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January 21, 2011

To The Board of Directors
Polaris International Holdings, Inc.
Huntington Beach, California

We have compiled the accompanying consolidated balance sheet of Polaris International Holdings, Inc. as of September 30, 2010 and the related consolidated statement of income and retained earnings, statement of changes in shareholders' equity and the statement of cash flows for the fiscal year then ended, and the accompanying notes to financial statements which are presented only for supplementary analysis purposes, 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.

JOSEPH INGA & COMPANY

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POLARIS INTERNATIONAL HOLDINGS, INC. (PIHN)
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2010

POLARIS INTERNATIONAL HOLDINGS, INC. (PIHN)
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2010

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POLARIS INTERNATIONAL HOLDINGS, INC.
CONSOLIDATED BALANCE SHEET
AS OF SEPTEMBER 30, 2010

Assets

Current Assets

Cash	\$254,495
Accounts Receivable	548,557
Prepaid Expenses	291,568
Due from Affiliate	725
Investment - Securities	1,800
Security Deposit	4,500
Total Current Assets	<u>1,101,645</u>

Other Assets

Goodwill	1,357,556
Licensing Fees	54,000
Less Accum amortization	<u>(133,194)</u>
Total Other Assets	<u>1,278,362</u>

Fixed Assets

Automobiles	71,408
Less Accum Depreciation	<u>(14,282)</u>
Total Fixed Assets	57,126

Total Assets

\$2,437,133

Please see Footnotes which are an integral part of the financial statements

POLARIS INTERNATIONAL HOLDINGS, INC.
CONSOLIDATED BALANCE SHEET
AS OF SEPTEMBER 30, 2010

Liabilities

Current Liabilities

Accounts Payable	\$195,616
Outstanding Account	17,317
Shareholder Loans	8,420
Notes Payable	90,439
Deferred Compensation	183,814
Loans from Officers	0
Total Current Liabilities	<u>495,606</u>

Loan Term Liabilities

Convertible Notes - Shareholders	168,947
Convertible Note - Company Acquisitions	<u>1,700,000</u>
Total Liabilities	<u>1,868,947</u>

Shareholders' Equity

Common Stock, par value \$0.0001	
7,000,000,000 shares authorized 4,448,040,366 shares issued and outstanding	444,804
Preferred Stock Series A, par value \$0.0001	
100,000,000 shares authorized 100,000 shares issued and outstanding	10
Preferred Stock Series B, par value \$0.001	
100,000,000 shares authorized 2,205,279 shares issued and outstanding	2,205
Additional Paid In Capital	769,706
Retained Earnings	<u>(1,144,145)</u>
Total Shareholders' Equity	<u>72,580</u>

Total Liabilities & Shareholders' Equity	<u><u>\$2,437,133</u></u>
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Please see Footnotes which are an integral part of the financial statements

POLARIS INTERNATIONAL HOLDINGS, INC.
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2010

Revenues		\$3,469,559
Cost of Goods Sold		
Salary	397,019	
Transportation	72,534	
Outside Services	<u>1,455,483</u>	
Total Cost of Goods Sold		<u>1,925,036</u>
Gross Profit		1,544,523
Operating Expenses		
Amortization Expenses	106,683	
Automobile Expenses	25,241	
Bank Fee	903	
Business Development	212,670	
Conferences & Consulting	34	
Depreciation Expense	14,282	
Donations	100	
Dues and Subscriptions	3,000	
Filing Fees	500	
Insurance	22,826	
Legal and Professional Fees	169,206	
Office Expenses	45,655	
Outside Services	63,842	
Penalties	7	
Pension Plan Contributions	80,615	
Phone, Fax, etc.	29,452	
Rent/Lease Expense	154,024	
Salaries and Compensation	496,762	
Taxes	78,219	
Travel	21,759	
Utilities	2,948	
Total Operating Expenses		<u>1,528,727</u>
Income Before Tax Provision		15,796
Other Income (Expenses)		
Interest Expenses	(101,861)	
Forgiveness of Debt	43,000	
Provision for Income Taxes	(800)	
Total Other Income (Expenses)		<u>(59,661)</u>
Net Income (Loss)		<u><u>(\$43,865)</u></u>

Please see Footnotes which are an integral part of the financial statements

POLARIS INTERNATIONAL HOLDINGS, INC.
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2010

	Common Stock Par Value \$0.0001		Preferred Stock Series A Par Value \$0.0001		Preferred Stock Series B Par Value \$0.001		Additional Paid-In Capital	Surplus (Deficit)	Total
	Shares	Amount	Shares	Amount	Shares	Amount			
Balance, October 1, 2009	2363845000	\$236,385	100000	\$100,000		\$0	\$169,429	(\$1,100,280)	(\$594,466)
Debt Conversion - Oct	20616750	2,061							2,061
Debt Conversion - Nov	461348170	46,135							46,135
Preferred Stock Sales					47,029	5	94,053		94,058
Par Value Correction				(99,990)		42	99,948		0
Debt Conversion - January	602,230,446	60,223							60,223
Debt Conversion - March	400,000,000	40,000							40,000
Stock Exchange for Services					100,000	100			100
Stock Exchange for Other Company's Stock					1,800,000	1,800			1,800
Preferred Stock Sales					64,000	64	127,936		128,000
Preferred Stock Sales					45,150	45	90,255		90,300
Preferred Stock Exchange					33,500	34			34

POLARIS INTERNATIONAL HOLDINGS, INC.
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2010

	Common Stock Par Value \$0.0001		Preferred Stock Series A Par Value \$0.0001		Preferred Stock Series B Par Value \$0.001		Additional Paid-In Capital	Surplus (Deficit)	Total
	Shares	Amount	Shares	Amount	Shares	Amount			
Debt Conversion - July	300,000,000	30,000			55,000	55	66,945		97,000
Preferred Stock Sales					10,050	10	20,090		20,100
Preferred Stock Sales					17,350	17	34,683		34,700
Debt Conversion - Sept.	300,000,000	30,000							30,000
Preferred Stock Sales					33,200	33	66,367		66,400
Net Income(Losses)								(43,865)	(43,865)
Balance, June 30, 2010	<u>4,448,040,366</u>	<u>\$444,804</u>	<u>100,000</u>	<u>\$10</u>	<u>2,158,250</u>	<u>\$2,205</u>	<u>\$769,706</u>	<u>(\$1,144,145)</u>	<u>\$72,580</u>

Please see Footnotes which are an integral part of the financial statements

POLARIS INTERNATIONAL HOLDINGS, INC.
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2010

Cash Inflows (Outflows) from:

Operating Activities:

Net Income/(Loss)	\$ (43,865)
Provided by Operating Activities:	
Depreciation and Amortization	120,980
Decrease in Due from Affiliate	89,275
(Increase)/Decrease in Accounts Receivable	(548,557)
Increase/(Decrease) in Accounts Payable	187,244
Increase /(Decrease) in Outstanding Account	17,317
(Increase)/Decrease in Intangible Asset	(1,357,556)
(Increase)/Decrease in Fixed Assets	(71,408)
(Increase)/Decrease in Prepaid Expenses	(291,568)
Increase/(Decrease) in Accrued Expenses	(1,600)
(Increase)/Decrease in Deposits	(4,500)
Cash Provided by Operating Activities	<u>(1,904,238)</u>

Investing Activities:

Investment in Available for Sale Securities	(1,800)
Cash Used by Investing Activities	<u>(1,800)</u>

Financing Activities:

Increase in Shareholder Loans	8,420
(Decrease) in Notes Payable	(213,716)
Increase in Deferred Compensation	66,000
Increase in Long Term Debts	1,700,000
(Decrease) in Loans from Officers	(10,069)
(Decrease) in Loans from Shareholders	(102,238)
Increase in Common Stock	208,419
Increase in Additional Paid In Capital	600,277
Increase in Preferred Stock Series B	2,205
(Decrease) in Preferred Stock Series A	(99,990)
Cash Provided by Financing Activities	<u>2,159,308</u>

Change in Cash	253,270
Cash - Beginning of Year	<u>1,225</u>
Cash - End of Year	<u>\$ 254,495</u>

Please see Footnotes which are an integral part of the financial statements

POLARIS INTERNATIONAL HOLDINGS, INC.

NOTES TO FINANCIAL STATEMENTS

September 30, 2010

(1) NATURE OF OPERATIONS:

The Company was incorporated on July 16, 2001 as Pullmore, Inc. under the corporate laws of the State of Delaware, U.S.A. On November 4, 2002, Pullmore, Inc. changed its name to The Condor Group International, Inc. On December 4, 2002 The Condor Group International, Inc. changed its name to Third Dynamic International, Inc. On September 6, 2005, Third Dynamic International, Inc. changed its name to Modern World Media, Inc. On September 26, 2005 Modern World Media, Inc. changed its name to Polaris International Holdings, Inc.

The Company was incorporated to become a holding company of IT outsourcing services and companies and to provide related IT services. The Company has completed the acquisition of two Japanese IT outsourcing services companies as well as identifying outsourcing companies as a potential acquisition target in North America.

(2) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Method of Accounting

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

Revenue Recognition

Revenue is recognized when the Company provides services. The Company will be paid directly by the client. The payment will be made within 30 days to 60 days upon the Company completing its services. Some payments are made in installments upon an executed service agreement.

Cash and Cash Equivalents

The Company considers all short-debt securities with maturity of three months or less to be cash equivalents.

Fair Value of Financial Instruments

Pursuant to SFAS No. 107, "Disclosures about Fair Value of Financial Instruments", the Company is required to estimate the fair value of all financial instruments included on its balance sheet. At September 30, 2010 financial instruments consisted of cash and cash equivalents, accounts receivable, and accounts payable. The Company considers the items in the financial statements to approximate their value due to the relatively short period of time between origination of instruments and their expected realization.

POLARIS INTERNATIONAL HOLDINGS, INC.

NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 2010

Property and Equipment

Property and equipment are carried at cost. Depreciation of property and equipment is provided using the straight line method for financial reporting purposes at rates based on the following estimated useful lives:

	Years
Machinery and Equipment	5-7
Furniture and Fixtures	5-7
Building	39
Vehicle	5

Expenditure for major renewals and betterments that extend the useful life of property and equipment are capitalized. Expenditures of maintenance and repairs are charged to expenses as incurred.

Amortization of license fees was \$27,504 for the reporting period.

Amortization of goodwill was \$79,194 for the reporting period.

Depreciation for fixed assets was \$14,282 for the reporting period.

Provision for Income Taxes

The Company accounts for income taxes in accordance with statements of Financial Standards No. 109.

Under SFAS 109, deferred tax assets may be recognized for temporary differences that will result in deductible amounts in future periods and for loss carryforwards. Valuation allowance is recognized if, based on the weight of available evidence, it is more likely than not that some portion or all the deferred assets will not be realized.

A detail of deferred tax assets are:

	September 30, 2010
Federal and State net operating loss carryforwards	\$1,318,351
Valuation Allowance	(1,318,351)

	\$ -

POLARIS INTERNATIONAL HOLDINGS, INC.

NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 2010

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from these estimates.

(3) DEBT

The Company has several outstanding loans from shareholders, Polaris Technologies, Inc., an office and private parties. Interest on the notes varies from 10% to 12% per annum.

(4) FUNDING

The funding for the Company has come from its two co-founders, shareholders, and Polaris Technologies, Inc.

(5) RELATED PARTY TRANSACTIONS

Not Applicable.

(6) PREMISES

The Company administrative and legal offices are located at:
578 Washington Blvd. #238
Marina del Rey, CA 90292
U.S.A.

These premises will serve as the head office of the Company for the time being. At present, the Company believes that the space is adequate. As the business grows, there will be a requirement for a new location, and additional space; however, the location and the nature and size of the space will be determined in the future.

(7) STOCK ISSUANCE AND NONCASH TRANSACTIONS

In October, 2009 the Company converted \$2,061 of debts into equity, issuing 20,616,750 shares of common stock according to the convertible notes.

On October 31, 2009 the Company purchased a Japanese corporation (Staff IS) in exchange for the issuance of \$ 1,700,000 of convertible debt and in November 2009, the Company acquired another company in exchange for a \$ 100,000 debt obligation. To date \$ 90,000 of this debt obligation has been paid. The company has spreaded the acquisition price of \$1,800,000 over the assets being bought at their fair market value, with the remaining portion recorded as Goodwill. The Company has consolidated the financial statements of this foreign exchange entity. The SEC Foreign Exchange Rate was used to convert financial statements of this foreign exchange entity into US Dollars for consolidating.

POLARIS INTERNATIONAL HOLDINGS, INC.

NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 2010

In November, 2009 the Company converted \$46,135 of debts into equity, issuing 461,348,170 shares of common stock according to the convertible notes.

In October, 2009 the Company recorded \$10,000 payable for the remaining purchase of a Japanese IT company.

In January, 2010 the Company converted \$60,223 of debts into equity, issuing 602,230,446 shares of common stock according to the convertible notes.

In March, 2010 the Company converted \$20,000 of debts into equity, issuing 200,000,000 shares of common stock according to the convertible notes.

In March, 2010 the Company exchanged \$100 of equity for consulting services, issuing 100,000 shares of preferred stock series B at par value of \$0.001.

In March, 2010 the Company exchanged \$1,800 of equity in other companies, issuing 1,800,000 shares of preferred stock B at par value of \$0.001.

In May, 2010 the Company exchanged \$34 of equity for services rendered to various vendors, issuing 33,500 shares of preferred stock B at par value of \$0.001.

In July, 2010 the Company converted \$30,000 of debts into equity, issuing 300,000,000 shares of common stock according to the convertible notes.

In July, 2010 the Company converted \$110,000 of debts into equity, issuing 55,000 shares of preferred stock series B according to the convertible notes.

In July, 2010 the Company sold 10,500 shares of preferred stock series B.

In August, 2010 the Company sold 17,350 shares of preferred stock series B.

In September, 2010 the Company converted \$30,000 of debts into equity, issuing 300,000,000 shares of common stock according to the convertible notes.

In September, 2010 the Company sold 33,200 shares of preferred stock series B.