

TECHNOCONCEPTS, INC.
For the Period Ending June 30, 2013
BALANCE SHEET

	For the Period Ending 6/30/2013	For the Period Ending 6/30/2007
Assets		
Cash	\$ -	\$ 1,130,456
Accounts Receivable	-	339,703
Inventory	-	133,902
Prepaid Expenses	-	256,891
Fixed Assets	-	853,469
Deposits	-	127,499
Debt Issuance Costs	-	-
Patents, Trademarks & Other Assets, incl. Asante Technologies	112,863	-
Total Assets	\$ 112,863	\$ 2,841,920
Liabilities and Shareholders' Deficiency		
Convertible Notes Payable (in default)	\$ 250,000	\$ 250,000
Convertible Notes Payable (in default)	1,965,000	3,291,940
Unsecured Loan	1,014,800	867,500
Capital Leases Payable	-	-
Legal Fees - Judgment	250,000	-
Accounts Payable	-	2,573,122
Accrued Expenses Payable	-	2,229,913
Customer Deposits	-	20,485
Due to Related Parties	-	302,902
Minority Interest	-	558,544
Notes Payable	-	1,416,667
Total Liabilities	\$ 3,479,800	\$ 11,511,073
Preferred Stock - Series A, no par value, 10,000,000 shares authorized; nil shares issued and outstanding	\$ -	\$ -
Preferred Stock - Series B, no par value, 3600 shares authorized; 1850 and 3583 shares issued and outstanding	\$ 285,548	\$ 513,006
Common Stock, nil par value, 100,000,000 shares authorized and 96,494,514 shares out at 6/30/13 and 73,405,483 shares issued and out at 6/30/2007	96,494	73,405
Additional paid in capital	66,262,508	66,262,508
Accumulated Deficit	(70,011,487)	(75,518,072)
Total Shareholders' Deficiency	\$ (3,366,937)	\$ (8,669,153)
Total Liabilities and Shareholders' Deficiency	\$ 112,863	\$ 2,841,920

See accompanying notes

TECHNOCONCEPTS, INC.**INCOME STATEMENT****For the Period Ending June 30, 2013**

	For the Period Ending 6/30/2013	For the Period Ending 6/30/2007
Revenue	\$ -	\$ 270,490
Cost of Goods Sold	\$ -	\$ 208,556
Gross Profit	\$ -	\$ 61,934
Expenses		
General and Administrative	\$ -	\$ 13,061,812
Gain/(Loss) before other income (expense) and income taxes	\$ -	\$ (12,999,878)
Other Income (Expense)		
Interest Expense	-	(13,246,507)
Minority Interest	-	47,466
Loss before Income Taxes	-	(26,198,919)
Income Taxes	-	800
Net Loss	-	(26,199,719)
Dividends on Preferred Stock	-	487,824
Net Loss Available to Common Shareholders	-	(26,687,543)

See accompanying notes

TECHNOCONCEPTS, INC.
For the Period Ending June 30, 2013
Statement of Stockholders' Equity

	Preferred Stock		Common Stock		Additional Paid-in Capital	Retained Earnings (Accumulated Deficit)
	shares	amount	shares	amount		
Balance- June 30, 2007	3,327	\$ 513,006	73,405,483	\$ 73,405	\$ 66,262,508	\$ 75,518,072
Common Stock - Adjustment			23,089,031	23089	(573039)	
Preferred Stock - Adjustment	(1,477)	(227,458)			573,039	
Reduction in Debt/Statute of Limitations	-	-			-	(5,506,585)
Net income/(loss) for the period	-	-			-	
Balance June 30, 2013	1,850	\$ 285,548	96,494,514	\$ 96,494	\$ 66,262,508	\$ 70,011,487

TECHNOCONCEPTS, INC.

For the Period Ending June 30, 2013

Statement of Cash Flows

	For the Period Ending 6/30/2013	For the Period Ending 6/30/2007
Cash flows from operating and activities of discontinued operation		
Net loss	-	\$ (26,199,719)
Adjustments to reconcile net loss to net cash (used in) provided by operating activities		
Depreciation	-	\$ 187,180
Amortization of Debt Costs	-	\$ 9,226
Minority Interest	-	\$ (55,578)
Interest Paid in Warrants	-	\$ 13,580,398
Stock Option Expense & Stock Issued for Services	-	\$ 2,274,399
Changes in Operating Assets & Liabilities		
Accounts Receivable	-	\$ (141,840)
Inventory		\$ 110,212
Other Assets		\$ (98,917)
Accounts Payable		\$ (363,269)
Accrued Expenses		\$ (233,813)
Net cash (used) provided by operating activities	-	\$ (10,931,721)
Cash flows from investing activities		
Net borrowing from related parties	-	\$ (412,923)
Acquisition of Fixed Assets		\$ (60,781)
Net cash used in investing activities	-	\$ (473,704)
Cash flows from financing activities		
Proceeds from Preferred Shares	-	\$ -
Proceeds from notes payable	-	\$ 11,768,265
Net borrowings from Bank	-	\$ -
Exercise of Warrants		\$ 1,500,000
Repayments of long-term debt	-	\$ (1,665,064)
Net cash provided by (used in) financing activities	-	\$ 11,603,201
Net Change in Cash and Cash Equivalents		\$ 197,766
Cash and Cash Equivalents, Beginning of Period		\$ 932,690
Cash and Cash Equivalents, End of Period		\$ 1,130,456