

CANNABIS FUNDING GROUP, LP.

WHOLLY OWNED SUBSIDIARY

SMART VENTURES, INC.

FORM 10-K

(Quarterly Report)

Period Ending 12/31/14

Address 1907 Woerner Road

HOUSTON, TEXAS 77090

Telephone 1-832-717-4412

CIK 0001420915

Parent Company Symbol SMVR

SIC Code 1381 – Drilling Oil & Gas Wells

Industry Oilfield Services

Cannabis Related Investments

Specialty Chemicals and Mining

Fiscal Year 12/31

CANNABIS FUNDING GROUP, LP.

BALANCE SHEETS

ASSETS		Dec 31, 2014 (Unaudited)
Current Assets:		
Cash		\$ 0
Accounts Receivable		<u>\$ 0</u>
	Total Current Assets	\$ -
Other Assets		
Goodwill		\$ 65,750
Equity Investments at cost		<u>\$ -</u>
	Total Assets	<u>\$ 65,750</u>
 LIABILITIES AND STOCKHOLDERS' EQUITY (DEFICIT)		
Current Liabilities:		
Accounts payable		
Notes Payable		<u>-</u>
	Total Current Liabilities	\$ -
Limited Partners (Deficit):		
Limited partnership units, \$1,000 par value; units unauthorized limit 65 LP units issued and outstanding at Dec 31, 2014		\$ -
Additional paid in capital		\$ 65,750
	Total LP Partners' Equity (Deficit)	\$ 65,750
	Total Liabilities and LP Partners' Equity (Deficit)	<u>\$ 65,750</u>

CANNABIS FUNDING GROUP, LP.

STATEMENTS OF OPERATIONS (Unaudited)

	For the the Period ended Mar 31, 2014	For the Six months ended June 30, 2014	For the Nine months ended Sept 30, 2014	For Twelve months ended Dec 31, 2014
Revenue:	\$ -0-	\$65,000		
Accounts Receivable	\$ -0-			
Total Revenue	\$ -0-			
Operating Expenses:				
General & Administrative	\$ -0-	\$15,750	\$50,000	
Less Accounts Receivables				
Total Operating Expenses	\$ -0-	\$15,750	\$50,000	\$65,750
NET PROFIT OR LOSS				\$ - 750

CANNABIS FUNDING GROUP, LP.

CONSOLIDATED STATEMENTS OF CASH FLOWS (Unaudited)

	From Dec 31, 2014
Cash Flows Used in Operating Activities:	
Net Cash or Net Loss	\$ 65,750
Adjustments to reconcile net (loss) to net cash provided by operating activities:	
Accounts Receivables	
Increase to accounts payable	\$ -0-
Net Cash Used in Operating Activities	
	\$ 65,750
Cash Flows from Investing Activities:	
Cash Flows from Financing Activities:	
Advances from Partners	750
Issuance of LP units for cash	65,000
Receipt of LP subscription receivable	-0-
Net Cash Provided by Financing Activities	65,750
Net Increase (Decrease) in Cash	-
Cash at Beginning of Period	\$ 65,750
Cash at End of Period	\$ -
Non-Cash Investing & Financing Activities	
Issuance of LP units for management services rendered	\$ -
Issuance of LP Units for LP Units subscription receivable	\$ -

CANNABIS FUNDING GROUP, LP.

NOTES TO FINANCIAL STATEMENTS

Unaudited

NOTE 1 – BASIS OF PRESENTATION

The consolidated financial statements of Smart Ventures, Inc. (the Company) for the period ended Dec 31, 2014 are not audited. The financial statements are prepared in accordance with generally accepted accounting principles in the United States of America.

In the opinion of management, the accompanying financial statements contain all adjustments, consisting only of normal recurring accruals, necessary for a fair presentation of the Company's financial position as of Dec 31, 2014 and the results of its operations and cash flows for the period ended Dec 31, 2014.

NOTE 2 – NATURE OF SIGNIFICANT ACCOUNTING POLICIES

CASH AND CASH EQUIVALENTS

The Company considers all highly liquid debt instruments purchased with maturity of three months or less to be cash equivalents.

REVENUE RECOGNITION

The Company considers revenue to be recognized at the time the service is performed.

USE OF ESTIMATES

The preparation of the Company's financial statements requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from these estimates.

FAIR VALUE OF FINANCIAL INSTRUMENTS

The Company's short-term financial instruments consist of cash and cash equivalents and accounts payable. The carrying amounts of these financial instruments approximate fair value because of

their short-term maturities. Financial instruments that potentially subject the Company to a concentration of credit risk consist principally of cash. During the year the Company did not maintain cash deposits at financial institution in excess of the \$250,000 limit covered by the Federal Deposit Insurance Corporation. The Company does not hold or issue financial instruments for trading purposes nor does it hold or issue interest rate or leveraged derivative financial instruments.

INCOME TAXES

The Company uses the asset and liability method of accounting for income taxes, which requires the recognition of deferred tax assets and liabilities for the expected future tax consequences of temporary differences between the carrying amounts and the tax basis of certain assets and liabilities. Deferred income tax assets and liabilities are computed annually for the difference between the financial statement and tax bases of assets and liabilities that will result in taxable or deductible amounts in the future, based on enacted tax laws and rates applicable to the periods in which the differences are expected to affect taxable income. Valuation allowances are established when necessary to reduce deferred tax assets to the amount expected to be realized. Income tax expense is the tax payable or refundable for the period, plus or minus the change during the period in deferred tax assets and liabilities.

Deferred income taxes may arise from temporary differences resulting from income and expense items reported for financial accounting and tax purposes in different periods. Deferred taxes are classified as current or non-current, depending on the classification of the assets and liabilities to which they relate. Deferred taxes arising from temporary differences that are not related to an asset or liability are classified as current or non-current depending on the periods in which the temporary differences are expected to reverse. The Company had no significant deferred tax items arise during any of the periods presented.

CONCENTRATION OF CREDIT RISK

The Company does not have any concentration of related financial credit risk.

RECENT ACCOUNTING PRONOUNCEMENTS

The Company does not expect the adoption of any recent accounting pronouncements to have a material impact on its financial statements.

NOTE 1– GOING CONCERN

The accompanying financial statements have been prepared assuming the Company will continue as a going concern. As shown in the accompanying financial statements, the Company has no operating, but has the support of its parent company Smart Ventures, Inc. which had revenues of \$762,520 for the YTD period ending Dec 31, 2014.

Item 1A. Risk Factors

The primary risk associated with our ongoing operations is that we are engaged in investing in Cannabis related businesses which could subject us to future legal actions depending upon State and Federal Regulatory bodies. We may not be able to raise sufficient capital to support the company.

Item 2.

MANAGEMENT'S DISCUSSION AND ANALYSIS OR PLAN OF OPERATION

This section of the financials includes a number of forward-looking statements that reflect our current views with respect to future events and financial performance. Forward-looking statements are often identified by words like: believe, expect, estimate, anticipate, intend, project and similar expressions, or words which, by their nature, refer to future events. You should not place undue certainty on these forward-looking statements, which apply only as of the date of this prospectus. These forward-looking states are subject to certain risks and uncertainties that could cause actual results to differ materially from historical results or out predictions.

PLAN OF OPERATION

We also expect to generate revenues from a diversified portfolio of cannabis investments. The company plans to list its LP units capital raise on ACE Portal, Prequin, and One Vest crowd funding portal. We believe we will have significant success in raising capital in 2015. The company has a significant deal flow of projects in the Cannabis Grow facility space in the US and Canada.

Liquidity and Capital

The Company subsidiary Cannabis Funding Group, LP, is still seeking a \$10 Million capital raise for investments in Cannabis Related businesses. Cannabis Funding Group, LP issued 65 Limited Partnership units in exchange for \$65,000 cash invested for foundation expenses paid.

Resources Assets and Liabilities

We believe our parent company Smart Ventures, Inc. assets and existing revenues are sufficient to maintain continuous operations.

Off-Balance Sheet Arrangements

We are not currently a party to, or otherwise involved with, any off-balance sheet arrangements that have or are reasonably likely to have a current or future material effect on our financial condition, changes in financial condition, revenues or expenses, results of operations, liquidity, capital expenditures or capital resources.

Item 3. Quantitative and Qualitative Disclosure About Market Risk

Not applicable.

Item 4. Controls and Procedures

(a) Evaluation of Disclosure Controls and Procedures

Our management, with the participation of our Chief Executive Officer and our Chief Financial Officer, evaluated the effectiveness of the design and operation of our disclosure controls and procedures and determined that our disclosure controls and procedures were effective as of the end of the period covered by this Quarterly Report on 10-Q. The evaluation considered the procedures designed to ensure that the information required to be disclosed by us in reports filed or submitted under the OTC Markets Rules is recorded, processed, summarized and reported within the time periods specified in the OTC Markets rules and forms and communicated to our management as appropriate to allow timely decisions regarding required disclosure.

(b) Changes in Internal Control over Financial Reporting

During the period covered by this Quarterly Report on Form 10-Q, there was no change in our internal control over financial reporting that has materially affected, or is reasonably likely to materially affect, our internal control over financial reporting.

(c) **Inherent Limitations of Disclosure Controls and Internal Controls over Financial Reporting**

Because of its inherent limitations, internal controls over financial reporting may not prevent or detect misstatements. Projections of any evaluation or effectiveness to future periods are subject to risks that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Part II

OTHER INFORMATION

Item 1. Legal Proceedings

None

Item 2. Unregistered Sales of Equity Securities and Use of Proceeds.

None.

Item 3. Defaults Upon Senior Securities

Not Applicable.

Item 4. Subsequent Events

None.

Item 5.

Other Information

Not applicable.

SIGNATURES

In accordance with the requirements of the OTC Markets, the issuer caused this report to be signed on its behalf by the undersigned, hereunto duly authorized.

CANNABIS FUNDING GROUP, LP.

Dated Dec 31, 2014

/s/ Roger AT Smith

Roger AT Smith, Managing Partner & Portfolio Manager

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