HERO INTERNATIONAL USA HOLDING CORP.

CONSOLIDATED BALANCE SHEET AND STATEMENT OF INCOME

Twelve Months Ended December 31, 2011

HERO INTERNATIONAL USA HOLDING CORP.
TABLE OF CONTENTS
December 31, 2011

Accountants' Compilation Report 1

Balance Sheet..... 2-3

Statement of Income and Retained Earnings 4

Notes to Financial Statements 5-9

Supplemental Schedules

Operating Expenses.....10

Lighthouse Consultants Inc.

Certified Public Accountant

101 E. Huntington Dr., Suite 101
Arcadia, CA 91006

Tel. 626.447.5342
Fax. 626.462.9693

Accountant's Compilation Report

To the Board of Directors
Hero International USA Holding Corp.
Alhambra, California

We have compiled the accompanying balance sheet of Hero International USA Holding Corp., as of December 31, 2011, and the related statements of income and retained earnings for the twelve months 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 and supplementary schedules information that is the representation of management. We have not audited or reviewed the accompanying financial statements and supplementary schedules and, accordingly, do not express an opinion or any other form of assurance on them.

A Statement of Cash Flows for the twelve months ended December 31, 2011, has not been presented. U.S. general accounting principles require that a statement be presented when financial statements purport to present financial position and results of operations.

Chris Yau, CPA
Lighthouse Consultants Inc.
February 15, 2012

HERO INTERNATIONAL USA HOLDING CORP
BALANCE SHEET
December 31, 2011

ASSETS		
Current Assets:		
Cash and cash equivalents	$	7,937.43
Loan to shareholder		27,618.07
Inventory		68,102.93
Miscellaneous receivables		34,667.84
Prepaid expenses (Note 3)		3,672.47
Prepaid Federal income tax		2,500.00
Total current assets		144,498.74
Property and equipment:		
Furniture and Equipment (Note 4)		37,240.10
Accumulated Depreciation		(4,297.22)
Net property and equipment		32,942.88
Other Assets:		
Organizational Cost		1,334.00
Intangible Assets		1,062.00
Accumulated Amortization		-292.00
Total other assets		2,104.00
Total assets	$	179,545.62

See Accompanying Notes and Accountants' Compilation Report

HERO INTERNATIONAL USA HOLDING CORP
BALANCE SHEET
December 31, 2011

LIABILITIES AND STOCKHOLDER'S EQUITY		
Current liabilities:		
Accounts Payable	$	30,398.43
Other Payables		4,750.00
Sales Tax Payable		2,432.23
Total Current Liabilities		37,580.66
Other liabilities:		
Loan from Shareholder (Note 5)		41,730.22
Total liabilities		79,310.88
Stockholder's equity:		
Capital Stock-Sub		7,306.15
Common Stock, 0.001 par value (Note 6)		
Total shares issued and outstanding 194,335,970		194,335.97
Equity Adj from Forex		24,432.89
Retained Earnings		-125,840.27
Total equity		100,234.74
Total liabilities and stockholder's equity	$	179,545.62

See Accompanying Notes and Accountants' Compilation Report

HERO INTERNATIONAL USA HOLDING CORP
STATEMENT OF INCOME AND RETAINED EARNINGS
For the Twelve Months Ended December 31, 2011

Sales income	$	193,665.43
Cost of goods sold		109,387.92
Gross profit		84,277.51
Operating expenses (Schedule 1)		140,258.62
Income (loss) from operations		(55,981.11)
Other Income (expense)		
Interest Income		56.26
Gain/loss from sale of fixed assets		(2,169.69)
Total other income (expense)		(2,113.43)
Net income		-58,094.54
Retained earnings, beginning of year		-67,745.73
Retained earnings, as of 12/31/2011	$	-125,840.27

See Accompanying Notes and Accountants' Compliation Report

HERO INTERNATIONAL USA HOLDING CORP.
NOTES TO FINANCIAL STATEMENTS
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2011

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

Hero International USA Holding Corp. (the Company) is a wholesale dietary supplement company incorporated in the State of Nevada that began operations on January 1, 2009.

The Company's its wholly-owned subsidiary, Maxview Company DBA Hero Enterprise Management (Kunming) Co.,Ltd (the Subsidiary), is a dietary supplements wholesaler and manufacturer in China.

In addition to dietary supplements, the Subsidiary also develops market for wine and alcohol. The Subsidiary started promotion in this new market in January 2011.

The Company's wholly-owned subsidiary, Hero Development Corporation, is a real estate development and construction company in the United States. The professional team of Hero Development Corporation offers a full range of high-quality services, including real estate development, design, construction and property management. Hero Development Corporation started its operation in 2011.

The company set up two wholly owned subsidiaries in Hong Kong in the third quarter of 2011. H.I. (Hong Kong) Holding., Limited and H.I. Nature Medicine Research Institute Limited focus on marketing. They will be the research and development headquarter.

Investment Policies

The Company has not established any investment policy. Accordingly, there can be no clear descriptions of any potential investments, any restrictions or impairments that the investments may have and/or any of the policies to be used to value and/or depreciate such assets if acquired from a financial and tax perspective. Further, the Company cannot state if there are any limitations of the percentage of assets that may be invested in any one investment, or type of instrument, and cannot indicate whether such policy may be changed without a vote of security holders. Further, the Company has no policy applicable to acquiring assets either for possible capital gain or for income purposes.

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of consolidation

The accompanying consolidated financial statements include the accounts of the Company and its subsidiaries.

All material intercompany transactions and balances have been eliminated.

Basis of Accounting

The accompanying financial statements have been prepared using the accrual basis of accounting whereby all revenues are recorded when earned and all expenses recorded when incurred.

Cash and Cash Equivalents

At December 31, 2011, cash consists of monies held in checking account in China and United States.

Accounts Receivable

The Company considers accounts receivable to be fully collectible; accordingly, no allowance for doubtful accounts is required. If amounts become uncollectible, they will be charged to operations when that determination is made.

Inventory

Inventory is stated at the lower of cost or market. Cost includes raw material and packaging and is determined using the average cost inventory method.

Property and Equipment

Property and equipment is recorded at cost less accumulated depreciation. Depreciation is accounted for on the straight-line method over the estimated useful lives of the assets.

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Expenditures for maintenance and repairs are deducted from income in the period incurred. Expenditures for major items are capitalized. Costs of assets sold or retired and the related amounts of accumulated

depreciation are eliminated from the accounts in the year of sale or retirement.

Use of Estimates

In preparing financial statements in conformity with generally accepted accounting principles, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and revenues and expenses during the reporting period. Actual results could differ from those estimates.

Freight Costs

The Company includes freight costs in cost of goods sold.

NOTE 2—ACCOUNTS RECEIVABLE

There was no trade accounts receivable as of December 31, 2011.

NOTE 3—PREPAID EXPENSES

There was $3,672.47 of prepaid expense as of December 31, 2011.

NOTE 4—PROPERTY AND EQUIPMENT

The following summarizes property and equipment—at cost, less accumulated depreciation at December 31, 2011:

Asset group	Years of Life	
Equipment	5–7	$ 37,240
Less: Accumulated depreciation		(4,297)
		$ 32,943

NOTE 4—PROPERTY AND EQUIPMENT (CONTINUED)

Depreciation expense for the twelve months ended December 31, 2011 was $8,368.

NOTE 5—LOAN FROM SHAREHOLDER

The Company is expected to reply the shareholder loan when it turns a profit, and has sufficient working capital.

NOTE 6—STOCK

The Company had three issuances of stocks in 2009 and four issuance in 2010.

NOTE 7—TAX AUDIT RISK

The Company has the following open tax years:
2010, 2009, 2008

HERO INTERNATIONAL USA HOLDING CORP.
NOTES TO FINANCIAL STATEMENTS
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2011

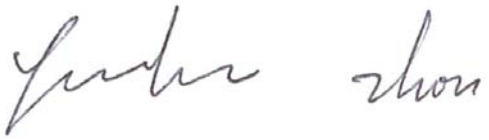
CERTIFICATIONS

I, Yongkang Zhou, certify that,

1. I have reviewed this Quarterly Report and Issuer Information of Hero International USA Holding Corp;

2. Based on my knowledge, this report does not contain an 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.



February 15, 2012

HERO INTERNATIONAL USA HOLDING CORP
OPERATING EXPENSES - SCHEUDLE 1
For the Twelve Months Ended December 31, 2011

Operating expenses:		
Advertising and Promotion	$	23,974.00
Amortization expense		105.70
Automobile Expense		935.43
Bank and Credit Card Charges		617.49
Check Printing Charges		63.83
Depreciation Expense		8,368.37
Dues and Subscriptions		3,600.00
Freight		7,533.98
Inspection Fee		210.57
Insurance Expense		14,182.09
Internet Fee		474.87
Licenses and Permits		606.79
Meals and Entertainment		260.11
Office Expenses		7,661.17
Payroll Expenses		41,476.29
Penalty		350.40
Printing and Reproduction		3,032.96
Professional Fees		12,467.20
Sales Tax		1,493.24
Service Fee		82.52
State Tax		1,600.00
Tax		385.84
Telephone Expense		2,481.42
Travel Expense		6,322.23
Utilities		1,972.12
Total operating expenses	$	140,258.62

See Accompanying Accountants' Compilation Report