SIPP INDUSTRIES, INC.

QUARTERLY REPORT

September 30, 2014

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ITEM 1 – NAME OF THE ISSUER AND ITS PREDECESSORS

The Company was incorporated as First Canadian Financial Corporation under the laws of British Columbia on July 21, 1993. On January 12, 1995, the Company changed its name to Promax Communications, Inc. On April 19, 2007, the Company was re-domiciled in the State of Nevada and changed its name to SIPP Industries, Inc.

ITEM 2 – ADDRESS OF THE ISSUER'S PRINCIPAL EXECUTIVE OFFICES

600 Anton Blvd
Suite 1100
Costa Mesa, CA 92626

Email: ir@sippindustries.com
Website: www.sippindustries.com

ITEM 3 – SECURITIES INFORMATION

CUSIP	784276 20 6
Par value	$0.001
Trading symbol	SIPC

PREFERRED STOCK

Shares Authorized	10,000,000	Preferred Class A
Shares Outstanding	1,000,000	As of September 30, 2014

COMMON STOCK

Shares Authorized	888,000,000	
Shares Outstanding	508,357,488	As of September 30, 2014
Non-Restricted	80,737,488	As of September 30, 2014
Shareholder of Record	718	

Transfer Agent

Interwest Transfer Company
1981 Murray Holiday Road
Suite 100
Salt Lake City, UT 84117

Interwest Transfer Company is registered under the Exchange Act.

There are no restrictions on the transfer of securities.

There are no trading suspension orders issued by the SEC in the past 12 months.

ITEM 4 - ISSUANCE HISTORY

On July 10, 2012 12,000,000 Common shares were issued to European Caribbean Financial Group, Kittihawk Trading Limited and Paramount Capital Inc. with each entity receiving 4,000,000 shares. On July 10, 2012 12,000,000 Common shares were issued to Netter Capital Inc.

On September 12, 2012 71,000,000 shares were issued to Stock Pages Com Inc.

ITEM 5 – FINANCIAL STATEMENTS

The financial statements are incorporated herein by reference and located on page 7 of this quarterly report.

Comparison of the three months ended September 30, 2014 to three months ended September 30, 2013

Revenue: The net revenues for the three months ended September 30, 2014 decreased 72% to $191,469 compared to $687,184 for the three months ended September 30, 2013. The revenues decrease was primarily due to loss of sales from the divested subsidiaries.

Operating Expenses: The operating expenses for the three months ended September 30, 2014 decreased 79% to $85,075 compared to $395,939 for the three months ended September 30, 2013. The expense decrease was primarily due to the elimination of operating cost associated with the divested subsidiaries.

Net Income: The net operating income for the three months ended September 30, 2014 increased 903% to $38,894 compared to a net income of $3,876 for the three months ended September 30, 2013. The increase in net income was due to significant lower cost of sales and operating expenses resulted from the subsidiary divestitures.

Comparison of the nine months ended September 30, 2014 to nine months ended September 30, 2013

Revenue: The net revenues for the nine months ended September 30, 2014 decreased 19% to $975,060 compared to $1,210,749 for the nine months ended September 30, 2013. The revenues decrease was primarily due to loss of sales from the divested subsidiaries.

Operating Expenses: The operating expenses for the nine months ended September 30, 2014 decreased 23% to $922,777 compared to $1,195,900 for the nine months ended September 30, 2013. The expense decrease was primarily due to the elimination of operating cost associated with the divested subsidiaries.

Net Income: The net operating income for the nine months ended September 30, 2014 increased 252% to $52,283 compared to a net income of $14,849 for the nine months ended September 30, 2013. The increase in net income was due to significant lower cost of sales and operating expenses resulted from the subsidiary divestitures.

Liquidity and Capital Resources

The net cash provided in operating activities for the nine month period ended September 30, 2014 was $46,687 compared to $3,876 for the same period ended September 30, 2013, an increase of 1,105%. The net cash used by financing activities for the nine month period ended September 30, 2014 was $10,000 compared to a net cash provided of $1,641 for the period ended September 30, 2013.

As a result of the above, we had a positive cash flow of $36,687 for the nine month period ended September 30, 2014 compared to $2,235 for the period ended September 30, 2013, an increase of 1,541%.

ITEM 6 – ISSUER'S BUSINESS, PRODUCTS, AND SERVICES

The Company was incorporated as First Canadian Financial Corporation under the laws of British Columbia on July 21, 1993. On January 12, 1995, the Company changed its name to Promax Communications, Inc. On April 19, 2007, the Company was re-domiciled in the State of Nevada and changed its name to SIPP Industries, Inc.

The Company distributes espresso/cappuccino machines with a variety of distributors. The distributors place the machines in various businesses and retail stores for use by employees and customers. The machines are an added value for the business because it allows them to offer an enhanced experience for the customer or employee.

On July 29, 2014, the Company had a change of control and as a result, discontinued its beverage businesses by divesting its Spectre Brands and Cafelinos subsidiaries.

The Company is now a conglomerate corporation that specializes in technology, import export and distribution of commercial and consumer products.

On September 16, 2014, the Company acquired KCN Capital, LLC., a firm that specializes in capital formation, acquisition and distribution of consumer products.

The Company primary SIC code is 3580.

The Company's fiscal year end date is December 31.

ITEM 7 - ISSUER'S FACILITIES

The Company currently leases an office located at 600 Anton Blvd, Suite 1100 Costa Mesa, CA 92626. The Company does not own or have any mortgages on this or any other facilities.

ITEM 8 – OFFICERS, DIRECTORS, AND CONTROL PERSONS

A. As of September 30, 2014, Syman Vong was the Chief Executive Officer and director and Thu Pham was a director of the Company.

B. There are no current or pending legal/disciplinary action against the Company as of September 30, 2014.

C. The following set forth the beneficial owners as of September 30, 2014:

Name	Shares	Stock	Address
TRX Fundco Kevin Price CEO, director	300,000,000	Common	2360 Corporate Circle Suite 400 Henderson, NV 89074
Stock Pages Andrea Zecevic CEO, director	71,000,000	Common	5H05155 Spectrum Way Mississuago, Ontario L4W 5A1

*The beneficial owners' names and address have changed and is being updated with the transfer agent.

ITEM 9 – THIRD PARTY PROVIDERS

Legal Counsel
Securities Compliance Group, Ltd.
9107 Wilshire Blvd
Suite 450
Beverly Hills, CA, 90210
PH: (889) 899-6643

ITEM 10 – ISSUER CERTIFICATION

I, Syman Vong, certify that:

1. I have reviewed this Quarterly Report of Sipp Industries, 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 my 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.

Date: November 13, 2014

/s/ Syman Vong
Syman Vong
Chief Executive Officer

SIPP INDUSTRIES, INC.
CONDENSED BALANCE SHEET
(UNAUDITED)

	For the Nine Months Ended September 30, 2014		For the Period Ended December 31, 2013	
ASSETS				
Current Assets				
Cash and cash equivalents	$	39,037	$	2,350
Accounts Receivable	$	15,000	$	-
Other Receivable	$	-	$	466,523
Inventory	$	-	$	1,200,000
Total Current Assets	$	54,037	$	1,668,873
Fixed Assets	$	278,625	$	17,613
Total Assets	$	332,662	$	1,686,486
LIABILITIES AND STOCKHOLDERS' DEFICIT				
Current Liabilities				
Accounts Payable and Accrued Liabilities	$	-	$	853,673
Other Payables	$	-	$	646,659
Due to Associated Company	$	-	$	75,000
Total Current Liabilities	$	-	$	1,575,332
Long Term Liabilities - Convertible Promissory Note	$	67,680	$	77,680
Total Liabilities	$	67,680	$	1,653,012
Stockholders' Equity (Deficit)				
Common stock - $0.001 par value; 888,000,000 shares authorized; 508,357,488 shares issued and outstanding	$	508,357	$	469,857
Preferred Stock - $0.001 par value; 10,000,000 shares authorized; 1,000,000 shares issued and outstanding	$	1,000	$	1,000
Additional paid-in capital	$	1,153,888	$	1,192,388
Deficit accumulated during development stage	$	(1,398,263)	$	(1,629,771)
Total Stockholders' Equity (Deficit)	$	264,982	$	33,474
Total Liabilities and Stockholders' Equity (Deficit)	$	332,662	$	1,686,486

The accompanying notes are part of these condensed financial statements

SIPP INDUSTRIES, INC.
CONDENSED STATEMENT OF OPERATIONS
(UNAUDITED)

	For the Three Months Ended		For the Nine Months Ended	
	September 30, 2014	September 30, 2013	September 30, 2014	September 30, 2013
Revenues				
Sales	$ 191,469	$ 687,184	$ 1,571,572	$ 2,060,933
Cost of revenues	$ 67,500	$ 287,369	$ 596,512	$ 850,184
Gross Profit	$ 123,969	$ 399,815	$ 975,060	$ 1,210,749
Operating Costs and Expenses				
General & administrative expenses	$ 85,075	$ 161,719	$ 486,177	$ 560,468
Selling Expense	$ -	$ 234,220	$ 436,600	$ 635,432
Total Operating Costs and Expenses	$ 85,075	$ 395,939	$ 922,777	$ 1,195,900
Net Income	$ 38,894	$ 3,876	$ 52,283	$ 14,849
Basic and diluted loss per common share	$ 0	$ 0	$ 0	$ 0
Basic and diluted weighted average Common shares outstanding	508,357,488	469,857,488	508,357,488	469,857,488

The accompanying notes are part of these condensed financial statements

SIPP INDUSTRIES, INC.
CONDENSED STATEMENT OF CASH FLOWS
(UNAUDITED)

	For the Nine Months Ended September 30, 2014		For the Nine Months Ended September 30, 2013	
OPERATING ACTIVITIES				
Cash Flows from Operating Activities				
Net Income	$	52,283	$	3,876
Changes in operating assets and liabilities				
Accounts receivable	$	441,700	$	-
Inventory	$	1,200,000	$	-
Accounts payable	$	(1,556,372)	$	-
Other	$	(90,924)	$	-
Net Cash Provided From Operating Activities	$	46,687	$	3,876
INVESTING ACTIVITIES				
Net Cash Provided in Investing Activities	$	-	$	-
FINANCING ACTIVITIES				
Increase in accounts payable accrued liabilities	$	-	$	1,641
Increase in paid-in-capital	$	-	$	-
Increase in convertible debt	$	(10,000)	$	-
Inssuance of capital stock	$	-	$	-
Net Cash Provided (Used) for Financing Activities	$	(10,000)	$	1,641
Net change in cash	$	36,687	$	2,235
Cash, beginning of period	$	2,350	$	-
Cash, end of period	$	39,037	$	2,235

The accompanying notes are part of these condensed financial statements

SIPP INDUSTRIES, INC.
NOTES TO CONDENSED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2014
(UNAUDITED)

NOTE 1 - GENERAL ORGANIZATION AND BUSINESS ISSUES

The Company was incorporated as First Canadian Financial Corporation under the laws of British Columbia on July 21, 1993. On January 12, 1995, the Company changed its name to Promax Communications, Inc. On April 19, 2007, the Company was re-domiciled in the State of Nevada and changed its name to SIPP Industries, Inc.

The company announced in Q1 2011 that it has finalized a merger with a specialty liquor company – Specialty Spirits Imports, Inc. which is authorized to license private label liquors and wines. This becomes a wholly owned subsidiary of Sipp Industries Inc.

In April 2012, the company has commenced operations under the brand name Cafelinos of selling franchises businesses providing a unique system for specialized coffee and bistro deployment for a variety of businesses.

On July 29, 2014, the Company had a change of control and discontinued its beverage businesses by divesting its Spectre Brands and Cafelinos subsidiaries.

The Company is now a conglomerate corporation that specializes in technology, import export and distribution of commercial and consumer products.

On September 16, 2014, the Company acquired KCN Capital, LLC., a firm that specializes in capital formation, acquisition and distribution of consumer products.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING PRACTICES

Accounting policies and procedures are listed below. The company will be adopting a December 31 year end effective with the 2010 year.

Accounting Basis

We have prepared the consolidated financial statements according to generally accepted accounting Principles (GAAP).

Cash and Cash Equivalents

The Company considers all highly liquid investments with original maturities of three months or less as cash equivalents. As of September 30, 2014 the company had no cash or cash equivalent balances in excess of the federally insured amounts. The Company's policy is to invest excess funds in only well capitalized financial institutions.

Earnings per Share

The Company adopted the provisions of SFAS No. 128, "Earnings per Share." SFAS No. 128 requires the presentation of basic and diluted earnings per share ("EPS"). Basic EPS is computed by dividing income available to common stockholders by the weighted-average number of common shares outstanding for the period. Diluted EPS includes the potential dilution that could occur if options or other contracts to issue common stock were exercised or converted.

The Company has not issued any options or warrants or similar securities since inception.

Stock Based Compensation

As permitted by Statement of Financial Accounting Standards ("SFAS") No. 148, "Accounting for Stock-Based Compensation--Transition and Disclosure", which amended SFAS 123 ("SFAS 123"), "Accounting for Stock-Based Compensation", the Company has elected to continue to follow the intrinsic value method in accounting for its stock-based employee compensation arrangements as defined by Accounting Principles Board Opinion ("APB") No. 25, "Accounting for Stock Issued to Employees", and related Interpretations including "Financial Accounting Standards Board Interpretations No. 44, Accounting for Certain Transactions Involving Stock Compensation", and interpretation of APB No. 25. At September 30, 2014 the Company has not formed a Stock Option Plan and has not issued any options.

Dividends

The Company has adopted a policy regarding the payment of dividends. Dividends may be paid to shareholders once all divisions are fully operational and profitable. The Board may also pay dividends to counter any short selling or undermining of the entity. See Note 1.

Fixed Assets

Fixed assets are carried at cost. Depreciation is computed using the straight-line method of depreciation over the assets' estimated useful lives. Maintenance and repairs are straight-line method of depreciation over the assets' estimated useful lives. Maintenance and repairs are charged to expense as incurred; major renewals and improvements are capitalized. When items of fixed assets are sold or retired, the related cost and accumulated depreciation is removed from the accounts and any gain or loss is included in income.

Income Taxes

The provision for income taxes is the total of the current taxes payable and the net of the change in the deferred income taxes. Provision is made for the deferred income taxes where differences exist between the period in which transactions affect current taxable income and the period in which they enter into the determination of net income in the financial statements.

Advertising

Advertising is expensed when incurred.

Use of Estimates

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

Goodwill

Goodwill is created when we acquire a business. It is calculated by deducting the fair value of the net assets acquired from the consideration given and represents the value of factors that contribute to greater earning power, such as a good reputation, customer loyalty we assess goodwill of individual subsidiaries for impairment in the fourth quarter of every year, and when circumstances indicate that goodwill might be impaired.

NOTE 3 – ACCOUNT RECEIVABLE AND INVENTORY

On July 29, 2014, the Company divested its Spectre Brands and Cafelinos subsidiaries. As part of the divestiture, $456,700 in receivable and $1,200,000 in inventory were removed from the Company's current assets.

NOTE 4 – ACCOUNTS PAYABLE AND LIABILITIES

As part of the divestiture of the Spectre Brands and Cafelinos subsidiaries, $860,224 in accounts payable, $621,148 in other payables and $75,000 in payable to associated company were eliminated from the Company's total current liabilities.

NOTE 5 - GOING CONCERN

The accompanying financial statements have been prepared assuming that the Company will continue as a going concern. The Company had a net profit for the nine months ended September 30, 2014 of $52,283. The Company's continuation as a going concern is dependent on its ability to meet its obligations, to obtain additional financing as may be required and ultimately to attain profitability. These financial statements do not include any adjustments that might result from the outcome of this uncertainty.

NOTE 6 - RECENTLY ISSUED ACCOUNTING STANDARDS

Management does not believe that any recently issued but not yet adopted accounting standards will have a material effect on the Company's results of operations or on the reported amounts of its assets and liabilities upon adoption.

NOTE 7 - SHAREHOLDERS' EQUITY

Common Stock

The Company is authorized to issue 888,000,000 shares of Common stock. As of September 30, 2014, there were 508,357,488 shares of Common stock issued and outstanding.

NOTE 8 - PROVISION FOR INCOME TAXES

The Company provides for income taxes under Statement of Financial Accounting Standards NO. 109, Accounting for Income Taxes. SFAS No. 109 requires the use of an asset and liability approach in accounting for income taxes. Deferred tax assets and liabilities are recorded based on the differences between the financial statement and tax bases of assets and liabilities and the tax rates in effect when these differences are expected to reverse.

SFAS No. 109 requires the reduction of deferred tax assets by a valuation allowance if, based on the weight of available evidence, it is more likely than not that some or all of the deferred tax assets will not be realized. The provision for income taxes is comprised of the net changes in deferred taxes less the valuation account plus the current taxes payable.