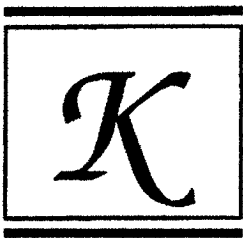


GREENE CONCEPTS, INC.

CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED JULY 31, 2010



KEITH A. KRAEMER, An Accountancy Corporation

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To the Board of Directors
Greene Concepts, Inc.
Fresno, California

We have compiled the accompanying balance sheet of Greene Concepts, Inc. (a Corporation) as of July 31, 2010, and the related statements of income and retained earnings for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

October 7, 2010

*KEITH KRAEMER
AN ACCOUNTANT CORP*

GREENE CONCEPTS, INC.
CONSOLIDATED BALANCE SHEET
JULY 31, 2010

ASSETS

Current Assets

Cash in Bank	\$ 31,179
Accounts Receivable	11,571
Inventory	<u>266,940</u>

Total Current Assets 309,690

Property and Equipment

Machinery & Equipment	8,164
Website Development	16,441
Less Accumulated Depreciation	<u>(13,459)</u>

Total Property and Equipment 11,146

Other Assets

Start Up Costs	1,006,942
Less Accumulated Amortization	<u>(251,734)</u>

Total Other Assets 755,208

TOTAL ASSETS \$ 1,076,044

LIABILITIES AND STOCKHOLDERS' EQUITY

Current Liabilities

Accounts Payable	\$ 75,038
Sales Tax Payable	343
Shareholder Loans	<u>154,491</u>

Total Current Liabilities 229,872

Long-Term Debt 960,778

Stockholders' Equity

Capital Stock	367,100
Retained Earnings	<u>(481,706)</u>

Total Stockholders' Equity (114,606)

TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY \$ 1,076,044

See accountants' report.

GREENE CONCEPTS, INC.
CONSOLIDATED STATEMENT OF INCOME AND RETAINED EARNINGS
YEAR ENDED JULY 31, 2010

<i>Revenue</i>		
Sales		\$ 144,771
<i>Cost of Goods Sold</i>		
Materials		69,148
	<i>Total Cost of Goods Sold</i>	<u>69,148</u>
	<i>Gross Profit</i>	75,623
 <i>Expenses</i>		
Advertising		1,682
Amortization		67,129
Auto and Truck		4,556
Bank Charges		3,609
Depreciation		7,213
Dues and Subscriptions		2,103
Insurance		1,013
Interest Expense		10,000
Marketing & Promotion		7,152
Office Expense		17,042
Professional Fees		11,895
Rent		19,161
Repairs & Maintenance		1,105
Supplies		8,186
Taxes & Licenses		6,084
Telephone		4,180
Travel & Entertainment		12,367
Utilities		<u>4,341</u>
	<i>Total Expenses</i>	<u>188,818</u>
	Net Income	(113,195)
	BEGINNING RETAINED EARNINGS	(368,511)
	ENDING RETAINED EARNINGS	<u>\$ (481,706)</u>

See accountants' report.

**GREENE CONCEPTS, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JULY 31, 2010**

CASH FLOWS FROM OPERATING ACTIVITIES

Net Income (Loss)	\$ (113,195)
Adjustments to reconcile change in net assets to net cash provided by operating activities	
Amortization	67,129
Depreciation	7,212
Changes in:	
Accounts receivable	(11,571)
Inventory	(183,010)
Accounts payable	10,430
Sales tax Payable	<u>246</u>
Net cash provided by operating activities	<u>(222,759)</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Capital Stock Investment	<u>94,600</u>
Net cash used for investing activities	94,600

CASH FLOWS FROM FINANCING ACTIVITIES

Loans From Shareholder	11,767
New borrowings on notes payable	<u>146,663</u>
Net cash used for financing activities	<u>158,430</u>

INCREASE IN CASH AND CASH EQUIVALENTS

30,271

CASH AND CASH EQUIVALENTS AS OF BEGINNING OF THE YEAR

908

CASH AND CASH EQUIVALENTS AS OF END OF YEAR

\$ 31,179

SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION

Cash paid during the year for:	
Interest	<u><u>\$ 10,000</u></u>

GREENE CONCEPTS, INC.
NOTES TO FINANCIAL STATEMENTS
JULY 31, 2010

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of Greene Concepts, Inc. (the Company) is presented to assist in understanding the Company's financial statements. The financial statements and notes are representations of the Company's management who is responsible for the integrity and objectivity of the financial statements. These accounting policies conform to generally accepted accounting principles and have been consistently applied in the preparation of the financial statements.

Nature of Operations

Greene Concepts, Inc. is headquartered in the City of Fresno, California and has been in service for fifty-eight years. The Company manufactures and distributes a line of 25 high quality consumer focused inkjet kits. The Company has prepared these financial statements on the accrual basis of accounting.

Use of Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimated and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from these estimates.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Company considers deposits in banks and other investments purchased with a maturity of three months or less to be cash equivalents.

Accounts Receivable

Accounts receivables are recorded at the amount the Company expects to collect on balances outstanding at year-end. Management closely monitors outstanding balances and writes off any balances they deem uncollectible by the time the financial statements are issued. As of July 31, 2010, accounts receivable totaled \$11,571. There is no allowance for bad debts.

Machinery and Equipment

Acquisitions of machinery and equipment in excess of \$1,000 are capitalized. Machinery and equipment are stated at cost. Depreciation is computed using the modified accelerated cost recovery system and amounted to \$ 7,213 for the year ended July 31, 2010.

Income Taxes

The Company has loss carryforwards totaling \$455,089 that may be offset against future taxable income. If not used, the carryforwards will expire as follows:

	<u>Operating Losses</u>
Year 16	\$ 374
Year 17	\$129,509
Year 18	\$171,192
Year 19	\$ 45,376
Year 20	\$108,638

GREENE CONCEPTS, INC.
NOTES TO FINANCIAL STATEMENTS
JULY 31, 2010

Revenue Recognition

The Company recognizes revenue as the service has been provided. The Company records all amounts in accordance with the agreed upon billing rate with the Client and Company.

BUSINESS CONSOLIDATIONS

On September 15, 2010, Greene Concepts, Inc. purchased 100% of the stock of Accubrite, Inc. for \$100,000 in the form of preferred stock of Greene Concepts, Inc. The attached financial statements include the activities of Accubrite, Inc.

NOTE B – SHAREHOLDER LOANS

As of July 31, 2010, the Company had the following shareholder loan payable to Leonard Greene. The shareholder loan is a noninterest-bearing, unsecured obligation, due upon demand.

\$ 154,491

NOTE C – LONG-TERM DEBT

Notes payable to various individuals are all noninterest-bearing unsecured obligations, due on demand.

\$ 960,778

Maturities of long term notes payable for the next five years are as follows:

July 31, 2011	\$ -0-
July 31, 2012	\$ -0-
July 31, 2013	\$ -0-
July 31, 2014	\$ -0-
July 31, 2015	\$ -0-
Thereafter	<u>\$ 960,778</u>
Total	<u>\$ 960,778</u>