

Disclosure Statement Pursuant to the Pink Basic Disclosure Guidelines

Kelyniam Global Inc.

97 River Road
Canton, Ct 06019

800 280-8192
www.Kelyniam.com
info@kelyniam.com
3842

Quarterly Report **For the Period Ending: June 30, 2021** **(the "Reporting Period")**

As of June 30, 2021, the number of shares outstanding of our Common Stock was:

25,144,645

As of March 31, 2021, the number of shares outstanding of our Common Stock was:

27,676,800

As of December 31, 2020, the number of shares outstanding of our Common Stock was:

27,676,800

Indicate by check mark whether the company is a shell company (as defined in Rule 405 of the Securities Act of 1933 and Rule 12b-2 of the Exchange Act of 1934):

Yes: ☐ No: ☒

Indicate by check mark whether the company's shell status has changed since the previous reporting period:

Yes: ☐ No: ☒

Indicate by check mark whether a Change in Control¹ of the company has occurred over this reporting period:

¹ "Change in Control" shall mean any events resulting in:

- (i) Any "person" (as such term is used in Sections 13(d) and 14(d) of the Exchange Act) becoming the "beneficial owner" (as defined in Rule 13d-3 of the Exchange Act), directly or indirectly, of securities of the Company representing fifty percent (50%) or more of the total voting power represented by the Company's then outstanding voting securities;
- (ii) The consummation of the sale or disposition by the Company of all or substantially all of the Company's assets;
- (iii) A change in the composition of the Board occurring within a two (2)-year period, as a result of which fewer than a majority of the directors are directors immediately prior to such change; or
- (iv) The consummation of a merger or consolidation of the Company with any other corporation, other than a merger or consolidation which would result in the voting securities of the Company outstanding immediately prior thereto continuing to represent (either by remaining outstanding or by being converted into voting securities of the surviving entity or its parent) at least fifty percent (50%) of the total voting power represented by the voting securities of the Company or such surviving entity or its parent outstanding immediately after such merger or consolidation.

Yes: ☐ No: ☒

1) Name and address(es) of the issuer and its predecessors (if any)

In answering this item, provide the current name of the issuer any names used by predecessor entities, along with the dates of the name changes.

Kelyniam Global, Inc.
97 River Road
Canton, Ct 06019

The state of incorporation or registration of the issuer and of each of its predecessors (if any) during the past five years; Please also include the issuer's current standing in its state of incorporation (e.g. active, default, inactive):

Nevada, Active

Describe any trading suspension orders issued by the SEC concerning the issuer or its predecessors since inception:

N/A

List any stock split, stock dividend, recapitalization, merger, acquisition, spin-off, or reorganization either currently anticipated or that occurred within the past 12 months:

N/A

The address(es) of the issuer's principal executive office:

97 River Road
Canton, Ct 06019

The address(es) of the issuer's principal place of business:

Check box if principal executive office and principal place of business are the same address: ☒

97 River Road
Canton, Ct 06019

Has the issuer or any of its predecessors been in bankruptcy, receivership, or any similar proceeding in the past five years?

Yes: ☐ No: ☒

If this issuer or any of its predecessors have been the subject of such proceedings, please provide additional details in the space below:

N/A

2) Security Information

Trading symbol: KLYG
Exact title and class of securities outstanding: Common – Class A

CUSIP: 488359100
Par or stated value: .001

Total shares authorized: 60,000,000 as of date: 6/30/2021
Total shares outstanding: 25,144,645 as of date: 6/30/2021
Number of shares in the Public Float²: 18,384,645 as of date: 6/30/2021
Total number of shareholders of record: 325 as of date: 6/30/2021

All additional class(es) of publicly traded securities (if any): N/A

Trading symbol: _____
Exact title and class of securities outstanding: _____
CUSIP: _____
Par or stated value: _____
Total shares authorized: _____ as of date: _____
Total shares outstanding: _____ as of date: _____

Transfer Agent

Name: Transfer Online
Phone: 503.227.2950
Email: www.transferonline.com
Address: 512 SE Salmon St.
Portland, OR 97214

Is the Transfer Agent registered under the Exchange Act?³ Yes: ☒ No: ☐

3) Issuance History

The goal of this section is to provide disclosure with respect to each event that resulted in any direct changes to the total shares outstanding of any class of the issuer's securities **in the past two completed fiscal years and any subsequent interim period**.

Disclosure under this item shall include, in chronological order, all offerings and issuances of securities, including debt convertible into equity securities, whether private or public, and all shares, or any other securities or options to acquire such securities, issued for services. Using the tabular format below, please describe these events.

A. Changes to the Number of Outstanding Shares

Check this box to indicate there were no changes to the number of outstanding shares within the past two completed fiscal years and any subsequent periods: ☐

² "Public Float" shall mean the total number of unrestricted shares not held directly or indirectly by an officer, director, any person who is the beneficial owner of more than 10 percent of the total shares outstanding (a "control person"), or any affiliates thereof, or any immediate family members of officers, directors and control persons.

³ To be included in the Pink Current Information tier, the transfer agent must be registered under the Exchange Act.

Shares Outstanding as of Second Most Recent Fiscal Year End: <u>Opening Balance</u> Date <u>6/30/2019</u> Common: <u>26,228,676,800</u> Preferred: <u>1,000,000</u>			*Right-click the rows below and select "Insert" to add rows as needed.						
Date of Transaction	Transaction type (e.g. new issuance, cancellation, shares returned to treasury)	Number of Shares Issued (or cancelled)	Class of Securities	Value of shares issued (\$/per share) at issuance	Were the shares issued at a discount to market price at the time of issuance? (Yes/No)	Individual/ Entity Shares were issued to (entities must have individual with voting / investment control disclosed).	Reason for share issuance (e.g. for cash or debt conversion) -OR- Nature of Services Provided	Restricted or Unrestricted as of this filing.	Exemption or Registration Type.
<u>8/31/2020</u>	<u>New issuance</u>	<u>500,000</u>	<u>Class A</u>	<u>.05</u>	<u>No</u>	<u>Terrance Kurtenbach</u>	<u>Investment</u>	<u>Restricted</u>	<u>144</u>
<u>10/21/2020</u>	<u>New issuance</u>	<u>500,000</u>	<u>Class A</u>	<u>.05</u>	<u>No</u>	<u>Ross Bjella</u>	<u>Investment</u>	<u>Restricted</u>	<u>144</u>
<u>11/17/2020</u>	<u>Issuance</u>	<u>375,000</u>	<u>Class A</u>	<u>.05</u>	<u>No</u>	<u>Terrance Kurtenbach</u>	<u>Employee sign on bonus</u>	<u>Restricted</u>	<u>144</u>
<u>11/18/2020</u>	<u>Issuance</u>	<u>300,000</u>	<u>Class A</u>	<u>.05</u>	<u>No</u>	<u>Terrance Kurtenbach</u>	<u>Board Service</u>	<u>Restricted</u>	<u>144</u>
<u>11/19/2020</u>	<u>Issuance</u>	<u>100,000</u>	<u>Class A</u>	<u>.09</u>	<u>No</u>	<u>Thomas McDonald</u>	<u>Employee sign on bonus</u>	<u>Restricted</u>	<u>144</u>
<u>11/19/2020</u>	<u>Issuance</u>	<u>100,000</u>	<u>Class A</u>	<u>.05</u>	<u>No</u>	<u>Eric Bjella</u>	<u>Investment from earlier period</u>	<u>Restricted</u>	<u>144</u>
<u>12/02/2020</u>	<u>Issuance</u>	<u>75,000</u>	<u>Class A</u>	<u>.15</u>	<u>No</u>	<u>Desiree Webb</u>	<u>Board Service</u>	<u>Restricted</u>	<u>144</u>
<u>4/12/2021</u>	<u>Cancelled</u>	<u>5,217,155</u>	<u>Class A</u>		<u>No</u>	<u>Kelyniam – Treasury</u>	<u>Cancel Treasury shares</u>		
<u>4/12/2021</u>	<u>Cancelled</u>	<u>1,000,000</u>	<u>Preferred</u>			<u>Kelyniam Treasury</u>	<u>Cancel Treasury shares</u>		
<u>4/22/2021</u>	<u>Issuance</u>	<u>140,000</u>	<u>Class A</u>	<u>.1</u>	<u>No</u>	<u>Chris Mirucki</u>	<u>Board Service</u>	<u>Restricted</u>	<u>144</u>
<u>4/22/2021</u>	<u>Issuance</u>	<u>45,000</u>	<u>Class A</u>	<u>.15</u>	<u>No</u>	<u>Javier Vegas</u>	<u>Contractor Award</u>	<u>Restricted</u>	<u>144</u>
<u>4/22/2021</u>	<u>Issuance</u>	<u>560,000</u>	<u>Class A</u>	<u>.05</u>	<u>No</u>	<u>Mark Smith</u>	<u>Investment – '19</u>	<u>Restricted</u>	<u>144</u>

<u>12/02/2020</u>	<u>Issuance</u>	<u>75,000</u>	<u>Class A</u>	<u>.15</u>	<u>No</u>	<u>Desiree Webb</u>	<u>Board Service</u>	<u>Restricted</u>	<u>144</u>
<u>4/12/2021</u>	<u>Cancelled</u>	<u>5,217,155</u>	<u>Class A</u>		<u>No</u>	<u>Kelyniam – Treasury</u>	<u>Cancel Treasury shares</u>		
<u>4/12/2021</u>	<u>Cancelled</u>	<u>1,000,000</u>	<u>Preferred</u>			<u>Kelyniam Treasury</u>	<u>Cancel Treasury shares</u>		
<u>4/22/2021</u>	<u>Issuance</u>	<u>140,000</u>	<u>Class A</u>	<u>.1</u>	<u>No</u>	<u>Chris Mirucki</u>	<u>Board Service</u>	<u>Restricted</u>	<u>144</u>
<u>4/22/2021</u>	<u>Issuance</u>	<u>45,000</u>	<u>Class A</u>	<u>.15</u>	<u>No</u>	<u>Javier Vegas</u>	<u>Contractor Award</u>	<u>Restricted</u>	<u>144</u>
<u>4/22/2021</u>	<u>Issuance</u>	<u>560,000</u>	<u>Class A</u>	<u>.05</u>	<u>No</u>	<u>Mark Smith</u>	<u>Investment – '19</u>	<u>Restricted</u>	<u>144</u>
<u>4/22/2021</u>	<u>Issuance</u>	<u>500,000</u>	<u>Class A</u>	<u>.05</u>	<u>No</u>	<u>Linda Breault</u>	<u>Investment – '19</u>	<u>Restricted</u>	<u>144</u>
<u>4/29/2021</u>	<u>Issuance</u>	<u>1,000,000</u>	<u>Class A</u>	<u>.05</u>	<u>No</u>	<u>Ross Bjella</u>	<u>Investment – '19</u>	<u>Restricted</u>	<u>144</u>
<u>4/29/2021</u>	<u>Issuance</u>	<u>200,000</u>	<u>Class A</u>	<u>.05</u>	<u>No</u>	<u>Carolyn Smith</u>	<u>Investment – '19</u>	<u>Restricted</u>	<u>144</u>
<u>4/29/2021</u>	<u>Issuance</u>	<u>40,000</u>	<u>Class A</u>	<u>.05</u>	<u>No</u>	<u>Brian Smith</u>	<u>Investment – '19</u>	<u>Restricted</u>	<u>144</u>
<u>5/28/2021</u>	<u>Issuance</u>	<u>200,000</u>	<u>Class A</u>	<u>.05</u>	<u>No</u>	<u>Naveh Levy</u>	<u>Investment – '19</u>	<u>Restricted</u>	<u>144</u>
Shares Outstanding on Date of This Report:									
	Ending	Balance							
Ending Balance:									
Date 6/30/2021	Common:	25,144,645							
	Preferred:								

Example: A company with a fiscal year end of December 31st, in addressing this item for its quarter ended June 30, 2021, would include any events that resulted in changes to any class of its outstanding shares from the period beginning on January 1, 2019 through June 30, 2021 pursuant to the tabular format above.

Use the space below to provide any additional details, including footnotes to the table above:

B. Debt Securities, Including Promissory and Convertible Notes - N/A

Use the chart and additional space below to list and describe all outstanding promissory notes, convertible notes, convertible debentures, or any other debt instruments that may be converted into a class of the issuer's equity securities.

Check this box if there are no outstanding promissory, convertible notes or debt arrangements: ☒

Date of Note Issuance	Outstanding Balance (\$)	Principal Amount at Issuance (\$)	Interest Accrued (\$)	Maturity Date	Conversion Terms (e.g. pricing mechanism for determining conversion of instrument to shares)	Name of Noteholder (entities must have individual with voting / investment control disclosed).	Reason for Issuance (e.g. Loan, Services, etc.)
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____

Use the space below to provide any additional details, including footnotes to the table above:

4) Financial Statements

A. The following financial statements were prepared in accordance with:

- ☒ U.S. GAAP
☐ IFRS

B. The financial statements for this reporting period were prepared by (name of individual)⁴:

Name: **Terrance Kurtenbach**
Title: Chief Financial Officer
Relationship to Issuer: Officer

Provide the financial statements described below for the most recent fiscal year or quarter. For the initial disclosure statement (qualifying for Pink Current Information for the first time) please provide reports for the two previous fiscal years and any subsequent interim periods.

- C. Balance Sheet;
D. Statement of Income;
E. Statement of Cash Flows;
F. Statement of Retained Earnings (Statement of Changes in Stockholders' Equity)
G. Financial notes; and
H. Audit letter, if audited

You may either (i) attach/append the financial statements to this disclosure statement or (ii) file the financial statements through OTCIQ as a separate report using the appropriate report name for the applicable period end. ("Annual Report," "Quarterly Report" or "Interim Report").

⁴ The financial statements requested pursuant to this item must be prepared in accordance with US GAAP or IFRS by persons with sufficient financial skills.

If you choose to publish the financial statements in a separate report as described above, you must state in the accompanying disclosure statement that such financial statements are incorporated by reference. You may reference the document(s) containing the required financial statements by indicating the document name, period end date, and the date that it was posted to OTCIQ in the field below. Financial Statements must be compiled in one document.

12/31/2019 Annual Statements

12/31/2020 Annual Statements

3/31/2021 Quarterly Financial Statements

The statements were uploaded to the site 8/12/2021

6/30/2021 Quarterly Financial Statements

Statements will be uploaded week of 8/15/2021

Financial statement information is considered current until the due date for the subsequent report (as set forth in the qualifications section above). To remain qualified for Current Information, a company must post its Annual Report within 90 days from its fiscal year-end date and Quarterly Reports within 45 days of each fiscal quarter-end date.

Issuer intends to comply with these filing deadlines subsequent to the September 23 effective date

5) Issuer's Business, Products and Services

The purpose of this section is to provide a clear description of the issuer's current operations. In answering this item, please include the following:

A. Summarize the issuer's business operations (If the issuer does not have current operations, state "no operations")

Kelyniam Global, Inc. is a medical device manufacturing company. The Company is engaged in the production of custom prosthetics utilizing computer-aided design and computer-aided manufacturing of medical-grade polymers. Its Engineering Division uses Bio-Computer Aided Design (CAD) Computer Aided Manufacturing (CAM) technology to provide replicated cranial implants to replace damaged bone structures. Its product, PEEK-Optima, is engineered for biocompatibility. Derived from the patient's computed tomography (CT) scan data, the Company's 3D BIO-CAD/CAM software is used to transfer the details found on the edge of the defect directly to the implant edge. Its K-Plans include ke24, ke72 and kp5day. The Company's emergency plan, ke24, provides precision-replicated, patient-specific cranial implants in approximately 24 hours. The ke72 plan provides the implants in approximately 72 hours.

B. Please list any subsidiaries, parents, or affiliated companies.

None

C. Describe the issuers' principal products or services.

Cranial implants manufactured using Bio-Computer Aided Design (CAD) Computer Aided Manufacturing (CAM) technology

6) Issuer's Facilities

The goal of this section is to provide a potential investor with a clear understanding of all assets, properties or facilities owned, used or leased by the issuer and the extent in which the facilities are utilized.

In responding to this item, please clearly describe the assets, properties or facilities of the issuer, give the location of the principal plants and other property of the issuer and describe the condition of the properties. If the issuer does not have

Issuer intends to comply with these filing deadlines subsequent to the September 23 effective date

5) Issuer's Business, Products and Services

The purpose of this section is to provide a clear description of the issuer's current operations. In answering this item, please include the following:

A. Summarize the issuer's business operations (If the issuer does not have current operations, state "no operations")

Kelyniam Global, Inc. is a medical device manufacturing company. The Company is engaged in the production of custom prosthetics utilizing computer-aided design and computer-aided manufacturing of medical-grade polymers. Its Engineering Division uses Bio-Computer Aided Design (CAD) Computer Aided Manufacturing (CAM) technology to provide replicated cranial implants to replace damaged bone structures. Its product, PEEK-Optima, is engineered for biocompatibility. Derived from the patient's computed tomography (CT) scan data, the Company's 3D BIO-CAD/CAM software is used to transfer the details found on the edge of the defect directly to the implant edge. Its K-Plans include ke24, ke72 and kp5day. The Company's emergency plan, ke24, provides precision-replicated, patient-specific cranial implants in approximately 24 hours. The ke72 plan provides the implants in approximately 72 hours.

B. Please list any subsidiaries, parents, or affiliated companies.

None

C. Describe the issuers' principal products or services.

Cranial implants manufactured using Bio-Computer Aided Design (CAD) Computer Aided Manufacturing (CAM) technology

6) Issuer's Facilities

The goal of this section is to provide a potential investor with a clear understanding of all assets, properties or facilities owned, used or leased by the issuer and the extent in which the facilities are utilized.

In responding to this item, please clearly describe the assets, properties or facilities of the issuer, give the location of the principal plants and other property of the issuer and describe the condition of the properties. If the issuer does not have complete ownership or control of the property (for example, if others also own the property or if there is a mortgage on the property), describe the limitations on the ownership.

If the issuer leases any assets, properties or facilities, clearly describe them as above and the terms of their leases.

The Company leases 6000 sq feet of facilities located in a US FDA inspected manufacturing facility in Canton Ct. The plant is an end to end facility including Cad-cam design capabilities and advanced additive manufacturing processes using 3-d printing. The facilities lease is an annual lease renewing automatically unless notifications are provided. The triple net leases costs are approximately \$4,500/monthly. The end-to-end facility provides for control of the process resulting in superior capabilities for turn around times on delivery of implants to neurology departments at hospitals.

7) Company Insiders (Officers, Directors, and Control Persons)

The goal of this section is to provide an investor with a clear understanding of the identity of all the persons or entities that are involved in managing, controlling or advising the operations, business development and disclosure of the issuer, as well as the identity of any significant or beneficial shareholders.

1. A conviction in a criminal proceeding or named as a defendant in a pending criminal proceeding (excluding traffic violations and other minor offenses);

N/A

2. The entry of an order, judgment, or decree, not subsequently reversed, suspended or vacated, by a court of competent jurisdiction that permanently or temporarily enjoined, barred, suspended or otherwise limited such person's involvement in any type of business, securities, commodities, or banking activities;

N/A

3. A finding or judgment by a court of competent jurisdiction (in a civil action), the Securities and Exchange Commission, the Commodity Futures Trading Commission, or a state securities regulator of a violation of federal or state securities or commodities law, which finding or judgment has not been reversed, suspended, or vacated; or

N/A

4. The entry of an order by a self-regulatory organization that permanently or temporarily barred, suspended, or otherwise limited such person's involvement in any type of business or securities activities.

N/A

- B. Describe briefly any material pending legal proceedings, other than ordinary routine litigation incidental to the business, to which the issuer or any of its subsidiaries is a party or of which any of their property is the subject. Include the name of the court or agency in which the proceedings are pending, the date instituted, the principal parties thereto, a description of the factual basis alleged to underlie the proceeding and the relief sought. Include similar information as to any such proceedings known to be contemplated by governmental authorities.

N/A

9) Third Party Providers

Please provide the name, address, telephone number and email address of each of the following outside providers:

Securities Counsel

Name: Kevin Timken
Firm: Michael Best & Friedrich
Address 1:
170 South Main Street
Suite 1000
Salt Lake City, UT 84101

Phone: 801.924.4124
Email: kctimken@michaelbest.com

Accountant or Auditor

Name: Ryan LaQuerre
Firm: LaQuerre Audi
Address 1: 106 East St, Plainville, CT 06062
Phone: 860 747 4559
Email: info@laqcpa.com

Investor Relations - N/A

Name: _____
Firm: _____
Address 1: _____
Address 2: _____
Phone: _____
Email: _____

Other Service Providers - N/A

Provide the name of any other service provider(s) that **that assisted, advised, prepared or provided information with respect to this disclosure statement**. This includes counsel, broker-dealer(s), advisor(s) or consultant(s) or provided assistance or services to the issuer during the reporting period.

10) Issuer Certification

Principal Executive Officer:

The issuer shall include certifications by the chief executive officer and chief financial officer of the issuer (or any other persons with different titles but having the same responsibilities) in each Quarterly Report or Annual Report.

The certifications shall follow the format below:

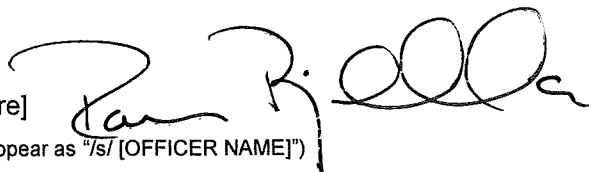
I, Ross Bjella certify that:

1. I have reviewed this June 30, 2021 quarterly report of Kelyniam Global;
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.

8/18/21 [Date]

____ [CEO's Signature]

(Digital Signatures should appear as "/s/ [OFFICER NAME]")



Principal Financial Officer:

I, Terrance Kurtenbach certify that:

1. I have reviewed this June 30, 2021 quarterly report of Kelyniam Global;
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.

August 17, 2021

 /s/ Terrance Kurtenbach

(Digital Signatures should appear as "/s/ [OFFICER NAME]")

KELYNIAM GLOBAL, INC.
FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED
JUNE 30, 2021

KELYNIAM GLOBAL, INC.
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JUNE 30, 2021

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LaQuerreAudi

certified public accountants

Independent Accountant's Compilation Report

To the Board of Directors
Kelyniam Global, Inc.
Collinsville, CT

Management is responsible for the accompanying financial statements of Kelyniam Global, Inc., (a Corporation), which comprise the balance sheet as of June 30, 2021, and the related statement of income, changes in stockholders' equity and cash flows for the six months then ended, and the related notes to the financial statements in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements in Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The accompanying supplementary information contained in Schedules I and II is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management. The supplementary information was not subject to our compilation engagement. We have not audited or reviewed the supplementary information and do not express an opinion, a conclusion, nor provide any assurance on such information.

Respectfully,



LaQuerre Audi, LLC
Certified Public Accountants
Plainville, CT 06062

August 19, 2021

KELYNIAM GLOBAL, INC.
BALANCE SHEET
JUNE 30, 2021

ASSETS

CURRENT ASSETS

Cash and cash equivalents	\$ 672
Accounts receivable	215,923
Inventory	62,096
Prepaid taxes	916
	<hr/>

TOTAL CURRENT ASSETS	<hr/> 279,607 <hr/>
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PROPERTY AND EQUIPMENT

Manufacturing equipment	555,007
Computer equipment	60,820
Furniture and fixtures	8,043
Leasehold improvements	305,632
	<hr/> 929,502 <hr/>

Less: Accumulated depreciation	<hr/> (515,840) <hr/>
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TOTAL PROPERTY AND EQUIPMENT	<hr/> 413,662 <hr/>
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OTHER ASSETS

Security deposit	8,000
Deferred income tax asset	432,100
	<hr/>

TOTAL OTHER ASSETS	<hr/> 440,100 <hr/>
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TOTAL ASSETS	<hr/> \$ 1,133,369 <hr/>
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See accompanying notes and independent accountant's compilation report

KELYNIAM GLOBAL, INC.
BALANCE SHEET
JUNE 30, 2021

LIABILITIES & STOCKHOLDERS' EQUITY

CURRENT LIABILITIES

Line of credit	\$ 7,656
Accounts payable	127,052
Accrued expenses	174,021
Current portion of long-term debt	<u>237,659</u>

TOTAL CURRENT LIABILITIES	<u>546,388</u>
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LONG-TERM LIABILITIES

Officer loan	123,749
Long-term debt, less current portion	<u>15,060</u>

TOTAL LONG-TERM LIABILITIES	<u>138,809</u>
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TOTAL LIABILITIES	<u>685,197</u>
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STOCKHOLDERS' EQUITY

Common stock \$.001 par value, 60,000,000 shares authorized, 25,144,645 shares issued and outstanding	25,145
Additional paid in-capital	2,595,835
Retained earnings (accumulated deficit)	(2,159,003)
Treasury stock, at cost (237,583 shares)	<u>(13,805)</u>

TOTAL STOCKHOLDERS' EQUITY	<u>448,172</u>
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TOTAL LIABILITIES & STOCKHOLDERS' EQUITY	<u><u>\$ 1,133,369</u></u>
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See accompanying notes and independent accountant's compilation report

**KELYNIAM GLOBAL, INC.
STATEMENT OF INCOME
FOR THE SIX MONTHS ENDED
JUNE 30, 2021**

Sales	\$ 1,224,059
Cost of Sales	<u>279,596</u>
Gross Profit	944,463
General and Administrative Expenses	<u>897,296</u>
Income from operations	47,167
Other Income (Expenses)	
Interest expense	<u>(3,223)</u>
Income Before Provision for Income Taxes	43,944
Provision for Income Tax	<u>38,400</u>
Net Income	<u><u>\$ 5,544</u></u>

See accompanying notes and independent accountant's compilation report

KELYNIA GLOBAL, INC.
STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY
JUNE 30, 2021

	Common Stock	Additional Paid-in Capital	Retained Earnings	Accumulated Other Comprehensive Income	Treasury Stock	Total Stockholders' Equity
Balance, January 1, 2021, as previously reported	\$ 140,727	\$ 2,552,353	\$ (2,164,547)	\$ 28,858	\$ (80,000)	\$ 477,391
Correction of error (See Note 6)	(40,127)	40,127	-	(28,858)	(13,805)	(42,663)
Balance, January 1, 2021, as restated	100,600	2,592,480	(2,164,547)	-	(93,805)	434,728
Net income	-	-	5,544	-	-	5,544
Cancellation of treasury stock shares	(56,000)	(24,000)	-	-	80,000	-
Issuance of new shares	545	7,355	-	-	-	7,900
Recategorization of shares	(20,000)	20,000	-	-	-	-
Balance, June 30, 2021	<u>\$ 25,145</u>	<u>\$ 2,595,835</u>	<u>\$ (2,159,003)</u>	<u>\$ -</u>	<u>\$ (13,805)</u>	<u>\$ 448,172</u>

See accompanying notes and independent accountant's compilation report

KELYNIAM GLOBAL, INC.
STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS ENDED
JUNE 30, 2021

CASH FLOWS FROM OPERATING ACTIVITIES:

Net income	\$ 5,544
Adjustments needed to reconcile net income to net cash provided by (used in) operating activities:	
Issuance of common stock	7,900
Depreciation	20,946
(Increase) Decrease in operating assets	
(Increase) Decrease in accounts receivable	58,413
(Increase) Decrease in inventory	20,412
(Increase) Decrease in prepaid taxes	4,700
(Increase) Decrease in deferred income taxes	33,700
Increase (Decrease) in accounts payable	(70,301)
Increase (Decrease) in accrued expenses	(60,911)
Net Cash Provided By (Used In) Operating Activities	<u>20,403</u>

CASH FLOWS FROM FINANCING ACTIVITIES

Net repayments on line of credit	(80,552)
Principal payments on long-term debt	(83,299)
Borrowings on long-term debt	144,120
Net Cash Provided by (Used In) Financing Activities	<u>(19,731)</u>

Net Increase (Decrease) in Cash and Cash Equivalents	672
Cash and Cash Equivalents at Beginning of Period	<u>-</u>
Cash and Cash Equivalents at End of Period	<u><u>\$ 672</u></u>

SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION

Cash paid during the year for	
Interest	<u><u>\$ 3,223</u></u>

See accompanying notes and independent accountant's compilation report

KELYNIAM GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED JUNE 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

Kelyniam Global, Inc. (“the Company”), organized under the laws of the State of Nevada, specializes in the rapid production of custom prosthetic cranial implants utilizing computer-aided design and computer aided manufacturing of advanced medical grade polymers. The Company develops, manufactures, and distributes custom cranial and maxilla-facial implants for patients requiring the reconstruction of cranial and certain facial structures. The Company works directly with surgeons, health systems and payors to improve clinical and cost-of-care outcomes. The Company has additional products and categories in various stages of development and commercialization.

The Company’s business operations consist solely of regulatory approvals, manufacturing operations and distribution to customers and markets entirely in the United States.

Basis of Accounting

The financial statements of the Company have been prepared in conformity with accounting principles generally accepted in the United States of America (“GAAP”).

Revenue Recognition

Revenue from the sale of implantable products is generally recognized at an amount that reflects the expected consideration at the point-in-time the hospital customer obtains control of the product which is defined as when the product is delivered and accepted, or upon shipment to a third-party distribution customer assuming control of the products.

Significant judgments – contracts with multiple performance obligations

Generally, each customer order represents a separate contract. Customer orders may include promises to transfer multiple performance obligations. A performance obligation is a promise in a contract with a customer to transfer products or services that are distinct. Generally, each specific product or service ordered is considered distinct and therefore, considered a separate performance obligation.

The Company allocates the transaction price to each performance obligation on a relative standalone selling price (“SSP”) basis. The SSP is the price at which the Company would sell a promised product or service separately to a customer. Judgement is required to determine the SSP for each distinct performance obligation.

KELYNIAM GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED JUNE 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

The Company determines SSP by considering its overall pricing objectives and market conditions on a customer basis. Significant pricing practices taken into consideration include the Company's discounting practices, price lists, historical sales and contract prices. As the Company's go-to-market strategies evolve, the Company may modify its pricing practices in the future, which could result in changes to SSP. In certain cases, the Company is able to establish SSP based on observable prices of products or services sold separately in comparable circumstances to similar customers. The company uses a single amount to estimate SSP when it has observable prices.

The transaction price for each contract with a customer is generally fixed. Amounts that have been invoiced are recorded in accounts receivable and revenue, when control to customers has occurred.

The Company has determined that it qualifies for the practical expedient to expense incremental costs of obtaining a contract as incurred in the period that the goods or services are transferred to the customer as this treatment is consistent with the incremental costs incurred.

Use of Estimates

Management uses estimates and assumptions in preparing these financial statements in accordance with accounting principles generally accepted in the United States of America. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from those estimates.

Cash and Cash Equivalents and Credit Risk

The Company considers all investments with the original maturities of three months or less to be cash equivalents.

The Company maintains its cash and cash equivalents in bank deposit accounts that, at times, may exceed federally insured limits. The Company has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash and cash equivalents. The Company did not exceed the insured limit as of June 30, 2021.

Accounts Receivable

Accounts receivable are recorded at fair value and are recorded as current assets. Uncollectible account balances are written-off when management determines the probability to collection is remote. The Company does not require collateral in providing credit. The allowance for doubtful accounts reflects the best estimate of probable losses determined principally on the basis of historical experience and specific allowances for known troubled accounts. All accounts or portions thereof that are deemed to be uncollectible or that require an excessive collection cost are written off to the allowance for doubtful accounts. No allowance for doubtful accounts was deemed necessary at June 30, 2021.

KELYNIAM GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED JUNE 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

Inventory

Inventory, consisting primarily of supplies, is stated at the lower of cost (first-in, first-out basis) or market value (net realizable value).

Property and Equipment

Property, plant, and equipment are recorded at cost. Depreciation is provided using straight-line methods for financial reporting purposes. Estimated useful lives of the assets are as follows:

Manufacturing equipment	7 years
Computer equipment	3 years
Furniture and fixtures	5 – 7 years
Leasehold improvements	15 – 39 years

The cost and related accumulated depreciation of equipment and furniture sold, retired or otherwise disposed of are removed from the related asset accounts, and any resulting gain or loss is recorded in operations for the period in which the transaction occurred.

Expenditures for major renewals or improvements that extend the useful lives of equipment and furniture are capitalized. Expenditures for maintenance and repairs are expensed as incurred. Depreciation expense for the six months ended June 30, 2021 was \$20,946.

Fair Value of Financial Instruments

The Company has a number of financial instruments and none are held for trading purposes. The Company estimates that the fair value of all financial instruments as of June 30, 2021 does not differ materially from the aggregate carrying values of its financial instruments recorded in the accompanying balance sheets. The Company used available market information and appropriate valuation methodologies to determine the estimated fair value amounts. Considerable judgment is required in interpreting market data to develop the estimates of fair value and, accordingly, the estimates are not necessarily indicative of the amounts that the Company could realize in a current market exchange (See Note 10).

Advertising Costs

The Company expenses advertising costs as they are incurred. Advertising expenses for the six months ended June 30, 2021 was \$10,511.

Shipping and Handling Costs

All shipping and handling costs billed to customers are recognized in sales. Shipping and handling costs are charged to expense as incurred and included in cost of sales on the accompanying statement of income. Shipping and handling costs incurred for the six months ended June 30, 2021 was \$14,682.

KELYNIAM GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED JUNE 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

Income Taxes

Income taxes are provided for the tax effects of transactions reported in the financial statements and consist of taxes currently due plus deferred taxes related to differences between financial statement and taxable income arising primarily from depreciation expense for tax purposes using accelerated methods and for financial statements using the straight line method, in addition to future benefits for net operating loss carryovers for tax purposes.

The deferred tax assets and liabilities represent the future tax return consequences of those differences, which will either be taxable or deductible when the assets and liabilities are recovered or settled.

There are no uncertain positions that would require recognition in the financial statements. If the Company were to incur an income tax liability in the future, interest on any income tax liability would be reported as interest expense and penalties and income tax would be reported as income tax expense. Management's conclusions regarding uncertain tax positions may be subject to review and adjustment at a later date based upon ongoing analysis of or changes in tax laws, regulations and interpretations therefore as well as other factors.

Lease Arrangements

Annual rentals pertaining to the real estate lease, which convey merely the right to use property, are charged to current operations.

Subsequent Events

In preparing these financial statements, management has evaluated subsequent events through August 19, 2021, which represents the date the financial statements were available to be issued.

NOTE 2 – RELATED PARTY TRANSACTIONS

Officer Loan Payable

Officer loan payable represents amounts due to officers of the Company. The outstanding balance as of June 30, 2021 was \$123,749. The amount is not subject to a specific repayment schedule.

In January 2020, the Company settled a mutual suit against a former officer and shareholder accusing each other of various actions. As part of this settlement, the Company agreed to repurchase the entire shareholding stake of the former officer for \$80,000. At June 30, 2021, the Company owes an additional \$40,000, which is included in accrued expenses, on this settlement which will be fully paid in the first half of 2022.

KELYNIAM GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED JUNE 30, 2021

NOTE 3 – INVENTORY

Inventory consists of supplies on hand in the amount of \$62,096 as of June 30, 2021.

NOTE 4 – LINE OF CREDIT

The Company has a \$230,000 revolving line of credit with Westfield Bank, secured by the assets of the Company. The balance on the line at June 30, 2021 was \$7,656 at the rate of interest of 4.25%.

NOTE 5 – LONG-TERM DEBT

Loans payable at June 30, 2021 consist of the following:

Note payable to Prodways, payable in monthly installments of \$11,053, interest-free, through December 2021. The Company was provided a deferral of payments for the first quarter of 2021 associated with Covid-19 uncertainty.	\$ 58,604
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Note payable with the Department of Economic and Community Development, payable in monthly installments of \$2,996, including interest of 3.00%, through June 2022, secured by assets of the Company.	49,995
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Loan payable to the SBA for the Paycheck Protection Program, funds to be forgiven during third quarter of 2021 (See Note 13).	144,120
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Less: Current maturities:

	\$ 252,719
	(237,659)
	\$ 15,060

Future maturities of long-term debt are as follows:

<u>PERIOD ENDING</u>	<u>AMOUNT</u>
<u>JUNE 30,</u>	
2022	\$ 237,659
2023	15,060
	\$ 252,719

KELYNIAM GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED JUNE 30, 2021

NOTE 6 – STOCKHOLDERS' EQUITY

Common Stock

As of June 30, 2021, the authorized capital stock of the Company was 60,000,000 shares of common stock, \$0.001 par value per share; 25,144,165 shares are outstanding at June 30, 2021.

Treasury Stock

The Company is authorized to repurchase shares of its common stock in the open market or through negotiated transactions, at such times and at such prices as management may decide.

During the second quarter of 2021, the Company undertook a thorough review of issued and outstanding common stock via historic issuances and cancelled previously existing outstanding issuances that were recorded as Treasury stock. The Company determined there were 25,144,645 shares of par value \$0.001 common stock outstanding. Common stock has been adjusted to \$25,145 with offsetting values accounted for in Additional Paid in Capital. Only the equity section of the balance sheet was affected by this adjustment.

In addition, the Company previously reported its' investment in open market repurchases of its' securities as an asset identified as Marketable Securities instead of reporting such amounts as Treasury Stock. The effects of this change have been accounted for during the second quarter of 2021 and are shown in the "Statement of Changes in Stockholders' Equity."

NOTE 7 – INCOME TAXES

The provisions for income taxes consist of the following at June 30, 2021:

	<u>FEDERAL</u>	<u>STATE</u>	<u>TOTAL</u>
Current Taxes	\$ -	\$ 4,700	\$ 4,700
Deferred Tax (Benefit)	<u>24,300</u>	<u>9,400</u>	<u>33,700</u>
Net	<u>\$ 24,300</u>	<u>\$ 14,100</u>	<u>\$ 38,400</u>

KELYNIAM GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED JUNE 30, 2021

NOTE 7 – INCOME TAXES (Continued)

The deferred taxes result from the following:

- 1) The use of the accrual basis of accounting for financial purposes versus the cash basis of accounting for tax purposes.
- 2) Net operating losses that are available to offset future taxable income.
- 3) The use of straight-line depreciation methods for financial reporting purposes versus accelerated depreciation methods for tax purposes.

The Company's deferred tax assets and deferred tax liabilities at June 30, 2021 consist of the following:

Deferred tax assets	\$ 432,100
Deferred tax liabilities	<u>-</u>
Net Deferred Tax Asset	<u>\$ 432,100</u>

Included in the accompanying balance sheet at June 30, 2021, as follows:

Long-term deferred tax asset	\$ 432,100
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The Company has federal loss carryforwards totaling \$1,713,925 and state loss carryforwards totaling \$1,693,380, respectively, that may be offset against future taxable income. If not used, the carryforwards will begin to expire in December, 2030.

The Company files tax returns in U.S. federal jurisdiction, as well as various states. The Company is no longer subject to U.S. federal and state income tax examinations by tax authorities for the years before 2017.

NOTE 8 – LEASES

The Company leases its facilities under a non-cancelable lease. The following is a schedule of future minimum lease payments required under the lease agreement.

<u>PERIOD ENDING</u> <u>JUNE 30,</u>	
2022	\$ 32,004
2023	32,723
2024	33,707
2025	<u>8,489</u>
	<u>\$ 106,923</u>

KELYNIAM GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED JUNE 30, 2021

NOTE 9 – RETIREMENT PLAN

The Company maintains a 401(k) plan for full-time employees defined as an employee whose schedule services exceed 1,000 hours during a calendar year. Newly hired employees are eligible to participate in the plan after six months of service. The Company contributed \$4,408 to its' 401(k) plan during the six months ended June 30, 2021.

NOTE 10 – FAIR VALUE MEASUREMENTS

FASB 820, Fair Value Measurements and Disclosures (FASB ASC 820) established a framework for identifying and measuring fair value. FASB ASC 820 provides a fair value hierarchy, giving the highest priority to quoted prices in active markets, and is expected to be applied to fair value measurements of derivative contracts that are subject to mark to market accounting and other assets and liabilities reported at fair value.

FASB ASC 820 defines fair value, establishes a framework for measuring fair value and expands disclosures about fair value measurements. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

FASB ASC 820 emphasizes that fair value is a market-based measurement, not an entity specific measurement, and establishes a fair value hierarchy that distinguishes between assumptions based on market data obtained from independent sources and those based on the entity's own assumptions. The hierarchy prioritizes the inputs to fair value measurements into three levels:

Level 1- measurements utilize unadjusted quoted prices in active markets for identical assets and liabilities that the entity had the ability to access. These consist primarily of listed equity securities, exchange traded fixed income, derivatives and certain U.S. government treasury securities.

Level 2- measurements include quoted prices for similar assets and liabilities in active markets, quoted prices identical or similar assets or liabilities in markets that are not active, and other observable inputs such as interest rates and yield curves that are observable at commonly quoted intervals. These consist primarily of non-exchange traded derivatives such as swaps, forward contracts of options and most fixed income securities.

Level 3- measurements use unobservable inputs for assets and liabilities, are based on the best information available and might include the entity's own data. In some valuations, the inputs used may fall into different levels of hierarchy. In these cases, the financial instrument's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement. These consist mainly of assets and liabilities valued through an internal modeling process.

The following section describes the valuation methodologies used by the Company to measure different financial instruments at fair value, including an indication of the level in the fair value hierarchy in which each instrument is generally classified. Where appropriate, the description includes the details of the valuation models, the key inputs to those models, and significant assumptions.

KELYNIAM GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED JUNE 30, 2021

NOTE 10 – FAIR VALUE MEASUREMENTS (Continued)

Available-for-sale and Held-to-maturity securities- The Company uses quoted market prices to determine fair value for these classes of securities. These financial assets consist of exchange traded fixed income and equity securities, and are classified in Level 1 of the financial hierarchy.

The following table presents information about the Company's respective assets and liabilities measured at fair value on a recurring basis at June 30, 2021 including the fair value measurements and the level of inputs used in determining those fair values:

Description	Level 1	Level 2	Level 3	Total
Assets:				
Equity Securities	\$ -	\$ -	\$ -	\$ -
Fixed Income	-	-	-	-
Total	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Transfers between Level 1 and 2 generally relate to whether a market becomes active or inactive. Transfers between Levels 2 and 3 generally relate to whether, for various reasons, significant inputs become observable or unobservable. During the six months ended June 30, 2021, there were no significant transfers into and out of each level of the fair value hierarchy for assets and liabilities measured at fair value.

NOTE 11 – SUPPLEMENTARY ANALYTICAL DATA

The Company uses the indirect method when presenting its cash flows from operating activities in the Statements of Cash Flows, therefore, the Company is required to disclose the following supplementary information:

	<u>2021</u>
Interest paid	\$3,223

NOTE 12 – CONCENTRATIONS

Two customers represented approximately 22% of the revenue for the six months ended June 30, 2021 and two customers represented 29% of accounts receivable at June 30, 2021.

KELYNIAM GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED JUNE 30, 2021

NOTE 13 – SUBSEQUENT EVENT

On July 20, 2021, the Company was notified by the U.S. Small Business Administration that it had met the requirements of the Paycheck Protection Program forgiveness and funds for the full amount of principle and interest had been remitted to the lending institution. The Company will recognize forgiveness of indebtedness income associated with this in the third quarter of 2021.

SUPPLEMENTARY INFORMATION

KELYNIAM GLOBAL, INC.
SCHEDULE I - COST OF SALES
FOR THE SIX MONTHS ENDED
JUNE 30, 2021

Depreciation	\$ 13,973
Direct labor	95,538
Payroll taxes	8,214
Raw materials	130,667
Rent	12,237
Shipping and handling costs	14,682
Utilities	<u>4,285</u>
Total Cost of Sales	<u><u>\$ 279,596</u></u>

See independent accountant's compilation report

KELYNIAM GLOBAL, INC.
SCHEDULE II - GENERAL AND ADMINISTRATIVE EXPENSES
FOR THE SIX MONTHS ENDED
JUNE 30, 2021

Advertising	\$ 10,511
Bank and credit card fees	16,009
Commissions	349,337
Depreciation	6,973
Equipment rental	487
Insurance	143,409
License and registration	8,551
Officer's compensation	93,852
Office expenses	10,709
Payroll service	1,799
Payroll taxes	19,776
Pension expense	4,408
Professional fees	17,685
Property and other taxes	2,645
Regulatory fees	14,138
Rent expense	12,981
Repairs and maintenance	7,650
Salaries and wages	136,174
Seminars	236
Supplies	2,203
Telephone	3,519
Travel and entertainment expenses	6,548
Utilities	4,651
Web services	23,045
	<hr/>
Total General and Administrative Expenses	\$ 897,296
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See independent accountant's compilation report