

Telecorp Inc.
Balance Sheet (USD Dollars)
as at June 30, 2015

ASSETS

Current Assets

| | | |
|-------------------------|--------------|--|
| Cash & Cash Equivalents | 191 | |
| Prepaid Expenses | 3,458 | |
| Total Current Assets | <u>3,649</u> | |

Non-Current Assets

| | | |
|---------------------------------|-------------------|--|
| Property, Equipment & Computers | 275,320 | |
| Intangible Assets-Software | 13,855,686 | |
| Total Non-Current Assets | <u>14,131,006</u> | |

| | |
|--------------|--------------------------|
| Total Assets | <u><u>14,134,655</u></u> |
|--------------|--------------------------|

LIABILITIES & SHAREHOLDERS EQUITY

Liabilities

| | | |
|-------------------------------|----------------|--|
| Accounts Payable | 531,001 | |
| Related Parties-Loans Payable | 20,913 | |
| Loans Payable | 367,616 | |
| Total Liabilities | <u>919,530</u> | |

Shareholder Equity

| | | |
|---------------------|-------------------|--|
| Common Shares | 14,664,627 | |
| Preferred Shares | | |
| Total Share Capital | <u>14,664,627</u> | |

| | | |
|---------------------------------|--------------------|--|
| Retained Earnings-Previous Year | (1,415,563) | |
| Current Earnings | (33,939) | |
| Total Retained Earnings | <u>(1,449,502)</u> | |

| | |
|----------------------------|--------------------------|
| Total Liabilities & Equity | <u><u>14,134,655</u></u> |
|----------------------------|--------------------------|

Telecorp Inc
Income Statement 01/04/2015 to 30/06/2015
US Dollars

REVENUE

Revenue 0

Cost of Sales 0

Gross Profit 0

Expenses

Advertising & Promotion 11,050

Travel 430

Meals & Entertainment 1,425

Parking & Tolls 35

Consultants 2,450

Investor Consulting 2,430

Stock Maintenance 2,465

Accounting & Bookkeeping 2,198

Vehicle Fuel 248

Vehicle Insurance 870

New York & Virtual Office Rent 81

Domain Names & Servers 145

Telephone 572

Long Distance 250

Internet 209

Office Supplies & Equipment 173

Courier & Postage 47

Bank Charges 577

Interest & Late Pymt Charges 4,725

Business Fees & Licenses 185

Foreign Exchange Gain/Loss 873

Amortization 2,500

Total Expenses 33,939

Net Income (Loss) (33,939)

Telecorp Inc.
Statement of Cash Flows 07/01/2015 to 09/30/2015

Cash Flows from (used in) Operating Activities

| | |
|---|-------------------|
| Net Income (Loss) | -33,938.80 |
| Adjustments to reconcile net income to net cash provided by (used in) operating activities: | |
| Decrease (Increase) in Operating Assets | |
| Accum.Amort.- Intangible Assets | 2,500.00 |
| Prepaid Expenses | -1,000.00 |
| Increase (Decrease) in Operating Liabilities | |
| TDAF Line of Credit-P.Phillips | 203.35 |
| M.Easton Loan Interest Payable | 3,142.07 |
| M.Osgoode Interest Payable | 0.00 |
| MDG Computers Payable-#770324 | -270.02 |
| MDG Computers Payable #838286 | -229.23 |
| Accounts Payable | 2,805.00 |
| GST/HST Paid on Purchases | -475.25 |
| Net Cash provided by (used in) Operating Activities | -27,262.88 |

Cash Flows from (used in) Investing Activities

| | |
|--|-------------|
| Net Cash provided by (used in) Investing Activities | 0.00 |
|--|-------------|

Cash Flows from (used in) Financing Activities

| | |
|--|------------------|
| Increase in Credit Card Payable | |
| P.Phillips Payable | 14,802.00 |
| (Decrease) in Credit Card Payable | |
| P.Phillips Payable | -14,308.22 |
| Increase in Long Term Debt | |
| M.Easton Loan | 20,000.00 |
| (Decrease) in Long Term Debt | |
| M.Easton Loan | -4,503.20 |
| Increase in Share Capital | |
| Common Shares | 13,000.00 |
| Net Cash provided by (used in) Financing Activities | 28,990.58 |

| | |
|---|-----------------|
| Increase (Decrease) in Cash and Cash Equivalents | 1,727.70 |
|---|-----------------|

| | |
|---|-----------------|
| Cash and Cash Equivalents at Beginning of Period | 2,277.22 |
|---|-----------------|

| | |
|---|-----------------|
| Cash and Cash Equivalents at End of Period | 4,004.92 |
|---|-----------------|