY 10105

855-285-2285

www.exxegroup.com

info@exxegroup.com

SIC Code: 7373

## **Annual Report**

For the period ending **March 31, 2025** (the "Reporting Period")

### **Outstanding Shares**

The number of shares outstanding of our Common Stock was:

2,439,474,315 as of **March 31, 2025** (*Current Reporting Period Date or More Recent Date*)

1,936,974,315 as of **March 31, 2024** (*Most Recent Completed Fiscal Year End*)

### **Shell Status**

Indicate by check mark whether the company is a shell company (as defined in Rule 405 of the Securities Act of 1933, Rule 12b-2 of the Exchange Act of 1934 and Rule 15c2-11 of the Exchange Act of 1934):

Yes: ☐ No: ☒

Indicate by check mark whether the company's shell status has changed since the previous reporting period:

Yes: ☐ No: ☒

## **Change in Control**

Indicate by check mark whether a Change in Control<sup>1</sup> of the company has occurred during this reporting period:

Yes: ☐ No: ☒

### **1) Name and address(es) of the issuer and its predecessors (if any)**

In answering this item, provide the current name of the issuer and names used by predecessor entities, along with the dates of the name changes.

Exxe Group Inc.

Prior names: Telecorp Inc., as of April 13, 2009; incorporated in the Province of Ontario, Canada; domicile change as of April 18, 2018. Name changed from Telecorp Inc. to Exxe Group Inc. on May 5, 2018.

Current State and Date of Incorporation or Registration: Wyoming / March 15, 2023  
Standing in this jurisdiction: (e.g. active, default, inactive): Active

Prior Incorporation Information for the issuer and any predecessors during the past five years:

Exxe Group Inc., as of April 18, 2018; incorporated in the State of Delaware;

Describe any trading suspension or halt orders issued by the SEC or FINRA concerning the issuer or its predecessors since inception:

N/A

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<sup>1</sup> "Change in Control" shall mean any events resulting in:

(i) Any "person" (as such term is used in Sections 13(d) and 14(d) of the Exchange Act) becoming the "beneficial owner" (as defined in Rule 13d-3 of the Exchange Act), directly or indirectly, of securities of the Company representing fifty percent (50%) or more of the total voting power represented by the Company's then outstanding voting securities;

(ii) The consummation of the sale or disposition by the Company of all or substantially all of the Company's assets;

(iii) A change in the composition of the Board occurring within a two (2)-year period, as a result of which fewer than a majority of the directors are directors immediately prior to such change; or

(iv) The consummation of a merger or consolidation of the Company with any other corporation, other than a merger or consolidation which would result in the voting securities of the Company outstanding immediately prior thereto continuing to represent (either by remaining outstanding or by being converted into voting securities of the surviving entity or its parent) at least fifty percent (50%) of the total voting power represented by the voting securities of the Company or such surviving entity or its parent outstanding immediately after such merger or consolidation.

List any stock split, dividend, recapitalization, merger, acquisition, spin-off, or reorganization either currently anticipated or that occurred within the past 12 months:

On March 31, 2024, the Company disposed of a subsidiary, Myle-One Beteiligungen, AG to minority interest holders while simultaneously forming a joint venture to provide certain services to client companies as well as acquiring multiple licenses including territory distribution. In addition, Exxe Group formed a series of agreements to acquire services from the Company's multiple existing and new service providers.

The address(es) of the issuer's principal executive office:

1345 Avenue of The Americas, 2nd Floor, New York, NY 10105

The address(es) of the issuer's principal place of business:

☒ *Check if principal executive office and principal place of business are the same address:*

Has the issuer or any of its predecessors been in bankruptcy, receivership, or any similar proceeding in the past five years?

No: ☒ Yes: ☐ If Yes, provide additional details below:

## **2) Security Information**

### ***Transfer Agent***

Name: Securities Transfer Corporation  
Phone: (469) 633-0101  
Email: shelbert@stctransfer.com  
Address: 2901 Dallas Parkway Suite 380 Plano, TX 75093

### **Publicly Quoted or Traded Securities:**

*The goal of this section is to provide a clear understanding of the share information for its publicly quoted or traded equity securities. Use the fields below to provide the information, as applicable, for all outstanding classes of securities that are publicly traded/quoted.*

Trading symbol: AXXA  
Exact title and class of securities outstanding: Common  
CUSIP: 3023C109 (changed from 879296408 on

	<u>5/19/2018)</u>	
Par or stated value:	\$0.00001	
Total shares authorized:	2,480,000,000	as of date: <u>03/31/2025</u>
Total shares outstanding:	2,439,474,315	as of date: <u>03/31/2025</u>
Total number of shareholders of record:	192	as of date: <u>03/31/2025</u>

*Please provide the above-referenced information for all other publicly quoted or traded securities of the issuer.*

N/A

**Other classes of authorized or outstanding equity securities:**

*The goal of this section is to provide a clear understanding of the share information for its other classes of authorized or outstanding equity securities (e.g., preferred shares that do not have a trading symbol). Use the fields below to provide the information, as applicable, for all other authorized or outstanding equity securities.*

Exact title and class of securities outstanding:	Preferred Series A	
Par or stated value:	\$0.0001	
Total shares authorized:	4	as of date: <u>03/31/2025</u>
Total shares outstanding:	1	as of date: <u>03/31/2025</u>
Total number of shareholders of record:	1	as of date: <u>03/31/2025</u>

Exact title and class of securities outstanding:	Preferred Series B	
Par or stated value:	\$2.50	
Total shares authorized:	30,000,000	as of date: <u>03/31/2025</u>
Total shares outstanding:	2,768,754	as of date: <u>03/31/2025</u>
Total number of shareholders of record:	28	as of date: <u>03/31/2025</u>

Exact title and class of the security:	Preferred Series C	
Par or stated value:	\$2.00	
Total shares authorized:	32,500,000	as of date: <u>03/31/2025</u>
Total shares outstanding (if applicable):	18,486,813	as of date: <u>03/31/2025</u>
Total number of shareholders of record (if applicable):	32	as of date: <u>03/31/2025</u>

Exact title and class of the security:	_____	
Par or stated value:	_____	
Total shares authorized:	_____	as of date: _____
Total shares outstanding (if applicable):	_____	as of date: _____

Total number of shareholders of record (if applicable): \_\_\_\_\_ as of date: \_\_\_\_\_

*Please provide the above-referenced information for all other classes of authorized or outstanding equity securities.*

\_\_\_\_\_

**Security Description:**

*The goal of this section is to provide a clear understanding of the material rights and privileges of the securities issued by the company. Please provide the below information for each class of the company's equity securities, as applicable:*

**1. For common equity, describe any dividend, voting, and preemption rights.**

Common shareholders can receive dividends if awarded by the Company, each common shares - 1 vote per share, no preemption rights.

**2. For preferred stock, describe the dividend, voting, conversion, and liquidation rights as well as redemption or sinking fund provisions.**

Exxe Group has three classes of preferred stock.

Series A - can receive dividends if awarded by the company, voting rights equals conversion rights which are: Each individual share of Series A Preferred Stock shall be convertible into the number of shares of Common Stock equal to: four times the sum of: {all shares of Common Stock issued and outstanding at time of conversion + all shares of Series B and Series C Preferred Stocks issued and outstanding at time of conversion} divided by: the number of shares of Series A Preferred Stock issued and outstanding at the time of conversion

Series B - can receive dividends if awarded by the company, voting rights equals conversion rights which are: Each share of Series B Preferred Stock shall be convertible into 10 shares of the Corporation's common stock Conversion shall be deemed to be effective on the business day (the "Conversion Date") following the receipt by the Corporation of written notice from the holder of the Series B Preferred Stock of the holder's intention to convert the shares of Series B Stock, together with the holder's stock certificate or certificates evidencing the Series B Preferred Stock to be converted.

Series C - can receive dividends if awarded by the Company, voting rights equals conversion rights which are: Each share of Series C Preferred Stock shall be convertible.

at any time, and/or from time to time, into 500 shares of the Corporation's common stock. Such conversion shall be deemed to be effective on the business day (the "Conversion Date") following the receipt by the Corporation of written notice from the holder of the Series C.

All preferred shares have the following liquidation rights: Liquidation Rights. In the event of liquidation, dissolution, or winding up of the affairs of the corporation, whether voluntary or involuntary, subject to the prior rights of the holders of preferred stock shall have a preference such that holders shall be entitled to be paid out of the assets of the Corporation an amount based on \$1 per share, adjusted for any stock dividends, combinations, splits, recapitalizations and the like with respect to such shares (the "Preference Value"), plus all declared but unpaid dividends, for each share of Preferred Stock held. After the payment of the full applicable Preference Value of each share of the Preferred Stock as set forth herein, the remaining assets of the Corporation legally available for distribution, if any, shall be distributed ratably to the holders of the Corporation's Common Stock.

There are no other redemption rights.

**3. Describe any other material rights of common or preferred stockholders.**

No other rights

**4. Describe any material modifications to rights of holders of the company's securities that have occurred over the reporting period covered by this report.**

No changes have been made to the rights of either the common or preferred shareholders in the last reporting period.

**3) Issuance History**

*The goal of this section is to provide disclosure with respect to each event that resulted in any changes to the total shares outstanding of any class of the issuer's securities **in the past two completed fiscal years and any subsequent interim period.***

*Disclosure under this item shall include, in chronological order, all offerings and issuances of securities, including debt convertible into equity securities, whether private or public, and all shares, or any other securities or options to acquire such securities, issued for services. Using the tabular format below, please describe these events.*

**A. Changes to the Number of Outstanding Shares for the two most recently completed fiscal years and any subsequent period.**

Indicate by check mark whether there were any changes to the number of outstanding shares within the past two completed fiscal years ☒

No: ☐ Yes: ☒ (If yes, you must complete the table below)

Shares Outstanding as of Second Most Recent Fiscal Year End: <u>Opening Balance:</u> Date March 31, 2023 Common: 966,974,315 Preferred A: 1 Preferred B: 1,768,754 Preferred C: 14,549,313			*Right-click the rows below and select "Insert" to add rows as needed.						
Date of Transaction	Transaction type (e.g., new issuance, cancellation, shares returned to treasury)	Number of Shares Issued (or canceled)	Class of Securities	Value of shares issued (\$/per share) at Issuance	Were the shares issued at a discount to market price at the time of issuance ?(Yes/No)	Individual/ Entity Shares were issued to.***You must disclose the control person(s) for any entities listed.	Reason for share issuance (e.g. for cash or debt conversion)-OR - Nature of Services Provided	Restricted or Unrestricted as of this filing.	Exemption or Registration Type.
1/1/2024	new Issuance	250,000	Pref C	\$2.00	No	Ueli Biesenkamp	Advisory Agreement	Restricted	Reg s
1/1/2024	new Issuance	250,000	Pref C	\$2.00	No	Michael Ziebell	Advisory Agreement	Restricted	144
1/1/2024	new Issuance	250,000	Pref C	\$2.00	No	David Ramon cotino	Advisory Agreement	Restricted	Reg s
1/1/2024	new Issuance	250,000	Pref C	\$2.00	No	Vlad Matse	Advisory Agreement	Restricted	Reg s
1/1/2024	new Issuance	250,000	Pref C	\$2.00	No	Arte Gordadze	Advisory Agreement	Restricted	Reg s
1/1/2024	new Issuance	250,000	Pref C	\$2.00	No	Long Phi Tran	Advisory Agreement	Restricted	Reg s
1/1/2024	new Issuance	250,000	Pref C	\$2.00	No	Rami Mirsky	Advisory Agreement	Restricted	Reg s
1/1/2024	new Issuance	250,000	Pref C	\$2.00	No	Darren Lefcoe	Advisory Agreement	Restricted	Reg s
1/1/2024	new Issuance	250,000	Pref C	\$2.00	No	Rubin Goldman	Advisory Agreement	Restricted	144
1/1/2024	new Issuance	225,000	Pref C	\$2.00	No	Bader Alshemeri	Advisory Agreement	Restricted	Reg s
1/1/2024	new Issuance	25,000	Pref C	\$2.00	No	Samasiuk Renata	Advisory Agreement	Restricted	Reg s
08/14/2024	new Issuance	123,750	Pref C	\$2.00	No	Talgat Ilyasov	Debt conversion	Restricted	144
09/30/2024	new Issuance	313,750	Pref C	\$2.00	No	Heinz Georg Schreiber	Debt conversion	Restricted	144

10/23/2024	new Issuance	1,000,000	Pref C	\$2.00	No	Artem Gorages	Debt conversion	Restricted	144
08/14/2024	new Issuance	1,000,000	Pref B	\$2.50	No	Brian Johnston	Debt conversion	Restricted	144
07/13/2023	Cancelled	-30,000,000	Common	0.0300	No	Talgat Ilyasov	Debt conversion	Unrestricted	144
07/14/2023	new Issuance	20,000,000	Common	0.01	No	Duane Phillippe	Debt conversion	Unrestricted	144
09/07/2023	Cancelled	-30,000,000	Common	0.0300	No	Talgat Ilyasov	Debt conversion	Unrestricted	144
09/7/23	Cancelled	-30,000,000	Common	0.0300	No	Brian Johnston	Debt conversion	Unrestricted	144
09/7/2023	new Issuance	60,000,000	Common	0.0086	No	Duane Phillippe	Debt conversion	Unrestricted	144
12/19/2023	new Issuance	23,000,000	Common	0.0033	No	Duane Phillippe	Debt conversion	Unrestricted	144
01/22/2024	New Issuance	67,000,000	Common	0,0033	No	Duane Phillippe	Debt conversion	Unrestricted	144
02/22/2024	New Issuance	25,000,000	Common	0,0050	No	Rinaldo Pierno	Debt conversion	Unrestricted	144
02/22/2024	New Issuance	40,000,000	Common	0,0070	No	Heinz Georg Schreiber	Debt conversion	Unrestricted	144
02/22/2024	New Issuance	25,000,000	Common	0,0050	No	JMV (Julia Tepliski)	Debt conversion	Unrestricted	144
02/22/2024	New Issuance	25,000,000	Common	0,0050	No	Mikhail Gorbuno	Debt conversion	Unrestricted	144
02/22/2024	New Issuance	20,000,000	Common	0,0070	No	Jose Fernandes	Debt conversion	Unrestricted	144
02/22/2024	New Issuance	80,000,000	Common	0,0050	No	Nasir Sayed	Debt conversion	Unrestricted	144
02/22/2024	New Issuance	40,000,000	Common	0,0050	No	Jeff Miller	Debt conversion	Unrestricted	144
02/22/2024	New Issuance	40,000,000	Common	0,0050	No	Yannick Triencher	Debt conversion	Unrestricted	144
02/22/2024	New Issuance	80,000,000	Common	0,0050	No	Brian Johnston	Debt conversion	Unrestricted	144
02/22/2024	New Issuance	50,000,000	Common	0,0050	No	Joseph Cohen	Debt conversion	Unrestricted	144
02/22/2024	New Issuance	75,000,000	Common	0,0050	No	Talgat Ilyasov	Debt conversion	Unrestricted	144
03/20/2024	New Issuance	150,000,000	Common	0,0050	No	Duane Phillippe	Debt conversion	Unrestricted	144
05/29/2024	New Issuance	65,000,000	Common	0,0050	No	Duane Phillippe	Debt conversion	Unrestricted	144
09/11/2024	New Issuance	147,000,000	Common	0.0020	No	Duane Phillippe	Debt conversion	Unrestricted	144



10/14/2024	New Issuance	46,000,000	Common	0.0010	No	Duane Phillippe	Debt conversion	Unrestricted	144
11/08/2024	New Issuance	71,000,000	Common	0.00125	No	Duane Phillippe	Debt conversion	Unrestricted	144
12/12/2024	New Issuance	40,000,000	Common	0.00125	No	Duane Phillippe	Debt conversion	Unrestricted	144
01/10/2025	New Issuance	42,000,000	Common	0.0012	No	Duane Phillippe	Debt conversion	Unrestricted	144
01/16/2025	New Issuance	62,000,000	Common	0.0005	No	Rinaldo Piermo	Debt conversion	Unrestricted	144
01/27/2025	New Issuance	62,000,000	Common	0.0012	No	Duane Phillippe	Debt conversion	Unrestricted	144
02/14/2025	New Issuance	46,000,000	Common	0.001	No	Duane Phillippe	Debt conversion	Unrestricted	144
03/10/2025	New Issuance	30,500,000	Common	0.0008	No	Duane Phillippe	Debt conversion	Unrestricted	144
03/28/2025	New Issuance	36,000,000	Common	0.0008	No	Duane Phillippe	Debt conversion	Unrestricted	144
03/31/2025	New Issuance	95,000,000	Common	0.0008	No	Duane Phillippe	Debt conversion	Unrestricted	144
Ending Balance Date: March 31, 2025 Common: 2,439,474,315 Preferred Series A: 1 Preferred Series B: 2,768,754 Preferred Series C: 18,486,813									

**Example:** A company with a fiscal year end of December 31<sup>st</sup> 2024, in addressing this item for its Annual Report, would include any events that resulted in changes to any class of its outstanding shares from the period beginning on January 1, 2023 through December 31, 2024 pursuant to the tabular format above.

Any additional material details, including footnotes to the table are below:

01/10/2025-03/31/2025 co issued 311.5 million common shares to Duane Phillippe.  
On 01/16/2025 the company issued 62 million common shares to Rinaldo Piermo.

## B. Promissory and Convertible Notes

The following is a complete list of the Company's Convertible Debt which includes all promissory notes, convertible notes, convertible debentures, or any other debt instruments convertible into a class of the issuer's equity securities. The table includes all issued or outstanding convertible debt at any time during the last complete fiscal year and any interim period between the last fiscal year end and the date of this Certification.

☐ Check this box to confirm the Company had no Convertible Debt issued or outstanding at any point during this period.

Date of note Issuance	Principal Amount at issuance (\$)	Outstanding Balance (\$)	Interest Accrued (\$)	Maturity Date	Conversion Terms	# shares converted to date	# of Potential Shares to be	Name of Noteholder	Reason for Issuance
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							Issued Upon Conversion		
06.20.2018	1,330,000	506,042	0	20.06.2026	conv: 25% off of last day closing	67,871,641	843,403,333	Thomas Beck	Asset purchase
10.15.2018	500,000	250,000	0	15.10.2026	conv: 25% off of last day closing		416,666,667	Brian John Johnson	Asset purchase
20.06.2018	2,000,000	2,000,000	0	20.06.2026	conv: 25% off of last day closing		3,333,333,333	Heinz Georg Schreiber	Asset purchase
10.10.2018	2,500,000	2,070,959	570,959	01.10.2026	conv: 25% off of last day closing	80,000,000	3,451,598,333	Jeff Miller	Asset purchase
10.10.2023	5,000,000	1,500,000	0	12.10.2026	conv: 25% off of last day closing		2,500,000,000	Brian John Johnson	Asset purchase
06.03.2019	4,000,000	556,909	56,909	06.03.2027	conv: 25% off of last day closing	20,000,000	928,181,667	Peter Sallade	Asset purchase
03.12.2019	2,500,000	531,250	31,250	03.12.2027	Defaulted convertible		885,416,667	Peter Sallade	Asset purchase
11.28.2019	450,000	936,910	486,910	01.28.2026	conv: 25% off of last day closing	130,000,000	1,561,516,667	Joe Maneza	Asset purchase
01.15.2019	2,500,000	1,031,250	31,250	01.15.2027	conv: 25% off of last day closing	190,000,000	1,718,750,000	Brian John Johnson	Asset purchase
02.15.2018	30,000	24,493	4,493	08.15.2025	Defaulted convertible debt 1:1		40,821,667	Rinaldo Pierno	Convertible loan
02.27.2018	5,000	10,000	5,000	02.27.2026	Defaulted convertible debt 1:2		16,666,667	Jose Fernandez	Convertible loan
06.20.2018	60,000	36,933	7,933	08.20.2025	conv: 25% off of last day closing	62,000,000	61,555,000	Lucy Pierno	Convertible loan
06.30.2018	15,000	16,800	1,800	06.30.2026	Default converts at \$0.0001		28,000,000	Niu Jiamin	Convertible loan
07.13.2018	10,000	11,172	1,172	07.13.2026	Conversion into Common at par		18,620,000	1343492 Ontario (Jose Fernandez)	Convertible loan
08.28.2018	5,000	5,553	553	08.28.2026	Default converts at \$0.001		9,255,000	JMV (Julia Tepliski)	Convertible loan
09.18.2018	10,000	11,029	1,029	08.18.2025	Default converts at \$0.001		18,381,667	Rinaldo Pierno	Convertible loan
02.28.2019	5,500	5,867	367	02.28.2026	Default converts at \$0.001		9,778,333	JMV (Julia Tepliski)	Convertible loan
04.15.2019	4,000,000	800,000	980,000	09.15.2025	conv: 35% off of last day closing	173,878,515	1,333,333,333	Duanne Philippe	Asset purchase
04.15.2019	3,000,000	2,281,791	0	04.15.2026	conv: 25% off of last day closing	240,000,000	3,802,985,000	Talgat Talmasovich Ilyasov	Asset purchase
04.15.2019	9,200	4,660		01.15.2026	40% of lowest traded past 10 days		7,766,667	Mammoth Co (Brad Hare)	Convertible loan
06.19.2019	5,000	0	0	12.19.2026	40% of lowest traded past 10 days		0	Mammoth Co (Brad Hare)	Convertible loan
05.03.2019	320,000	320,000	0	11.03.2026	40% of lowest traded past 10 days		533,333,333	Mammoth Co (Brad Hare)	Convertible loan
06.20.2019	20,000	20,811	811	12.20.2026	Lowest traded in past 30 days		34,685,000	Mikhail Gorbunov	Convertible loan
09.06.2019	7,500	7,804	304	03.06.2026	Lowest traded in past 30 days		13,006,667	Mikhail Gorbunov	Convertible loan
09.24.2019	5,100	5,307	207	03.24.2026	Lowest traded in past 30 days		8,845,000	Ford Allen (Cliff Grossman)	Convertible loan
09.25.2019	241,500	241,500	0	03.25.2026	40% of lowest traded in past 30d		402,500,000	Mammoth Co (Brad Hare)	Convertible loan
08.01.2019	8,100,207	2,268,252	0	08.01.2026	conv: 25% off of last day closing	920,500,000	3,780,420,000	Duanne Philippe	Asset purchase
12.13.2019	10,000	10,037	0	12.13.2026	Lowest traded in past 30 days		16,728,333	Mikhail Gorbunov	Convertible loan
12.18.2019	7,738	7,738	0	06.18.2026	40% of lowest traded past 10 days		12,896,667	Mammoth Co (Brad Hare)	Convertible loan

OTC Markets Group Inc.

Disclosure Guidelines for the Pink Market (v6.0 January 31, 2025)

12.19.2019	66,000	66,000	0	06.19.2026	40% of lowest traded past 10 days		110,000,000	Mammoth Co (Brad Hare)	Convertible loan
04.29.2022	230,000	230,000	0	06.19.2026	40% of lowest traded past 10 days		383,333,333	Mammoth Co (Brad Hare)	Convertible loan
10.24.2019	1,000,000	500,000	0	10.24.2026	conv: 25% off of last day closing		833,333,333	Thomas Beck	Asset purchase
01.05.2020	2,500,000	1,000,000	0	10.24.2027	Defaulted convertible debt 1:1	40,000,000	1,666,666,667	Yannik Trancher	Asset purchase
06.05.2020	1,800,000	500,000	0	06.05.2026	Defaulted convertible debt 1:1	50,663,095	833,333,333	Thomas Beck	Asset purchase
12.18.2020	90,000	90,000	0	10.23.2026	30% of lowest traded past 10 days		150,000,000	Mammoth Corp (Brad Hare)	Convertible loan
03.30.2021	400,000	400,000	0	03.30.2026	conv: 20% off of last day closing	80,000,000	666,666,667	MarketMediaConnect (Nasir Saeed)	Asset purchase
11.15.2021	7,500,000	1,500,000	0	11.15.2026	conv: 20% off of last day closing	40,000,000	2,500,000,000	Heinz Georg Schreiber	Asset purchase
07.01.2022	7,500,000	1,500,000	0	11.15.2026	conv: 20% off of last day closing		2,500,000,000	Heinz Georg Schreiber	Asset purchase
10.01.2021	150,000	150,000	0	10.01.2026	40% of lowest traded in past 30d		250,000,000	Mammoth Co (Brad Hare)	Convertible loan
6.26.2023	50,000	50,000	0	06.26.2026	3 yr term, 10% annual interest, 10% off the lowest traded, +6% if defaulted		83,333,333	Phil Lomanov	Convertible loan
07.30.2023	99,000	99,000	0	12.30.2024	1.5 yr term, 6.5% (in negotiations) conv: 20% off with multiple conditions		165,000,000	Crowmarsh Gifford LLC (Derrick Lefcoe)	Convertible loan
09.18.2023	75,829	75,829	0	09.18.2026	3 yr term, 10% annual interest, 10% off the lowest traded, +6% if defaulted		126,381,667	Vladislav Malce	Convertible loan
09.18.2023	40,000	40,000	0	09.18.2026	3 yr term, 10% annual interest, 10% off the lowest traded, +6% if defaulted		66,666,667	Vladislav Malce	Convertible loan
03/29/2024	10,000	10,000	0	03/29/2026	2 yr term, 8% (default 4% after a year) conv discount		16,666,667	Crowmarsh Gifford LLC (Derrick Lefcoe)	Convertible loan
03/29/2024	7,500	7,500	0	03/29/2026	2 yr 8% note		12,500,000	Jason Lohre	Convertible loan
06/28/2024	10,000	10,000	0	06/28/2026	2 yr term, 8% (default 4% after a year) conv discount		16,666,667	Crowmarsh Gifford LLC (Derrick Lefcoe)	Convertible loan
09/30/2024	6,000	6,000	0	09/30/2026	2 yr term, 8% (default 4% after a year) conv discount		10,000,000	Crowmarsh Gifford LLC (Derrick Lefcoe)	Convertible loan
07/02/2024	30,000	30,000	0	07/02/2029	3 yr term, 9% (default 5% after a year) conv^ 30%		50,000,000	Rami Mirsky	Convertible loan
11/19/2024	55,000	50,000	0	11/19/2025	Int 10% 6mo (20% default)		83,333,333	Andre Nikolaev	Convertible loan
12/30/2024	3,000	3,000	0	12/30/2026	2trm,8%def 4%) cnv disc		5,000,000	Crowmarsh (Derrick)	Convertible loan
<b>Total Outstanding Balance</b>		21,790,396		<b>Total Shares:</b>		2,094,913,251	36,317,326,667		

Any additional material details, including footnotes to the table are below:

Potential shares calculated based on the maximum note conversion terms. Actual conversions are expected to be substantially lower and are subject to regulatory, market, and contractual conditions.

#### **4) Issuer's Business, Products and Services**

The purpose of this section is to provide a clear description of the issuer's current operations. Ensure that these descriptions are updated on the Company's Profile on [www.OTCMarkets.com](http://www.OTCMarkets.com).

- A. Summarize the issuer's business operations (If the issuer does not have current operations, state "no operations")

Exxe is a multidisciplinary technology company that develops, acquires, and delivers diversified service suites through its proprietary, innovative platform. The Company offers these suites and applications via a SaaS model to enhance operations and productivity for digital and brick-and-mortar businesses. Core competencies and capabilities include fintech-based financial management, marketing through media and design, management consulting, strategic advisory, and AI-based systems. Exxe operates in a broad scope of segments. These include fintech, real estate, agritech, software, AI, medical products, media and design, automotive products, and automotive repair.

- B. List any subsidiaries, parent company, or affiliated companies.

SEE NOTE 4 in the Footnotes to the Financial Statements, which are incorporated by reference

- C. Describe the issuers' principal products or services.

SEE NOTE 4 in the Footnotes to the Financial Statements, which are incorporated by reference

#### **5) Issuer's Facilities**

*The goal of this section is to provide investors with a clear understanding of all assets, properties or facilities owned, used or leased by the issuer and the extent in which the facilities are utilized.*

In responding to this item, please clearly describe the assets, properties or facilities of the issuer. Describe the location of office space, data centers, principal plants, and other property of the issuer and describe the condition of the properties. Specify if the assets, properties, or facilities are owned or leased and the terms of their leases. If the issuer does not have complete ownership or control of the property, describe the limitations on the ownership.

SEE NOTE 6 in the Financial Statements, which are incorporated by reference

Exxe Group maintains a corporate office located in Midtown Manhattan facility located at 1345 Avenue of The Americas, 2nd Floor, New York, NY 10105. The facility is a Class A building at a prime location, and has professional reception and waiting areas, conference rooms and meeting rooms. Exxe Group uses facilities on as needed basis.

## 6) Officers, Directors, and Control Persons

Using the table below, please provide information, as of the period end date of this report, regarding all officers and directors of the company, or any person that performs a similar function, regardless of the number of shares they own.

In addition, list all individuals or entities controlling 5% or more of any class of the issuer's securities.

If any insiders listed are corporate shareholders or entities, provide the name and address of the person(s) beneficially owning or controlling such corporate shareholders, or the name and contact information (City, State) of an individual representing the corporation or entity. Include Company Insiders who own any outstanding units or shares of any class of any equity security of the issuer.

*The goal of this section is to provide investors with a clear understanding of the identity of all the persons or entities that are involved in managing, controlling or advising the operations, business development and disclosure of the issuer, as well as the identity of any significant or beneficial owners.*

Individual Name (First, Last) Or Entity Name (Include names of control person(s) if a corporate entity)	Position/Company Affiliation  (ex: CEO, 5% Control person)	City and State  (Include Country if outside U.S.)	Number of Shares Owned(List common, preferred, warrants and options separately)	Class of Shares Owned	Percentage of Class of Shares Owned  (undiluted)
Eduard Nazmiev	CEO/President/ Chairman Director	1345 Avenue Of The Americas, 2nd Floor New York, NY 10105	1	Preferred A	Pref A shares  Co 100% Control
Joanna Karolina Filipowska	Director	1345 Avenue Of The Americas, 2nd Floor New York, NY 10105	70,000	Preferred C	0.4%
Jason Lohre	Chief Administrative Officer	1345 Avenue Of The Americas, 2nd Floor New York, NY 10105	217,500	Preferred C	1.2%

Darla Gullons	Director	1345 Avenue Of The Americas, 2nd Floor New York, NY 10105	35,000	Preferred C	0.2%
Peter Sallade	Director	1345 Avenue Of The Americas, 2nd Floor New York, NY 10105	20,000,000 4,965,000	Common Preferred C	0.9 26%
Heinz Georg Schreiber	Non-affiliate	1345 Avenue Of The Americas, 2nd Floor New York, NY 10105	1,200,000	Preferred B	43%
Brian John Johnson	Non-affiliate	3146B Chuka Blvd Regina Saskatchewan Canada S4V 3S1	1,000,000	Preferred B	36%
Duane Philippi	Non-affiliate	1345 Avenue Of The Americas, 2nd Floor New York, NY 10105	128,000,000	Common	5.2%

Confirm that the information in this table matches your public company profile on [www.OTCMarkets.com](http://www.OTCMarkets.com). If any updates are needed to your public company profile, log in to [www.OTCIQ.com](http://www.OTCIQ.com) to update your company profile.

## 7) Legal/Disciplinary History

A. Identify and provide a brief explanation as to whether any of the persons or entities listed above in Section 6 have, in the past 10 years:

1. Been the subject of an indictment or conviction in a criminal proceeding or plea agreement or named as a defendant in a pending criminal proceeding (excluding minor traffic violations);

None

2. Been the subject of the entry of an order, judgment, or decree, not subsequently reversed, suspended or vacated, by a court of competent jurisdiction that permanently or temporarily enjoined, barred, suspended or otherwise limited such person's involvement in any type of business, securities, commodities, financial- or investment-related, insurance or banking activities;

None

3. Been the subject of a finding, disciplinary order or judgment by a court of competent jurisdiction (in a civil action), the Securities and Exchange Commission, the Commodity Futures Trading Commission, a state securities regulator of a violation of federal or state securities or commodities law, or a foreign regulatory body or court, which finding or judgment has not been reversed, suspended, or vacated;

None

4. Named as a defendant or a respondent in a regulatory complaint or proceeding that could result in a “yes” answer to part 3 above; or

None

5. Been the subject of an order by a self-regulatory organization that permanently or temporarily barred, suspended, or otherwise limited such person’s involvement in any type of business or securities activities.

None

6. Been the subject of a U.S Postal Service false representation order, or a temporary restraining order, or preliminary injunction with respect to conduct alleged to have violated the false representation statute that applies to U.S mail.

None

B. Describe briefly any material pending legal proceedings, other than ordinary routine litigation incidental to the business, to which the issuer or any of its subsidiaries is a party to or of which any of their property is the subject. Include the name of the court or agency in which the proceedings are pending, the date instituted, the principal parties thereto, a description of the factual basis alleged to underlie the proceeding and the relief sought. Include similar information as to any such proceedings known to be contemplated by governmental authorities.

None

## **8) Third Party Service Providers**

Provide the name, address, telephone number and email address of each of the following outside providers. You may add additional space as needed.

Confirm that the information in this table matches your public company profile on [www.OTCMarkets.com](http://www.OTCMarkets.com). If any updates are needed to your public company profile, update your company profile.

### Securities Counsel

Name: Jonathan D. Leinwand Esq.  
Firm name: JONATHAN D. LEINWAND, P.A.  
Address 1: 18305 Biscayne Blvd., Suite 200  
Address 2: Aventura, FL 33160  
Phone: (954) 903-7856  
Email: [jonathan@jdlpa.com](mailto:jonathan@jdlpa.com)

### Accountant or Auditor

Name: \_\_\_\_\_  
Firm: \_\_\_\_\_  
Address 1: \_\_\_\_\_  
Address 2: \_\_\_\_\_  
Phone: \_\_\_\_\_  
Email: \_\_\_\_\_

### Investor Relations

Name: \_\_\_\_\_  
Firm: \_\_\_\_\_  
Address 1: \_\_\_\_\_  
Address 2: \_\_\_\_\_  
Phone: \_\_\_\_\_  
Email: \_\_\_\_\_

### All other means of Investor Communication:

X (Twitter): <https://x.com/exxegroup> / @exxegroup  
Discord: \_\_\_\_\_  
LinkedIn: \_\_\_\_\_  
Facebook: \_\_\_\_\_  
[Other]: \_\_\_\_\_

### Other Service Providers

Provide the name of any other service provider(s) **that assisted, advised, prepared, or provided information with respect to this disclosure statement.** This includes counsel, broker-dealer(s), advisor(s), consultant(s) or any entity/individual that provided assistance or services to the issuer during the reporting period.



Name: \_\_\_\_\_  
Firm: \_\_\_\_\_  
Nature of Services: \_\_\_\_\_  
Address 1: \_\_\_\_\_  
Address 2: \_\_\_\_\_  
Phone: \_\_\_\_\_  
Email: \_\_\_\_\_

## 9) Financial Statements

A. This Disclosure Statement was prepared by (name of individual):

Name: Eduard Nazmiev  
Title: CEO and President  
Relationship to Issuer: Director

B. The following financial statements were prepared in accordance with:

- ☐ IFRS  
☒ U.S. GAAP

B. The following financial statements were prepared by (name of individual):

Name: Eduard Nazmiev  
Title: CEO and President  
Relationship to Issuer: Director  
Describe the qualifications of the person  
or persons who prepared the financial statements<sup>2</sup>: Doctor of Economics / PhD / Professor of Economics

Dr. Nazmiev received his Ph.D. in Economics from the TISBI Academy of Management in Tatarstan in 2004

Provide the following qualifying financial statements:

- o Audit letter, if audited;
- o Balance Sheet;
- o Statement of Income;

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<sup>2</sup> The financial statements requested pursuant to this item must be prepared in accordance with US GAAP or IFRS and by persons with sufficient financial skills

- o Statement of Cash Flows;
- o Statement of Retained Earnings (Statement of Changes in Stockholders' Equity)
- o Financial Notes

#### **Financial Statement Requirements:**

- Financial statements must be published together with this disclosure statement as one document.
- Financial statements must be “machine readable”. Do not publish images/scans of financial statements.
- Financial statements must be presented with comparative financials against the prior FYE or period, as applicable.
- Financial statements must be prepared in accordance with U.S. GAAP or International Financial Reporting Standards (IFRS) but are not required to be audited.

#### **10) Issuer Certification**

*Principal Executive Officer:* Eduard Nazmiev

The issuer shall include certifications by the chief executive officer and chief financial officer of the issuer (or any other persons with different titles but having the same responsibilities) in each Quarterly Report or Annual Report.

The certifications shall follow the format below:

I, Eduard Nazmiev certify that:

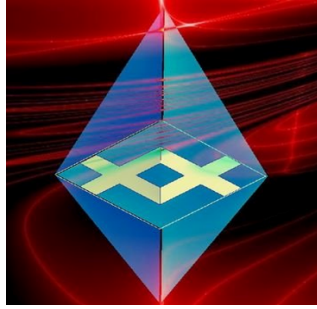
1. I have reviewed this Disclosure Statement for Exxe Group Inc.;
2. Based on my knowledge, this disclosure statement does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this disclosure statement; and
3. Based on my knowledge, the financial statements, and other financial information included or incorporated by reference in this disclosure statement, fairly present in all material respects the financial condition, results of operations and cash flows of the issuer as of, and for, the periods presented in this disclosure statement.

July 14, 2025 [Date]

/s/ Eduard Nazmiev [CFO's Signature]

*(Digital Signatures should appear as “/s/ [OFFICER NAME]”)*

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**ANNUAL REPORT  
FOR THE PERIOD ENDING  
March 31, 2025**

**EXXE GROUP INC.**  
1345 AVENUE OF THE AMERICAS, 2ND FLOOR  
NEW YORK, NY 10105

Tel: (855) 285-2285  
Email: [info@exxegroup.com](mailto:info@exxegroup.com)  
URL: [www.exxegroup.com](http://www.exxegroup.com)

Ticker symbol: AXXA

**EXXE GROUP INC.  
ANNUAL REPORT  
FOR THE PERIOD ENDING  
March 31, 2025**

(Unaudited)

**Index**

EXXE GROUP INC. Condensed Consolidated Unaudited Balance Sheet as at March 31, 2025, and March 31, 2024	24
EXXE GROUP, INC. Condensed Consolidated Unaudited Statement of Operations for the Year Ending March 31, 2025, and March 31, 2024	26
accompanying notes are an integral part of the financial statements	27
EXXE GROUP INC. Condensed Unaudited Statement of Changes in Equity for the Year Ending March 31, 2025, and March 31, 2024	28
EXXE GROUP INC. Condensed Consolidated Unaudited Statement of Cash Flows for the Year Ending March 31, 2025, and March 31, 2024	29
EXXE GROUP INC. Notes to the Condensed Consolidated Unaudited Financial Statements for the Year Ending March 31, 2025	31
Risk Management & Capital Strategy	37
Outlook	37
Management Discussion and Analysis	53

**EXXE GROUP INC.**  
**Condensed Consolidated Unaudited Balance Sheet**  
**as at March 31, 2025, and March 31, 2024**

		As at March 31, 2025	As at March 31, 2024
<b>ASSETS</b>			
Current assets			
Cash and cash equivalents	2	855,419	467,800
Accounts receivable	2	6,974,604	6,852,881
Prepaid expense		7,000,000	6,000,000
Inventory			6,328,895
Other current assets		5,906,132	5,816,403
<b>TOTAL CURRENT ASSETS</b>		<b>20,736,155</b>	<b>25,465,979</b>
Non-Current Assets:			
Prepaid expenses: noncurrent portion		44,000,000	18,000,000
Long-term receivables	5	7,717,549	7,717,549
License	7	20,000,000	31,000,000
Software		18,500,000	42,000,000
Contracts		19,633,707	25,633,707
Other long-term assets		1,981,912	1,981,912
Goodwill	7	21,275,345	21,275,345
<b>TOTAL ASSETS</b>		<b>153,844,668</b>	<b>173,074,492</b>

**LIABILITIES & STOCKHOLDERS' EQUITY (DEFICIT)**

Current liabilities			
Accounts payable, trade		78,150	644,083
Accrued expenses and other current liabilities		545,574	1,022,865
Loans payable - related parties	8	1,421,536	1,421,536
Convertible debt - in default	8	262,308	262,308
Short-term or current loans and notes payable	8	2,240,667	4,851,891
<b>TOTAL CURRENT LIABILITIES</b>		<b>4,548,235</b>	<b>8,202,683</b>

Long-term debt	8	17,538,222	22,956,045
<b>TOTAL LIABILITIES</b>		<b>22,086,457</b>	<b>31,158,728</b>

**STOCKHOLDERS' EQUITY (DEFICIT)**

Preferred stock:			
Preferred stock series A: par value \$0.0001, 4 authorized and 1 issued and outstanding at Sep 30, 2024 and March 31, 2024 respectively	9	0	0
Preferred stock series B: par value \$2.50, 30,000,000 authorized 2,768,754 and 1,768,754 issued and outstanding at December 31, 2024 and March 31, 2024 respectively	9	6,921,885	4,421,885
Preferred stock series C: par value \$2.00, 32,500,000 authorized and 18,486,813 and 16,299,313 issued and outstanding as at Dec 31, 2024 and Mar 31, 2024 respectively	9	36,973,626	37,598,626
Common stock: par value \$0.00001, 1,980,000,000 and 2,480,000,000 authorized; 2,062,974,315 and 1,936,974,315 issued and outstanding as of December 31, 2024 and March 31, 2024	9	24,397	19,370
Additional paid-in capital		34,501,774	34,498,519
Minority interest		37,208,404	57,228,822
Accumulated comprehensive income (loss)		(285,544)	(285,544)
Accumulated surplus (deficit)		16,413,668	8,434,086
<b>TOTAL STOCKHOLDERS' EQUITY (DEFICIT)</b>		<b>131,758,211</b>	<b>141,915,765</b>
<b>TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY (DEFICIT)</b>		<b>153,844,668</b>	<b>173,074,493</b>

The accompanying notes are an integral part of the financial statements



**EXXE GROUP, INC.**  
**Condensed Consolidated Unaudited Statement of Operations**  
**for the Year Ending March 31, 2025, and March 31, 2024**

	12 Months Ending March 31	
	2025	2024
Revenues	62,761,522	63,171,747
Cost of goods sold	32,700,828	32,979,524
<b>Gross profit</b>	<b>30,060,693</b>	<b>30,192,223</b>
Operating expenses	0	7,352,060
Selling, general & administrative costs	8,542,970	344,589
Depreciation and amortization	255,852	341,136
<b>Total operating expenses</b>	<b>8,798,822</b>	<b>8,037,785</b>
<b>Income (loss) from operations</b>	<b>21,261,871</b>	<b>22,154,438</b>
Other income (expenses)	54,498	259,066
Financing costs	0	(136,100)
Other income (expenses)	(5,357,205)	(29,488,665)
<b>Income (loss) before income taxes</b>	<b>15,959,165</b>	<b>(7,211,261)</b>
Provision for income taxes		
<b>Net income (loss)</b>	<b>15,959,165</b>	<b>(7,211,261)</b>
Exchange rate movements		
<b>Comprehensive income (loss)</b>	<b>15,959,165</b>	<b>(7,211,261)</b>
Gain attributable to non-controlling interest	7,979,582	(1,802,815)
<b>Net income attributable to controlling interest</b>	<b>7,979,582</b>	<b>(5,408,446)</b>
<b>Net income (loss) per share</b>	<b>0.0039</b>	<b>(0.0045)</b>
Weighted average shares outstanding	2,039,111,301	1,201,706,210

The accompanying notes are an integral part of the financial statements

**EXXE GROUP INC.**  
**Condensed Unaudited Statement of Changes in Equity**  
**for the Year Ending March 31, 2025, and March 31, 2024**

	Preferred Stock		Common stock		Additional Paid-in Capital	Minority Interest	Other Comprehen sive Income	Retained Earnings Deficit	Total
	Amount	Par Value	Amount	Par Value					
Balance as of March 31, 2023	18,068,067	37,020,511	966,974,315	9,670	29,495,279	115,531,637	(285,544)	13,842,532	195,614,085
Shares issued for debt conversion			970,000,000	9,700	5,003,240				5,012,940
Sell of a subsidiary						(56,500,000)			(56,500,000)
Shares issued for new acquisition	2,500,000	5,000,000							5,000,000
Net income period ended March 31, 2024						(1,802,815)		(5,408,446)	(7,211,261)
Balance as of March 31, 2024	20,568,067	42,020,511	1,936,974,315	19,370	34,498,519	57,228,822	(285,544)	8,434,086	141,915,764
Shares issued for debt conversion	1,000,000	2,500,000	674,500,000	6,778	876,505				3,383,283
Shares Replaced with preferred shares	437,500	875,000	(175,000,000)	(1,750)	(873,250)				0
Shares issued for new acquisition	1,000,000	2,000,000							2,000,000
Writing-off subsidiary						(28,000,000)			(28,000,000)
Shares cancelled for relinquish of subsidiary	(1,750,000)	(3,500,000)							(3,500,000)
Net income period ended March 31, 2025						7,979,852		7,979,852	15,959,165
Balance as of March 31, 2025	21,255,567	43,895,511	2,436,474,315	24,398	34,501,774	37,208,404	-285,544	16,413,668	131,758,211

The accompanying notes are an integral part of the financial statement

**EXXE GROUP INC.**  
**Condensed Consolidated Unaudited Statement of Cash Flows**  
**for the Year Ending March 31, 2025, and March 31, 2024**

	March 31 2025	March 31 2024
<b>Cash flows from operating activities:</b>		
Net (Loss)	15,959,164	(7,211,861)
<i>Adjustments to reconcile net loss to net</i>		
<i>Cash provided by (used in) operating activities:</i>		
Depreciation and amortization	0	(327,791)
Intangible impairment		6,200,000
Goodwill impairment	0	11,037,216
<i>Decrease (Increase) in:</i>		
Accounts receivable, net	(382,828)	(1,274,971)
Other Current assets	(89,729)	(1,427,283)
Prepaid expenses and other current assets	(4,500,000)	0
Inventories	90,000	4,100
Accrued expenses and other current liabilities	(477,291)	(1,332,091)
Accounts payable, accrued expenses and taxes payable	(565,933)	(2,662,829)
Total adjustment to reconcile net income to net cash	(5,925,781)	10,216,351
<b>Net cash provided in operating activities</b>	<b>10,033,383</b>	<b>3,005,090</b>
<b>Cash flows from investing activities:</b>		
<i>Increase (Decrease) in:</i>		
Sell (Acquisition) of other long term assets	0	(356,500)
Acquisition of property, plant and equipment	(5,000,000)	0
Acquisition of Goodwill		(1,000,000)
Net cash received in investing activities	(5,000,000)	(1,356,500)
<b>Cash flows from financing activities:</b>		
Loans from related parties	0	(1,825,155)
Long-term debt	(4,645,765)	0
Proceeds from Issuance of Stock, Net	0	0
Net Cash Provided By Financing Activities	(4,645,765)	(1,825,155)
Net Change in Cash	387,618	(176,565)
Cash at Beginning of Year	467,800	644,365
<b>Cash at End of Period</b>	<b>855,418</b>	<b>467,800</b>

The accompanying notes are an integral part of these financial statements

**EXXE GROUP INC.**  
**Notes to the Condensed Consolidated Unaudited Financial Statements**  
**for the Year Ending March 31, 2025**

**NOTE 1. NATURE AND BACKGROUND OF BUSINESS**

The accompanying consolidated financial statements include Exxe Group Inc., formerly known as Telecorp, Inc. ('Exxe' or the 'Company'), its wholly-owned subsidiaries and its majority controlling interests in multiple entities and minority interests in selected startups through its VC holding. The Company was reorganized under the laws of the State of Delaware on August 14, 2017.

Telecorp Inc., was formed as of April 13, 2009 and incorporated in the Province of Ontario, Canada. A domicile change occurred on April 18, 2018, and the corporation name changed from Telecorp Inc. to Exxe Group Inc. on May 5, 2018. A domicile change occurred on March 15, 2023, and the corporation was redomiciled from Delaware to Wyoming.

Exxe is a multidisciplinary technology company that develops, acquires, and delivers diversified service suites through its proprietary, innovative platform. The Company offers these suites and applications via a Software-as-a-Service (SaaS) model to enhance operations and productivity for digital and brick and mortar businesses. Core competencies and capabilities include fintech-based financial management, marketing through media and design, management consulting, strategic advisory, and AI-based systems. Exxe operates in a broad scope of segments. These include fintech, real estate, agritech, software, AI, medical products, media and design, automotive products, and automotive repair. Revenue and profit are generated via license, software, and service contracts related to its platform and core competencies.

**NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Basis of Presentation**

The accompanying financial statements have been prepared for Exxe Group Inc. in accordance with accounting principles generally accepted in the United States of America (US GAAP). In the opinion of management, all adjustments (consisting of normal recurring accruals) considered necessary for a fair presentation of the financial statements have been included. The financial statements include acquired subsidiaries, as discussed below, and include all consolidation entries required to include those subsidiaries.

The production of these financial statements completely relies on the furnishing of relevant information and corresponding documentation by management and, without an audit of this underlying information and documentation, the results shown are the opinion of management.

#### 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 the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

#### Cash and Cash Equivalents

For the Balance Sheet and Statement of Cash Flows, all highly liquid investments with a maturity of three months or less are considered to be cash equivalents. The Company had no cash equivalents as of December 31, 2024, or December 31, 2023.

#### Income Taxes

Income taxes are provided in accordance with the FASB Accounting Standards (ASC 740), Accounting for Income Tax. A deferred tax asset or liability is recorded for all temporary differences between financial and tax reporting and net operating loss carryforwards. Any deferred tax expense (benefit) resulting from the net change during the year is shown as deferred tax assets and liabilities. Deferred tax assets are reduced by a valuation allowance when, in the opinion of management, it is more likely than not that some portion or all of the deferred tax assets will not be realized. Deferred tax assets and liabilities are adjusted for the effects of changes in tax laws and rates on the date of enactment.

#### Basic and Diluted Net Income (Loss) Per Share

Net income (loss) per unit is calculated in accordance with Codification topic 260, "*Earnings per Share*" for the periods presented. Basic net loss per share is computed using the weighted average number of common membership units outstanding. Diluted loss per share has not been presented because the shares of common stock equivalents have not been included in the per share calculations as such inclusion would be anti-dilutive. Diluted earnings per share are based on the assumption that all dilutive stock options, warrants, and convertible debt are converted or exercised applying the treasury stock method. Under this method, options, warrants, and convertible debt are assumed exercised at the beginning of the period (or at the time of issuance, if later), and as if funds obtained thereby were used to purchase shares of common stock at the average market price during the period. Options, warrants, and/or convertible debt will have a dilutive effect during periods of net profit only when the average market price of the units during the period exceeds the exercise or conversion price of the items.

#### Stock-Based Compensation

Codification topic 718 "*Stock Compensation*" requires that the cost resulting from all share-based transactions be recorded in the financial statements and establishes fair value as the measurement objective for share-based payment transactions with employees and acquired goods or services from non-employees. The codification also provides guidance on valuing and expensing these awards, as well as disclosure requirements of these equity arrangements. The Company adopted the codification upon creation of the Company and will expense share-based costs in the period incurred. The Company has not yet adopted a stock option plan and all share-based transactions and share-based compensation has been expensed in accordance with the codification guidance.

#### Convertible Instruments

The Company evaluates and accounts for conversion options embedded in its convertible instruments in accordance with professional standards for "Accounting for Derivative Instruments and Hedging Activities". Professional standards generally provide three criteria that, if met, require companies to bifurcate conversion options from their host instruments and account for them as free-standing derivative financial instruments. These three criteria include circumstances in which (a) the economic characteristics and risks of the embedded derivative instruments are not clearly and closely related to the economic characteristics and risks of the host contract, (b) the hybrid instrument that embodies both the embedded derivative instrument and the host contract is not re-measured at fair value under otherwise applicable generally accepted accounting principles with changes in fair value reported in earnings as they occur and (c) a separate instrument with the same terms as the embedded derivative instrument would be considered a derivative instrument. Professional standards also provide an exception to this rule when the host instrument is deemed to be conventional as defined under professional standards as "The Meaning of Conventional Convertible Debt Instrument".

The Company accounts for convertible instruments when it has determined that the embedded conversion options should not be bifurcated from their host instruments in accordance with professional standards when "Accounting for Convertible Securities with Beneficial Conversion Features," as those professional standards pertain to "Certain Convertible Instruments." Accordingly, the Company records, when necessary, discounts to convertible notes for the intrinsic value of conversion options embedded in debt instruments based upon the differences between the fair value of the underlying shares of common stock at the commitment date of the note transaction and the effective conversion price embedded in the note. Debt discounts under these arrangements are amortized over the term of the related debt to their earliest date of redemption. The Company also records when necessary deemed dividends for the intrinsic value of conversion options embedded in preferred shares of common stock based upon the differences between the fair value of the underlying shares at the commitment date of the note transaction and the effective conversion price embedded in the note.

ASC 815-40 provides that, among other things, generally, if an event not within the entity's control could require net cash settlement, then the contract shall be classified as an asset or a liability.

#### Fair Value of Financial Instruments

We adopted the guidance of ASC-820 for fair value instruments, which clarifies the definition of fair value, prescribes methods for determining fair value, and establishes a fair value hierarchy to classify the inputs used in measuring fair value, as follows:

Level 1	Inputs are unadjusted quoted prices in active markets for identical assets or liabilities available at the measurement date.
Level 2	Inputs are quoted prices for similar assets and liabilities in active markets, quoted prices for identical or similar assets and liabilities in markets that are not active, inputs other than quoted prices that are observable, and inputs derived from or corroborated by observable market data.
Level 3	Inputs are unobservable inputs which reflect the reporting entity's own assumptions on what assumptions the market participants would use in pricing the asset or liability based on the best available information.

The carrying amounts for cash, accounts receivable, accounts payable and accrued expenses, and loans payable approximate their fair value based on the short-term maturity of these instruments. We did not identify any assets or liabilities that are required to be presented on the balance sheet at fair value in accordance with the accounting guidance.

ASC 825-10 "*Financial Instruments*" allows entities to voluntarily choose to measure certain financial assets and liabilities at fair value (fair value option). The fair value option may be elected on an instrument-by-instrument basis and is irrevocable unless a new election date occurs. If the fair value option is elected for an instrument, unrealized gains and losses for that instrument should be reported in earnings at each subsequent reporting date. We did not elect to apply the fair value option to any outstanding instruments.

#### Derivative Liabilities

Derivative financial instruments consist of convertible instruments and rights to shares of the Company's common membership units. The Company assessed that it had no derivative financial instruments as of December 31, 2024 and December 31, 2023.

ASC 815 generally provides three criteria that, if met, require companies to bifurcate conversion options from their host instruments and account for them as free-standing derivative financial instruments. These three criteria include circumstances in which (a) the economic characteristics and risks of the embedded derivative instrument are not clearly and closely related to the economic characteristics and risks of the host contract, (b) the hybrid

instrument that embodies both the embedded derivative instrument and the host contract is not re-measured at fair value under otherwise applicable generally accepted accounting principles with changes in fair value reported in earnings as they occur and (c) a separate instrument with the same terms as the embedded derivative instrument would be considered a derivative instrument subject to the requirement of ASC 815. ASC 815 also provides an exception to this rule when the host instrument is deemed to be conventional, as described.

## **Recent Accounting Pronouncements**

### *Accounting Pronouncement Adopted*

In October 2021, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2021-08, "*Business Combinations (Topic 805): Accounting for Contract Assets and Contract Liabilities from Contracts with Customers*," which requires entities to apply Topic 606 to recognize and measure contract assets and contract liabilities in a business combination as if the acquiring entity had originated the contracts. The standard is effective for public companies for fiscal years, and interim periods within those fiscal years, beginning after December 15, 2022. The Company adopted this accounting standard effective January 1, 2023 with no impact on the consolidated financial statements.

In June 2022, the FASB issued ASU 2022-03, "*Fair Value Measurement (Topic 820): Fair Value Measurement of Equity Securities Subject to Contractual Sale Restrictions*," which clarifies that contractual sale restrictions are not considered in measuring fair value of equity securities and requires additional disclosures for equity securities subject to contractual sale restrictions. The standard is effective for public companies for fiscal years beginning after December 15, 2023. Early adoption is permitted. The Company adopted this accounting standard effective September 30, 2024 with no material impact on the consolidated financial statements.

### *Accounting Pronouncement Pending Adoption*

In October 2023, the FASB issued ASU 2023-06 "*Disclosure Improvements: Codification Amendments in Response to the SEC's Disclosures Update and Simplification Initiative*". The guidance amends certain disclosure and presentation requirements related to the statement of cash flows, accounting changes and error corrections, earnings per share, interim reporting, commitments, debt, equity, derivatives, transfers and services and various industry specific guidance. For entities subject to the SEC's existing disclosure requirements, the effective date for each amendment will be the date on which the SEC's removal of that related disclosure from Regulation S-X or Regulation S-K becomes effective. However, if by June 30, 2027, the SEC has not removed the existing disclosure requirements, the amendments will not become effective. Early adoption is not permitted. The Company is still assessing the impacts to its consolidated financial statements.

In November 2023, the FASB issued ASU 2023-07 "*Segment Reporting (Topic 280): Improvements to Reportable Segment Disclosures*". The amendments require entities to



disclose significant segment expenses impacting profit and loss that are regularly provided to the chief operating decision maker. In addition, the amendments enhance interim disclosure requirements, clarify circumstances in which an entity can disclose multiple segment measures of profit or loss, provide new segment disclosure requirements for entities with a single reportable segment, and contain other disclosure requirements. The update is required to be applied retrospectively to prior periods presented, based on the significant segment expense categories identified and disclosed in the period of adoption. The amendments are required to be adopted for fiscal years beginning after December 15, 2023, and interim periods within fiscal years beginning after December 15, 2024 with early adoption permitted. The Company is still assessing the impacts to its consolidated financial statements.

In December 2023, the FASB issued ASU No. 2023-09 *"Improvements to Income Tax Disclosures (Topic 740)"*. The ASU requires companies to break out their income tax expense, income tax rate reconciliation and income tax payments made in more detail. For public companies, the requirements will become effective for fiscal years beginning after December 15, 2024, with early adoption permitted. The Company is still assessing the impacts to its consolidated financial statements.

In December 2023, the FASB issued ASU 2023-08 *"Intangibles—Goodwill and Other—Crypto Assets (Subtopic 350-60) Accounting for and Disclosure of Crypto Assets"*. ASU 2023-08 will require entities to measure crypto assets that meet the scope criteria at fair value and to reflect changes in fair value in net income each reporting period. The amendments in ASU 2023-08 will also require entities to present crypto assets measured at fair value separately from other intangible assets on the balance sheet and changes in the fair value measurement of crypto assets separately from changes in the carrying amounts of other intangible assets on the income statement. The amendments in the ASU are effective for all entities for fiscal years beginning after December 15, 2024, including interim periods within those fiscal years. Early adoption is permitted for both interim and annual financial statements that have not yet been issued or made available for issuance. The Company is still assessing the impacts to its consolidated financial statements.

#### Impact of New Accounting Standards

The Company does not expect the adoption of recently issued accounting pronouncements to have a significant impact on the Company's results of operations, financial position, or cash flow.

### **NOTE 3. GOING CONCERN**

Exxe Group Inc. (OTC:AXXA) has significantly reduced debt, restructured client business relationships, and maintains a working capital surplus of \$16,187,920 as of March 31, 2025. However, legacy debt obligations and capital expenditures continue to impact cash accumulation at the parent company level.

The Company remains financially stable, with ongoing revenue growth driven by profit-sharing agreements with onboarded businesses, enhancing cash flow and financial flexibility. While sufficient liquidity exists for current operations, additional resources may be required to support expansion initiatives.

#### **Risk Management & Capital Strategy**

Exxe Group continues to explore strategic funding options, including structured financing and private placements, while prioritizing debt reduction and minimizing dilution. Future capital requirements will depend on: The pace of revenue generation from onboarded businesses. The Company's ability to optimize working capital and execute its growth strategy. Market conditions affecting funding availability.

#### **Outlook**

While there is no guarantee that financing will be secured on favorable terms, management remains confident in its ability to execute its short-term and long-term growth plans. The Company has adopted a flexible financial strategy to adjust operations, maintain liquidity, and sustain profitability, ensuring resilience in varying market conditions.

### **NOTE 4. ACQUISITIONS AND INVESTMENTS**

As of January 1, 2024, Exxe Group has shifted its focus from direct asset acquisitions to a profit-sharing and service-based business model. This transition optimizes financial sustainability, scalability, and operational efficiency, ensuring Exxe leverages its fintech, SaaS, and management consulting expertise.

To facilitate this, Exxe Group:

1. Reclassified certain assets, including licenses, software, contracts, and prepaid expenses.
2. Renegotiated agreements to focus on business consulting, management services, and licensing rights.

3. Disposed of subsidiary Myle-One Beteiligungen AG and formed a Joint Venture (JV) for service-based revenue generation.

These structural improvements allow Exxe to scale operations more efficiently, enhance financial transparency, and streamline audit processes.

#### *Joint Venture with Myle-One Beteiligungen AG (2024)*

In January 2024, Exxe Group finalized a Joint Venture with Myle-One Beteiligungen AG to:

1. Onboard businesses into the Exxe platform, benefiting from fintech and management expertise.
2. Provide strategic consulting and management services rather than direct asset ownership.
3. Acquire licensing rights from Myle-One's underlying businesses for long-term value creation.

This partnership enhances operational scalability, revenue predictability, and investor confidence.

#### *Major Historical Acquisitions and Investments over the years.*

2018-2021: Initial Expansion & Asset Acquisitions.

1. Acquired Real Estate holdings in Hesse (NL), Caesar Perini (Switzerland) Expanded real estate holdings with new mortgage-backed assets.
2. Entered joint agreements for real estate development projects in Germany.
3. Entered agreements for agricultural commodity trading and software technologies.

2019-2021: Expansion into Digital & Service-Based Businesses.

1. Acquired Festival, Media Content & Digital Marketing businesses.
2. Acquired Software Development & Venture Capital (VC) Incubator.
3. Formed agreements for Auto Parts & Engine Repair businesses (AutoParts).
4. Entered architectural & interior design agreements.
5. Acquired alternative asset swaps and trading software.
6. Acquired Medical/Surgical Distribution.

2023-2024: Pivot to Management, Licensing & Profit-Sharing.

1. Exxe enters into real estate management agreements for Schweinfurt, Würzburg, Frankfurt and other properties in Germany and Switzerland.
2. Exxe renegotiated agreements to shift from asset ownership to profit-sharing & service-based revenue models.
3. Acquired Medical/Surgical Distribution License, Auto Parts & Engine Repair License, CP Storage and Self-Storage business process and management licensing, Various Media & Content Licenses, Swiss Interior Design & Architecture licenses.

4. Entering into agreement for Crypto & Blockchain Consulting, Software & Telecom, Agribusiness Trading, Tech Integration Consulting

#### 2024: Business Model Evolution & Strategic Expansion.

1. Expansion into Key Business Segments & Industry Verticals
2. Disposal of Myle-One Beteiligungen AG to minority stakeholders while forming a Joint Venture for service-based business expansion.
3. Secured licensing rights for multiple business segments.
4. Acquired core competencies in financial advisory, digital marketing, AI-driven analytics, and blockchain solutions on a prepaid expense basis for scalable services.

With its transition to a service-based model, Exxe Group is focused on expanding strategic verticals: Financial Management & Advisory – Management consulting, strategic advisory, fintech solutions. Blockchain & AI-Powered Solutions – Tokenization, AI-driven analytics, smart contract automation. Agribusiness & Commodities – Blockchain-based traceability for agricultural supply chains. Digital Media & Marketing – Content production, marketplace technology, AI-powered branding. Medical & Surgical Supply Chain – Blockchain-powered authenticity verification & distribution. Automotive & Parts Distribution – Tokenized authentication, blockchain-enhanced supply chains. Architectural & Interior Design – AI-driven design & manufacturing integration. Real Estate Portfolio & Tokenization Strategies. Exxe Group is actively onboarding and restructuring real estate projects through management consulting agreements instead of direct ownership. Various Real Estate Portfolios in Germany, Switzerland, and Spain. Blockchain Strategy: Exxe establishes a strategy to leverage blockchain technology to enhance liquidity, enable fractional ownership, and introduce new revenue-sharing models for assets which are in the process of onboarding in Exxe fintech management platform solution.

Exxe Group formed a series of agreements to acquire services from the Company's multiple existing and new service providers. The Company also reclassified certain assets including acquisitions and investments. License, software, contracts, and prepaid expenses, reflect these modifications. The Company disposed of a subsidiary, Myle-One Beteiligungen, AG, to minority interest holders while simultaneously forming a joint venture to provide certain services to client companies as well as acquiring multiple licenses including territory distribution. In addition, Exxe elected to modify these categories as a proper reflection of Exxe's established fintech, management consulting, and SaaS-type software competencies and capabilities in a unified platform. The above steps were intended to streamline operations and optimize Exxe's operations leading to the facilitation of overall audit processes.

Exxe's new classification/allocation of certain assets, include license, software, contracts, and prepaid expenses. The enhanced strategy involves growing business not by investing in assets and operating businesses but in acquisitions of management skills to provide them to an existing portfolio of assets, business, and companies. These included key industry segments

real estate, automotive, medical, architectural interior design, software, media, agriculture, and digital trading technologies. Exxe concluded the formation of a Joint Venture relationship with Myle-One to provide certain services to the businesses and assets via onboarding businesses to the management consulting and strategy platform provided by Exxe Group. In addition, Exxe Group acquired licensing rights from Myle-One's underlying assets and businesses. Exxe simultaneously entered into a management agreement to acquire via purchase or prepayment of management skills/competencies. Thus, services provision can be executed to the list of earlier acquired projects in a partnership with Myle-One.

The Company's acquired territory distribution includes licensing rights for businesses in the following industries: media, design, furniture, medical products, medical devices, automotive repair and products. Exxe also acquired territory distribution rights in additional, currently undisclosed industry segments.

As of March 31, 2024, the Company acquired core competencies and capabilities on a prepaid expense basis which can be offered through the Exxe platform via a service suite or application basis. Dozens of modules and services can be utilized under the following category suites. These include:

<b>Exxe Group of Service Suites &amp; Applications</b>
Financial Management & Advisory
Management Consulting
Business & Strategic Advisory
Digital Media & Marketing
Data Analytics & Technology Advisory

As of January 2024 Exxe Group, Inc and Myle-One Beteiligungen, AG Formed a Joint Venture agreement to jointly manage businesses and assets using Exxe Group methodology and a management and fintech platform. As of 2024 the agreements were renegotiated and the following skills were acquired: Media and Content, Interior Design, Biotech, Crypto and Blockchain, Canada Software. Telecom, Israel-based Software, Prop Trading, Kuwait representation, Car Parts and Automotive Services, Surgical Medical Supplies and Agribusiness.

Diversified Real Estate Portfolio: On June 20, 2018, December 10, 2018, January 15, 2019, and August 20, 2021 Real Estate Reaxxa: Hesse,Cp respectively, the company through its

currently a Joint Venture with Myle-One Beteiligungen, AG entered into an agreement to work on the following projects: Hesse NL Multi-Unit Development Project located in the Greater Frankfurt Area, Germany; Caesar Perini Universal Storage Box project located near Bern, Switzerland; Mortgages Portfolios and a Regent Penthouse Duplex in Miami, Florida. On November 15, 2021, the company entered into an agreement to work a portfolio of Real Estate assets that consisted of multiple residential, commercial, and raw/undeveloped land parcels; portfolio locations including projects in Schweinfurt, Würzburg, Frankfurt in Germany as well as projects in Switzerland and Spain. Projects are currently onboarding into a Exxe/Myle One management platform, whereby Exxe provides expertise with original mortgages, cross-collateralization, lien holders, heirs and limited partners. Exxe Group's business model methodology is on-board real estate projects listed above into Exxe's management platform. The platform consists of software-in-development, management and other competencies through the Joint Venture with Myle-One Beteiligungen, AG.

On March 6, 2019, and February 13, 2020, On October 10, 2018, January 5, 2020 respectively, the Company acquired skills in Digital Communities, Software Technology, Software development, Venture Capital (VC) incubator. On March 6, 2019, April 15, 2019, March 30, 2021, Exxe Group acquired skills in the following projects: the Festivals, Media content productions and distribution business, Led Marketplace, Digital Media and Marketing.

Platforms, AutoParts/Engine Repairs, Medical Distribution, Architectural, Interior Design: On February 13, 2020, the company formed agreements that as of January 2024 represented in-license and management for Auto parts, and an engine repair business. The renegotiated arrangement includes licensing agreements and management agreements that provide profit sharing as part of the JV with MyleOne. Detailed terms for the new deal for the auto group will be announced as soon as new terms are finalized. October 5, 2020, the Company formed agreements that as of January 2024 represented in licenses and management for Medical/Surgical Distribution businesses . On May 20, 2021, the company formed an agreement that as of January 2024 represented in-licenses and management for a business focused on Architectural and Interior Design Business

Agricultural, Diverse Swap Systems: On April 15, 2019, and August 1, 2019, the Company formed an agreement to provide services to agricultural companies specializing in various seed to sale activities of crops trading operations. The Company also acquired rights and developed software technologies to assist in trading of alt-asset swaps. In 2024, Agricultural, Alternative and Digital Assets' Swaps and Trading Services transitioned under Recurring Consulting Services Category.

## **NOTE 5. LONG-TERM RECEIVABLES**

On March 31, 2025, and March 31, 2024, the Company had interest in long-term receivables totaling \$7,717,549 and \$7,717,549 respectively, with various terms of maturity.

## NOTE 6. FIXED ASSETS

All real estate investments are held as income-producing assets, with management services income booked to the statement of operations as earned on a monthly basis.

## NOTE 7. INTANGIBLE ASSETS

Intangible assets as at March 31, 2025, and March 31, 2024, are as follows:

Asset	Description	Base Currency	March 31, 2025	March 31, 2024
Software	real estate platform, digital marketing platform, cryptocurrency trading swapping processing, CRM and other tool software	US Dollars	18,500,000	42,000,000
Licenses	licenses: furniture design, medical distributions, auto parts, repair services, telecom	US Dollars	20,000,000	31,000,000
Contracts	media, marketing, management, digital communities, parts, vc incubator, medical, auto, design services, software platforms	US Dollars	19,633,707	25,633,707
Goodwill	media, marketing, management, digital communities, parts, vc incubator, medical, auto, design, agriculture, services, software platforms	US Dollars	21,275,345	21,275,345
<b>Totals</b>			<b>79,409,052</b>	<b>119,909,052</b>

All investments made in intangible assets take the form of goodwill in the assets acquired. Goodwill is not amortized but will be tested on an annual basis for impairment and the value of the goodwill is written down accordingly if the value is below the carrying value in the financial statements.

## NOTE 8. LOANS AND NOTES PAYABLE

1. On March 5, 2014, the Company entered into a 12-month, 8% Convertible Note in the principal amount of \$96,579. The principal amount of \$96,579 plus all accrued interest remains unpaid.
2. On February 15, 2018, the Company entered into a 12-month, 8% Convertible Note in the amount of \$30,000 with Rinaldo Pierno, a private investor. Amount repaid \$10,000, \$20,000 and interest unpaid.
3. On June 20, 2018, the Company entered into a 12-month Convertible Note in the amount of \$60,000 with the Lucy Pierno Trust, a private investor. The Note carries 10% interest per annum.
4. On June 21, 2018, the Company entered into a 36-month Convertible Note Agreement with GPL Ventures, LLC in the amount to be funded up to \$250,000, with full funding completed by March 31, 2019. This note matures on June 28, 2021, can be repaid in full at any time before maturity, and carries 5% interest per annum. GPL Ventures to surrender to the respective issuers all unconverted convertible notes in their entirety.
5. On June 21, 2018, the Company entered into a 12-month Convertible Note in the amount \$26,359 with GPL Ventures LLC. The Note carries 10% interest per annum. GPL Ventures to surrender to the respective issuers all unconverted convertible notes in their entirety.
6. On June 30, 2018, the Company entered into a 12-month Convertible Note in the amount of \$15,000 with Niu Jiamin. The Note carries 8% interest per annum.
7. On July 13, 2018, the Company entered into a 12-month Convertible Note in the amount of \$10,000 with 1343492 Ontario Ltd. The Note carries 8% interest per annum.
8. On August 28, 2018, the Company entered into a 12-month Convertible Note in the amount of \$5,000 with JMV, Julia Tiplitski, a private investor. The Note carries 8% interest per annum.
9. On September 18, 2018, the Company entered into a 12-month Convertible Note in the amount of \$10,000 with R. B. Pierno. The Note carries 8% interest per annum.
10. On February 28, 2018, the Company entered into a 12-month Convertible Note in the amount of \$5,500 with JMV, Julia Tiplitski, a private investor. The Note carries 8% interest per annum.
11. On March 8, 2018, the Company entered into a 12-month Convertible Note in the amount of \$20,000 with J Badzin, a private investor. The Note carries 8% interest per annum.



12. On April 15, 2020, the Company issued a 48-month convertible promissory note to Duanne Philippe for \$4,000,000 for the purchase of 51% of an industrial hemp grower and trading company.
13. On April 15, 2020, the Company issued a 48-month promissory note to Samuel Abecassis for \$4,000,000 for the purchase of 51% of a LED technology distribution Company.
14. On April 15, 2020, the Company issued a 48-month promissory note to Talgat Ilyasov for \$4,000,000 for the purchase of 51% of an auto parts distribution company.
15. On April 15, 2020, the Company issued a 48-month promissory note to Peter Alexander for \$5,000,000 for the purchase of 51% of a development land project.
16. On April 15, 2020, the Company issued a 48-month promissory note to Peter Sallade for \$2,000,000 for the purchase of 25% of Investment Community Club.
17. On April 15, 2020, the Company issued a 18-month promissory note to Mammoth Corp for \$4660 for a convertible promissory note.
18. On June 20, 2019, the Company issued an 18-month convertible promissory note to Mammoth Corporation for \$210,000 bearing no interest until default which would trigger 18% per annum simple interest on the principal beginning upon default. The note converts at a 40% discount to the lowest traded price of the 30 trading days prior to conversion.
19. On May 3, 2019, the Company issued an 18-month convertible promissory note to Mammoth Corporation for \$110,000 bearing no interest until default which would trigger 18% per annum simple interest on the principal beginning upon default. The note converts at a 50% discount to the lowest traded price of the 30 trading days prior to conversion. Note's fully repaid.
20. On April 29, 2022, the Company issued a 24 months promissory note to Mammoth West Corporation for \$230,000.
21. On May 31, 2019, the Company entered into a demand note for \$20,000 with Mikhail Gorbunov. The Note carries interest at 8% and is convertible at the lowest price at which the stock trades in the 30 trading days immediately prior to conversion. On September 6, 2019, the Company entered into a demand note for \$7,500 with Mikhail Gorbunov. The Note carries interest at 8% and is convertible at the lowest price at which the stock trades in the 30 trading days immediately prior to conversion.
22. On September 24, 2019, the Company entered into a demand note for \$5,100 with Ford Allen, Inc. The Note carries interest at 8% and is convertible at the lowest price at which the stock trades in the 30 trading days immediately prior to conversion.

23. On September 25, 2019, the Company issued an 18-month convertible promissory note to Mammoth Corporation for up to \$294,000 bearing no interest until default which would trigger 18% per annum simple interest on the principal beginning upon default. The note converts at a 40% discount to the lowest traded price of the 30 trading days prior to conversion. The Company received \$52,500 on September 25, \$52,500 on October 18, \$68,250 on October 25, and \$68,250 on November 5, for a total amount issued under this note of \$241,500, including Original Issue Discount and Fees.
24. On August 1, 2019, the Company issued a 48-month convertible promissory note to Duanne Philippe for \$7,500,000 for the purchase of 51% of an agribusiness.
25. On December 13, 2019, the Company entered into a demand note for \$10,000 with Mikhail Gorbunov. The Note carries interest at 8% and is convertible at the lowest price at which the stock trades in the 30 trading days immediately prior to conversion.
26. On October 14, 2019, the Company issued a 48-month promissory note to Thomas Beck for \$5,000,000 for the purchase 51% of sustainable heating technology. The company discontinued the project and negotiated a write-off of the remaining promissory note balance.
27. On December 18, 2018, the Company entered into a 24-month Convertible Note in the amount \$7,500 with Mammoth. The Note carries 8% interest per annum.
28. On December 19, 2019, the Company issued an 18-month convertible promissory note to Mammoth Corporation for \$66,000 bearing no interest until default which would trigger 18% per annum simple interest on the principal beginning upon default. The note converts at a 40% discount to the lowest traded price of the 30 trading days prior to conversion.
29. On October 24, 2019, the Company entered into a 24-month Convertible Note in the amount of \$1,000,000 for a Convertible loan note.
30. On Jan 5, 2020, the Company issued a 48-month promissory note to Yamik Trenchier for \$2,500,000 for purchase of 51% of Venture Fund.
31. On February 4, 2020, the Company issued an 18-month convertible promissory note to Mammoth Corporation for \$50,000 bearing no interest until default which would trigger 18% per annum simple interest on the principal beginning upon default. The note converts at a 40% discount to the lowest traded price of the 30 trading days prior to conversion.
32. On March 3, 4, 10, 12, and 19, 2020, the Company entered into a 24-month, 8% convertible promissory notes to Adam Hunt, Anton Vital, David Josiah, Mitch Doyle, Tayler Boyd in the principal amounts of of \$5,000, \$10,000, \$2,000, \$10,000, \$10,000 respectively totaling \$37,000

convertible into preferred shares. The debt holders have the option to convert the principal and any accrued, unpaid interest into shares of the Company's common stock at a conversion rate of \$0.0025 after the maturity date. In the event of any default, the principal plus any accrued but unpaid interest can be converted into shares of the Company's common stock at \$0.0025. As of March 31, 2020, the principal amount of \$37,000 of this Note remains unpaid.

33. On April 8, May and June 11 of 2020, the Company entered into a 24-month, 4% convertible promissory notes to David Lemieux, Michael Pes, Derek Bohn in the principal amounts of \$10,000 and \$10,000 and \$20,000 respectively totaling \$40,000 convertible into preferred shares. The debt holders have the option to convert the principal and any accrued, unpaid interest into shares of the Company's common stock at a conversion rate of \$0.0025 after the maturity date. In the event of any default, the principal plus any accrued but unpaid interest can be converted into shares of the Company's common stock at \$0.0025. As of March 31, 2020, the principal amount of \$37,000 of this Note remains unpaid.

34. On June 5, 2020, the Company issued a 48-month promissory note to Tom Beck for \$1,800,000 for the purchase of 51% of 1Myle btc eth swap exchange platforms.

35. On December 30, 2020, the Company issued a 48-month promissory note to Brian J Johnston for \$3,000,000 for the purchase of 51% of an Alternative assets (real estate) investment platform.

36. On March 30, 2021, the Company issued a 48-month promissory note to Nasir Saeed for \$400,000 for the purchase of 51% of Market Media Connect, a digital media marketing agency.

37. On May 20, 2021, the Company issued a 48-month promissory note to Thomas Beck for \$3,000,000 for the purchase of 51% of Daskonzept, a interior design and furniture company.

42. On September 30, 2021, the Company issued a 24-months convertible promissory note to Mammoth West Corp for \$150,000.

43. On November 15, 2021, the Company announced an agreement to acquire a controlling interest in a real estate portfolio and created a note obligation of 7,500,000. On July 1, 2022 The Company reassigned the note to Heinz Georg Schreiber and issued a new convertible promissory note to Heinz Georg Schreiber for \$7,500,000 as part of the real estate portfolio deal. The Real Estate portfolio consists of multiple residential, commercial, and land assets in Germany, Switzerland, and Spain. The value of this portfolio upon completion of the multi-staged acquisition is expected to be \$100,000,000. The note is a 4-year note bearing a 4% interest rate in the amount. The note remains outstanding as of September 30, 2022

44. On March 30, September 30, and December 30, of 2020 and On March 30, June 30, September 30, 2022, March 31, and June 30 of 2023, the Company issued a series of 24-month

promissory notes for consulting services provided by Crowmarsh Gifford LLC totaling \$99,000. The company is in discussion for the interest rate of the note as of August 15th.

45. On June 26, 2023, the Company issued a 21-month convertible promissory note to Phil Lomanov for \$50,000 with 10% annual interest, 10% off the lowest traded, plus 6% if defaulted.

46. On September 18, 2023, the Company issued a 21-months convertible promissory note to Vlad Malce for \$75,829 with 10% annual interest, 10% off the lowest traded, plus 6% if defaulted.

47. On September 18, 2023, the Company issued a 21-months convertible promissory note to Vlad Malce for \$40,000 with 10% annual interest, 10% off the lowest traded, plus 6% if defaulted.

48. On March 29, 2024 the Company issued a 24-month promissory note for consulting services provided by Crowmarsh Gifford LLC totaling \$10,000, with 8% annual interest, plus 4% if defaulted.

49. On March 29, 2024 the Company issued a 24-month promissory note for business advisory services provided by Jason Lohre totaling \$7,500, with 8% annual interest.

50. On June 28, 2024 the Company issued a 24-month promissory note for consulting services provided by Crowmarsh Gifford LLC totaling \$10,000, with 8% annual interest, plus 4% if defaulted.

51. On September 30, 2024 and December 30 the Company issued two 24-month promissory notes for consulting services provided by Crowmarsh Gifford LLC totaling \$6,000 and \$3,000 respectively, with 8% annual interest, plus 4% if defaulted.

52. On December 19, 2024, the Company issued a 12-month convertible promissory note to Andre Nikolaev for \$50,000 with 10% interest and 10% if the Company defaults.

## **NOTE 9. CAPITAL STOCK**

The Company is a C Corp with shares of preferred stock and common stock authorized and issued respectively. As at March 31, 2025, and March 31, 2024, respectively, the Company was authorized to issue Preferred Stock in three different classes, A, B, and C, and common stock, all as detailed below.

## Preferred Stock

At March 31, 2025 the Company had three designations of preferred stock:

Preferred Stock Series A	The Company is authorized to issue 4 shares of Series A, with a par value of \$0.0001 per share. As at March 31, 2024 and 2025, the Company had 1 (one) share of Series A preferred stock issued and outstanding. No issuances or redemptions have taken place since.
Preferred Stock Series B	The Company is authorized to issue 30,000,000 shares of Series B, with a par value of \$2.50 per share. As at March 31, 2024 and 2025, the Company had 1,768,754 and 2,768,754 shares of Series B preferred stock issued and outstanding respectively.
Preferred Stock Series C	The Company is authorized to issue 32,500,000 shares of Series C, with a par value of \$2.00 per share. As at March 31, 2024 and 2025, the Company had 16,299,313 and 18,486,813 shares of Series C preferred stock issued and outstanding respectively.

On March 30, 2021, 800,000 shares of Series B preferred stock were issued to an investor for controlling interest in media software. All shares were issued at a par value of \$2.50.

On May 20, 2021, 1,200,000 shares of Series B preferred stock were issued to an investor for controlling interest in interior design and furniture manufacturers. All shares were issued at a par value of \$2.50.

On January 1, 2022, the Company issued 70,000 shares of preferred stock Series C at a par value of \$2.00 per share for advisory services to Joanna Karolina Filipowska.

On January 1, 2022, the Company issued 30,000 shares of preferred stock Series C at a par value of \$2.00 per share for advisory services to Darla Gullons.

On July 1, 2022, the Company issued 10,000 shares of preferred stock Series C, at a par value of \$2.00 per share to Moritz Erbschaeuser for advisory services provided to the Company.

On July 1, 2022, the Company issued preferred stock Series C at a par value of \$2.00 per share for advisory services to the following: 15,000 shares to Andrew Dickinson; 30,000 shares to Jason Lohre; 35,000 shares to Darla Gullons; 50,000 shares to Anna Invanchenko; 50,000 shares to Tiberius Vadan. On July 1, 2022 Boris Matsokhin received 100,000 shares for strategy, advisory, consulting services. Further discussions on the contract for future services with the company to be finalized in 2024.

On January 17, 2023, the Company issued 187,500 shares of preferred stock Series C at a par value of \$2.00 per share for an acquisition to Jason Lohre.

On August 14, 2024, the Company issued 123,750 shares of preferred stock Series C at a par value of \$2.00 per share for a debt conversion to Talgat Ilyasov.

On September 30, 2024, the Company issued 313,750 shares of preferred stock Series C at a par value of \$2.00 per share for a debt conversion to Heinz Georg Schreiber.

On October 23, 2024, the Company issued 1,000,000 shares of preferred stock Series C at a par value of \$2.00 per share for a debt conversion to Artem Gorages.

As at March 31, 2025, a total of 1 share of Series A preferred stock was issued and outstanding.

As at March 31, 2025, a total of 2,768,754 shares of Series B preferred stock were issued and outstanding.

As at March 31, 2025 there were a total of 18,468,813 shares of Series C preferred stock outstanding.

### **Common Stock**

Following a reduction in authorized share capital pursuant to a meeting of the board of directors of the Company on September 24, 2019, and a subsequent increase in November 2019, the Company was authorized to issue 680,000,000 shares of common stock with a par value of \$0.00001 per share, effective March 31, 2020.

A subsequent increase in share capital was effected on July 1, 2022 pursuant to a meeting of the board of directors with the Company authorized to issue 980,000,000 shares of common stock with a par value of \$0.00001 per share, effective July 1, 2022.

A subsequent increase in share capital was effected on January 4, 2024 pursuant to a meeting of the board of directors whereby the Board authorized an increase in the Authorized to be 1,980,000,000 shares of common stock with a par value of \$0.00001 per share, effective January 4, 2024.

A subsequent increase in share capital was effected on August 5, 2024 pursuant to a meeting of the board of directors whereby the Board authorized an increase in the Authorized to be 2,480,000,000 shares of common stock with a par value of \$0.00001 per share, effective August 5, 2024

A subsequent increase in authorized shares was effected on April 11, 2025 pursuant to a meeting of the board of directors whereby the Board authorized an increase in the Authorized to be 4,980,000,000 shares of common stock with a par value of \$0.00001 per share, effective April 11, 2025

On January 17, 2023, the Company issued 187,500 shares of preferred stock Series C at a par value of \$2.00 per share for an acquisition to Jason Lohre. April 16, 2021 the company issued 17,000,000 shares of common stock to Thomas Beck as a result of a conversion of a convertible note.

On July 13, 28, August 19, 2022, the company issued 7,468,259 6,410,256 12,000,000 shares of common stock respectively to Duanne Phillippe for the conversion of a convertible note.

On September 7, 2022, the company issued 10,000,000 shares of common stock to Brian Johnston for the conversion of a convertible note.

On September 30th, December 19, 2022, July 14, 2023, January 16, 2023 September 7, 2023, December 19, 23 the company issued 8,000,000; 30,000,000; 30,000,000 ; 20,000,000 [ 60,000,000; 23000,000 shares of common stock respectively to Duanne Phillippe for the conversion of a convertible note.

On September 16, 2022, the company issued 10,000,000 shares of common stock to Talgat Ilyasov for the conversion of a convertible note.

On September 30, 2022, the company issued 12,000,000 shares of common stock to Duane Phillippe for the conversion of a convertible note.

On October 17, 2022, the company issued 20,000,000 shares of common stock to Brian Johnston for the conversion of a convertible note.

On December 19, 2022, the company issued 30,000,000 shares of common stock to Duane Phillippe for the conversion of a convertible note.

On December 19, 2022, the company issued 30,000,000 shares of common stock to Duane Phillippe for the conversion of a convertible note.

On January 13, 2023, the company issued 10,000,000 shares of common stock to Talgat Ilyasov for the conversion of a convertible note.

On January 13, 2023, the company issued 30,000,000 shares of common stock to Brian Johnston for the conversion of a convertible note.

On January 13, 2023, the company issued 20,000,000 shares of common stock to Peter Sallade for the conversion of a convertible note.

On January 13, 2023, the company issued 3,300,000 shares of common stock to Subramanian Ganesan for the conversion of a convertible note.

On January 16, 2023, the company issued 20,000,000 shares of common stock to Duane Phillippe for the conversion of a convertible note.

On July 14, 2023, the company issued 20,000,000 shares of common stock to Duane Phillippe for the conversion of a convertible note.

On September 27, 2023, the company issued 60,000,000 shares of common stock to Duane Phillippe for the conversion of a convertible note.

On December 19, 2023, the company issued 23,000,000 shares of common stock to Duane Phillippe for the conversion of a convertible note.

On January 22, 2024, the company issued 67,000,000 shares of common stock to Duanne Phillippe for the conversion of a convertible note.

On February 22, 2024, the company issued 25,000,000 shares of common stock to Rinaldo Pierno for the conversion of a convertible note.

On February 22, 2024, the company issued 40,000,000 shares of common stock to Heinz Georg Schreiber for the conversion of a convertible note.

On February 22, 2024, the company issued 25,000,000 shares of common stock to Julia Tiplitski for the conversion of a convertible note.

On February 22, 2024, the company issued 25,000,000 shares of common stock to Mikhail Gorbuno for the conversion of a convertible note.

On February 22, 2024, the company issued 20,000,000 shares of common stock to Jose Fernandes for the conversion of a convertible note.

On February 22, 2024, the company issued 25,000,000 shares of common stock to Peter Sallade for the conversion of a convertible note.

On February 22, 2024, the company issued 80,000,000 shares of common stock to Nasir Saeed for the conversion of a convertible note.



On February 22, 2024, the company issued 80,000,000 shares of common stock to Jeff Miller for the conversion of a convertible note.

On February 22, 2024, the company issued 40,000,000 shares of common stock to Yannick Triencher for the conversion of a convertible note.

On February 22, 2024, the company issued 80,000,000 shares of common stock to Brian Johnson for the conversion of a convertible note.

On February 22, 2024, the company issued 100,000,000 shares of common stock to Joe Maenza for the conversion of a convertible note.

On February 22, 2024, the company issued 50,000,000 shares of common stock to Joseph Cohen for the conversion of a convertible note.

On February 22, 2024, the company issued 150,000,000 shares of common stock to Talgat Ilyasov for the conversion of a convertible note.

On February 22, 2024, the company issued 150,000,000 shares of common stock to Duane Phillippe for the conversion of a convertible note.

On May 29, 2024, the company issued 65,000,000 shares of common stock to Duane Phillippe for the conversion of a convertible note.

On 10/1/2024-12/12/2024, the company issued 157,000,000 shares of common stock to Duane Phillippe for the conversion of a convertible note.

On 01/10/2025-03/31/2025 the company issued 311,500,000 million common shares to Duane Phillippe for the note conversion.

On 01/16/2025 the company issued 62 million common shares to Rinaldo Piermo for the note conversion.

As at March 31, 2025, the total common shares outstanding was 2,439,474,315.

## **NOTE 10. STOCK OPTIONS AND WARRANTS**

The Company does not have any stock options or warrants outstanding.

## **NOTE 11. INCOME TAXES**

The Company has made significant losses since its inception and has a carry-forward tax loss balance of several million dollars across different jurisdictions. The Company believes that no income tax is due to be paid by either Exxe Group Inc. or any of its subsidiaries, and a full reconciliation of its tax position will be conducted in due course.

## **NOTE 12. COMMITMENTS AND CONTINGENCIES**

In the Company's opinion, there are no commitments or contingencies of any significance to be reported as part of these financial statements.

## **NOTE 13. SIGNIFICANT EVENTS**

N/A

## **NOTE 14. SUBSEQUENT EVENTS**

Authorized shares as of **April 11, 2025** (post-period): 4,980,000,000 (disclose in Note 14, not the security info section)

## **Management Discussion and Analysis**

### **Summary**

Revenue: \$62.76M
EBIT: \$21.26M
Net Income: \$15.96M
Common Shares: 2.439B
Liabilities reduced by \$9M
Strategy: From asset ownership → asset-light, service-based platform
Audit: Prep in progress, targeting 2025

### **Mission Statement**

Exxe Group's mission is to redefine industries through innovation. By integrating cutting-edge technologies such as blockchain, AI, and diversified business strategies into business of traditional industries, Exxe's mission is to drive innovation, operational-efficiencies, and long-term profitability while delivering value to investors and clients.

## Business Strategy

As of March 31, 2024, the Company effected a refocused business strategy providing services to generate its revenue base. Management analysis determined that offering services versus asset acquisition held to maturity would allow its client company relationships to increase their business growth rates. This increased business growth at the client-level, as well as the addition of new client companies, would lead to increased demand for Exxe management, consulting, strategy, financial technology services in a shorter time-frame leading to increased revenue generation and growth rates for Exxe itself.

In order to effect the revised business strategy, Exxe Group disposed of Myle-One Beteiligungen, AG to minority interest holders while simultaneously forming a series of joint ventures, acquiring distribution licensing rights, as well as acquiring core competencies and capabilities on a prepaid expense basis. The Company also reclassified certain assets including acquisitions and investments as a combination of licenses, software, and contracts. The reclassifications and reallocations optimize Exxe's operations and also lead to the facilitation of the overall audit processes.

*Full details are available in Note 4.*

## General Business and Economic Conditions

The company is currently anticipating inflation around the 2.4% mark in 2025-2026 and a series of moves by both the Federal Reserve and the current U.S. Administration in response. The Company has taken steps to prepare for a range of future market conditions which directly impacts both headline and underlying inflation.

While U.S. economic indicators are not showing immediate stress, there may be divergences over the next 3-6 month period. Accordingly, Exxe continues to monitor market conditions while focusing on improving its own balance sheet and other metrics.

General economic stress may lead to new opportunities for Exxe to gain new clients, partner service providers and contracts as companies seek cost reductions, restructuring, unlocking opportunities and scaling operations through Exxe Group's services offerings.

## Corporate Liquidity

The Company remains focused on improving its balance sheet, liquidity, and debt-to-asset ratios. The combined impact the Company intends to achieve, is to boost liquidity and establish a capital cushion prior to any actual downturn in any of the markets which we serve.

Management has been working on a multi-year strategy to reduce Exxe Group's debt load and improve its revenue base. This program has been ongoing since March 2022. The strategy was amended in March 2024 in light of the change in focus from asset ownership to services provisions to client companies, to include a new fourth-tier :

- debt reduction, debt rescheduling to minimize cash expenses and to reduce cash outflows
- deploying cash and near-liquid resources to support existing revenue-generating projects
- re-evaluating projects that require significant resource allocation, or require significant physical movement of material, and have high potential risk factors
- Disposing of tangible assets and refocusing the company asset base on a combination of licenses, software, and contracts

The Company continues to make improvements to its balance sheet, liquidity, and other key metrics. Total liabilities have been reduced by \$9,072,271 million from \$31,158,728 in March 2024 to \$22,086,457 in March 2025. Total long-term debt over the same period was reduced by \$5,417,823 from \$22,956,045 to \$17,538,222.

Average revenue per Quarter in FY-2025 was \$15.69 million. The Company is working on improving revenues while it maintains profitability, as it works through its new business model.

Longer-term trend changes have allowed the Company to boost liquidity and achieve a solid capital cushion, although further scope remains.

Management corporate goals are broadly focused on a blend of revenues, profits, and improved profit margins, along with further debt reductions.

#### Treasury Strategy

Exxe Group is enhancing its treasury strategy to accommodate recent accounting developments. Accordingly, the Company plans to allocate a portion of its cash reserves to Bitcoin (BTC). We plan to actively work on executing this plan after the Audit is completed.

Any purchases the Company may make will be opportunistic in nature and will not interfere with cash needs to support the company's multiple growth opportunities.

#### Common Share Repurchase Plan (CSRP) and Buyback

Exxe Group has a long-term share buyback strategy aimed at enhancing shareholder value while aligning with its growth trajectory. Approved on October 18, 2023, the Common Share

Repurchase Plan (CSRP) authorizes open market and negotiated share repurchases under Rule 10b5-1 and Rule 10b-18 of the Securities Exchange Act.

While buybacks are a phased, long-term initiative, Exxe's aggressive business transformation plan is expected to enable greater capital allocation for repurchase purposes within the next 12 months. Quarterly disclosures will reflect share buyback activity.

As of March 31, 2025, Exxe has:

1. Allocated initial funds for repurchases.
2. Identified a broker-dealer to facilitate the process.
3. Aligned overall strategy with the internal timeline of execution of shares repurchases.
4. Reduced and Rescheduled maturities of some of the debts to expedite capital allocation at the Exxe level.
5. Allocate proceeds from cash outs from the Platform Real Estate deals for CSRP

While no shares were repurchased during FY2025, the Company remains committed to its authorized buyback strategy, pending sufficient operational liquidity and audit completion. No shares were repurchased as of March 31, 2025. Exxe strategically manages its capital. The timing and volume of buybacks remain subject to financial performance and market conditions, ensuring efficient execution. All plans including timing and amounts are internal and subject to changing conditions.

#### Risk Management

Management completed a strategic evaluation of its active projects. This included assets that required significant resource allocation, or required significant physical movement of material, and / or had high potential risk factors.

As a result of the evaluation of all of the Company's projects, a decision was made to dispose of fixed assets that require significant capital allocation, and instead create a balance sheet primarily focused on licenses, software, and contracts.

The focus remains on optimizing existing revenue generating operations in order to maximize profitability, as well as to improve profit margins.

Minimal Share Issuances for Legacy Debt Obligations: While Exxe Group is progressing its plan, the Company must also fulfill legacy convertible notes obligations from capital raises, and acquisitions conducted in prior years. All of them are part of the disclosures.

These obligations require share issuances, which are: Part of pre-existing financial commitments, unrelated to the buyback program. Necessary to satisfy structured debt

repayments from financing agreements made several years ago. Conducted to ensure they do not significantly impact the company's ability to execute its long-term growth plan.

### Prepaid Expenses and Strategic Equity-Based Compensation

During the reporting period, Exxe Group strategically converted a portion of its contractual obligations to partners, managers, and service providers into restricted preferred equity, recorded as prepaid expenses on the balance sheet. These arrangements reflect the Company's shift toward an asset-light, service-driven model and allow Exxe to secure long-term access to high-value services while preserving cash flow.

By utilizing equity in place of immediate cash compensation, the Company effectively:  
Secured access to specialized skills and strategic partnerships. Reduced short-term liabilities and cash outflows. Accelerated execution of revenue-generating initiatives. Enhanced alignment between service providers and shareholder value.

These prepaid expenses represent contracted services and performance deliverables that are expected to contribute to Exxe's platform and portfolio performance over the coming quarters. The structure supports faster monetization of assets and enables Exxe to scale its business model while maintaining financial flexibility.

### Cryptocurrency Risk Management Discussion

We elected to focus on providing technology solutions and not hold cryptocurrency on the books until the audit is completed. Once we complete the Audit we will reevaluate the strategy of taking cryptocurrency positions.

### Audits

Following extensive consultations between Exxe Group management and Fruci & Associates, it was concluded that the most effective and shareholder-aligned path forward is to pursue a comprehensive audit at the parent company level - Exxe Group, Inc.

Throughout the fiscal year, and particularly in the quarter ending March 31, 2024, Exxe made meaningful progress in preparing for this audit. As part of this process, the Company undertook a detailed review and refinement of its financial reporting framework. This included:

Reclassification and rationalization of intangible assets, notably software and licensing rights;  
Adjustments to estimated valuations, ensuring they reflect conservative, audit-ready standard;  
Reclassification of select contracts to align with recommendations from audit prep consultants

Importantly, these changes were made for enhanced transparency and compliance purposes and do not affect the Company's revenues or its ability to generate recurring or future income. The audit preparation measures strengthen Exxe's overall reporting position and are expected to facilitate a smoother audit process and higher-quality financial disclosures going forward.

### Real Estate

Exxe Group's real estate strategy focuses primarily on providing management financial restructuring and other services to work on the real estate projects which are onboarded to Exxe/MyleOne platform. The platform uses contracts to generate and expand its revenue base.

### Agribusiness

Exxe Group's trading division that includes agribusiness and crypto swaps strategy refocused on utilizing licenses, contracts and software in order to provide RCS recurring consulting services. Revenues generated through this model are favorable for future expansion and audits.

### Revenue Generating Acquisitions

From an acquisition perspective, Exxe Group primarily focuses on acquiring special skills and technologies to support its mission of delivering diversified service suites for digital and brick and mortar businesses through its proprietary, innovative platform. Exxe Group also lined up and intends to expand the diversified portfolio of client businesses in the upcoming quarters.

### Goodwill and Intangibles

The company is actively evaluating its Goodwill and Intangibles in a continued effort to prepare for audits, improve the company's revenue generation and financial metrics. The corporate balance sheet broadly reflects the current strategy of focusing on licenses, contracts and software.

### Dividend Policy

As of the current date Exxe Group does not issue cash dividends or distributions to its shareholders. The Company has agreed to re-invest some of its cash directly back into operations. This policy is similar to other companies operating in the tech space, who elect to redirect profits back into the company for growth and expansion.

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