

INTERACTIVE LEISURE SYSTEMS, INC.

(An Exploration Stage Company)

FINANCIAL STATEMENTS

Quarter Ending September 30, 2013

Unaudited

BALANCE SHEET

STATEMENT OF OPERATIONS

STATEMENT OF CASH FLOW

NOTES TO FINANCIAL STATEMENTS

INTERACTIVE LEISURE SYSTEMS, INC.

(An Exploration Stage Company)

BALANCE SHEET

Unaudited

September 30,
2013

September 30,
2012

ASSETS

CURRENT ASSETS

Cash		1,347		-
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TOTAL CURRENT ASSETS	\$	1,347	\$	-
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OTHER ASSETS

Investment in Leisure Logics Reservation System	\$	217,890	\$	-
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Accounts Receivable		30,000		-
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TOTAL ASSETS	\$	249,257	\$	-
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LIABILITIES AND STOCKHOLDERS' DEFICIT

CURRENT LIABILITIES

Accounts payable and accrued liabilities	\$		\$	20,690
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Due to Related Party		13,561		250,000
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TOTAL CURRENT LIABILITIES	\$	13,561	\$	270,690
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STOCKHOLDERS' EQUITY (DEFICIT)

Common Stock, \$0.001 par value

Authorized

500,000,000 shares of common stock, \$0.001 par value,

Issued and outstanding

68,359,510 shares of common stock	\$	250,349	\$	349
Additional Paid in Capital		(70,000)		(70,000)
Equity (Deficit) accumulated during the exploration stage		82,469		(201,039)
TOTAL STOCKHOLDER'S EQUITY (DEFICIT)	\$	262,818	\$	(270,690)
TOTAL LIABILITIES AND STOCKHOLDER'S				
VALUE	\$	249,257	\$	-

The accompanying notes are an integral part of these financial statements.

INTERACTIVE LEISURE SYSTEMS, INC.
(An Exploration Stage Company)

STATEMENT OF OPERATIONS
Unaudited

	Quarter ended	Quarter	Cumulative results
		Ended	from inception
	September 30,2013	September 30, 2012	(Aug 2, 1999) to
			September 30, 2013
REVENUE			
Revenues	- \$	- \$	-
Special Items		-	217,890
Total revenues	-	-	217,890
EXPENSES			
Office and general	\$ (12,194)	\$ -	(226,678)
Total expenses	\$ (12,194)	-	(226,678)
NET GAIN (LOSS)	\$ (12,194)	\$ -	(226,678)
GAIN (LOSS) PER COMMON SHARE - Basic and diluted			
	\$ (.0001784)	\$.0000000	
WEIGHTED AVERAGE NUMBER OF COMMON SHARES OUTSTANDING			
	68,349,107	349,107,000	

The accompanying notes are an integral part of these financial statements.

INTERACTIVE LEISURE SYSTEMS INC.

(An Exploration Stage Company)

STATEMENT OF STOCKHOLDERS' DEFICIT

From inception (Aug 2, 1999) to June 30, 2012

Unaudited

Common Stock					
	Number of		Additional		
	shares	Amount	Paid-in	Accumulated Gain	Total
			Capital	(Deficit)	
		\$	\$	\$	\$
Balance brought forward, July 1, 2009	349,107,000	349	(70,000)	(148,853)	(218,504)
Net loss for the year				(42,448)	(42,448)
Balance, June 30, 2010	349,107,000	349	(70,000)	(191,301)	(260,952)
Net loss for the year				(9,738)	(9,738)
Balance, June 30, 2011	349,107,000	349	(70,000)	(201,039)	(270,690)
Net loss for the year					
Balance, June 30, 2012	349,107,000	349	(70,000)	(201,039)	(270,690)
Net gain (loss) for the year				204,445	204,445
Balance June 30, 2013	68,349,107	250,349	(70,000)	3,406	(66,594)
Net loss for the quarter				(12,194)	(12,194)
Balance, September 30, 2013	68,349,107	250,349	(70,000)	(8,788)	(78,788)

INTERACTIVE LEISURE SYSTEMS, INC.**(An Exploration Stage Company)****STATEMENT OF CASH FLOW****Unaudited**

			Cumulative results from Aug 2, 1999 (inception date) to Sep 30, 2013
	Quarter Ended Sep 30, 2013	Quarter Ended Sep 30, 2012	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net loss	\$ (12,194)	\$ -	\$ (226,678)
Change in operating assets and Liabilities:			
Increase(decrease) in accounts payable and accrued expenses	\$ -	-	-
NET CASH GAINED (USED) IN OPERATING ACTIVITIES	\$ (12,194)	-	(226,678)
CASH FLOWS FROM FINANCING ACTIVITIES			
Due to Related Party			
Accounts Payable	13,461		13,461
Stock Sale	-	-	213,217
NET CASH PROVIDED BY FINANCING ACTIVITIES	13,461	-	228,045
NET INCREASE (DECREASE) IN CASH	\$ 1,267	-	(226,678)
CASH, BEGINNING OF PERIOD	\$ 100	-	-
CASH, END OF PERIOD	\$ 1,367	-	\$ 1,367

The accompanying notes are an integral part of these financial statements.

INTERACTIVE LEISURE SYSTEMS, INC.

(An Exploration Stage Enterprise)

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

September 30, 2013

NOTE 1 – NATURE OF OPERATIONS AND BASIS OF PRESENTATION

The Company was incorporated in the State of Nevada on August 2, 1999, under the name Shopoverseas.com. The name was changed on July 10, 2000 to New Medium Enterprises Inc. The name was changed again on February 26, 2013 to Dukeshire Ventures, Inc. The name was changed again on May 23, 2013 to InterActive Leisure Systems. The company has an established fiscal year end of June 30.

The Company has not yet commenced any significant operations. The Company is in the initial development stage and has incurred gains since inception totaling \$249,257.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Going concern

The Company's financial statements are prepared in accordance with generally accepted accounting principles applicable to a going concern. This contemplates the realization of assets and the liquidation of liabilities in the normal course of business. Currently, the Company has material assets, but does not have operations or a source of revenue sufficient to cover its operation costs and allow it to continue as a going concern. The Company has an accumulated gain since inception of \$247,990. The Company will be dependent upon the raising of additional capital through placement of our common stock in order to implement its business plan, or merge with an operating company. There can be no assurance that the Company will be successful in either situation in order to continue as a going concern. The Company is funding its initial operations by way of issuing Founder's shares. These financial statements do not include any adjustments relating to the recoverability and classification of recorded assets or the amounts of and classification of liabilities that might be necessary in the event the company cannot continue in existence. Accordingly, these factors raise substantial doubt as to the Company's ability to continue as a going concern.

The officers and directors have committed to advancing certain operating costs of the Company, including Legal, Audit, Transfer Agency and Edgarizing costs.

The financial statements present the balance sheet, statements of operations, stockholders' equity (deficit) and cash flows of the Company. These financial statements are presented in United States dollars and have been prepared in accordance with accounting principles generally accepted in the United States.

Cash and Cash Equivalents

For the purposes of the statements of cash flows, the Company considers highly liquid financial instruments purchased with a maturity of three months or less to be cash equivalent.

Use of Estimates and Assumptions

Preparation of the financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Income Taxes

The Company follows the liability method of accounting for income taxes. Deferred tax assets and liabilities are recognized for the future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax balances. Deferred tax assets and liabilities are measured using enacted or substantially enacted tax rates expected to apply to the taxable income in the years in which those differences are expected to be recovered or settled. 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. The effect on deferred tax assets and liabilities of a change in tax rates is recognized in income in the period that includes the date of enactment or substantive enactment.

Net Income (Loss) per Share

Basic income (loss) per share includes no dilution and is computed by dividing income (loss) available to common stockholders by the weighted average number of common shares outstanding for the period. Dilutive income (loss) per share reflects the potential dilution of securities that could share in the income (loss) of the Company. Because the Company does not have any potentially dilutive securities, the accompanying presentation is only of basic income (loss) per share.

Recent Accounting Pronouncements

The company has evaluated all the recent accounting pronouncements and believes that none of them will have a material effect on the company's financial statement.

Stock-based Compensation

The Company has not adopted a stock option plan and has not granted any stock options. Accordingly, no stock-based compensation has been recorded to date.

Fair Value of Financial Instruments

The Company has determined the estimated fair value of financial instruments using available market information and appropriate valuation methodologies. The fair value of financial instruments classified as current assets or liabilities approximate their carrying value due to the short-term maturity of the instruments.

NOTE 3 – CAPITAL STOCK

As of September 30, 2013, the Company has not granted any stock options and has not recorded any stock-based compensation.

NOTE 4 – NOTE TO PACIFIC PARK INVESTMENTS LLC

The company has determined that the \$250,000 owed to Pacific Park Investments LLC (PPI) was not owed to a related party. A thorough investigation on the part of the company can find no relationship between the company and PPI. PPI assigned the note to Stoneride Investments (Stoneride) on March 1 2012. Stoneride subsequently assigned \$33,000 of the note to a variety of entities who converted the debt to 33,000,000 shares of the company's common stock on April 23, 2013. The company believes that the note has been paid in full but the holders of the note disagree. The company is continuing to investigate the circumstances involving the issuance and subsequent assignment and conversion of the note. The company expects to have the investigation complete before December 31, 2013.

NOTE 5 - SUBSEQUENT EVENTS

The Company has evaluated subsequent events from the balance sheet date through the date the financial statements were available to be issued. The company is continuing to investigate the conversion of the \$250,000 note to PPI but at this time has nothing new to report.

The company was successful in getting the one preferred share cancelled in the second quarter of fiscal year 2014. The effect of the cancellation will show on the company's second quarter financial report.

NOTE 6 – INVESTMENT IN TECHNOLOGY

The Company owns a travel technology system called Leisure Logics which the company has valued at \$217,890.

NOTE 7 – ISSUANCE OF 35,000,000 SHARES TO RICHARD DICKIESON

On April 16, 2013 the company issued 35,000,000 common restricted shares to Richard Dickieson as compensation for him to serve as chairman and CEO of the company for a period of one year. On the date the shares were issued each share had a value of \$.001 which made the compensation package worth \$35,000.