TNI BioTech, Inc.
Balance Sheet
As of June 30, 2012

Balance Sheet	June 30, 2012	Mar 31 12	Dec 31 11
ASSETS			
Current Assets			
Checking/Savings			
Cash - Bank of America	$ 369	$ 369	$ 369
Total Checking/Savings	369	369	369
Other Current Assets			
Acquisiton of TNI BioTech IP	19,750		
Current A/C - Global Mktg	-	18,963	18,963
Current A/C - Trophy Club LLC	-	60,720	60,720
Draw - Miles Murphy	-		
Investment in Golf Value	-		
Note Receivable Trophy Club LL		254,920	254,920
Total Other Current Assets	19,750	334,603	334,603
Total Current Assets	20,119	334,972	334,972
Fixed Assets			
Fixed Assets - Accumulated Depn	-	(6,485)	(6,336)
Furniture and Fixtures	-	7,436	7,436
Total Fixed Assets	-	951	1,100
Other Assets			
Deposit - Canyon Ridge Home	-	-	-
Investment in GEMS	-	28,750	28,750
Investment in Trophy Club LLC	-	7,161	7,161
World Golf Village Escrow	-	-	-
Investment in Turnbull Golf Inc	-	540,000	540,000
Bihari Patents	900,000		
Plotnikoff Patents	-		
Total Other Assets	900,000	575,911	575,911
TOTAL ASSETS	$ 920,119	$ 911,834	$ 911,983
LIABILITIES & EQUITY			
Liabilities			
Current Liabilities			
Other Current Liabilities			
Federal Payroll Taxes Payable	-	-	-
Note Payable Pixelheads LLC	141,451	-	-
Total Other Current Liabilities	141,451	-	-
Total Current Liabilities	141,451	-	-
Long Term Liabilities			
Note Payable - Advisory Service	12,817	23,317	23,317
Note Payable - Mac-National	-	280,000	280,000
Note Payable - Miller	-	45,000	45,000
Note Payable - N Snider	-	100,000	100,000
Note Payable - R Quinby	-	25,000	25,000
Note Payable - RW Johnson	119,000	119,000	119,000
Note Payable KC Operations	480,496	498,000	498,000
Total Long Term Liabilities	612,313	1,261,317	1,261,317
Total Liabilities	753,764	1,261,317	1,261,317
Equity			
Common Stock	925,016	105,655	105,655
Paid-in Capital	(717,599)	256,745	256,745
Retained Earnings		(711,734)	(711,458)
Net Income	(146,611)	(149)	(276)
Total Equity	60,805	(349,483)	(349,334)
TOTAL LIABILITIES & EQUITY	$ 814,569	$ 911,834	$ 911,983

TNI BioTech, Inc.
Profit & Loss
January through June 2012

Income Statement	June 2012	Mar 2012	Dec 2011
Ordinary Income/Expense			
Income			
Sales	0.00	0.00	1,062.17
Total Income	0.00	0.00	1,062.17
Cost of Goods Sold			
Fullfillment	0.00	0.00	0.00
Golf Membership Fees	0.00	0.00	0.00
Golf Value Club			
Commissions - Global Consumer S	0.00	0.00	0.00
Total Golf Value Club	0.00	0.00	0.00
Other rental expense	0.00	0.00	0.00
Purchases for Resale	0.00	0.00	0.00
Total COGS	0.00	0.00	0.00
Gross Profit	0.00	0.00	1,062.17
Expense			
Advertising/Promotion	0.00	0.00	0.00
Auto Expense	540.00	0.00	0.00
Bank Charges	25.00	0.00	329.25
Charitable Contributions	0.00	0.00	0.00
Consulting Fees	10,160.00	0.00	0.00
Depreciation	0.00	149.00	595.00
Patent Fees	10,988.00	0.00	128.94
Transfer Agent	16,500.00	0.00	0.00
Insurance Expense	0.00	0.00	0.00
Legal and Professional	38,000.00	0.00	0.00
Meals and Entertainment	5,600.00	0.00	0.00
Office Expense	0.00	0.00	23.94
Postage Expense	0.00	0.00	0.00
Rent Expense	0.00	0.00	0.00
Telephone Expense	870.00	0.00	0.00
Travel Expense	28,140.00	0.00	123.17
Utilities Expense	0.00	0.00	0.00
Wages	30,500.00	0.00	0.00
Web Hosting and Development	5,000.00	0.00	0.00
		0.00	0.00
		0.00	0.00
Forfeited Escrow	288.00	0.00	137.89
Total Expense	146,611.00	149.00	1,338.19
Net Ordinary Income	-146,611.00	-149.00	-276.02
Net Income	**-146,611.00**	**-149.00**	**-276.02**

TNI BioTech, Inc.
Cash Flow from Activitives
June 30, 2012

	June 31 2012	March 31 2012	December 31 2011
CASH FLOWS FROM OPERATING ACTIVITIES:			
Net income	(146,611.00)	(149.00)	(276.02)
Common stock issued for services	-	-	-
Depreciation expense		149.00	595.00
Amortization expense			
Prior period adjustment			
Write off of escrow balance World Golf Village			
Adjustments to reconcile net income to net cash used in operating activities:			
Changes in operating assets and operating liabilities:			
Note receivable-related party			
Prepaid expenses			
Derivative liability			
Accounts payable and accrued expenses			
Net cash used in operating activities	**(146,611.00)**	-	318.98
Gain on discontinued operations			
Net cash used after discontinued operations			
CASH OUTFLOWS FROM INVESTING ACTIVITIES:			
Reduction of Investment in Trophy Club LLC			-
Increase of Investment in Turnbull Golf			-
		-	-
CASH FLOWS FROM FINANCING ACTIVITIES:			
Loans received from non financial institutions	141,451.00		-
Payments on convertible notes			
Proceeds for convertible notes purchased			
Accounts payable converted to notes payable-related party			
Sale of common stock			
Additional paid in capital	5,160.00		-
Net cash provided by financing activities	**146,611.00**	-	-
NET INCREASE IN CASH AND CASH EQUIVALENTS	-	-	318.98
CASH BEGINNING OF PERIOD	**368.99**	368.99	50.01
CASH END OF PERIOD	**368.99**	**368.99**	368.99

TNI BioTech, Inc.
Statment of Changes in Shareholder Equity
June 30, 2012

TNI BioTech, Inc.
Statement of Changes in Shareholders Equity/(Deficit)
Period Ending June 30, 2012

	Common Stock			Additional Paid-in Capitial	Accumulated Deficit	Total Shareholders' Equity
	Shares		Amount			
Balance December 31, 2009	105,655,370		$ 105,655	$ 124,700	$ 711,458	$ 912,578
Shares issued for services	0		0	0	-	0
Net loss					(12,055)	12,055
Balance December 31, 2010	105,655,370		105,655	124,700	699,403	924,633
Common stock sold	-		-	-	-	-
Shares issued for services	-		-	-	-	-
Shares issued for debt	-		-	-	-	-
Retirement of Common stock	-		-	-	-	-
Adjustment for Decrease in Par per Amendment	-		-	-	-	-
Prior period adjustment				348,739		
Net income	-		-	-	319	319
Balance December 31, 2011	105,655,370		105,655	473,439	699,722	924,952
Balance December 31, 2011	-		105,655	256,745	(711,734)	(349,334)
Net Income					-149	
Balance March 31, 2012	105,655		$ 106	$ 256,745	$ (711,883)	$ (455,033)
Reverse merger transaction						
Elimination of Accumulated Deficit				(711,883)	711,883	-
Settlement of Long Term Liabilities				649,004		649,004
Reduction of Current Assets				(334,603)		(334,603)
Reduction of Fixed Assets				(951)		(951)
Reduction of Other Assets				(575,911)		(575,911)
Common stock sold			-	-	-	
Shares issued for services	1,719,845		$ 5,160		-	5,160
Shares issued for debt	1,050,000		10,500	-	-	10,500
Shares issed for Acquisiiton	19,750,000		19,750	-		19,750
Shares issued for dividend	1,192,558		1,193	-		1,193
Adjustment			(11,693)	-	-	(11,693)
Stock issued for purchase of Bahari Patents	500,000	1.80	900,000	-		900,000
Net income (Loss)	-		-	-	(146,611)	(146,611)
Balance June 30, 2012	24,318,058		$ 925,016	$ (717,599)	$ (146,611)	$ 60,805

TNI BioTech, Inc., f/k/a pH Environmental Inc.

NOTES TO FINANCIAL STATEMENTS For the Three Months Ended June 30, 2012

NOTE 1 – ORGANIZATION AND DESCRIPTION OF BUSINESS

The Company was originally incorporated as Galliano International Ltd in Delaware on June 27, 1998 and began trading in November 1999 through the filing of a 15C-211. On November 10, 2004 Galliano International merged with Resorts Clubs International, Inc., with Resort Clubs International, Inc., a Florida Corporation as the surviving corporation. Resort Clubs International, Inc., completed a name change to pH Environmental Inc effective February 27, 2012. pH Environmental Inc completed a name change on May 14, 2012 to TNI BioTech, Inc.

NOTE 2 – QUARTERLY FINANCIAL STATEMENTS

Basis of Presentation

The accompanying quarterly financial statements of TNI BioTech, Inc., (the "Company" or "TNIB") have been prepared and reviewed pursuant to the rules and regulations of the Securities and Exchange Commission (the "SEC). Such rules require that these quarterly financial statements are prepared in accordance with Generally Accepted Accounting Principles (US GAAP); and our compilation and review report is in accordance with Generally Accepted Auditing Standards (US GAAS). These standards require that footnotes and disclosures be provided in order to assist the readers with supporting details that are documented in the condensed financial statements.

The Company recommends that the footnote disclosures made herein with its quarterly reviewed financial statements be read in conjunction with its quarterly review report. In the opinion of management, our financial statements and footnote disclosures fairly present our financial position and results of operations of the Company for the quarter then ended as of June 30, 2012.

Method of Accounting

The Company maintains its books and prepares its financial statements on the accrual basis of accounting.

Cash and Cash Equivalents

Cash and cash equivalents include time deposits, certificates of deposit, and all highly liquid debt instruments with original maturities of three months or less. The Company maintains cash and cash equivalents at financial institutions, which periodically may exceed federally insured amounts.

Loss Per Common Share

Loss per common share is computed in accordance with FASB ASC 260-10 (Prior authoritative literature Statement of Financial Accounting Standards No. 128, "Earnings Per Share"), by dividing income (loss) available to common stockholders by weighted average number of common shares outstanding for each period.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results can differ from those estimates.

Income Taxes
The Company accounts for income taxes in accordance with FASB ASC 740-10 (Prior authoritative literature Statement of Financial Accounting Standards No. 109, "Accounting for Income Taxes"), using the asset and liability approach, which requires recognition of deferred tax liabilities and assets for the expected future tax consequences of temporary differences between the carrying amounts and the tax basis of such assets and liabilities. This method utilizes enacted statutory tax rates in effect for the year in which the temporary differences are expected to reverse and gives immediate effect to changes in income tax rates upon enactment. Deferred tax assets are recognized, net of any valuation allowance, for temporary differences and net operating loss and tax credit carry forwards. Deferred income tax expense represents the change in net deferred assets and liability balances.

Recent Pronouncements
The Company does not expect the adoption of recently issued accounting pronouncements to have a significant impact on the Company's results of operations, financial position, or cash flow.

Equity Securities
Holders of shares of common stock shall be entitled to cast one vote for each common shares held at all stockholder's meetings for all purposes, including the election of directors. The common stock does not have cumulative voting rights.

No holder of shares of stock of any class shall be entitled as a matter of right to subscribe for or purchase or receive any part of any new or additional issue of shares of stock of any class, or of securities convertible into shares of stock or any class, whether now hereafter authorized or whether issued for money, for consideration other than money, or by way of dividend.

NOTE 3 – GOING CONCERN

The accompanying financial statements have been prepared assuming the Company will continue as a going concern. The Company has experienced a net loss from operations of ($146,611) and has used cash and cash equivalents for operations in the amount of ($146,611) during the three months ending June 30, 2012, resulting in a stockholder's deficiency of ($733,645).

The condition raises substantial doubt about the Company's ability to continue as a going concern. The Company always had recurring losses from its operations since it began and never had annual revenues sufficient enough to cover the Company's incurred expenses and its obligations as they became due.

NOTE 4- DISCONTINUED OPERATIONS

IFRS 5 defines a "discontinued operation" as a component of an entity that has been disposed of, or is classified as held for sale, and Represent a major line of business or geographical area of operations.

On April 23, 2012, the Company disposed of its previous assets and majority liabilities that represented the remaining business segment known as Resort Clubs International of Georgia Inc. This segment was sold for the assignment of its net realizable value of assets and liabilities of ($262,461) in consideration for 1,952,558 shares of common shares that were valued at $1,953 at the time of the transaction. There were no income tax effects computed or implied on the transaction for the annual financial statement report.

NOTE 5 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following summarizes significant accounting policies to assist the reader in understanding and evaluating the condensed financial statements. These policies are in conformity with accounting principles generally accepted in the United States of America and have been applied consistently in all material respects.

Basis of Accounting
The condensed financial statements are prepared using the accrual basis of accounting where revenues and expenses are recognized in the period in which they were incurred.

Revenue Recognition
The Company had no revenue for the three months ending June 30, 2012.

Fair Value of Financial Instruments
ASC topic 825, "Disclosures about Fair Value of Financial Instruments," requires disclosures of information regarding the fair value of certain financial instruments for which it is practicable to estimate the value. For purpose of this disclosure, the fair value of a financial instrument is the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced sale or liquidation. The carrying values of the Company's financial instruments which consist of accounts receivable, notes receivable, accounts payable, and notes payable approximate fair values due to the short-term maturities of such instruments.

Income Taxes
The Company uses the asset and liability method of accounting for income taxes. Under the asset and liability method, deferred tax assets and liabilities are recognized for the future tax consequences attributable to differences between the financial statements carrying amounts of existing assets and liabilities and their respective tax bases. Deferred tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect on deferred tax assets and liabilities of a change in tax rates is recognized in income in the period that includes the enactment date. The deferred tax assets resulting from operating losses have not been recognized.

Loss Per Share
Basic and diluted loss per common share has been calculated based upon the weighted average number of common shares outstanding.

NOTE 6 – NOTES PAYABLE

The Company had notes of $1,261,316.84, as of March 2012 as part of the acquisition and share exchange the company reduced its obligations to $612,313.09 as of June 30, 2012. The notes bear interest and are payable upon demand in cash within 90 days and convertible thereafter.

NOTE 7 – EARNINGS PER SHARE

The Company computed basic and diluted earnings per share for June 30, 2012 pursuant to the ASC topic 260, "Earnings per Share." Basic EPS is calculated as net income or loss attributable to common stockholders divided by the weighted average number of common shares outstanding during the period. Diluted EPS is calculated using the "if converted" method for common stock equivalents. The weighted average number of shares issued and outstanding is 23,818,058 as of August 14, 2012.

NOTE 8 – STOCKHOLDERS' EQUITY

Common Stock

In August 23, 2010, the Company confirmed its authorization to issue common stock in the amount of 500,000,000 shares; having a par value of $.0001 per share. There were 105,655,470 shares issued and outstanding as of December 31, 2010 and December 31, 2011 respectively.

The Company reversed the stock, which was approved, leaving 105,655 shares issued and authorized of 500,000,000 as of March 18, 2012.

The Company issued a one-time dividend of 1,192,568 shares to the existing shareholders of ph Environmental Inc (now known as TNI BioTech, Inc.), with a record date of April 23, 2012.

The Company on April 24, 2012 the Company acquired TNI BioTech IP, Inc., for 19,750,000 shares as part of a share exchange agreement.

The Company issued during the quarter 1,719,845 common shares for services rendered, and reduced debt with the issuance of 1,050,000 shares of common stock.

Preferred Stock
On August 23, 2010 the Company canceled its Series A, Series B and Series C preferred stock.

Private Placement of Common Stock
As of June 30, 2012, there were no private placements for common stocks being offered through private placement memorandums.

NOTE 9 – DEFERRED TAX ASSETS

Deferred tax assets reflect the net income tax effect of temporary differences between the carrying amounts of the assets and liabilities for financial reporting purposes and the amounts used for income taxes. The Company deferred income tax assets and liabilities consist of the following:

The Company has recognized no tax benefit for the losses generated for the periods through June 30, 2012. SFAS No. 109 requires that a valuation allowance be provided if it is more likely than not that some portion or all of a deferred tax asset will not be realized. The Company's ability to realize the benefit of its deferred tax asset will depend on the generation of future taxable income. Because the Company has yet to recognize revenue, we believe that the full valuation allowance should be provided.

SUBSEQUENT EVENTS

TNIB acquired the licensing right to the patents and intellectual property of Dr. Bernard Bahari in August 2012. TNIB as part of this agreements acquired rights to any and all proprietary technical information, know-how, procedures, investigation new drug (IND), protocols, methods, prototypes, designs, data and reports, which are not readily available to others through public means, and which are owned, generated or developed through experiments or testing. Included are cancer of the prostate, Lymphoproliferative syndrome, including such diseases as malignant lymphoma, chronic lymphocytic leukemia, Hodgkin's lymphoma, and non-Hodgkin's lymphoma, chronic herpes virus infections, Chronic herpes viral infections, including chronic genital herpes caused by the herpes simplex virus, Type 2, and chronic infections due to the Epstein-Barr virus Also included is a treatment method for humans infected with HTLV-III (AIDS) virus, including patients clinically diagnosed as suffering from AIDS, those suffering from AIDS-related complex (ARC) all reissues or modification, reexaminations, or other related U.S. patent filings directed to the same subject matter. TNIB issued 500,000 shares of Company stock in connection with this transaction valued $1.80 per share on the day of the acquisition.