



Consolidated financial statements for the three month s ended August 31, 2016 and
August 31, 2015
(unaudited)

Epcylon Technologies Inc.
Consolidated Balance Sheets
(Unaudited)

	August 31, 2016	May 31, 2016
CURRENT ASSETS:		
Cash	\$ 2,768,843	\$ 2,730,825
Local tax receivable	14,094	9,473
TOTAL CURRENT ASSETS	2,782,937	2,740,298
Security deposit	8,936	8,971
Property and equipment, net	23,015	23,015
TOTAL ASSETS	\$ 2,814,888	\$ 2,772,284
LIABILITIES and STOCKHOLDERS' EQUITY		
CURRENT LIABILITIES:		
Accounts payable and accrued expenses	\$ 40,775	\$ 27,781
Convertible debentures	375,010	375,010
Securities sold not yet purchased	569,761	519,866
Notes payable	369,462	294,462
CURRENT LIABILITIES	1,355,008	1,217,119
Deferred rent	5,501	5,523
TOTAL LIABILITIES	1,360,509	1,222,642
STOCKHOLDER'S EQUITY:		
Series A Preferred shares, par value \$0.0001		
10,000,000 shares authorized		
5,601,895 and 6,895,860 series A shares issued and outstanding as of August 31, 2016 and May 31, 2016 respectively	560	690
Common stock, par value \$0.0001		
300,000,000 shares authorized		
173,665,076 issued and outstanding		
as of August 31, 2016 and 173,665,076 May 31, 2016	17,364	17,364
Additional paid-in capital	8,526,644	8,785,308
Accumulated other comprehensive loss	(39,726)	(39,969)
Accumulated deficit	(7,050,463)	(7,213,751)
TOTAL STOCKHOLDERS' EQUITY	1,454,379	1,549,642
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 2,814,888	\$ 2,772,284

Epcylon Technologies Inc.
Consolidated statements of comprehensive income (loss)
(unaudited)

	For the 3 months Ended August 31, 2016	For the 3 months Ended August 31, 2015
REVENUE	\$ 26,812	\$ 6,899
EXPENSES		
General and administrative expenses	175,665	184,833
OPERATING LOSS	(148,853)	(177,934)
OTHER INCOME (EXPENSE)		
Interest (expense) income, net	(15,683)	(12,083)
Realized gain on marketable securities	338,180	101,308
Unrealized loss on marketable securities	(3,274)	(430,713)
Gain (loss) of foreign exchange	(7,082)	19,107
	312,141	(322,381)
NET INCOME (LOSS) BEFORE PROVISION FOR INCOME TAX	163,288	(500,315)
Provision for income tax	-	-
NET INCOME (LOSS)	163,288	(500,315)
Foreign currency translation adjustment	243	(1,305)
NET COMPREHENSIVE INCOME (LOSS)	\$ 163,531	\$ (501,620)
Net income (loss) per common share	\$0.00	(\$0.00)
Basic and fully diluted weighted average common shares outstanding	173,655,076	168,476,221

Epcylon Technologies Inc.
Consolidated Cash flow statement
(unaudited)

	For the 3 months Ended August 31, 2016	For the 3 months Ended August 31, 2015
OPERATING ACTIVITIES:		
Net loss	\$ 163,288	\$ (500,315)
<i>Adjustments to reconcile net loss to net cash used in operating activities:</i>		
Depreciation	-	2,951
Realized trading gains	(338,180)	(101,308)
Unrealized loss on marketable securities	3,274	430,713
<i>Changes in operating assets and liabilities:</i>		
Prepaid expenses	35	2,244
Local tax receivable	(4,621)	(5,079)
Accounts payable and accrued liabilities	12,997	(8,345)
Accrued interest on related party loans	-	12,085
NET CASH USED IN OPERATING ACTIVITIES	(163,206)	(167,054)
INVESTING ACTIVITIES:		
Acquisition of property & equipment	-	(2,604)
Net purchases of securities	384,776	225,197
NET CASH PROVIDED BY INVESTING ACTIVITIES	384,776	222,593
FINANCING ACTIVITIES:		
Redemption of Class A preferred stock	(258,794)	(300,000)
Proceeds from related party loans	75,000	139,952
NET CASH (USED IN) PROVIDED BY INVESTING ACTIVITIES	(183,794)	(160,048)
Effect of exchange rates on cash	243	(1,305)
INCREASE IN CASH	38,019	(105,814)
CASH - BEGINNING OF PERIOD	2,730,825	2,626,664
CASH - END OF PERIOD	\$ 2,768,844	\$ 2,520,850