

# Sycamore Entertainment Group Inc.

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Interim Financial Statements

3/31/2017

**SYCAMORE ENTERTAINMENT GROUP INC**

**BALANCE SHEET**

As of

	(unaudited) March 31, 2017
<b>ASSETS</b>	
Current Assets	
Cash	\$ -
Accounts receivable	131,725
Prepaid expenses	24,075
Security deposit	16,690
Total Current Assets	<u>172,490</u>
Other intangible asset	306,050
<b>TOTAL ASSETS</b>	<b><u>\$ 478,540</u></b>
<b>LIABILITIES</b>	
Accounts payable	\$ 860,081
Accrued liabilities	2,908,537
Notes payable	720,095
Put liability	738,388
Total Current Liabilities	<u>\$ 5,227,101</u>
Related party loan payable	376,405
Total Liabilities	<u>\$ 5,603,506</u>
<b>STOCKHOLDERS' EQUITY</b>	
Common stock (Par value \$0.001, 2,500,000,00 shares authorized; 1,957,417,066 issued and outstanding as of March 31, 2017)	1,957,417
Additional paid-in capital	-
Accumulated deficit	(7,495,883)
Stock subscription payable	413,500
Total Stockholders' Deficit	<u>(5,124,966)</u>
<b>TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY</b>	<b><u>\$ 478,540</u></b>

See accompanying notes to financial statements.

**SYCAMORE ENTERTAINMENT GROUP INC**  
**STATEMENTS OF OPERATIONS**

(unaudited)  
**For the 3 months**  
**ended**  
**March 31**  
**2017**

<b>Revenues</b>	\$	-
<b>Cost of Revenues</b>		-
<b>Gross Profit</b>	\$	-
<b>Operating Expenses</b>		
General and administrative		5,812
Total Operating Expense		<u>5,812</u>
Operating Income (Loss)		<u>(5,812)</u>
<b>Other Income and Expense</b>		
Interest Expense		2,531
Total Other Income and Expense		<u>2,531</u>
<b>Net Loss</b>	\$	<u><u>(8,343)</u></u>

See accompanying notes to financial statements.

**SYCAMORE ENTERTAINMENT GROUP INC**  
**STATEMENT OF CASH FLOWS**

	Months March 31,
	2017
Cash flows from operating activities:	
Net income	\$ (8,343)
Conversion of	
Adjustments to reconcile net income to net cash provided by operating activities:	
Accrued liabilities	2,531
Net cash used in operating activities	(5,812)
Cash flows from investing activities:	
Net cash used in investing activities	-
Cash flows from financing activities:	
Net borrowings from notes payable	20,000
Net paydown of notes payable - related party	(12,935)
Net cash provided by financing activities	7,065
Net change in cash and cash equivalents	1,253
Cash and cash equivalents at the beginning of period	(1,253)
Cash and cash equivalents at the end of period	\$ (0)
Supplemental disclosures of cash flow information:	
Cash paid for interest	\$ -
Cash paid for taxes	\$ -

See accompanying notes to financial statements.

SYCAMORE ENTERTAINMENT INC  
NOTES TO CONDENSED FINANCIAL STATEMENTS  
MARCH 31, 2017

**NOTE 1 – BASIS OF PRESENTATION**

The accompanying interim financial statements have been prepared by the Company without audit. In the opinion of management, all adjustments (which include only normal recurring adjustments) necessary to present fairly the financial position, results of operations, and cash flows as of and for the period ended March 31, 2017, and for all periods presented herein, have been made.

Certain information and footnote disclosures normally included in financial statements prepared in accordance with accounting principles generally accepted in the United States of America have been condensed or omitted. It is suggested that these condensed financial statements be read in conjunction with the financial statements and notes thereto included in the Company's December 31, 2016 financial statements. The results of operations for the periods ended March 31, 2017 are not necessarily indicative of the operating results for the full years.

Use of Estimates

The preparation of financial statements requires us to make estimates and assumptions that affect the amounts reported and disclosed in the financial statements and the accompanying notes. Actual results could differ materially from these estimates. On an ongoing basis, we evaluate our estimates, including those related to the accounts receivable and sales allowances, fair values of financial instruments, useful lives of intangible assets and property and equipment, inventory valuations, income taxes, and contingent liabilities, among others. We base our estimates on historical experience and on various other assumptions that are believed to be reasonable, the results of which form the basis for making judgments about the carrying values of assets and liabilities.

**NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies applied by the Company in these condensed interim financial statements are the same as those applied by the Company in its financial statements as at and for the year ended December 31, 2016

There have been no changes in the Company's significant accounting policies for the periods ended March 31, 2017 as compared to those disclosed in the Company's financial statement for the year ended December 31, 2016.

**NOTE 3 – COMMITMENTS AND CONTINGENCIES**

*Contingencies*

The Company may, from time to time, be involved in legal proceedings and disputes that arise in the normal course of business. These matters include product liability actions, patent infringement actions, contract disputes, domestic and international federal, state and local tax reviews and audits, and other matters. The Company also may be subject to litigation and/or adverse rulings or judgments as a result of certain contractual indemnification obligations. The Company records a provision for a liability when management believes that it is both probable that a liability has been incurred and it can reasonably estimate the amount of the loss. The Company believes it has adequate provisions for any such matters. The Company reviews these provisions at least quarterly and adjusts these provisions to reflect the impact of negotiations, settlements, rulings, advice of legal counsel and other information and events pertaining to a particular case.

Additionally, from time to time, the Company receives inquiries from regulatory agencies informally requesting information or documentation. There can be no assurance in any given case that such informal review will not lead to further proceedings involving the Company in the future.

The Company is not aware of any pending disputes, including those outlined above, that would be likely to have a material adverse effect, either individually or in the aggregate, on its consolidated financial condition, results of operations or liquidity. However, litigation is subject to inherent uncertainties and costs and unfavorable outcomes could occur. An unfavorable outcome could include the payment of monetary damages, cash or other

SYCAMORE ENTERTAINMENT INC  
NOTES TO CONDENSED FINANCIAL STATEMENTS  
MARCH 31, 2017

**NOTE 3 – COMMITMENTS AND CONTINGENCIES (CONTINUED)**

settlement, or an injunction prohibiting it from selling one or more products. If an unfavorable resolution were to results of operations or cash flows of the period in which the resolution occurs or on future periods.

Bank Accounts

From time-to-time the Company may carry balances in its corporate bank accounts above the federally insured limit of \$250,000.

**NOTE 4- STOCK AND DEBT ISSUANCES**

The Company converted \$17,000 of debt into 170,000,000 shares of common stock in a debt conversion under a previous note payable. This same investor loaned the company an additional \$20,000 under a new convertible note payable. The terms of the note call for an original issue discount of \$2,500, 5% annual interest and a maturity of February 8, 2018. The conversion feature calls for conversion at 50% of the previous 20 days' market price.

**NOTE 5 – SUBSEQUENT EVENTS**

Management has reviewed Company operations from March 31, 2017 through the date of this report for reportable subsequent events. None were noted.