

**MOUNTAIN HIGH ACQUISITIONS CORP.  
CONSOLIDATED BALANCE SHEETS**

	<b>Unaudited June 30, 2015</b>	<b>Audited March 31, 2015</b>
<b>ASSETS</b>		
CURRENT ASSETS		
Cash and cash equivalents	\$ 2,774	\$ 45
TOTAL CURRENT ASSETS	<u>2,774</u>	<u>45</u>
ADVANCES	-	50,000
INVENTORY	19,198	-
TOTAL ASSETS	<u>\$ 21,972</u>	<u>\$ 50,045</u>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY (DEFICIT)</b>		
CURRENT LIABILITIES		
Accounts payable	\$ 67,613	\$ 97,479
Accrued payroll	57,500	-
Notes payable	96,000	48,521
Advances from Related Parties	35,519	441,895
TOTAL CURRENT LIABILITIES	<u>256,632</u>	<u>587,895</u>
COMMITMENTS AND CONTINGENCIES	-	-
STOCKHOLDERS' EQUITY (DEFICIT):		
Preferred stock, \$0.0001 par value; 250,000,000 shares authorized, nil shares issued and outstanding	-	-
Common stock, \$0.0001 par value; 250,000,000 shares authorized, 33,252,267 and 24,142,000 shares issued and outstanding respectively	3,325	2,414
Additional paid in capital	2,899,529	1,917,976
Accumulated (deficit)	<u>(3,137,514)</u>	<u>(2,458,240)</u>
TOTAL STOCKHOLDERS' EQUITY (DEFICIT)	<u>(234,660)</u>	<u>(537,850)</u>
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY (DEFICIT)	<u>\$ 21,972</u>	<u>\$ 50,045</u>

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

**MOUNTAIN HIGH ACQUISITIONS CORP.**  
**CONSOLIDATED STATEMENT OF OPERATIONS**  
**FOR THE THREE MONTHS ENDED JUNE 30, 2015 (UNAUDITED)**  
**AND JUNE 30, 2014 (UNAUDITED)**

	<b>June 30, 2015</b>	
	<b>2015</b>	<b>2014</b>
Revenue	\$ 15,440	\$ -
Cost of revenue	<u>38</u>	<u>-</u>
Gross profit	15,402	-
 Selling, general and administrative expenses	 198,961	 1,325,640
Impairment	<u>1,500,000</u>	<u>-</u>
	<u>1,698,961</u>	<u>-</u>
(Loss) from operations	(1,683,559)	(1,325,640)
 Other income (expense)	 <u>35,973</u>	 <u>-</u>
Net (loss)	\$ <u>(1,647,586)</u>	\$ <u>(1,325,640)</u>
 Weighted average shares outstanding - basic and diluted	 <u>28,079,857</u>	 <u>23,892,000</u>
(Loss) per shares - basic and diluted	\$ <u>(0.06)</u>	\$ <u>(0.06)</u>

**MOUNTAIN HIGH ACQUISITIONS CORP.**  
**CONSOLIDATED STATEMENT OF STOCKHOLDERS' EQUITY (DEFICIT)**  
**FROM JANUARY 29, 2014 (INCEPTION) TO JUNE 30, 2015**

	<u>Common Stock</u>		<u>Additional</u>	<u>Accumulated</u>	<u>Total</u>
	<u>Shares</u>	<u>Amount</u>	<u>Paid-in</u>	<u>Deficit</u>	<u>Shareholders'</u>
			<u>Capital</u>		<u>Equity (Deficit)</u>
Balance, January 29, 2014	-	\$ -	\$ 0	\$ 0	\$ -
Shares issued for cash	8,104,000	810	610,690		611,500
Shares issued in connection with recapitalization/ reverse merger	15,788,000	1,579	(37,689)	0	(36,110)
Net (loss)				(133,607)	(133,607)
Balance March 31, 2014	23,892,000	2,389	573,001	(133,607)	441,783
Fair value of warrants issued for services	-	-	1,257,000	0	1,257,000
Proceeds received for shares not issued			63,000		63,000
Shares issued in lieu of compensation	250,000	25	24,975		25,000
Net (loss)	-	-	0	(2,324,633)	(2,324,633)
Balance, March 31, 2015	24,142,000	2,414	1,917,976	(2,458,240)	(537,850)
Issue shares for proceeds received	420,000	42	(42)		-
Private placement	336,667	34	50,466		50,500
Purchase GreenLife	10,000,000	1,000	1,499,000	(27,029)	1,472,971
Retire shares from reverse merger	(2,000,000)	(200)	200		-
Issue shares in lieu of payment	353,600	35	35,325		35,360
Sale of Canna-Life			(603,396)	995,341	391,945
Net (loss)				(1,647,586)	(1,647,586)
Balance June 30, 2015 (Unaudited)	<u>33,252,267</u>	<u>\$ 3,325</u>	<u>\$ 2,899,529</u>	<u>\$ (3,137,514)</u>	<u>\$ (234,660)</u>

**MOUNTAIN HIGH ACQUISITIONS CORP.**  
**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**THREE MONTHS ENDED JUNE 30, 2015 (UNAUDITED)**  
**JUNE 30, 2014 (UNAUDITED)**

	<b>June 30,</b>	
	<b>2015</b>	<b>2014</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net (loss)	\$ (1,647,586)	\$ (1,325,640)
Adjustment to reconcile net loss to net		
Cash used in operating activities:		
Fair value of warrants issued for consulting services		1,257,000
Fair value of shares issued for GreenLife	-	
Changes in:		
Deposits for acquisitions	-	-
Impairment goodwill	1,500,000	
Advances to Affiliate	50,000	-
Accounts payable	136	
Accrued liabilities	57,500	
Related parties	(6,186)	
Inventory	(19,198)	-
Current liabilities	<u>50,915</u>	<u>50,915</u>
Net cash used in operating activities	<u>(65,334)</u>	<u>(17,725)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of GreenLife	(24,360)	-
Disposition of Canna-Life	<u>41,923</u>	<u>-</u>
Net cash provided (used) by investing activities	<u>17,563</u>	<u>-</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from sale of shares	50,500	-
Proceeds from advances from stockholder	<u>-</u>	<u>17,705</u>
Net cash provided by financing activities	<u>50,500</u>	<u>17,705</u>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>2,729</b>	<b>(20)</b>
<b>CASH AND CASH EQUIVALENTS</b>		
Beginning of the period	45	811
End of the period	\$ <u><u>2,774</u></u>	\$ <u><u>791</u></u>
<b>Supplemental disclosures of cash flow information</b>		
Taxes paid	\$ <u><u>-</u></u>	\$ <u><u>-</u></u>
Interest paid	\$ <u><u>-</u></u>	\$ <u><u>-</u></u>

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

## **Note 1 - Organization and Basis of Presentation**

### Organization and Line of Business

Mountain High Acquisitions Corp., formerly known as Wireless Attachments, Inc., (the "Company") was incorporated under the laws of the State of Colorado on September 22, 2010. The Company was incorporated for the purpose of developing solar cloth membranes for outdoor active wear that convert sunlight into electrical power and that can be used for charging and/or operating mobile devices such as the iPod and the iPhone.

Canna-Life Corporation ("Canna-Life") was incorporated in the State of Colorado on January 29, 2014. On March 6, 2014, the Company entered into a share exchange agreement with Canna-Life. Pursuant to the agreement, the Company acquired from Canna-Life all of the issued and outstanding capital stock consisting of 8,104,000 shares of common stock in exchange for 8,104,000 shares of the Company's common stock.

Concurrently with the closing of the transaction, Alan Smith, Chief Executive Officer of Canna-Life purchased 120,000,000 shares of the Company's common stock from the Company's majority stockholder. In addition, Mr. Smith then entered into an agreement with the Company pursuant to which he returned 113,500,000 shares of the Company's common stock for cancellation. Mr. Smith was not compensated for the cancellation of his shares of the Company's common stock. Upon completion of the foregoing transactions, the Company had an aggregate of 23,892,000 shares of common stock issued and outstanding of which 14,604,000 shares (61%) were owned by the former stockholders of Canna-Life.

The exchange of shares with Canna-Life was accounted for as a reverse acquisition under the purchase method of accounting since Canna-Life obtained control of the Company and the Chief Executive Officer of Canna-Life became the Chief Executive Officer and sole director of the Company. Accordingly, the merger of Canna-Life into the Company was recorded as a recapitalization of Canna-Life, Canna-Life being treated as the continuing entity. The historical financial statements presented are the financial statements of Canna-Life. The share exchange agreement has been treated as a recapitalization and not as a business combination; therefore, no pro forma information is disclosed. At the date of this transaction, the net liabilities of the legal acquirer, Mountain High Acquisitions Corp, were \$36,110.

As a result of the reverse merger transactions described above the historical financial statements presented are those of Canna-Life, the operating entity. The Company is now engaged in the business to hold, develop and manage real property. See Subsequent Events for additional information on the focus of MYHI business activity.

On April 30, 2015, the Company entered into a Sale and Purchase Agreement to sell Canna-Life Corporation (the "CL Agreement") to Evolution Equities Corporation and Alan Smith ("Purchasers") Under the terms of the CL Agreement the Company will sell 8,104,000 (100%) of its shares of Canna-Life and execute a note Payable for \$80,000 to Evolutions Equities Corporation in exchange for the extinguishment of \$490,416 of debt due to the Purchasers at March 31, 2015 and \$1.00 cash.

On May 22, 2015 the Company completed the acquisition of Greenlife Botanix ("Greenlife") as detailed in the First Amendment to the Shareholder Agreement dated February 8, 2015. The Company issued 10,000,000 restricted shares of its common stock to the shareholders of Greenlife in exchange for their 100% interest in Greenlife. The shares were valued at the market value on the date of issuance, \$0.15, \$1,500,000. The amount paid for Greenlife was recorded as Goodwill due to the start up nature of Greenlife and the minimal net assets of Greenlife at the time of acquisition. Subsequent to the purchase of Greenlife the Company entered into a recession agreement with Freedom Seed and Feed, "FSF", which impaired the integration of Greenlife and FSF into a fully integrated cosmetic company. Due to the rescission of FSF and the remarketing of the Greenlife product line the Company evaluated the book value of the asset and elected to impair the Goodwill value of Greenlife and expensed the \$1,500,000 book value in the three months ended June 30, 2015.

#### Going Concern

The accompanying consolidated financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America, which contemplate continuation of the Company as a going concern. The Company has incurred a net loss of \$1,647,586 and used cash for operations of \$65,334 for the three months ended June 30, 2015 and has an accumulated deficit of \$3,137,514 and a working capital deficit of \$253,858 as of June 30, 2015. These conditions raise substantial doubt as to the Company's ability to continue as a going concern. These consolidated financial statements do not include any adjustments that might result from the outcome of this uncertainty. These consolidated financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts, or amounts and classification of liabilities that might be necessary should the Company be unable to continue as a going concern. Management plans to continue to raise capital to fund the Company's operations and believes that it can continue to raise equity or debt financing to support its operations until the Company is able to generate positive cash flow from operations.

### **Note 2 – Summary of Significant Accounting Policies**

#### Basis of Presentation

The accompanying consolidated financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America ("US GAAP"). The accompanying consolidated financial statements have been presented in United States Dollars (\$ or "USD"). The fiscal year end is March 31.

#### Principles of Consolidation

The accounts of the Company and its wholly-owned subsidiary Canna-Life and GreenLife Botanix are included in the accompanying consolidated financial statements. All intercompany balances and transactions were eliminated in consolidation.

#### Use of Estimates

The preparation of financial statements in conformity with US GAAP requires management to make estimates and assumptions. These estimates and assumptions 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 from those estimates. It is possible that accounting estimates and assumptions may be material to the Company due to the levels of subjectivity and judgment involved.

#### Cash and Cash Equivalents

Cash and cash equivalents include cash on hand and cash in time deposits, certificates of deposit and all highly liquid debt instruments with original maturities of three months or less.

#### Revenue Recognition

In accordance with the Securities and Exchange Commission's ("SEC") Staff Accounting Bulletin No. 104, *Revenue Recognition*, the Company will recognize revenue when it is realized or realizable and earned. The Company must meet all of the following four criteria under SAB 104 to recognize revenue:

- Persuasive evidence of an arrangement exists
- Delivery has occurred
- The sales price is fixed or determinable
- Collection is reasonably assured

#### Inventories

Inventories consisting of cosmetic products are stated at the lower of cost or market. Cost is determined using the first-in, first-out method and are adjusted to actual cost quarterly based on a physical count. Net realizable value is the estimated selling price in the ordinary course of business, less applicable variable selling expenses.

#### Intangible Assets

The Company accounts for intangibles in accordance with ASC 350, Intangible-Goodwill and Other. The Company evaluates intangibles, at a minimum, on an annual basis and whenever events and changes in circumstances suggest that the carrying amount may not be recoverable. Impairment of intangibles is tested by comparing the carrying amount to the fair value. The fair values are estimated using undiscounted projected net cash flows. If the carrying amount exceeds its fair value, intangibles are considered impaired and a second step is performed to measure the amount of impairment loss, if any. The Company evaluates the impairment of intangibles as of the end of each fiscal year or whenever events or changes in circumstances indicate that an intangible asset's carrying amount may not be recoverable. These circumstances include:

- a significant decrease in the market value of an asset;
- a significant adverse change in the extent or manner in which an asset is used; or
- an accumulation of costs significantly in excess of the amount originally expected for the acquisition of an asset.

The Company recognized an impairment expense related to intangible assets during the three months ended June 30, 2015 of \$1,500,000 and nil for the three months ended June 30, 2014

## Income Taxes

The Company accounts for income taxes in accordance with ASC Topic 740, *Income Taxes*. ASC 740 requires a company to use the asset and liability method of accounting for income taxes, whereby deferred tax assets are recognized for deductible temporary differences, and deferred tax liabilities are recognized for taxable temporary differences. Temporary differences are the differences between the reported amounts of assets and liabilities and their tax bases. 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. Deferred tax assets and liabilities are adjusted for the effects of changes in tax laws and rates on the date of enactment.

Under ASC 740, a tax position is recognized as a benefit only if it is “more likely than not” that the tax position would be sustained in a tax examination, with a tax examination being presumed to occur. The amount recognized is the largest amount of tax benefit that is greater than 50% likely of being realized on examination. For tax positions not meeting the “more likely than not” test, no tax benefit is recorded. The portion of the benefits associated with tax positions taken that exceeds the amount measured as described above is reflected as a liability for unrecognized tax benefits in the balance sheets along with any associated interest and penalties that would be payable to the taxing authorities upon examination. Applicable interest and penalties associated with unrecognized tax benefits are classified as additional income taxes in the statements of operations. The open tax years are 2011, 2012, 2013 and 2014.

The Company has no tax positions at June 30, 2015, or March 31, 2015, for which the ultimate deductibility is highly certain but for which there is uncertainty about the timing of such deductibility.

## Basic and Diluted Loss Per Share

Earnings per share is calculated in accordance with the ASC Topic 260, *Earnings Per Share*. Basic earnings per share is based upon the weighted average number of common shares outstanding. Diluted earnings per share is based on the assumption that all dilutive convertible shares and stock warrants were converted or exercised. Dilution is computed by applying the treasury stock method. Under this method, warrants are assumed to be exercised at the beginning of the period (or at the time of issuance, if later), and as if funds obtained thereby were used to purchase common stock at the average market price during the period. There were 904,000 warrants outstanding at June 30, 2015, which were excluded from the diluted loss per share calculation as their inclusion would be anti-dilutive.

## Recent Accounting Pronouncements

In April 2014, the Financial Accounting Standards Board (“FASB”) issued Accounting Standards Update (“ASU”) 2014-08, *Presentation of Financial Statements (Topic 205) and Property, Plant and Equipment (Topic 360)*. ASU 2014-08 amends the requirements for reporting discontinued operations and requires additional disclosures about discontinued operations. Under the new guidance, only disposals representing a strategic shift in operations or that have a major effect on the Company's operations and financial results should be presented as discontinued operations. This new accounting guidance is effective for annual periods beginning after December 15, 2014. The Company is currently evaluating the impact of adopting ASU 2014-08 on the Company's results of operations or financial condition.



In June 2014, the FASB issued ASU No. 2014-10, Development Stage Entities (Topic 915): Elimination of Certain Financial Reporting Requirements, Including an Amendment to Variable Interest Entities Guidance in Topic 810, Consolidation which removes the definition of a development stage entity from Topic 915, thereby removing the distinction between development stage entities and other reporting entities from U.S. GAAP. In addition, the amendments eliminate the requirements for development stage entities to (1) present inception-to-date information on the statements of operations, cash flows, and stockholders' equity, (2) label the financial statements as those of a development stage entity, (3) disclose a description of the development stage activities in which the entity is engaged, and (4) disclose in the first year in which the entity is no longer a development stage entity that in prior years it had been in the development stage. The amendment is effective for annual reporting periods beginning after December 15, 2014. Early application is permitted. The Company chose to adopt ASU No. 2014-10 in the period ended March 31, 2014.

Other recent authoritative guidance issued by the FASB (including technical corrections to the FASB Accounting Standards Codification), the American Institute of Certified Public Accountants, and the SEC, did not, or are not expected to have a material effect on the Company's consolidated financial statements.

### **Note 3 – Advances from Stockholder**

Alan Smith, the Company's Chief Executive officer and a director, has advanced money to fund the Company's operations. The amount due to stockholder at June 30, 2015 and March 31, 2014 was \$8,500 and \$441,895, respectively. The amount is unsecured, due upon demand and non-interest bearing.

### **Note 4 – Equity**

#### **Common Stock**

The Company has authorized 250,000,000 shares of common stock with a par value of \$0.0001 per share and 250,000,000 shares of preferred stock with a par value of \$0.0001 per share.

The Company issued 7,500,000 shares of common stock to its founder for \$7,500 upon incorporation.

In connection with a private placement offering, in March 2014 the Company sold 604,000 units, each unit consisting of one share of the Company's common stock and a warrant to purchase one share of the Company's common stock. The warrants have an exercise price of \$4.75 and expire on March 6, 2017.

In connection with reverse merger transaction, the original stockholders of the Company retained 15,788,000 shares of common stock of which 6,500,000 of those shares were purchased by Mr. Smith concurrent with the closing of the transaction between the Company and Canna-Life (see Note 1).

On December 8, 2014, the Company issued 250,000 restricted shares of restricted common stock to Richard G. Stifel, the Company's CFO and a Director, for serving as a Director of the Company. The Company recorded an expense of \$25,000 for the fair market value of these shares.

During March 2015, the Company sold 420,000 restricted shares of common stock through a private placement at \$0.15 per share. These shares were issued on April 14, 2015

During the three months ended June 30, 2015 the Company issued 336,667 restricted shares through a private placement at \$0.15 per share.

On May 22, 2015, The Company issued 10,000,000 restricted shares to the shareholders of Greenlife Botanix pursuant to closing the Share Exchange Agreement dated February 8, 2015. The shares were valued at the fair market trading value, \$0.15, on the closing date.

The Company issued 353,600 restricted shares to a vendor in lieu of payment of \$35,360 that was owed to the vendor at March 31, 2015.

Pursuant to agreements with potential investors; Alan Smith, CEO and a Director, retired 2,000,000 shares he received from the reverse merger referenced above. The share retirement was valued at par \$0.0001 per share.

### Warrants

On April 3, 2014, the Company's entered into a consulting agreement with Dr. Bob Melamede. Pursuant to the consulting agreement, Dr. Melamede will serve as a member of the Company's newly formed Advisory Board and act as the Scientific Advisor of the Advisory Board for a term of 12 months. In exchange for Dr. Melamede's services, he shall receive: (1) \$10,000 per year, due and payable in advance; and (2) 300,000 common stock purchase warrants at an exercise price of \$4.00 per share, that vest immediately and shall expire on April 3, 2016.

The fair value of the 300,000 warrants was determined to be \$1,257,000, which was recorded as "Selling, general and administrative expenses" on the accompanying consolidated statement of operations. The fair value was determined using the Black-Scholes model with the following assumptions:

- Dividend yield of 0%
- Expected volatility of 215%
- Risk-free interest rate of 0.24%
- Expected life of 2.0 years

The following table summarizes the warrant activity:

	<b>Number of</b>	<b>Weighted</b>	<b>Weighted</b>	<b>Aggregate</b>
	<b>Warrants</b>	<b>Average</b>	<b>Average</b>	<b>Intrinsic</b>
		<b>Exercise</b>	<b>Remaining</b>	
		<b>Price \$</b>	<b>Contractual</b>	<b>Value \$</b>
			<b>Life (in</b>	
			<b>years)</b>	
Outstanding, March 31, 2014	604,000	\$ 4.75		
Granted	300,000	\$ 4.00		
Exercised	-			
Forfeited/Canceled	-			
Outstanding, December 30, 2014	904,000	\$ 4.50	2.38	
Exercisable, December 30, 2014	904,000	\$ 4.50	2.38	\$ -

The number and weighted average exercise prices of all warrants outstanding as of June 30, 2015, are as follows:

<b>Warrants Outstanding and Exercisable</b>			
<b>Exercise</b>	<b>Number</b>	<b>Weighted</b>	<b>Weighted</b>
<b>Price \$</b>	<b>of Warrants</b>	<b>Average</b>	<b>Average</b>
		<b>Exercise</b>	<b>Remaining</b>
		<b>Price \$</b>	<b>Life</b>
			<b>(Years)</b>
4.00	300,000	4.00	1.51
4.75	604,000	4.75	2.43
	904,000		

## Note 5 – Income Taxes

The Company accounts for income taxes using the asset and liability approach in accounting for income taxes. Under this approach, deferred tax assets and liabilities are recognized based on anticipated future tax consequences, using currently enacted tax laws, attributable to temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts calculated for income tax purposes.

The Company has federal net operating loss carry forwards of approximately \$3,273,511, expiring in various years through 2036. The tax benefit of these net operating losses has been offset by a full allowance for realization. The use of the net operating loss carryforwards may be limited due to the change in control.

Income tax expense (benefit) consists of the following for the three months ended June 30, 2015:

Current taxes	\$ -
Deferred taxes	642,559
Less: valuation allowance	<u>(642,559)</u>
Net income tax provision	\$ <u><u>-</u></u>

The Company's effective tax rate differs from the high statutory rate for the period ended June 30, 2015, due to the following (expressed as a percentage of pre-tax income):

Federal taxes at statutory rate	\$ 34.0%
State taxes, net of federal tax benefit	5.0%
Valuation allowance	<u>(39.0)%</u>
Effective income tax rate	\$ <u><u>0.0%</u></u>

As of June 30, 2015, the components of these temporary differences and the deferred tax asset were as follows:

### Deferred Tax assets:

Net operating loss carryforward	\$ 1,631,221
Less: valuation allowance	<u>(1,631,221)</u>
Net deferred tax assets	\$ <u><u>-</u></u>

## Note 6 – Commitments and Contingencies

### Master Property Purchase and Sale Agreement

On April 30, 2014, the Company entered into a Master Property Purchase and Sale Agreement (the "Agreement") with Deep Blue Enterprises, LLC, a Colorado limited liability company that is the successor in interest to New Alternatives Consulting LLC ("Deep Blue"). Subject to the terms and conditions of the Agreement, the Company shall acquire 100% of Deep Blue's interests in three properties commonly known as the "Isabelle Property," which is located in Lafayette, Boulder County, Colorado, the "Pueblo Property," which is located in Avondale, Pueblo County, Colorado, and the "Madison St. Property," which is located in Denver, Denver County, Colorado (collectively referred to herein as the "Properties"). As consideration for the acquisition of Deep Blue's interests in the Properties, the Company shall pay to Deep Blue an aggregate of \$12,500,000 which is payable in various installments over the next year. Effective August 2014, the Company let the Agreement with Deep Blue expire. The monies paid to Deep Blue during the due diligence period were unrecoverable from Deep Blue and written off as of September 30, 2014.

On September 12, 2014, the Company completed its due diligence on the purchase of 2.38 acres of property and related structures known as the Greenhorn property, located in Pueblo Colorado. The Company has advanced \$6,000.00 earnest money for the Greenhorn property, through a related party. During November the Company decided not to pursue the purchase of the Greenhorn property due economic changes in the market and expensed all costs related to the purchase, \$7,000 to selling, general and administrative expenses.

#### **Note 7 – Subsequent Events**

The Company has determined that there are no subsequent events to report pertaining to the three months ended June 30, 2015

