

Cal-Bay International, Inc.
Unaudited Financial Report
For the Three Month Period Ended
March 31, 2015

Balance Sheet Page 2

Statement of Operations Page 3

Statement of Cash Flows Page 4

Footnotes to Financial Statements Page 5

Cal-Bay International, Inc. & Subsidiaries
UNAUDITED CONSOLIDATED BALANCE SHEET
(CONDENSED FINANCIAL STATEMENTS)

ASSETS	March 31, 2015	December 31, 2013
Current Assets		
Checking/Savings	\$ 1524	\$ -
Accounts Receivable		
Investment in Foreign Currency		
Total Current Assets (Bank)	\$ 1524	\$ -
PROPERTY & EQUIPMENT		
Residences for Retention		
Computer and Office Equipment	\$ 15,000	\$ 15,000
Furniture and Fixtures	\$ 8,571	\$ 8,571
Vehicles		
(Less) accumulated depreciation	\$ (1076.61))	\$ -
Total Property & Equipment	\$ 24,019	\$ 23,571
OTHER ASSETS		
Deposits		
Tax & Insurance Deposit		
Intellectual Property	\$ 4,000,000	\$ 4,000,000
(Less) accumulated Amortization IP	\$ (260,000)	\$ (400,000)
Websites & Domains	\$ 200,000	\$ 40,000
Real Estate		
Formula IP	\$ 100,000	\$ -
Total Other Assets	\$ 3,300,000	\$ 3,640,000
TOTAL ASSETS	\$ 3,300,000	\$ 3,663,571
LIABILITIES		
CURRENT LIABILITIES		
Accounts Payable	\$ 17,937	\$ 4,278
Total Current Liabilities	\$ 17,937	\$ 4,278
LONG TERM LIABILITIES		
Loans from Shareholder(s)		
Loans Officers		
Investor - CN	\$ 0	\$ 40,000
Investor - CN	\$ 0	\$ 25,000
Investor - CN	\$ 0	\$ 42,000
Loans from Investors (Legal Services)	\$ 28,000	\$ -
Loans for Web IT Development	\$ 50,000	\$ -
Debt to Lawsuits (Disputed)	\$ 455,518	\$ -
455,518		
Total Long Term Liabilities	\$ 530,518	\$ 562,518
Total Liabilities	\$ 548,455	\$ 566,796
Stockholders' Equity		
Capital		
Common Stock	\$ 29,712,101	\$ 29,712,101
Authorized 9,000,000,000 shares		
Issued & Outstanding 4,639,862,272	\$ 4,639,862	\$ 3,639,862
Preferred Stock, series A		
Authorized-55,000,000 Shares		
Issued & Outstanding 47,924,084	\$ 4,792,405	\$ 4,678,938
Preferred Stock, series B		
Authorized-1,000,000 Shares		
Issued and Outstanding - None		
Preferred Stock, Series C	\$ 1,156,243	\$ 1,156,243
Authorized - 4,000,000		
Issued and Outstanding - 3,281,358		
Stock Options	\$ 0	\$ 2,167,000
Retained Earnings	\$ (39,900,824)	\$ (37,466,014)
Net Income	\$ (164,519)	\$ (708,943)
Less Treasury Stock at Cost	\$ (82,412)	\$ (82,412)
Total Equity	\$ 2,152,867	\$ 3,096,775
TOTAL LIABILITIES AND STOCKHOLDERS EQUITY	\$ 5,452,857	\$ 3,663,571

CAL-BAY INTERNATIONAL, INC AND SUBSIDIARIES
UNAUDITED CONSOLIDATED STATEMENT OF OPERATIONS
Profit Loss
(CONDENSED FINANCIAL STATEMENTS)

		Year End
	March 31, 2015	December 31, 2013
Ordinary Income/Expense		
Income		
Rental Income	\$ -	\$ -
Commission Income	\$ -	\$ -
Total Income	\$ -	\$ -
Cost of Goods Sold		
Cost of Goods Sold-Sales	\$ -	\$ -
Commission Expense	\$ -	\$ -
Total Cost of Goods Sold	\$ -	\$ -
Gross Profit	\$ -	\$ -
Expense		
General & Administrative	\$	\$ 2,500
Professional Fees	\$	\$ 12,500
Proprietary Asset Amortization	\$ 250,000	\$ 400,000
Depreciation	\$ 1,001	\$ 7,429
Foreclosure		\$ 2,94,014
Total Expense	\$ (251,001)	\$ (708,943)
Net Ordinary Income	\$ (251,001)	\$ (708,943)
 Net Income (Loss)	 \$ (251,001)	 \$ (708,943)

**UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS
(CONDENSED FINANCIAL STATEMENTS)**

	March 31, 2015	December 31, 2013
OPERATING ACTIVITIES		
Net Income	\$ (251,001)	\$ -
(708,843)		
Adjustments to reconcile Net Income		
Loan from Officer	\$ -	\$ -
4,278		
to net cash provided by operations:		
Net cash provided by Operating Activities	\$ (251,001)	\$ -
FINANCING ACTIVITIES		
Increase (decrease) in Accounts Payable		
Increase (decrease) in Office Equip/Furniture	\$ 10,849	\$ -
7,429		
Buildings & Improvements	\$ -	\$ -
264,014		
Intellectual Property Asset	\$ 300,000	\$ -
400,000		
Investment in Foreign Currency		
Other Loans		
Net cash provided by Financing Activities	\$ -	\$ -
Net cash increase for period	\$ 89,948	\$ -
()		
CASH FLOWS FROM INVESTING ACTIVITIES \$ -		
Retention Property	\$ -	\$ -
Net Cash provided (used) from Investing Activities	\$ -	\$ -
\$ -		
CASH FLOWS FROM FINANCING ACTIVITIES		
Debt	\$ -	\$ -
Notes	\$ -	\$ -
(75,000)		
Capital Stock	\$ -	\$ -
1,663,754		
Common Stock Par	\$ 463,986	\$ -
(527,882)		
Preferred A		\$ -
(910)		
Preferred C		\$ -
1,162,982)		
Retained Earnings	\$ (758,883)	
Retention Property		
Stock Activity		
Net cash provided (used) from Financing Activities	\$ -	\$ -
NET INCREASE (DECREASE) IN CASH EQUIVALENTS		
	\$ -	\$ -
Cash at beginning of period	\$ - 2,711	
Cash at end of period	\$ 1,624	\$ -

Cal Bay International Inc.
Notes to Financial Statements
For the Three Months Ended March 31, 2015

NOTE 1 - ORGANIZATION AND DEVELOPMENT OF BUSINESS

Cal Bay International ("The Company") was originally formed in NEVADA in 2001. In 2001, the Company acquired Cal Bay Controls, A Nevada Corporation. The resulting company changed its name to Cal Bay International, A Nevada Corporation trading on the over the counter or "Pink Sheets" market. The Company is engaged in the acquisition, development, management and sale of Real Property. The Company is a development state enterprise since it has not generated significant revenue from the sale of its products from its inception.

The Company has been devoted to following its business plan and increasing brand name awareness. Accordingly the financial statements have been prepared in accordance with the provisions of Statement of Financial Accounting Standard (SFAS) Number 7, "Accounting and Reporting by Development Stage Enterprises".

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America. Use of Estimates: The Company prepares financial statements in conformity with generally accepted accounting standards which requires management to make estimates and assumptions that affect the reported amounts and disclosures. Although these estimates are based on management's knowledge of events and actions it may undertake in the future, actual results may differ from those estimates.

Cash and Cash Equivalents:

The Company considers all highly liquid investments with maturities of three months or less when acquired, to be cash equivalents. As of March 31, 2015 management has not made any such investments.

NOTE 3 - NOTES PAYABLE

A non-interest bearing consulting agreement in the amount of \$25,000 commencing on January 1st, 2011 payable to a previous company affiliate, Garrett Hobbs, with a one year maturity convertible into shares of common stock. The note principal was reduced by \$15,000 by way of a partial stock conversion in the 3rd quarter 2014, leaving a remaining unpaid balance of \$10,000. This balance of this note was converted to

common shares in October 2014 and is now paid in full.

A 6% annual Interest note for \$50,000 issued in August 2014 for the payment of Web and IT services for the company's multiple websites and e commerce storefronts. The note is convertible to common shares in the event of non-payment in August 2015.

A 5% annual Interest note for \$25,000 was issued in July 2014 for the legal services in association with the development of the company's CB Green Card (Pre-Paid Gift Card) Intellectual Property development.

NOTE 4- LEGAL MATTERS

1. Penelope Stowe, breach of contract, 10-14-2011 \$138,148.47

The company is reviewing all of the facts and circumstances in regard to prior management's involvement with this matter. At this time the company is disputing the amount. As of December 31, 2014 no verifiable proof of employment or services provided for the alleged fees has been provided by Penelope Stowe.

2. Mark Indeglia, Breach of contract, 10-2008 \$60,017.83

The company is reviewing all of the facts and circumstances in regard to prior management's involvement with this matter. At this time the company is disputing the amount.

3. Matthew Liang, breach of contract, 4-16-2010 \$257,352.17

The company is reviewing all of the facts and circumstances in regard to prior management's involvement with this matter.

NOTE 4 - INCOME TAX

The Company is subject to Federal Corporate Income Tax.