

## **MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS**

### **FORWARD LOOKING STATEMENTS**

THE FOLLOWING DISCUSSION SHOULD BE READ IN CONJUNCTION WITH THE FINANCIAL STATEMENTS AND RELATED NOTES CONTAINED ELSEWHERE IN THIS FILING. CERTAIN STATEMENTS MADE IN THIS DISCUSSION ARE "FORWARD-LOOKING STATEMENTS" WITHIN THE MEANING OF THE PRIVATE SECURITIES LITIGATION REFORM ACT OF 1995. FORWARD-LOOKING STATEMENTS CAN BE IDENTIFIED BY TERMINOLOGY SUCH AS "MAY," "WILL," "SHOULD," "EXPECTS," "INTENDS," "ANTICIPATES," "BELIEVES," "ESTIMATES," "PREDICTS," OR "CONTINUE" OR THE NEGATIVE OF THESE TERMS OR OTHER COMPARABLE TERMINOLOGY AND INCLUDE, WITHOUT LIMITATION, STATEMENTS BELOW " REGARDING: THE COMPANY'S ABILITY TO CONTINUE AS A GOING CONCERN; THE COMPANY'S BUSINESS PLANS; TIMING OF PLANNED PRODUCT ROLLOUTS; EXPECTATIONS AS TO PRODUCT PERFORMANCE; EXPECTATIONS AS TO MARKET ACCEPTANCE OF THE COMPANY'S PRODUCTS; AND BELIEF AS TO THE SUFFICIENCY OF CASH RESERVES. BECAUSE FORWARD-LOOKING STATEMENTS INVOLVE RISKS AND UNCERTAINTIES, THERE ARE IMPORTANT FACTORS THAT COULD CAUSE ACTUAL RESULTS TO DIFFER MATERIALLY FROM THOSE EXPRESSED OR IMPLIED BY THESE FORWARD-LOOKING STATEMENTS. THESE FACTORS INCLUDE, BUT ARE NOT LIMITED TO, THE COMPANY'S ABILITY TO CONTINUE AS A GOING CONCERN, THE COMPANY'S ABILITY TO OBTAIN NECESSARY FINANCING; SUFFICIENCY OF CASH RESERVES; SUCCESS OF RESTRUCTURED OPERATIONS; ORDER BACKLOG RESULTING IN REVENUES; THE COMPETITIVE ENVIRONMENT GENERALLY AND IN THE COMPANY'S SPECIFIC MARKET AREAS; CHANGES IN TECHNOLOGY; THE AVAILABILITY OF AND THE TERMS OF FINANCING; INFLATION; CHANGES IN COSTS AND TECHNOLOGY; THE AVAILABILITY OF AND THE TERMS OF FINANCING; INFLATION; CHANGES IN COSTS AND MARKET AREAS; DEMOGRAPHIC CHANGES; CHANGES IN FEDERAL, STATE AND /OR LOCAL GOVERNMENT LAW AND REGULATIONS AFFECTING THE TECHNOLOGY; CHANGES IN OPERATING STRATEGY OR DEVELOPMENT PLANS; AND THE ABILITY TO ATTRACT AND RETAIN QUALIFIED PERSONNEL. ALTHOUGH THE COMPANY BELIEVES THAT EXPECTATIONS REFLECTED IN THE FORWARD-LOOKING STATEMENTS ARE REASONABLE, IT CANNOT GUARANTEE FUTURE RESULTS, PERFORMANCE OR ACHIEVEMENTS. MOREOVER, NEITHER THE COMPANY NOR ANY OTHER PERSON ASSUMES RESPONSIBILITY FOR THE ACCURACY AND COMPLETENESS OF THESE FORWARD-LOOKING STATEMENTS. THE COMPANY IS UNDER NO DUTY TO UPDATE ANY FORWARD-LOOKING STATEMENTS AFTER THE DATE OF THIS REPORT TO CONFORM SUCH STATEMENTS TO ACTUAL RESULTS.

*These financial statements have not been subjected to an audit or review or compilation engagement, and no assurance is provided on them.*

## **PART I**

### **BUSINESS**

#### **Overview**

SPO Global Inc. (“we” or the “Company”) is an emerging technology company that is focused on selling its unique performance testing optimization and monitoring software IP for all enterprise applications. The focus of SPO is to build the company into a major player in this exciting billion dollar market.

The Company is incorporated under the laws of the State of Delaware.

On the 23rd of December, 2015 SPO GLOBAL, INC. (OTC:SPOM) executed a Stock Exchange Agreement (Merger) for the purchase of a 93.94% interest in the UK company, Reflective Solutions Ltd. (“Reflective”), a performance software testing company . Under the SEA, the selling shareholders of Reflective received 1433 shares of SPO restricted common stock for every 1 share held, for a total issuance by SPO of 46,980,905 restrictive common shares.

The Merger is accounted for as a reverse-merger and recapitalization. Reflective is the acquirer for financial reporting purposes and SPO is the acquired company. Consequently, the assets and liabilities and the operations that are reflected in the historical financial statements prior to the Merger are those of Reflective and are recorded at the historical cost basis of Reflective, and the consolidated financial statements after completion of the Merger include the assets, liabilities and operations of SPO and Reflective, from the closing date of the Merger. Therefore, the historical equity accounts of Reflective including par value per share, share and per share numbers included in the 2014 financial statements, have been adjusted to reflect the number of shares received in the Merger.

On the 31st December 2015, SPO Global entered into a Purchase Agreement with Elepho, Inc., a DE company, owned by Michael Braunold, the Company’s former CEO and President, to sell its remaining interests in SPO Medical Equipment, LTD. The Company had previously entered into a Settlement Agreement with Mr. Braunold, wherein the Company granted him a perpetual, exclusive, license to the IP and SPO technology held by SPO Medical Ltd, in exchange for, among other things, his release of all sums owed to him by the Company.

#### **Background of Reflective Solutions Ltd**

Reflective Solutions Ltd is a United Kingdom Entity that was formed in 1998 as a Java Based consultancy.

In 2006 the company began the development of a performance testing product with the brand name “Stress Tester” This is a software solution that has been uniquely designed to test a variety of Enterprise Software Applications that require extensive performance testing before a rollout as well testing on applications that have been deployed .

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In 2012 the company started developing a product called “ Sentinel “ that has been designed to provide continuous monitoring and performance on server applications .

In 2015 the company has started to develop a SAS ( Software as Service ) solution to its existing customers as well as to its database of potential customers.

The company has coded and developed its own unique IP ( Intellectual Property ) that is continually being supported and maintained by the company development team.

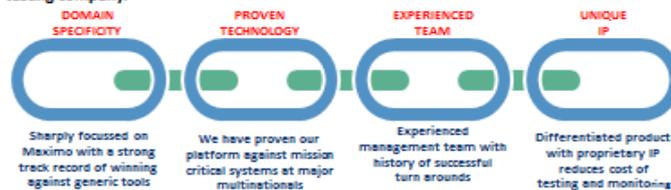
The company has a long history of working with leading enterprise customers throughout the world, and has developed extensive relationships with large resellers and integrators and consulting firms.

## Reflective Solutions Software

The company sells two main software products that have been developed by the company and have proven their robust performance for customers. As illustrated below we position our company in the market.

### S.P.O GLOBAL OWNS A UNIQUE IP FOR A FAST GROWING MARKET THAT WINS ON PRICE AND FUNCTIONALITY

- SPO Global subsidiary Reflective Solutions have build an underlying performance testing engine that is a robust and scalable solution that we can apply to other large scale products
- We have a new management team , a strong, long-term development team, and a global sales and distribution capability
- In addition to our core product, we are deploying a Software As A Service solution called Sentinel that will deliver high margin recurring revenues and increase our wallet share at customers
- We have proven technology with global enterprise customers
- We have in-depth knowledge and understanding of the market
- We are well positioned to succeed at building a successful continuous performance monitoring and testing company.



5

## Reflective Solutions “Stress Tester “

The company main software solution is called “ Stress Tester “ an Intelligent Performance Testing tool. Stress Tester enables users to quickly create real-life performance tests, and identify potential performance problems and eliminates bottlenecks in all web and server applications.

Stress Tester is able to create real world testing scenarios across multiple sites around the world so that our customers can catch problems early, before they show up in production and in rollout.

Our enterprise class stress testing software provides comprehensive analysis of the performance, scalability and load capacity of our customers applications, whilst simultaneously monitoring the underlying server and infrastructure resources.

StressTester™ is proven to reduce project timescales, and allows performance testing to be undertaken more regularly and more efficiently, whilst considerably lowering the risks of incorrect testing and saving our customers substantial cost savings.

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## Reflective Solutions “Stress Tester “ and MAXIMO ( IBM Software)

The company is a partner with IBM and has developed our product Stress Tester to closely work with IBM leading software solution called Maximo .

Stress Tester unique way of working with Maximo gives it a leading a market edge and provides the company with a large market opportunity. Below is a Gartner magic circle illustration of Maximo position in the market for EAM (Enterprise Asset Management Solutions)

### S.P.O. GLOBAL INC

## IBM MAXIMO MARKET POSITION



- Gartner, IDC, Forrester, and ARC all recognize Maximo Enterprise Asset Management as the clear industry leader compared to Oracle
- Maximo is the **global market-share** leader for EAM which ensures further investment in the product

15

Our Key advantages with our products for the IBM Maximo EAM solution are illustrated as follows below.

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## Our unique products give us a competitive advantage

- **Stress Tester™ for Maximo**

Highly focussed stress testing tool uniquely designed for IBM Maximo

Significantly reduces timescales and complexity of performance testing Maximo

Contains specific features that increase productivity of users testing Maximo.

Flexible licensing models allow partners to drive significant related services revenues

Underlying engine flexible enough to be customised for other specialist applications.

- **Sentinel™ for Maximo**

Highly focussed monitoring tool uniquely designed for IBM Maximo

We have the capability to reduce the support overhead for Maximo support and maintenance by providing a SAAS based platform.

We also provide as a managed service to reduce operational costs for companies

Sentinel has begun to generate sticky recurring revenue

7

### Reflective Solutions “ Sentinel “

The company in 2014 through to the end of 2015 developed a new product called “Sentinel” which is a 24 /7 Performance Monitoring Tool that actively monitors the performance and availability of critical transactions within our customers recorded user paths applications (including IBM Maximo) from the perspectives of the users and the underlying systems.

Fast And Powerful : “Sentinel” leverages the proven test scenario design capabilities of “Stress Tester” to quickly create realistic monitoring profiles. Wizards, checkers, and pickers make designing complex use cases simple and a similar GUI-based approach is used when configuring monitoring profiles in “Sentinel.”

Below is an illustration of our new product “Sentinel”

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## WE ARE EXTENDING OUR SPECIALISM IN PERFORMANCE TESTING TO CONTINUOUS PERFORMANCE MONITORING

- With radical changes in the way software is deployed and managed, continuous performance monitoring is key to being able to provide high quality service to end users.
- A shift from reactive post-mortem problem management to proactive real-time support has created new opportunities.
- Remediating performance when it is a problem through real-time metrics has a significant business impact - locating the problem is often 80% of the task.



15

### Business Strategy

SPO Global Inc.'s mission is to build a profitable business that focuses on unique performance and monitoring testing software with a SAS ( software as Service ) model as well as selling direct or through partners to enterprises throughout the world.

SPO Global and its subsidiary focus on growing the market will thereby increase stockholder value. Below is an illustration of our business strategy

## OUR BUSINESS MODEL

Enterprises Applications is often updated, and part of the process is to carry out a performance test to ensure that the revised system can deal with the expected volume

Load testing itself is traditionally cyclical and resource intensive. By offering our customers a lower cost, less effort approach we are well positioned to capture increased share in the market. This is enabled via:

- Distributors (52%)
- Self-Service Downloads (32%)
- Trade show(16%)

Our strategy is to increase our share of the performance spending of these clients via our new cloud and onsite continuous performance monitoring platform Sentinel

- Stress Test sales will be non-recurring and services heavy
- Sentinel sales will be recurring and high margin

16

To achieve our objectives, we are pursuing the following business strategies:

*Increasing growth potential by pursuing new market opportunities.* Through our new email marketing campaign as well as attending focused user group trade shows.

We are also developing our relationships with large software distributors and resellers in a number of key markets .

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The company recently signed an exclusive distribution agreement in Japan and the USA.

*Partner with highly qualified, focused companies, internationally* . We intend to continue to seek out collaborative arrangements with leading international Software Companies and develop our existing relationship with IBM where we are a registered partner.

We have identified a number of new potential partners for our products, are in discussion with a significant worldwide partner although there can be no assurance that we will be able to enter into any such collaborative arrangement

*Research and Development* . Subject to raising additional capital, our research and development strategy in the near future will focus on developing our software across a broad range of platforms including SAP, Microsoft and Oracle .

### **Significant Customers**

In 2015 the company sold its Stress Tester software to a number of significant large enterprises. LAX ( Los Angeles Airport ) LHR ( London Heathrow Airport ) Nova Scotia Power in Halifax , Canada , Koch Industries USA, Melbourne Water, Australia.

In 2016, the company completed the successful integration of its Stress Tester software with Dynergy Energy based in Houston. The company also completed its integration with Transport of London for its new “ Sentinel “ software.

In 2017, the company completed the successful integration of its Stress Tester software with a number of major enterprises based in North America. . The company also has won a major contract with a worldwide leading motor manufacturer which will lead to significant revenues starting in the 4<sup>th</sup> Quarter of 2017 and through 2018.

The company is in discussion with a number of US Government Local States that could lead to significant revenues for the future. The Company is also in discussion with a leading consultancy enterprise firm, with a worldwide market share, that is in discussion in looking at both of our company products for their customers.

### **Development**

All the software coding and development takes place in Sofia, Bulgaria, The team are all full time employees of Reflective Solutions Bulgaria Ltd, which is a 100% owned Reflective Solutions Corp a fully owned subsidiary of SPO GLOBAL INC.

### **Marketing and Sales Organization**

Following the restructuring of our business operations in 2015, we are actively focused on a number of e mail campaigns and attending focused trade shows in North America and EEMA.

The company has recently hired a marketing focused person who is working full time in building up the company presence and producing the e mail campaign e shots .

The main focus of sales is through the company CEO, who leads the sales directly and works with consultants and resellers,

### **Patents and Proprietary Information**

We currently are considering registering a number of patents though there is no current application made as of this time.

### **Employees**

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As of September 30, 2017, we had 9 employees working on a full time basis. None of these employees are subject to collective bargaining agreements.

### **Competition**

We believe that most of the companies that offer similar solutions do not have the unique way of functionality and ease of use that our products currently offer.

We have a significant price advantage as well as unique functionality that enables potential customers to make significant cost savings and implement our technology faster and easier with substantially less cost than the competition,

Our competitors include Neosyst a French privately owned company as well as HP Loadrunner the market leader in Performance Testing Software.

### **AVAILABLE INFORMATION**

Our Internet website is located at <http://www.spoglobal.com> . This reference to our Internet website does not constitute incorporation by reference in this report of the information contained on or hyperlinked from our Internet website and such information should not be considered part of this report.

### **RISK FACTORS**

The following risk factors should be considered carefully in addition to the other information presented in this report. This report contains forward-looking statements that involve risks and uncertainties. Our actual results may differ significantly from the results discussed in the forward-looking statements. Factors that might cause such differences include, but are not limited to, the following

### **RISKS RELATED TO OUR BUSINESS**

#### **WE NEED ADDITIONAL FINANCING TO EXECUTE OUR BUSINESS PLAN AND GROW THE COMPANY**

We believe that our existing cash resources are insufficient to enable us to grow the business and execute our business plan to grow significantly the business.

We are obliged to pay our outstanding loans which are currently due and payable. Our currently existing cash resources from sales will however enable us to maintain operations as present so long as we do not settle any of our loans that are scheduled to mature during the period.

Unless we raise additional funds or generate fees on an immediate basis, whether through the issuance of our securities, licensing fees for our technology or otherwise, we will be required to scale back operations. If we are unsuccessful in these efforts, we may consequently have to cease operations entirely. Without adequate funding, we also may not be able to accelerate the development and deployment of our products, respond to competitive pressures and develop new or enhanced products.

At the present time, we have no commitments for any financing, and there can be no assurance that capital will be available to us on commercially present time. A lack of financing could lead to abandonment of one or more of our development initiatives, as well as prevent us from responding to competitive pressures or take advantage of unanticipated acquisition opportunities. In addition we have a number of outstanding amounts owed to suppliers and professional service providers.

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Any additional equity financing may be dilutive to stockholders, and debt and certain types of equity financing, if available, may involve restrictive covenants or other provisions that would limit how we conduct our business or finance our operations.

Even if we raise funds to address our immediate working capital requirements, we also may be required to seek additional financing in the future to respond to increased expenses or shortfalls in anticipated revenues, accelerate product development and deployment, respond to competitive pressures, develop new or enhanced products, or take advantage of unanticipated acquisition opportunities.

**WE HAVE A HISTORY OF LOSSES AND EXPECT TO INCUR LOSSES AND NEGATIVE OPERATING CASH FLOWS IN THE FUTURE.**

These conditions raise substantial doubt as to our ability to continue as a going concern and may make it more difficult for us to raise additional capital when needed. The accompanying consolidated financial statements do not include any adjustments relating to the recoverability of reported assets or liabilities should we be unable to continue as a going concern.

**WE DO NOT HAVE A LONG OPERATING HISTORY, WHICH MAKES IT DIFFICULT FOR YOU TO EVALUATE OUR BUSINESS.**

On the 23rd of December, 2015 SPO GLOBAL, INC. (OTC:SPOM) executed a Stock Exchange Agreement (Merger) for the purchase of a 93.94% interest in the UK company, Reflective Solutions Ltd. (“Reflective”), a performance software testing company . Accordingly, there is limited historical information regarding our revenue trends and operations upon which investors can evaluate our business. Our prospects must be considered in light of the substantial risks, expenses, uncertainties and difficulties encountered by entrants into the software performance industry, which is characterized by increasing intense competition.

**OUR PRODUCTS USE NOVEL TECHNOLOGIES OR APPLY TECHNOLOGIES IN MORE INNOVATIVE WAYS THAN OTHER COMPETING SOFTWARE COMPANIES AND ARE OR WILL BE NEW TO THE MARKET; ACCORDINGLY, WE MAY NOT BE SUCCESSFUL IN ACHIEVING WIDE ACCEPTANCE OF OUR PRODUCTS AND OUR OPERATIONS AND GROWTH WOULD BE ADVERSELY AFFECTED.**

**OUR CHIEF EXECUTIVE OFFICER HAS CONTROL OVER KEY DECISION MAKING AS A RESULT OF HIS CONTROL OF A MAJORITY OF OUR VOTING STOCK.**

Owen Dukes, our President and Chief Executive Officer, is able to exercise voting rights with respect to a majority of the voting power of our outstanding capital stock and therefore has the ability to control the outcome of matters submitted to our stockholders for approval.

This concentrated control could also discourage a potential investor from acquiring our common stock due to the limited voting power of such stock relative to the Series A Preferred Stock, \$0.01 par value per share, held by Mr. Dukes and might harm the trading price of our common stock. As a board member and officer, Mr. Dukes owes a fiduciary duty to our stockholders and must act in good faith in a manner he reasonably believes to be in the best interests of our stockholders. As a stockholder, even a controlling stockholder, Mr. Dukes is entitled to vote his shares in his own interests, which may not always be in the interests of our stockholders generally.

**THERE IS NO ESTABLISHED MARKET FOR OUR COMMON STOCK AND NONE MAY DEVELOP OR BE SUSTAINED.**

Our Common Stock has been quoted on the OTC Market (Pink Sheets) under the symbol “SPOM”. The OTC Market (Pink Sheets) is a centralized quotation service that collects and publishes market

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maker quotes in real time. Because our stock does not trade on a national securities exchange this may affect the liquidity of our Common Stock.

There has been very limited trading activity in our Common Stock. There can be no assurance that a more active or established trading market will commence in our securities. Further, in the event that an established trading market commences, there can be no assurance as to the level of any market price of our shares of common stock, whether any trading market will provide liquidity to investors, or whether any trading market will be sustained. Investors should be aware that our stock may be illiquid

**FUTURE SALES OF COMMON STOCK OR OTHER DILUTIVE EVENTS MAY ADVERSELY AFFECT PREVAILING MARKET PRICES FOR OUR COMMON STOCK.**

As of March 31<sup>st</sup>, 2016, we had 100 million authorized shares of Common Stock, of which 72,660,217 shares of our Common Stock were issued and outstanding.

On the 3 May, 2016 The State of Delaware approved the amendment of the Amended and restated Certificate of Incorporation of the company that the total number of shares of all classes of stock that the company shall have the authority to issue 300,000,000 of which 298,000,000 are shares of common stock, par value \$0.01 per share and to designate a new series of Preferred B Convertible Stock with the number of such series shall be One Million (1,000,000) , par value \$0.01 with the following limitations and restrictions.

On the July 13<sup>th</sup> , 2016 The State of Delaware approved the amendment of the Amended and restated Certificate of Incorporation of the company that the total number of shares of all classes of stock that the company shall have the authority to issue 750,000,000 of which 748,000,000 are shares of common stock, par value \$0.01

On the November 4<sup>th</sup>, 2016 The State of Delaware approved the amendment of the Amended and restated Certificate of Incorporation of the company that the total number of shares of all classes of stock that the company shall have the authority to issue is 2,000,000,000 of which 1,998,000,000 are shares of common stock, par value \$0.0001 and 2,000,000 shares are Preferred Stock , par value at \$0.0001.

On January 30, 2017 the State of Delaware approved the amendment of the Amended and restated Certificate of Incorporation of the that the total number of shares of all classes of stock that the company shall have the authority to issue is 5,000,000,000 of which 4,998,000,000 are shares of common stock, par value \$0.0001 per share and 2,000,000 shares are Preferred Stock, par value \$0.0001.

**As of September 30, 2017, we had 4,998,000,000 million authorized shares of Common Stock, of which 4,685,565,708 shares of our Common Stock were issued and outstanding.**

**In October 2017, a third party, non-related investor , purchased all the aged convertible notes in default as well as all the current convertible notes from a current investor in the company.**

**OUR BOARD OF DIRECTORS' RIGHT TO AUTHORIZE THE ISSUANCE OF ADDITIONAL SHARES OF COMMON STOCK COULD ADVERSELY IMPACT THE RIGHTS OF HOLDERS OF OUR COMMON STOCK.**

Our board of directors has the authority, without further action or vote of our stockholders, to issue all or any part of the shares of our Common Stock that are authorized for issuance and neither issued nor reserved for issuance. Additionally, we require additional funds to continue to meet our liquidity needs and maintain our operations as presently conducted and to realize our business plan. Such stock issuances may be made at a price that reflects a discount from the then-current trading price of our Common Stock. In order to raise capital that we need at today's stock prices, we would likely need to issue securities that are convertible into or exercisable for a significant number of shares of our Common Stock.

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The shares of Common Stock issuable upon conversion of our securities or the outstanding shares are saleable without restriction. Any of these issuances will dilute the percentage ownership interests of our current stockholders, which will have the effect of reducing their influence on matters on which our stockholders vote, and might dilute the book value and market value of our Common Stock.

### **Preferred Shares**

As of June 30, 2017 we had 2,000,000 shares are Preferred Stock, par value \$0.0001.

As of June 30, 2017 we had 100 shares issued of Preferred A Stock, par value \$0.0001.

As of June 30, 2017 we had 17,500 shares issued of Preferred B Stock, par value \$0.0001

The holders of the Preferred B Series shall not be entitled to have any voting rights.

The holders of the Preferred B Series shall not be entitled to receive any dividends.

The holders of the Preferred B Series shall have the Right to Convert each share after twelve (12) months from the date of issuance into a number of shares of fully paid and non assessable shares of Common Stock based upon the average closing bid price for the Company common stock for each of the ten (10) consecutive trading days with a discount of fifty percent (50%) .

### **OUR BOARD OF DIRECTORS' RIGHT TO AUTHORIZE THE ISSUANCE OF ADDITIONAL SHARES OF PREFERRED STOCK COULD ADVERSELY IMPACT THE RIGHTS OF HOLDERS OF OUR COMMON STOCK.**

Our board of directors currently has the right to designate and authorize the issuance of our preferred stock, in one or more series, with such voting, dividend and other rights as our directors may determine. The board of directors can designate new series of preferred stock without the approval of the holders of our Common Stock. The rights of holders of our Common Stock may be adversely affected by the rights of any holders of shares of preferred stock that may be issued in the future, including without limitation dilution of the equity ownership.

### **MARKET FOR REGISTRANT'S COMMON EQUITY,**

Our Common Stock is quoted on the OTC Market (Pink Sheets) under the symbol "SPOM". Trading of our Common Stock has been sporadic and limited. There can be no assurance that an established trading market will develop, that the current market will be maintained or that a liquid market for our Common Stock will be available in the future. Investors should not rely on historical stock price performance as an indication of future price performance.

As of June 30, 2017, there were approximately 159 holders of record of our Common Stock. We believe that a number of shares of our Common Stock are held in either nominee name or street name brokerage accounts and, consequently, we are unable to determine the exact number of beneficial owners of our stock.

### **DIVIDEND POLICY**

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We have paid no dividends on our Common Stock and do not expect to pay cash dividends in the foreseeable future with respect to the Common Stock. It is the present policy of our board of directors to retain all earnings to provide funds for our growth.

## **CRITICAL ACCOUNTING POLICIES**

The discussion and analysis of our financial condition and results of operations are based upon our unaudited consolidated financial statements, which have been prepared in accordance with generally accepted accounting principles in the United States. The preparation of these financial statements requires management to make estimates and judgments that affect the reported amounts of assets, liabilities, revenues and expenses, and related disclosure of contingent assets and liabilities. On an on-going basis, we evaluate our estimates, including those related to revenue recognition, bad debts, investments, intangible assets and income taxes. Our estimates are based on historical experience and on various other assumptions that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

We have identified the accounting policies below as critical to our business operations and the understanding of our results of operations.

## **REVENUE RECOGNITION**

We generate revenues principally from software licenses , support contracts and the provision of performance testing consultancy and install services. Revenues generated from software licenses are recognized when such products are shipped; Support and maintenance sales are recognized when such services are performed.

## **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 amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

## **Recently Issued Accounting Pronouncements**

During 2017, there were no recently issued accounting pronouncements which were issued and which have relevancy to our business.

## **CHANGES IN AND DISAGREEMENTS WITH ACCOUNTANTS ON ACCOUNTING AND FINANCIAL DISCLOSURE**

None.

## **DIRECTORS, EXECUTIVE OFFICERS AND CORPORATE GOVERNANCE**

### **Management**

The individuals who serve as our executive officers and directors are:  
Owen R Dukes 47 Chief Executive Officer and Chairman of the Board.  
Kath Dukes 41 Head of Operations and Project Management

The business experience, principal occupations and employment, as well as the periods of service, of each of our directors and executive officers during at least the last five years are set forth below.

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**Mr OWEN DUKES** is a the Chief Executive Officer and Chairman of the company.

**Owen Dukes** has twenty years of extensive industry experience. He has worked for Phoenix Software, the leading Microsoft reseller, as their UK channel manager from 1993 to 2000. Owen Dukes then worked as Business Development Manager for Surf Control PLC, from 2000 to 2001, developing their UK market to a multi-million pound enterprise. Also in 2000, he launched Arc Technology Distribution Ltd, and purchased two other distributors, Unidirect Ltd and IPconnect Ltd. Owen Dukes successfully sold his equity to the existing management in 2006.

In July 2005, Owen Dukes co-founded Thinspace Technology Inc. a publicly traded cloud application corporation and served as the CEO of the group. In May 2014 the company was sold to outside equity fund and currently serves on the UK board of directors.

Mr Owen Dukes as Chief Executive Officer of the company along with his seasoned corporate experience makes him well suited to confront the challenges our company faces.

**Kath Dukes** is Chief Operating Officer.

Kath Dukes , is the wife of the CEO and is Chief operating Officer of the company.

Kath Dukes has 27 years' experience in the software industry, with a background in working at Pheonix Software , a UK based leading Microsoft reseller. Kath Dukes was responsible for the Microsoft licensing and operations till 2005.

From 2005 , Kath Dukes was the senior operating manager of Propalms Ltd a UK based thin client software integrator.

Since 2016, Kath dukes has been responsible for managing the projects for all worldwide clients of Reflective Solutions Corp. a 100% owned subsidiary of SPO Global INC.

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