

MyECheck, Inc.

FINANCIAL STATEMENTS

FOR THE QUARTERS ENDED

MARCH 31, 2014

AND

MARCH 31, 2013

MyECheck, Inc.
BALANCE SHEET
FOR THE QUARTERS ENDED MARCH 31, 2014 AND MARCH 31, 2013

	<u>March 31, 2014</u> (Unaudited)	<u>March 31, 2013</u> (Unaudited)
<u>ASSETS</u>		
Current Assets		
Cash	\$ 19,423	\$ -
Accounts receivable	1,667,145	-
Prepaid expenses	<u>500</u>	<u>-</u>
Total Current Assets	1,687,068	-
 Fixed Assets Net	 3,196	 -
 Other Assets	 <u>-</u>	 <u>1,710</u>
 Total Assets	 <u>\$ 1,690,264</u>	 <u>\$ 1,710</u>
<u>LIABILITIES AND STOCKHOLDERS' EQUITY</u>		
Current Liabilities		
Accounts payable and accrued expenses	486,255	-
Loans payable - related party	10,352	-
Deferred revenue	2,500	-
Note payable - Current	<u>-</u>	<u>1,207,152</u>
Total Current Liabilities	<u>499,107</u>	<u>1,207,152</u>
 Stockholders' Equity (Deficit)		
Preferred stock, \$0.00001 par value, 100,000,000 authorized, one issued and outstanding	-	-
Common stock, \$0.00001 par value, 4,900,000,000 shares authorized. 4,117,470,000 and 3,262,470,000 shares issued and outstanding, respectively	51,175	32,625
Treasury stock	(10,000)	-
Additional paid in capital	3,609,577	3,563,096
Accumulated deficit	<u>(2,459,595)</u>	<u>(4,801,163)</u>
Total Stockholders' Equity (Deficit)	<u>1,191,157</u>	<u>(1,205,442)</u>
 Total Liabilities and Stockholders' Equity (Deficit)	 <u>\$ 1,690,264</u>	 <u>\$ 1,710</u>

MyECheck, Inc.
STATEMENT OF OPERATIONS
FOR THE QUARTERS ENDED MARCH 31, 2014 AND MARCH 31, 2013

	For the Quarters Ended March 31, 2014	2013
Revenues	\$ 1,361,783	\$ -
General and administrative	<u>37,737</u>	<u>8,269</u>
Total Operating Expenses	37,737	8,269
Profit or (Loss) from Operations	<u>1,324,046</u>	<u>(8,269)</u>
Other (Income)/Expense		
Other income cost recovery	390	-
Other income	<u>-</u>	<u>-</u>
Total Other (Income)/Expense	<u>390</u>	<u>-</u>
Net income or (loss)	<u><u>\$ 1,323,656</u></u>	<u><u>\$ (8,269)</u></u>

MyECheck, Inc.
STATEMENT OF CASH FLOWS
FOR THE QUARTERS ENDED MARCH 31, 2014 AND MARCH 31, 2013

	For the Quarters Ended March 31,	
	<u>2014</u>	<u>2013</u>
Cash Flows from Operating Activities:		
Net Profit or (loss)	\$ 1,323,656	\$ (8,269)
Adjustments to reconcile net loss to net cash provided by (used in) operating activities:		
Depreciation expense	178	-
Stock based services	4,250	-
Changes in operating assets and liabilities:	-	-
(Increase) Decrease in:		
Accounts receivable	(1,317,146)	-
Prepaid expenses	(500)	-
Increase in:		
Accounts payable and accrued expenses	8,068	-
Deferred revenue	500	-
Net Cash Provided By (Used in) Operating Activities	<u>19,006</u>	<u>(8,269)</u>
Cash Flows from Financing Activities:		
Advances provided by stockholders	<u>10,352</u>	<u>8,269</u>
Net Cash Provided by Financing Activities	<u>10,352</u>	<u>8,269</u>
Cash Flows from Investing Activities		
Purchase of treasury stock	<u>(10,000)</u>	-
	(10,000)	-
Net Increase or (Decrease) in Cash	19,358	-
Cash at Beginning of Period	<u>65</u>	-
Cash at End of Period	<u>\$ 19,423</u>	<u>\$ -</u>

MyECheck, Inc.
STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY
FOR THE QUARTERS ENDED MARCH 31, 2014 AND MARCH 31, 2013

	Preferred Stock		Common Stock		Treasury Stock		Additional	Accumulated	
	Shares	Amount	Shares	Amount	Shares	Amount	Paid-in Capital	Deficit	Total
Balance, December 31, 2011	-	\$ -	2,470,000	\$ 25	-	\$ -	\$ 3,563,096	\$ (4,740,664)	\$ (1,177,543)
December 6, 2012	1	-	3,000,000,000	30,000	-	-	-	-	30,000
December 21, 2012	-	-	255,000,000	2,550	-	-	-	(2,550)	-
January 9, 2013	-	-	260,000,000	2,600	-	-	-	-	2,600
Net Income or (loss)	-	-	-	-	-	-	-	(52,230)	(52,230)
Balance, December 31, 2012	1	-	3,517,470,000	35,175	-	-	3,563,096	(4,795,444)	(1,197,173)
January 4, 2013	-	-	275,000,000	2,750	-	-	-	-	2,750
Net Income or (loss)	-	-	-	-	-	-	-	(8,269)	(8,269)
Balance, March 31, 2013	1	-	3,792,470,000	37,925	-	-	3,563,096	(4,803,713)	(1,202,692)
May 10, 2013	-	-	350,000,000	3,500	-	-	-	(3,500)	-
Net Income or (loss)	-	-	-	-	-	-	-	8,269	8,269
Balance, June 30, 2013	1	-	4,142,470,000	41,425	-	-	3,563,096	(4,798,944)	(1,194,423)
August 22, 2013	-	-	300,000,000	3,000	-	-	-	(3,000)	-
Net Income or (loss)	-	-	-	-	-	-	-	553,610	553,610
Balance, September 30, 2013	1	-	4,442,470,000	44,425	-	-	3,563,096	(4,248,334)	(640,813)
November 15, 2013	-	-	250,000,000	2,500	-	-	46,481	-	48,981
Net Income or (loss)	-	-	-	-	-	-	-	465,083	465,083
Balance, December 31, 2013	1	-	4,692,470,000	46,925	-	-	3,609,577	(3,783,251)	(126,749)
January 17, 2014	-	-	25,000,000	250	-	-	-	-	250
February 14, 2014	-	-	(1,000,000,000)	-	(1,000,000,000)	(10,000)	-	-	(10,000)
February 14, 2014	-	-	400,000,000	4,000	-	-	-	-	4,000
Net Income, 2014	-	-	-	-	-	-	-	1,323,656	1,323,656
Balance, March 31, 2014	1	-	4,117,470,000	\$ 51,175	(1,000,000,000)	\$ (10,000)	\$ 3,609,577	\$ (2,459,595)	\$ 1,191,157

MyECheck, Inc.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE QUARTERS ENDED MARCH 31, 2014 AND MARCH 31, 2013

NOTE 1 - ORGANIZATION

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The Company uses the accrual basis of accounting and accounting principles generally accepted in the United States of America ("GAAP" accounting) are the financial statements are presented in US dollars. The Company has adopted a December 31 fiscal year end.

Use of Estimates and Assumptions

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of assets requires management to make estimates and assumptions that affect the reported amounts and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and the expenses during the reporting period. Actual results could differ from those estimates.

Financial Instruments

The carrying value of the Company's financial instruments approximates their fair value because of the short maturity of these instruments.

Income Taxes

Income taxes are accounted for under the assets and liability method. Deferred tax assets and liabilities are recognized for the estimated future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases and operating loss and tax credit carry forwards. Deferred tax assets and liabilities are measured using enacted tax rates in effect for the year in which those temporary differences are expected to be recovered or settled. Use of net operating loss carry forwards for income tax purposes may be limited by Internal Revenue Code section 382 if a change of ownership occurs.

Basic Income (Loss) Per Share

Basic income (loss) per share is calculated by dividing the Company's net loss applicable to common shareholders by the weighted average number of common shares during the period. Diluted earnings per share is calculated by dividing the Company's net income available to common shareholders by the diluted weighted average number of shares outstanding during the year. The diluted weighted average number of shares outstanding is the basic weighted number of shares adjusted for any potentially dilutive debt or equity. There are no such common stock equivalents outstanding as of March 31, 2014.

MyECheck, Inc.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE QUARTERS ENDED MARCH 31, 2014 AND MARCH 31, 2013

NOTE 2 - SUMMARY OF SIGNIFCANT ACCOUNTING POLICIES (CONT.)

Dividends

The Company has not adopted any policy regarding payment of dividends. No dividends have been paid during any of the periods shown.

Impairment of Long-Lived Assets

The Company continually monitors events and changes in circumstances that could indicate carrying amounts of long-lived assets may not be recoverable. When such events or changes in circumstances are present, the Company assesses the recoverability of long lived assets by determining whether the carrying value of such assets will be recovered. Impairment of Long-Lived Assets (Continued) through undiscounted expected future cash flows. If the total of the future cash flows is less than the carrying amount of those assets, the Company recognizes an impairment loss based on the excess of the carrying amount over the fair value of the assets. Assets to be disposed of are reported at the lower of the carrying amount or the fair value less costs to sell.

Advertising Costs

The Company's policy regarding advertising is to expense advertising when incurred. Revenue Recognition. The Company recognizes revenue when products are fully delivered or services have been provided and collection is reasonably assured.

Stock-Based Compensation

Stock-based compensation is accounted for at fair value in accordance with SFAS No. 123 and 123 (R) (ASC 718). To date, the Company has not adopted a stock option plan and has not granted any stock options.

New Authoritative Accounting Guidance

On July 1,2009, the Accounting Standards Codification ("ASC") became the Financial Accounting Standards Board ("FASB") officially recognized source of authoritative U.S. generally accepted accounting principles applicable to all public and non-public nongovernmental entities, superseding existing FASB, AICPA, EITF and related literature. Rules and interpretive releases of the SEC under the authority of federal securities laws are also sources of authoritative GAAP for SEC registrants. All other accounting literature is considered non-authoritative. The switch to the ASC affects the away companies refer to U.S. GAAP in financial statements and accounting policies. Citing particular content in the ASC involves specifying the unique numeric path to the content through the Topic, Subtopic, Section and Paragraph structure. *FASB ASC Topic 260, "Earnings Per Share."*

MyECheck, Inc.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE QUARTERS ENDED MARCH 31, 2014 AND MARCH 31, 2013

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

New Authoritative Accounting Guidance (Cont.)

On January 1, 2009, the Company adopted new authoritative accounting guidance under FASB ASC Topic 260, "Earnings Per Share," which provides that unvested share-based payment awards that contain non-forfeitable rights to dividends or dividend equivalents (whether paid or unpaid) are participating securities and shall be included in the computation of earnings per share pursuant to the two-class method.

FASB ASC Topic 820, "Fair Value Measurements and Disclosures." New authoritative accounting guidance under ASC Topic 820, "Fair Value Measurements and Disclosures," affirms that the objective of fair value when the market for an asset is not active is the price that would be received to sell the asset in an orderly transaction, and clarifies and includes additional factors for determining whether there has been a significant decrease in market activity for an asset when the market for that asset is not active.

ASC Topic 820 requires an entity to base its conclusion about whether a transaction was not orderly on the weight of the evidence.

The new accounting guidance amended prior guidance to expand certain disclosure requirements. The Company adopted the new authoritative accounting guidance under ASC Topic 820 during the first quarter of 2009. Adoption of the new guidance did not significantly impact the Company's consolidated financial statements. Further new authoritative accounting guidance (Accounting Standards Update No. 2009-5) under ASC Topic 820 provides guidance for measuring the fair value of a liability in circumstances in which a quoted price in an active market for the identical liability is not available. In such instances, a reporting entity is required to measure fair value utilizing a valuation technique that uses (i) the quoted price of the identical liability when traded as an asset, (ii) quoted prices for similar liabilities or similar liabilities when traded as assets, or (iii) another valuation technique that is consistent with the existing principles of ASC Topic 820, such as an income approach or market approach. The new authoritative accounting guidance also clarifies that when estimating the fair value of a liability, a reporting entity is not required to include a separate input or adjustment to other inputs relating to the existence of a restriction that prevents the transfer of the liability. The foregoing new authoritative accounting guidance under ASC Topic 820 will be effective for the Company's consolidated financial statements beginning October 1, 2009 and is not expected to have a significant impact on the Company's consolidated financial statements FASB ASC Topic 825 "Financial Instruments." New authoritative accounting guidance under ASC Topic 825, "Financial Instruments," requires an entity to provide disclosures about the fair value of financial instruments in interim financial information and amends prior guidance to require those disclosures in summarized financial information at interim reporting periods.

MyECheck, Inc.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE QUARTERS ENDED MARCH 31, 2014 AND MARCH 31, 2013

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

New Authoritative Accounting Guidance (Cont.)

New Authoritative Accounting Guidance (continued} FASB ASC Topic 855, "*Subsequent Events*."

New authoritative accounting guidance under ASC Topic 855, "Subsequent Events," establishes general standards of accounting for and disclosure of events that occur after the balance sheet date but before financial statements are issued or available to be issued.

ASC Topic 855 defines (i) the period after the balance sheet date during which a reporting entity's management should evaluate events or transactions that may occur for potential recognition or disclosure in the financial statements, (ii) the circumstances under which an entity should recognize events or transactions occurring after the balance sheet date in its financial statements, and (iii) the disclosures an entity should make about events or transactions that occurred after the balance sheet date. The new authoritative accounting guidance under ASC Topic 855 became effective for the Company's financial statements for periods ending after June 15, 2009. Effective February 24, 2010, the FASB issued Accounting Standards Update ("ASU") No. 2010-09, "Subsequent Events (Topic 855): Amendments to Certain Recognition and Disclosure Requirements" which revised certain disclosure requirements. ASU No. 2010-09 did not have a significant impact on the Company's consolidated financial statements. The company evaluated subsequent events, which are events or transactions that occurred after March 31, 2011 through the issuance of the accompanying consolidated financial statements. Management does not believe that any other recently issued but not yet effective accounting pronouncements, if adopted, would have an effect on the accompanying consolidated financial statements.

Revenue Recognition

MyEChecks' revenue recognition policy is based on SOP 97-2 as amended by SOP 98-4 and SOP 98-9. MyECheck recognizes revenue when persuasive evidence of an arrangement exists. MyECheck has delivered the product or performed the service, the fee is fixed or determinable and collection is reasonably assured. If any of these criteria are not met, MyECheck defers revenue until such time as all criteria are met.

NOTE 3 - RELATED PARTY TRANSACTIONS

There are no related party transactions.

MyECheck, Inc.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE QUARTERS ENDED MARCH 31, 2014 AND MARCH 31, 2013

NOTE 4 – LEASES AND COMMITMENTS

The Company entered into a secured lease with QTS Data Center. The terms of this agreement are three (3) years at \$500 per month. The following table represents the future lease payments:

12/31/2014	\$	4,500
12/31/2015		6,000
12/31/2016		4,500
Total	\$	<u>15,000</u>

NOTE 5 – MAJOR EVENTS

At March 31, 2014, Itonis, Inc. signed a Licensing Agreement with MyECheck, Inc. for Itonis to acquire a software license for MyECheck's patented mobile payment app that will facilitate point of purchase transactions. The license agreement calls for Itonis to pay a one-time licensing fee to MyECheck as well as a portion of the per-transaction fees collected at the point of sale. There is no expiration date on that license.

On February 26, 2014, MyECheck was selected by GreenPay, LLC to provide a comprehensive processing solution. MyECheck received an upfront licensing fee from GreenPay and will share in a percentage of transaction fee revenue.

The Company was able to utilize cash flow generated from operations to purchase 1,000,000,000 shares of MyECheck's Common stock from its major shareholder.

NOTE 6 – SUBSEQUENT EVENTS

Management has negotiated an agreement to reduce the debt with vendors. Two transactions were complete on February 28, 2014 reducing accounts payable by \$78,147 in exchange for 9,000,000 of free trading stock. As of the date of this filing the shares have not been issued and accounts payable have not been adjusted down.

As of May, 15, 2014 the Company has received \$1,110,000 of revenue earned in the first quarter. The Company's cash balance as of May 15, 2014 is \$1,075,000 with Accounts Receivable being reduced by \$1,110,000 to \$557,045.