FUEGO ENTERPRISES, INC. AND AFFILIATES

TABLE OF CONTENTS

FUENGO ENTERPRISES, INC. AND AFFILIATE
UNAUDITED CONSOLIDATED BALANCE SHEETS

	November 30, 2014	May 31, 2014
ASSETS		
CURRENT ASSETS		
Cash	$ 12,479	$ 82,581
Account receivable-trade, less allowance for doubtful accounts of $235,573 and $235,573, respectively	45,929	45,929
Total Current Assets	58,408	128,510
EQUIPMENT, less accumulated depreciation of $57,674 and $57,674 respectively	-	-
OTHER ASSETS		
Music Albums (Echo-Fuego)	480,000	480,000
Investment - The Americas Group	118,500	118,500
Prepaid expenses	85,000	85,000
Production costs-Music	55,747	55,747
Deposit on music library	14,500	14,500
Web portal	11,329	11,329
Logo, less accumulated amortization of $ 2,700 and $2,700, respectively	-	-
Total Other Assets	765,076	765,076
TOTAL ASSETS	$ 823,484	$ 893,586
LIABILITIES AND STOCKHOLDERS' EQUITY		
CURRENT LIABILITIES		
Accounts payable	$ 168,227	$ 167,688
Accounts payable - related parties	204,299	190,799
Notes payable - related parties, including accrued interest of $175,943, respectively	345,935	337,187
Income taxes payable	3,870	3,870
Payroll tax liabilities	5,538	5,538
Other liabilities	3,105	3,105
Total Current Liabilities	730,974	708,187
Total Liabilities	$ 730,974	$ 708,187
COMMITMENTS AND CONTINGENCIES		
STOCKHOLDERS' EQUITY		
Common stock, par value $.001, 40,266,666 shares authorized, 25,243.235, issued and outstanding - November 30, 2014, 25,183,235 issued and outstanding - May 31, 2014	25,244	25,184
Additional Paid in capital	2,388,717	2,322,177
Paid in capital-stock options	112,527	112,527
Subscriptions payable	20,000	45,000
Noncontrolling interest in affiliate	354,737	354,737
Accumulated deficit	(2,808,712)	(2,674,223)
Total Stockholders' Equity	92,513	185,402
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	$ 823,484	$ 893,586
	-	-

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

FUEGO ENTERPRISES, INC. AND AFFILIATE
UNAUDITED CONSOLIDATED STATEMENTS OF OPERATIONS

	For the three months ended		For the six months ended	
	November 30, 2014	November 30, 2013	November 30, 2014	November 30, 2013
REVENUES				
Music sales, net	8,794	29,943	$ 17,215	$ 36,702
Print Revenues	10,874	3,604	14,023	13,052
Total Revenues	19,668	33,547	31,238	49,754
COSTS AND EXPENSES				
Cost of music				
Production costs	28,573	16,795	62,295	31,014
Selling, general and administrative:				
Other	54,876	59,721	102,893	292,303
Interest expense - related parties	539	-	539	-
Total costs and expenses	83,988	76,516	165,727	323,317
Income (Loss) before income taxes	(64,320)	(42,969)	(134,489)	(273,563)
Income tax expense (benefit)	-	-	-	-
Income (Loss) Before Minority Interest	(64,320)	(42,969)	(134,489)	(273,563)
Less Minority Interest in Affiliate's profits/ losses	-	-	-	-
NET INCOME (LOSS)	$ (64,320)	$ (42,969)	$ (134,489)	$ (273,563)
EARNINGS (LOSS) PER SHARE - BASIC	*	*	$ (0.01)	$ (0.01)
WEIGHTED AVERAGE NUMBER OF COMMON SHARES OUTSTANDING - BASIC	25,415,235	23,832,068	25,415,235	23,832,068

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

FUEGO ENTERPRISES, INC. AND AFFILIATE
UNAUDITED CONSOLIDATED STATEMENTS OF STOCKHOLDERS' EQUITY

	Common Stock		Paid-in	Paid-in capital Stock	Subscriptions	Noncontrolling Interest in	Accumulated	
	Shares	Amount	Capital	Options	Payable	Affiliate	(Deficit)	Total
Balance, May 31, 2013, (unaudited)	23,298,735	$ 23,299	$ 1,644,237	$ 112,527	$ 75,000	$ 354,737	$ (2,151,943)	$ 57,857
Acquisition of The Americas Group Cuba Business Enterprises through share exchange on October 14, 2013	382,000	382	118,118					118,500
Proceeds from sale of common stock for								
$0.30 per share	200,000	200	59,800					60,000
$0.40 per share	75,000	75	29,925		(30,000)			-
$0.50 per share	40,000	40	19,960					20,000
$0.55 per share	87,500	88	48,037					48,125
Shares issued for consulting services on July 8, 2013	600,000	600	179,400					180,000
Shares issued for consulting services on April 2, 2014	500,000	500	149,500					150,000
Contributed services			73,200					73,200
Noncontrolling interest in affiliate						-		-
Net (loss) for the period							(522,280)	(522,280)
Balance, May 31, 2014, (unaudited)	25,183,235	25,184	2,322,177	112,527	45,000	354,737	(2,674,223)	185,402
Shares issued for consulting services on June 17, 2014	10,000	10	4,990					5,000
Proceeds from sale of common stock for								
$0.50 per share	50,000	50	24,950		(25,000)			-
Contributed services			36,600					36,600
Noncontrolling interest in affiliate						-		-
Net (loss) for the period							(134,489)	(134,489)
Balance, November 30, 2014, (unaudited)	25,243,235	$ 25,244	$ 2,388,717	$ 112,527	$ 20,000	$ 354,737	$ (2,808,712)	$ 92,513
		-	-	-	-	-	-	-

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

FUEGO ENTERPRISES, INC. AND AFFILIATE
UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS

	For the six months ended November 30, 2014	For the six months ended November 30, 2013
OPERATING ACTIVITIES		
Net income (loss)	$ (134,489)	$ (273,563)
Adjustments to reconcile net income (loss) to net cash used by operating activities		
Contributed services	36,600	36,600
Stock based compensation	5,000	180,000
Changes in operating assets and liabilities		
Accounts payable	14,039	-
NET CASH (USED IN) OPERATING ACTIVITIES	(78,850)	(56,963)
INVESTING ACTIVITIES		
Investment in The Americas Group	-	-
NET CASH (USED IN) INVESTING ACTIVITIES	-	-
FINANCING ACTIVITIES		
Proceeds from sale of common stock	25,000	123,126
Common stock subscription payable	(25,000)	(30,000)
Proceeds from notes payable - related parties	12,507	76
Repayments of notes payable - related parties	(3,759)	(29,958)
NET CASH PROVIDED BY FINANCING ACTIVITIES	8,748	63,244
NET INCREASE (DECREASE) IN CASH	(70,102)	6,281
CASH, BEGINNING OF YEAR	82,581	10,816
CASH, END OF YEAR	$ 12,479	$ 17,097
	-	-
CASH PAID FOR INTEREST	$ -	$ -

SUPPLEMENTAL SCHEDULE OF NON-CASH INVESTING AND FINANCING ACTIVITIES

Common Stock Issued for Investment in Subsidiary		
Investment in The Americas Group		$ 118,500
Common Stock issued for The Americas Group		$ (118,500)

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

1 NATURE OF BUSINESS

Fuego Enterprises, Inc. (the "Company", "Fuego", "we", "our" or "us") is a US holding company that is engaged in a number of diverse business activities in Cuba and the United States, Including Media, Entertainment, Telecommunications, Travel and Real Estate.

In the opinion of management, the accompanying unaudited financial statements have been prepared in accordance with generally accepted accounting principles for interim financial information. Accordingly, they do not include all of the information and footnotes required by generally accepted accounting principles for complete financial statements. In the opinion of management, all adjustments (consisting of normal recurring accruals) considered necessary for a fair presentation of the Company's financial position as of November 30, 2014 and the results of its operations and cash flows for the three and six months ended November 30, 2014 and 2013 have been made. Operating results for the six months ended November 30, 2014 are not necessarily indicative of the results that may be expected for the year ended May 31, 2015.

These unaudited condensed consolidated financial statements should be read in conjunction with the financial statements and notes thereto contained in the Company's unaudited annual report for the year ended May 31, 2014.

Included in the group of subsidiaries and business activities are:

In October 2012, we completed the acquisition of Cuba Business Development Group ("CBDG") through a 100% share exchange of our common stock. In conjunction with this transaction, we issued 22,275,297 shares of our common stock in exchange for 100% of the issued common stock of CBDG. Included in the acquisition, as a part of CBDG, is Mobile Activation Services, Inc. ("MAScell") (www.mascell.com), an international cellular phone top-up service provider specialized in servicing the Cuban market; Mascell operates through a General License issued by The US Treasury Department. Another component business of CBDG, is Universal Network Operations Cargo, Inc. ("UNOCargo") a cargo export company with an Export License to carry out export transactions of gift parcels and cargo directly to Cuba (United States Department of Commerce / BIS - Exp. Lic. No. D465183).

In October 2013, we acquired majority control (51%) of The Americas Group Cuba Business Enterprises – ("TAGCBE") (www.theamericasgroup.net). The group was formed in 2009 in anticipation of the opening of Cuba to U.S. citizens and business interests. The objective of TAGCBE is to provide strategic advice to individuals and companies interested in doing business with Cuba and/or investing in Cuba as regulations permit. We believe that TAG's 40 years of experience in Latin America coupled with Fuego's deep relationships and presence in Cuba will provide the level of experience and credibility that will make us the dominant "go to" source as Cuba opens and the US Economic Embargo is lifted. In December 2014, the US Government began to change the economic embargos against Cuba, opening more possible business operations, and we have begun to explore those expansions.

In August 2013, we entered into a Strategic Partnership Agreement with OPTERNA (www.opterna.com) to provide equipment, components, and solutions in Fiber Management Systems and Data-Com for Cuba, the Caribbean, and Central and Latin America territories. Cuban telecommunication infrastructure lags behind much of the world and the Caribbean region, as demand for telecommunication connectivity is rising and major plans for infrastructure development have been announced by Cuban companies and organizations in the sector.

In March 2012, we created OnCuba - the only media platform focused on Cuba with distribution in Cuba and in The United States. We developed this media platform to drive advertising sales.

Current OnCuba Media Platform Products

OnCuba Magazine: A colorful overview of the richness of Cuba's culture that celebrates the excellent and the exquisite of their people with original content and spectacular photography, packed in an easy-to-read format (English and Spanish language) with a cutting-edge design. Current distribution as inflight magazine in WorldAtlantic Airlines and SwiftAirlines for all US-Cuba flights. US nationwide retailers include Barnes & Noble, HudsonNews (Airports of Miami, Washington and NY), NewsLink (Miami Airport), Publix Supermarkets (Florida region), and Books and Books (Miami area).

ART OnCuba Magazine: A benchmark of Cuban visual arts production and a reference for scholars, curators and art critics, as well as for collectors and event managers. The first source for the international market that brings together everything related to artists, galleries, art centers, museums, collections, foundations and universities. Current distribution includes 200+ contemporary art museums and 300+ art galleries and private art collectors. US nationwide retailers include Barnes & Noble, HudsonNews (Airports of Miami, Washington and NY), Publix Supermarkets (Florida region), and Books and Books (Miami area).

OnCuba Online Magazine: The OnCuba website (www.OnCuba.com) is a primarily digital magazine, independent from the printed magazine, and available across platforms and devices, that delivers original in-depth analysis, news and opinion from Cuba.

In the 2012, the Cuban government authorized Fuego Enterprises, Inc. to register OnCuba as foreign news media desk, and more specifically, as an American News Media Outlet fully authorized to operate from Cuba.

2 SIGNIFICANT ACCOUNTING POLICIES

GOING CONCERN

Our financial statements have been presented on the basis that it is a going concern, which contemplates the realization of assets and the satisfaction of liabilities in the normal course of business. Our ability to continue in existence is dependent on our ability to develop additional sources of capital or achieve profitable operations. As of November 30, 2014, we have a working capital deficit of $672,566, and accumulated deficit of $2,808,712. During the six months ended November 30, 2014, we had a net loss of $134,489. Our financial position at those dates and presently is of concern to us and our investors, however, management's plan is to obtain additional capital. In addition, we plan to develop our OnCuba media platform to offer Cuba related services such as travel, money remittance and cellphone top up. We are currently negotiating acquisitions, strategic partnerships and alliances that may generate positive results. As a result of the above, we will generate sufficient revenues to pursue our business plan and be profitable in the future. We are in a unique position to continue taking full advantage of all opportunities in Cuba, as permitted by current US - Cuba policy, especially if there is a sudden change in US - Cuba policy to where diplomatic relationships are normalized and the economic embargo is lifted and trade is permitted. We will also continue to develop concerts and live events and plan to have more events as time permits. The accompanying financial statements do not include any adjustments that might result from the outcome of these uncertainties.

BASIS OF PRESENTATION

Consolidation Policy

The accompanying November 30, 2014 financial statements include the Company's accounts and the accounts of its subsidiaries. All significant intercompany transactions and balances have been eliminated in consolidation. The Company's ownership of its subsidiaries as of November 30, 2014 is as follows:

Name of Subsidiary	Percentage of Ownership
Echo – Fuego Music Group, LLC	100.00%
Cuba Business Development	100.00%
Included in Cuba Business Development:	
Mobile Activation Services, Inc	
Universal Network Operations Cargo, Inc.	
The Americas Group Cuba Business Ent.	51.00%

Our operations are treated as one operating segment. All inter-company balances and transactions have been eliminated.

These consolidated financial statements reflect the use of significant accounting policies as described below and elsewhere in the notes to the financial statements, and are prepared in accordance with accounting principles generally accepted in the United States of America. The fiscal year end of the Company is May 31.

REVENUE RECOGNITION

Advertising Revenue
Revenue from the sale of advertising in our publications is recognized when the ad goes to print and is distributed to the general public.

Music Revenue
Revenue from the sale of digital music is recognized when our distributors notify us of the sales of our tracks through their online store.

Other
Fees for other services, such as consulting provided to third parties, are recognized as revenues when the services are performed and there is reasonable assurance of collection.

Cash received in advance of meeting the revenue recognition criteria described above is recorded as deferred revenue.

ALLOWANCE FOR DOUBTFUL ACCOUNTS
In order to assess the collectability of our trade accounts receivable, the Company monitors the current creditworthiness of each customer and analyzes the balances aged beyond the customer's credit terms. Theses evaluations may indicate a situation in which a certain customer cannot meet its financial obligations due to deterioration of its financial viability, credit ratings or bankruptcy. The allowance requirements are based on currents facts and are reevaluated and adjusted as additional information is received. Trade accounts receivable are subject to an allowance for doubtful accounts when it is probable that the balance will not be collected. As of November 30, 2014 and May 31, 2014, allowances totaled $235,573 and $235,573, respectively; after analysis of these balances, it was determined that our reserve was sufficient. The majority of the reserve relates to the Italian music distributor. This was necessary as the original terms of payment by the two largest distributors had been exceeded. This amount could be adjusted in the near term based on eventual collections, if received. Accounts are written off when collection efforts have been exhausted and there is no likelihood of collection.

ADVERTISING EXPENSES
Advertising costs are expensed as incurred, except for costs related to the development of a property and/or live-action television program commercial or media campaign which are expensed at the time the commercial or campaign is first presented. Advertising expenses are included in selling, general and administrative expense in the accompanying statement of operations. For the six months ended November 30, 2014 and 2013, we expensed $1,958 and $-0- and such costs are included in selling, general and administrative expenses in the accompanying statement of operations.

USE OF ESTIMATES
The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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 materially from those estimates.

CASH AND CASH EQUIVALENTS
Cash and cash equivalents consist of all liquid investments with original maturities of three months or less are classified as cash and cash equivalents. The fair value of cash and cash equivalents approximate the amounts shown on the financial statements. Cash and cash equivalents consist of unrestricted cash and short-term investments. As of November 30, 2014 and May 31, 2014, there were cash and cash equivalents of $12,479 and $82,581, respectively.

INCOME (LOSS) PER COMMON SHARE
Basic income (loss) per common share is calculated on the weighted average number of common shares outstanding during each period. Diluted income per common share is based on the weighted average number of common shares outstanding during each period, adjusted for the effect of outstanding stock equivalents. Outstanding stock equivalents were not used in the computation of basic loss per share, as their effect would be antidilutive.

EQUIPMENT
Equipment is carried at cost, net of accumulated depreciation. Depreciation is provided on the straight-line method based on the estimated useful lives of the assets, which range from 2.5 years to 7 years.

INTANGIBLE ASSETS

We capitalized the cost of the creation of our logo. Amortization of logo costs was recognized ratably over a 5-year useful life commencing with April 1, 2005, the date on which the logo was acquired by purchase.

INCOME TAXES

The Company accounts for income taxes under the liability method, which requires the recognition of deferred tax liabilities and assets for the expected future tax consequences of events that have been included in the consolidated financial statements or tax returns. Under this method, deferred income taxes are recognized for the tax consequences in future years of differences between the tax basis of assets and liabilities and their financial reporting amounts at each period end based on enacted tax laws and statutory tax rates applicable to the periods in which the differences are expected to affect taxable income. Valuation allowances are established, when necessary, to reduce deferred tax assets to the amount expected to be realized. The provision for income taxes represents the tax payable for the period and the change during the period in deferred tax assets and liabilities. Tax returns are subject to examination by taxing authorities and returns for fiscal years 2009 to 2014 are still open for examination as of November 30, 2014.

FAIR VALUE OF FINANCIAL INSTRUMENTS

In January 2008, the Company adopted FASB ASC 820, *Fair Value Measurements and Disclosures* (“ASC 820”), to value its financial assets and liabilities. The adoption of ASC 820 did not have a significant impact on the Company’s results of operations, financial position or cash flows. ASC 820 defines fair value, establishes a framework for measuring fair value under GAAP and expands disclosures about fair value measurements. Standards defines fair value as the exchange price that would be paid by an external party for an asset or liability (exit price).

ASC 820 establishes a framework for measuring fair value and expands disclosures about fair value measurements. ASC 820 establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair values into three levels as follows:

• Level 1 – Active market provides unadjusted quoted prices for identical assets or liabilities that the company has the ability to access;
• Level 2 – Quoted prices for similar assets or liabilities in active markets or quoted prices for identical or similar assets or liabilities in inactive markets. Level 2 inputs include those other than quoted prices that are observable for the asset or liability and that are derived principally from, or corroborated by, observable market data by correlation of other means. If the asset or liability has a specified term the Level 2 input must be observable for substantially the full term of the asset or liability; and,
• Level 3 – Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

Fair value estimates discussed herein are based upon certain market assumptions and pertinent information available to management as of November 30, 2014. The Company uses the market approach to measure fair value for its Level 1 financial assets and liabilities. The market approach uses prices and other relevant information generated by market transactions involving identical or comparable assets or liabilities.

The respective carrying value of certain on-balance-sheet financial instruments approximated their fair values. These financial instruments which include cash, inventory, notes receivable, accounts payable, and notes payable are valued using Level 1 inputs and are immediately available without market risk to principal. Fair values were assumed to approximate carrying values for these financial instruments since they are short-term in nature. The Company does not have other financial assets that would be characterized as Level 2 or Level 3 assets.

STOCK-BASED COMPENSATION

The Company accounts for equity instruments issued in exchange for the receipt of goods or services from other than employees in accordance with FASB ASC 718-10 and the conclusions reached in FASB ASC 505-10. Costs are measured at the estimated fair market value of the consideration received or the estimated fair value of the equity instruments issued, whichever is more reliably measurable. The value of equity instruments issued for consideration other than employee services is determined on the earliest of a performance commitment or completion of performance by the provider of goods or services as defined by FASB ASC 505-10.

RECENTLY ISSUED ACCOUNTING STANDARDS

Recent accounting standards that have been issued or proposed by the FASB or other standards-setting bodies are not expected to have a material impact on our financial position, results of operations and cash flows, including the below:

In May 2014, the FASB released ASU 2014-9 - Accounting Standards Update 2014-9, Topic 606: Revenue from contracts with customers that outlines a single comprehensive model for entities to use in accounting for revenue arising from contracts with customers and supersedes most current revenue recognition guidance, including industry-specific guidance. The guidance is based on the principle that an entity should recognize revenue to depict the transfer of goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. The guidance also requires additional disclosure about the nature, amount, timing and uncertainty of revenue and cash flows arising from customer contracts, including significant judgments and changes in judgments and assets recognized from costs incurred to fulfill a contract. Entities have the option of using either a full retrospective or a modified retrospective approach for the adoption of the new standard. This guidance becomes effective for annual reporting periods beginning after December 15, 2016 and early adoption is not permitted. The Company is currently assessing the impact that this standard will have on its financial statements.

FASB ASU 2014-12, “Compensation - Stock Compensation (Topic 718), Accounting for Share-Based Payments When the Terms of an Award Provide That a Performance Target Could Be Achieved after the Requisite Service Period,” was issued June 2014. This guidance was issued to resolve diversity in accounting for performance targets. A performance target in a share-based payment that affects vesting and that could be achieved after the requisite service period should be accounted for as a performance condition and should not be reflected in the award’s grant date fair value. Compensation cost should be recognized over the required service period, if it is probable that the performance condition will be achieved. The guidance is effective for annual periods beginning after December 15, 2015 and interim periods within those annual periods. The Company does not anticipate a significant impact upon adoption.

FASB ASU 2014-15, “Presentation of Financial Statements-Going Concern (Subtopic 205-40) Disclosure of Uncertainties about an Entity’s Ability to Continue as a Going Concern,” was issued September 2014. This provides guidance on determining when and how to disclose going-concern uncertainties in the financial statements. The new standard requires management to perform interim and annual assessments of an entity’s ability to continue as a going concern within one year of the date the financial statements are issued. An entity must provide certain disclosures if conditions or events raise substantial doubt about the entity’s ability to continue as a going concern. FASB ASU 2014-15 applies to all entities and is effective for annual periods ending after December 15, 2016, and interim periods thereafter, with early adoption permitted. The Company does not anticipate a significant impact upon adoption.

Other pronouncements issued by the FASB or other authoritative accounting standards groups with future effective dates are either not applicable or are not expected to be significant to the financial statements of the Company.

3 COMMITMENTS

Operating lease

Fuego’s President/CEO contributed the fair value of an office in home at $1,600 a month during all of six months ended November 30, 2014 and 2013, on a month to month basis, including utilities and insurance. Total rent expense for each of the six months ended November 30, 2014 and 2013 was $9,600, respectively.

Accounts payable

The majority of the accounts payable as of November 30, 2014 and 2013 are past due on the basis of their terms.

Strategic Partnership Agreement

In August 2013, we entered into a Strategic Partnership Agreement with OPTERNA (www.opterna.com) to provide equipment, components, and solutions in Fiber Management Systems and Data-Com for Cuba, the Caribbean, and Central and Latin America territories. Cuban telecommunication infrastructure lags behind much of the world and the Caribbean region, as demand for telecommunication connectivity is rising and major plans for infrastructure development have been announced by Cuban companies and organizations in the sector. As of November 30, 2014, we have not recorded any transactions towards this agreement.

4 RELATED PARTY TRANSACTIONS

As of November 30, 2014, our President/CEO advanced $484,627 for a variety of general and administrative expenses and various other costs since inception. During the six months ended November 30, 2014, he advanced $7 and was repaid $3,758 in cash. No interest was paid during the fiscal year ending 2014. The note is payable on demand. Also, our President/CEO is owed accrued interest of $175,943 as of November 30, 2014.

As of May 31, 2014, our President/CEO advanced $484,620 for a variety of general and administrative expenses and various other costs since inception. During the fiscal year ending 2014, he advanced $135,516 and was repaid $73,690 in cash. No interest was paid during the fiscal year ending 2014. The note is payable on demand. Also, our President/CEO is owed accrued interest of $175,943 as of May 31, 2014.

Fees incurred in the year ended May 31, 2008 to a related party accounting firm totaled $15,204. The accounting firm received 100,000 options in payment of certain outstanding invoices for accounting, tax and financial statement preparation services, these options have since expired unexercised. The amount owed to the firm as of November 30, 2014 and May 31, 2014 was $34,145, respectively.

On October 24, 2014, a shareholder advanced $12,500 to us for use to launch our new Art OnCuba media business. These funds are payable on demand and do not bear any interest.

5 CONTRIBUTED CAPITAL

For the six months ended November 30, 2014, the amount consisted of $27,000 for the value of services and $9,600 for the rent of corporate office facilities. For the six months ended November 30, 2013, the amount consisted of $27,000 for the value of services and $9,600 for the rent of corporate office facilities.

6 STOCKHOLDER'S EQUITY

Stock Shares – Authorized

The Company has 40,266,666 common shares authorized at a par value of $0.001 per share as of November 30, 2014. All common stock shares have equal voting rights, are non-assessable and have one vote per share. Voting rights are not cumulative and, therefore, the holders of more than 50% of the common stock could, if they choose to do so, elect all the directors of the Company. As of the periods ended November 30, 2014 and May 31, 2014, there were 25,243,235 and 25,183,235 shares of our common stock issued and outstanding, respectively.

Share Based Compensation

On June 17, 2014, the Company issued 10,000 shares of our restricted common stock at a value of $5,000 for services that were provided.

On July 8, 2013, the Company issued 600,000 shares of our restricted common stock at a value of $180,000 for services that were provided. On April 2, 2014, the Company issued 500,000 shares of our restricted common stock at a value of $150,000 for services that were provided.

Private Placements

In the six months ended November 30, 2014, the Company sold 50,000 shares our restricted common stock for net proceeds of $25,000, net of no offering costs, and we recorded a subscription receivable for this same placement.

In the fiscal year ended May 31, 2014, the Company sold 402,500 shares our restricted common stock for net proceeds of $157,996, net of no offering costs.

Share issued to Acquire Majority Interest

On October 14, 2013, the Company completed a purchase agreement with the Americas Group Cuba Business Enterprises (TAGCBE) to become a 51% majority owned subsidiary of the Company. We issued 382,000 shares of our restricted common stock valued at $118,500 for the acquisition. Please see Note 1 for a more extensive discussion of TAGCBE and the business ventures contained with its corporate structure.

7 2013 STOCK OPTION PLAN

On February 5, 2008, we registered the "2008 Stock Option Plan of Fuego Entertainment, Inc." The purpose of this Plan is to strengthen Fuego Entertainment, Inc. by providing incentive stock options as a means to attract, retain and motivate key corporate personnel through ownership of stock of the Company, and to attract individuals of outstanding ability to render services to and enter the employment of the Company or its subsidiaries. There shall be two types of Stock Options that may be granted under this Plan: (1) options intended to qualify as Incentive Stock Options under Section 422 of the Internal Revenue Code ("Qualified Stock Options"), and (2) options not specifically authorized or qualified for favorable income tax treatment under the Internal Revenue Code ("Non-Qualified Stock Options").

During the period ended November 30, 2014, there are no outstanding options and the full amount of the Plan is available for granting.

8 SUBSEQUENT EVENTS

In accordance with ASC 855-10 "Subsequent Events", the Company has evaluated subsequent events and transactions for potential recognition or disclosure in the financial statements through the date the financial statements were issued and found the following transactions warranted disclosure.

Consulting agreement

In March 2015, TAGCBE entered into a consulting agreement to provide advice on technical and commercial issues in doing business in Cuba at a rate of $5,000 per month that the agreement is in force, and will be in effect until January 31, 2016.