

BERITH Holdings Corporation
Consolidated Financial Statements
June 30th, 2017

BERITH Holdings Corporation
Consolidated Balance Sheet
June 30, 2017

ASSETS

Current Assets

Cash	\$	64,629.33
Other Receivables		5,188.16
Due from Towers Investors – Note 4		64,000.00
Other Current Assets		<u>6,772.00</u>

Total Current Assets 140,589.49

Property and Equipment

Equipment	856.00
Automobiles	30,422.25
Accumulation Depreciation – Equipment	(774.24)
Accumulation Depreciation - Autos	<u>(5,491.43)</u>

Total Property and Equipment 25,012.58

Other Assets

Investment in Stock - Note 1	250,000.00
Investment in Software - Note 2	<u>229,089.17</u>
Total Other Assets	<u>479,089.17</u>

Total Assets **\$ 644,691.24**

LIABILITIES AND CAPITAL

Current Liabilities

Accounts Payable	\$	19,707.83
Other Current Liabilities		<u>30,719.80</u>

Total Current Liabilities 50,427.63

Long Term Liabilities

Total Long Term Liabilities	<u>0.00</u>
Total Liabilities	50,427.63

Capital

Common Stock - Note 3	996,000.59
Retained earnings	(433,682.14)
Net Income	31,945.16
Total Capital	<u>594,263.61</u>

Total Liabilities & Capital **\$ 644,691.24**

Unaudited - For Management Purposes Only

BERITH Holdings Corporation
Consolidated Income Statement
For the Three Months Ended June 30, 2017

	Current Month		Year to Date	%
Revenues				
Other Regular Income	\$ <u>244,508.92</u>	100.00	\$ <u>380,695.82</u>	100.00
Total Revenues	<u>244,508.92</u>	100.00	<u>380,695.82</u>	100.00
Cost of Sales				
Cost of Sales	190,939.68	78.09	264,685.01	69.53
Total Cost of Sales	190,939.68	78.09	264,685.01	69.53
Gross Profit	<u>53,569.24</u>	<u>21.91</u>	<u>116,010.81</u>	<u>30.47</u>
Expenses				
Bank Charges	154.35	0.06	278.70	0.07
Computer Systems	164.85	0.07	247.78	0.07
Corporate fee & other taxes	3,051.18	1.25	6,434.93	1.69
Depreciation Expense	1,713.39	0.70	2,848.95	0.75
Insurance Expense	8,900.27	3.64	12,072.81	3.17
Legal & Professional Expense	1,476.44	0.60	4,840.82	1.27
Marketing Expense	1,362.68	0.56	1,507.68	0.40
Miscellaneous Expense	641.68	0.26	6,488.12	1.70
Office Expense	516.67	0.21	1,254.47	0.33
Rent or Lease Expense	00.00	0.00	600.00	0.16
Telephone Expense	681.52	0.28	1,357.32	0.36
Vehicle Expense	2,100.76	0.86	3,777.54	0.99
Wages Expense	<u>19,677.69</u>	<u>8.05</u>	<u>42,356.53</u>	<u>11.13</u>
Total Expense	<u>40,441.48</u>	<u>16.54</u>	<u>84,065.65</u>	<u>22.08</u>
Net Income	\$ <u>13,127.76</u>	<u>5.37</u>	\$ <u>31,945.16</u>	<u>8.39</u>

Unaudited - For Management Purposes Only

BERITH Holdings Corporation
Consolidated Income Statement
For the Three Months Ended June 30, 2017

	Current Month	Year to Date
Cash Flows from Operating Activities		
Net Income	\$ 13,127.76	\$ 31,945.16
Adjustments to reconcile net income to net cash provided by operating activities		
Accumulation Depreciation – Autos	2,291.22	3,426.78
Other Receivables	(2,021.38)	(3,119.18)
Accounts Payable	19,707.83	19,707.83
Other Current Liabilities	<u>0.00</u>	<u>(8,626.99)</u>
Total Adjustments	<u>19,977.67</u>	<u>11,388.44</u>
Net Cash provided by Operations	<u>33,105.43</u>	<u>43,333.60</u>
Cash Flow from investing activities		
Used For		
Automobiles	(14,194.47)	(14,194.47)
Investment in Software – Note 2	0.00	(2,281.50)
Net cash used in investing	<u>(14,194.47)</u>	<u>(16,475.97)</u>
Cash Flow from financing activities		
Proceeds From		
Shareholder Loans	3,601.47	13,395.39
Common Stock – Note 3	109,972.36	109,972.36
Used For		
Shareholder Loans	(109,972.36)	(109,972.36)
Common Stock – Note 3	<u>0.00</u>	<u>(5,918.47)</u>
Net cash used in financing	<u>3,601.47</u>	<u>7,476.92</u>
Net increase <decrease> in cash	<u>\$ 22,512.43</u>	<u>\$ 34,334.55</u>
Summary		
Cash Balance at End of Period	\$ 64,629.33	\$ 64,629.33
Cash Balance at Beg of Period	<u>(28,117.95)</u>	<u>(4,606.27)</u>
Net Increase <Decrease> in Cash	<u>\$ 36,511.38</u>	<u>\$ 60,023.66</u>

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BERITH Holdings Corporation
Notes to Consolidated Financial Statements
June 30, 2017

1. Investment in Stock - The Company invested \$250,000 into Uponus Technologies for the right to obtain an exclusive licensing agreement, to market, and sell their consumer mobile encryption application. Subsequently, Uponus did not deliver a working, or marketable product thus the engagement ended with them in 2015. Further information on *Investment in Stock* is on page 8 of the company's Informational Disclosure Statement located on the OTCMarkets at [www.berith.com](#).
2. Investment in Software – Research and development costs were incurred with the development of the company's mobile encryption application. The grand total for the research, and development costs for both software applications comes to \$229,089.17. Further information on the research, and development of both software applications is on page 8 of the company's Informational Disclosure Statement located on the OTCMarkets at [www.berith.com](#).
3. Common Stock – In 2016 the company sold its restricted common stock between the prices of \$.008 to \$.035. Further information regarding issuance of stock is on page 12 of the Company's Information Disclosure Statement located on the OTCMarkets at [www.berith.com](#).
4. Due from Towers Investors - These notes represent a total of \$64,000.00 that was invested into the companies purchased with the February 2nd, 2016 acquisition agreement with the New York Post Publishing, Inc. On November 2nd, 2016, the said agreement was rescinded in its entirety, and at this point, these investment funds are being classified as due from Towers Investors. Further information is noted on page 8 of the Company's Information and Disclosure Statement located on the OTCMarkets at [www.berith.com](#).