



# GLOBAL PROFIT

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## T E C H N O L O G I E S

Global Profit Technologies, Inc.

Interim Financial Statements

June 30, 2016

(Unaudited)

**GLOBAL PROFIT TECHNOLOGIES, INC.**  
**INTERIM FINANCIAL STATEMENTS**  
**THREE MONTHS ENDED JUNE 30, 2016**

**ISSUER'S CERTIFICATIONS**

I, Brian Duling certify that:

1. I have reviewed this Quarterly Disclosure Statement of Global Profit Technologies, 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 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.
4. The financial statements presented herein have been prepared in accordance with generally accepted accounting principles (GAAP) by person(s) with sufficient financial skills.

August 14, 2016

By: /s/ Brian Duling

Brian Duling  
Chief Financial Officer  
Global Profit Technologies, Inc.  
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Scottsdale, AZ 85258-5040

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**Global Profit Technologies, Inc**  
**Balance Sheet**  
As of June 30, 2016

	June 30, 2016	December 31, 2015
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	\$23,334	\$4,755
Forex Trade Investment	\$100,000	\$50,000
Unrealized Trading Gains/(Losses)	(\$3,983)	(\$11,700)
Total Forex Trade Investment	\$96,017	\$38,300
Unbilled Revenue	\$17,197	
<b>Total Current Assets</b>	<b>\$136,547</b>	<b>\$43,055</b>
<b>Fixed Assets</b>		
4X-DAT Software	\$16,000,000	\$16,000,000
Accumulated Amortization	(\$2,533,333)	(\$2,000,000)
Total 4X-DAT Software	\$13,466,667	\$14,000,000
Training Software		
Training Software Cost	\$1,599,000	\$1,599,000
Training Software Amortization	(\$759,525)	(\$599,625)
Total Training Software	\$839,475	\$999,375
<b>Total Fixed Assets</b>	<b>\$14,306,142</b>	<b>\$14,999,375</b>
<b>TOTAL ASSETS</b>	<b>\$14,442,689</b>	<b>\$15,042,430</b>
<b>LIABILITIES AND EQUITY</b>		
<b>Liabilities</b>		
<b>Current Liabilities</b>		
Accounts Payable	\$77,797	\$74,239
Outside Services Payable	\$50,000	\$0
Treasury Stock Repurchase Payab	\$49,200	\$49,200
Notes Payable	\$74,000	\$119,000
Related Party Payable	\$475,863	\$495,863
Accrued Expenses	\$67,500	\$22,500
<b>Total Liabilities</b>	<b>\$794,360</b>	<b>\$760,802</b>
<b>Equity</b>		
Common Stock Issued - Par Value	\$146,331	\$146,331
Paid in Capital - Excess of Par	\$19,396,283	\$19,396,283
Treasury Stock	(\$54,542)	(\$54,542)
Retained Earnings	(\$5,206,444)	(\$5,206,444)
Net Income	(\$633,299)	
<b>Total Equity</b>	<b>\$13,648,329</b>	<b>\$14,281,628</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>\$14,442,689</b>	<b>\$15,042,430</b>

**Global Profit Technologies, Inc**  
**Consolidated Statement of Operations**  
April - June, 2016

	<u>For the Three Months Ended</u>		<u>For the Six Months Ended</u>	
	June 30, 2016	June 30, 2015	June 30, 2016	June 30, 2015
<b>REVENUES:</b>				
Software Licenses				\$31,815
Less Sales Commissions				(\$5,000)
Software Licensing Revenues	\$61,564		\$129,017	
Total Revenue	\$61,564	\$0	\$129,017	\$26,815
<b>Cost of Goods Sold</b>				
Software Sales Expense		\$3,240	\$0	\$8,780
4X-DAT software amortization	\$266,667	\$266,667	\$533,333	\$533,333
Training & Education software amortization	\$79,950	\$79,950	\$159,900	\$159,900
Total Cost of Goods Sold	\$346,617	\$349,857	\$693,233	\$702,013
<b>GROSS PROFIT</b>	(\$285,053)	(\$349,857)	(\$564,216)	(\$675,198)
<b>OPERATING EXPENSES</b>				
Selling, General and Administrative	\$44,788	(\$3,380)	\$76,785	\$13,682
<b>NET LOSS FROM OPERATIONS</b>	(\$329,841)	(\$346,477)	(\$641,002)	(\$688,881)
Other Income	\$5,689	\$0	\$7,716	\$1
Other Expenses	(\$240)	\$0	\$7,703	\$1
<b>NET LOSS</b>	(\$323,912)	(\$346,477)	(\$633,299)	(\$688,879)

**Global Profit Technologies, Inc**  
**Statement of Cash Flows**  
**January - June, 2016**

	<b>For the Six Months Ended</b>	
	<b>June 30, 2016</b>	<b>June 30, 2015</b>
<b>OPERATING ACTIVITIES</b>		
<b>Net Income</b>	<b>(\$633,299)</b>	<b>(\$688,879)</b>
Adjustments to reconcile Net Income to Net Cash provided by operations:		
Unbilled Revenue	(\$17,197)	
Employee Receivable		\$7,448
Accounts Payable	\$3,558	(\$14,631)
Notes Payable - Short Term	(\$45,000)	\$55,500
Outside Services Payable	\$50,000	(\$24,000)
Payroll Liabilities:Salaries Payable		(\$146,458)
Payroll Liabilities:Payroll Tax Payable		(\$11,948)
Related Party Payable	(\$20,000)	(\$24,322)
Accrued Expenses	\$45,000	
Total Adjustments to reconcile Net Income to Net Cash provided by operations:	\$16,361	(\$158,411)
<b>Net cash provided by operating activities</b>	<b>(\$616,937)</b>	<b>(\$847,290)</b>
<b>INVESTING ACTIVITIES</b>		
Forex Trade Investment	(\$50,000)	
Forex Trade Investment: Unrealized Gains/(Losses)	(\$7,716)	
4X-DAT Software:Accumulated Amortization	\$533,333	\$533,333
18511 Training Software:Training Software Amortization	\$159,900	\$159,900
<b>Net cash provided by investing activities</b>	<b>\$635,517</b>	<b>\$693,233</b>
<b>FINANCING ACTIVITIES</b>		
Notes Payable - Long Term	0	\$82,500
<b>Net cash provided by financing activities</b>	<b>\$0</b>	<b>\$82,500</b>
Net cash increase for period	\$18,580	(\$71,557)
<b>Cash at beginning of period</b>	<b>\$4,754</b>	<b>\$83,813</b>
<b>Cash at end of period</b>	<b>\$23,334</b>	<b>\$12,256</b>

**Global Profit Technologies, Inc.**  
**Consolidated Statements of Shareholders Equity**

	Common Stock		Additional Paid in Capital	Treasury Stock	Retained Earnings	Total
	Shares	Amount				
<b>For the Six Months Ended June 30, 2016</b>						
Balance at December 31, 2015	155,421,919	\$ 137,991	\$ 18,139,081	\$ (66,000)	\$ (1,651,086)	\$ 14,281,628
Comprehensive Income (Loss)						
Net loss from operations					\$ (633,299)	\$ (633,299)
<b>Balance at June 30, 2016</b>	<b>155,421,919</b>	<b>\$ 137,991</b>	<b>\$ 18,139,081</b>	<b>\$ (66,000)</b>	<b>\$ (2,284,385)</b>	<b>\$ 13,648,329</b>
	Common Stock		Additional Paid in Capital	Treasury Stock	Retained Earnings	Total
	Shares	Amount				
<b>For the Six Months Ended June 30, 2015</b>						
Balance at December 31, 2014	146,863,039	\$ 137,991	\$ 18,139,081	\$ (66,000)	\$ (1,651,086)	\$ 14,425,487
Comprehensive Income (Loss)						
Net loss from operations					\$ (688,879)	\$ (688,879)
<b>Balance at June 30, 2015</b>	<b>146,863,039</b>	<b>\$ 137,991</b>	<b>\$ 18,139,081</b>	<b>\$ (66,000)</b>	<b>\$ (2,339,965)</b>	<b>\$ 13,736,608</b>

Common Stock, \$.001 Par Value, 500,000,000 shares authorized

## NOTES TO UNAUDITED FINANCIAL STATEMENTS

### JUNE 30, 2016

#### NOTE 1. GENERAL ORGANIZATION AND BUSINESS ISSUES

Global Profit Technologies, Inc. (GLPT) is an E-Commerce company within the Financial Products and Services Sector and Continuing Education and Training segment of the financial community. GLPT, predominantly through Proprietary Software, unique trading methodologies and revolutionary software applications, with the initial product (4X-DAT™), will focus on the over-the-counter foreign currency markets and foreign currency trading in those markets.

GLPT's emphasis and primary focus is in developing, marketing and managing proprietary trading technologies with the initial emphasis on the FOREX Markets. The primary emphasis and focus is therefore to leverage Mr. Nemeth's technologies, sales and marketing network and competencies into a self-sustaining organically grown international e-commerce company.

The firm and its proprietary product (4X-DAT™) was founded and developed by Mr. Jozef Nemeth.

Mr. Nemeth and his advisors believe what Mr. Nemeth envisioned, developed and is now implementing will be the second and only trading software application of its kind in the world and possibly the most advanced personal trading aid to date. 4X-DAT™ brings to any trader an unparalleled solution designed to automate the trading activities in the FOREX markets. Until recently, the FOREX Market was reserved only for the wealthiest companies and currency traders, requiring millions of dollars in order to participate. Currency trading in the FOREX market is currently and has been historically one of the most lucrative capital propositions and possibly the most profitable business activity of some of the world's largest banks and financial institutions. Trading in foreign exchange currencies carries significant risk and traders are cautioned at all times of the risk they are accepting when trading in foreign exchange currencies.

GLPT, formerly Fantastic Fun, Inc. ([FTFN.PK](#)), was acquired through a private transaction where Global Profit Holdings, a Nevada corporation, domiciled in Scottsdale, AZ and solely owned and controlled by Jozef Nemeth acquired 24,025,113 shares of FTFN, or approximately 94% of the total shares outstanding on September 26, 2007.

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

##### Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States 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 reporting amounts of revenues and expenses during the reported period. Actual results will differ from those estimates.



NOTES TO UNAUDITED FINANCIAL STATEMENTS  
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)  
JUNE 30, 2016

NOTE 2. Software and the related Education and Training software are recorded at cost and are amortized on a straight-line basis over their estimated lives beginning with the official software launch during the second quarter of 2015. Ongoing modifications are expensed as incurred. Through June 30, 2016 \$3,292,858 in total amortization expense has been recognized and expensed.

Treasury Stock

During 2010, GLPT agreed to purchase 288,000 shares at \$0.20 to \$0.25 per share. GLPT uses the cost method for recording these repurchase agreements.

Off-Balance Sheet Arrangements

There are no off-balance sheet arrangements.

Recent Accounting Pronouncements

There are no recently issued accounting standards that are expected to have a material effect on our financial condition, results of operations or cash flows.

NOTE 3. INCOME TAXES

No income tax benefit has been recorded in the accompanying financial statements since the recoverability of such assets is not reasonably assured at this time.

NOTE 4. COMMON CONTROL

Global Profit Holdings, Inc. and Global Profit Technologies, Inc. have common control interests by Joseph Nemeth.

NOTE 5. RELATED PARTY TRANSACTIONS

Under a consulting agreement, Mr. Nemeth will provide all the services required to launch the 4X-DAT™ software, including but not limited to software development, website development, and user training modules inclusive of video production, market development and sales efforts. Beginning September 1, 2009 this five year agreement accrued a note payable to Mr. Nemeth of \$360,000 per year.

In December, 2015, Global Profit Technologies, Inc. and Joseph Nemeth entered into a debt-for-equity conversion agreement, whereby Joseph Nemeth exchanged \$1,200,000 in related party debt owed to him for 8,000,000 shares of common stock.

At June 30, 2016 and June 30, 2015, \$475,863 and \$1,686,462, respectively, remained payable to Mr. Nemeth.

NOTES TO UNAUDITED FINANCIAL STATEMENTS  
JUNE 30, 2016

NOTE 6. REVENUE

Global Profit Technologies entered into an exclusive software licensing agreement of its 4X-DAT™ software as publicly announced in October, 2015. Revenue is being generated from 4X-DAT™ software technology licensing.

NOTE 7. UNAUDITED FINANCIAL STATEMENTS

The financial statements presented are unaudited. The company believes that these financial statements present fairly, in all material respects, the financial position of [GLPT.PK](http://GLPT.PK) and the results of its operations and cash flows for the periods presented in accordance with U.S. generally accepted accounting principles ("U.S. GAAP").

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date the financial statements and the reported amounts of income and expenses during the reporting period. Actual results could differ from those estimates. The results of operations for the three and three months ended June 30, 2016 and June 30, 2015 are not necessarily indicative of the future results.

NOTE 8. SUBSEQUENT EVENTS

The company evaluated the events through August 14, 2016 the date this report was published, and there are no material subsequent events to report.

Global Profit Technologies, Inc.  
MANAGEMENT'S DISCUSSION AND ANALYSIS OF  
FINANCIAL CONDITION AND RESULTS OF OPERATIONS  
JUNE 30, 2016

**General**

Global Profit Technologies, Inc.'s ([GLPT.PK](#)) is an E-Commerce company within the Financial Products and Services Sector and Continuing Education and Training segment of the financial [community](#). [GLPT.PK](#), predominantly through Proprietary Software, unique trading methodologies and revolutionary software applications, with the initial product (4X-DAT™), will focus on the over-the-counter foreign currency markets and foreign currency trading in those markets.

Management's Discussion and Analysis of Financial Condition and Results of Operations ("MD&A") is intended to provide information to assist in better understanding and evaluating our financial condition and results of operations. We recommend that you read this MD&A in conjunction with our condensed consolidated financial statements and the notes to those statements

**Results of Operations:**

The following should be read in conjunction with the presented financial statements and accompanying notes.

**Revenues:**

Gross revenues increased \$61,564 in the second quarter of 2016 from the second quarter of 2015, increasing from \$-0- to \$61,564. This increase is the result of the launch of software technology licensing revenues of 4X-DAT™.

Net revenues increased in the second quarter of 2016 from the second quarter of 2015, increasing from \$-0- to \$61,564. This increase is the result of the launch of software technology licensing revenues of 4X-DAT™.

**Gross Profits:**

Gross profits increased in the second quarter of 2016 from the second quarter of 2015, increasing from a gross profit of (\$349,857) to (\$285,053). This increase was attributed to the increase in revenue.

**Selling, General, and Administrative Expenses:**

Selling, general, and administrative expenses increased during the second quarter of 2016 as compared to the second quarter of 2015, increasing from (\$3,380) to \$44,788. This increase resulted from increased operating expenses resulting from the Company returning to generating revenue during 2016 as well as one-time expense adjustments during the second quarter of 2015.

MANAGEMENT'S DISCUSSION AND ANALYSIS OF  
FINANCIAL CONDITION AND RESULTS OF OPERATIONS  
JUNE 30, 2016

Net Income (Loss):

Net loss decreased by 7% for the second quarter of 2016 as compared to the second quarter of 2015, decreasing from a net loss of \$346,476 to a net loss of \$323,912. This decrease in loss occurred due to the commencement of revenue generation from software technology licensing revenues as discussed above.

**Liquidity and Capital Resources:**

At June 30, 2016, cash amounted to approximately \$23,334 as compared to \$4,755 at June 30, 2015. Working capital deficit decreased from a deficit at June 30, 2015 of \$717,746 to a working capital deficit of \$657,812 at June 30, 2016.

Cash Flows from Operating Activities

During the three months ended June 30, 2016, net cash used by operations amounted to \$322,741 as compared the \$442,628 used by operations during the three ended June 30, 2015.

Cash Flows from Financing Activities

There was no financing activity during the three months ended June 30, 2016.