

PM & E, Inc.

UNAUDITED FINANCIAL STATEMENTS FOR THE 3 MONTHS ENDED MARCH 31, 2017

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PM&E, INC.
BALANCE SHEET AS AT MARCH 31, 2017
(UNAUDITED)

<i>Assets</i>	<i>Notes</i>	<i>As at 31/03/2017 Proforma</i>	<i>As at 31/12/2016 Proforma</i>
NON CURRENTS ASSETS			
<i>Intangible Fixed Assets</i>			
Intangible Fixed Assets	1	\$ 1 250 000	\$ 1 250 000
Less Depreciation		\$ 0	\$ 0
<i>Net Intangible Fixed Assets</i>		\$ 1 250 000	\$ 1 250 000
<i>Tangible Fixed Assets</i>			
Tangible Fixed Assets		\$ 206 836	\$ 206 836
Less Depreciation		\$ - 20 597	\$ - 14 310
<i>Net Tangible Fixed Assets</i>	2	\$ 186 239	\$ 192 526
<i>Financial Fixed Assets</i>			
Financial Fixed Assets		\$ 13 380 000	\$ 13 800 000
Provisions on financial fixed assets		\$ 0	\$ 0
<i>Net Financial Fixed Assets</i>	3	\$ 13 380 000	\$ 13 800 000
<i>Other non current asset</i>		\$ 0,00	\$ 0
<i>Resorption of other non current asset</i>		\$ 0,00	\$ 0
<i>TOTAL OF OTHER NON CURRENT ASSETS</i>		\$ 0,00	\$ 0
<i>TOTAL NON CURRENT ASSETS</i>		\$ 14 816 239	\$ 15 242 526
CURRENT ASSETS			
Inventories		\$ 0	\$ 0
Provision		\$ 0	\$ 0
Trade Receivables	4	\$ 423 020	\$ 423 020
Provision		\$ 0	\$ 0
Other Current Assets	5	\$ 150 644	\$ 150 544
Provision		\$ 0	\$ 0
Investments and other Financial Assets		\$ 0	\$ 0
Provision		\$ 0	\$ 0
Cash and Cash Equivalents	6	\$ 6 420	\$ 3 818
<i>TOTAL CURRENT ASSETS</i>		\$ 580 104	\$ 577 381
<i>TOTAL ASSETS</i>		\$ 15 396 343	\$ 15 819 907

These financial statements and notes thereto present fairly, in all material respects, the financial position of the company and the results of its operations and cash flows for the periods presented, in conformity with accounting principles generally accepted in the United States consistently applied and hereby certified by Joseph Bourne, CEO and Director of PM&E Inc.

The accompanying notes are an integral part of these financial statements.

<i>EQUITIES AND LIABILITIES</i>	Note	<i>As at 31/03/2017 Proforma</i>	<i>As at 31/12/2016 Proforma</i>
<i>EQUITIES</i>			
Share Capital		\$ 246 362	\$ 147 000
Additional Paid-In Capital		\$ 1 479 137	\$ 2 598 000
AGIO		\$ 11 400 000	\$ 10 800 000
Reported results (Loss)		\$ (313 616)	\$ (112 207)
Total Equities before the business year's Result		12 811 883	13 432 793
Results (Loss)		(\$ 77 337)	(\$ 201 409)
Minority interests in the results		0	0
TOTAL EQUITIES BEFORE APPROPRIATION	7	12 734 546	\$ 13 231 384
<i>LIABILITIES</i>			
<i>Non current Liabilities</i>			
Loans		\$ 0	\$ 0
Other non current Liabilities		\$ 0	\$ 0
Total non current Liabilities		\$ 0	\$ 0
<i>Current Liabilities</i>			
Trade Payables	8	\$ 694 372	\$ 708 994
Other Current Liabilities	9	\$ 1 967 372	\$ 1 879 515
Accrued Debt Outstanding		\$ 0	\$ 0
Bank overdrafts and other Liabilities	10	\$ 52	\$ 15
Total Current Liabilities		\$ 2 661 796	\$ 2 588 524
TOTAL LIABILITIES		\$ 2 661 796	\$ 2 588 524
TOTAL EQUITIES AND LIABILITIES		\$ 15 396 342	\$ 15 819 907

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PM&E, INC.
STATEMENT OF SHAREHOLDER'S EQUITY
FOR THE 3 MONTHS ENDED MARCH 31, 2017
(UNAUDITED)

	Series A Preferred stock, no par value		Common stock par value \$0,00001		Additional Paid in Capital	Shares Premium Capital (AGIO)	Accumulated Deficit	Shareholder Equity
	Shares	Amount	Shares	Amount				
Balance at Decemeber 31, 2016	-	-	16,115,950,000	\$ 351,595	\$ 2,372,122	\$ 10,800,000	(\$ 313,616)	\$ 13,210,101
Cancellation of Acquisition Shares			11,000,000,000	(\$ 110,000)	(\$ 990,000)	\$ 600,000		
Issuance of Common stock for Institutional Investor to pay off Debt			476,661,800	\$ 4,766	\$ 75,733			
Net income (Deficit)							(\$ 77 337)	(\$ 77 337)
Balance at March 31, 2017			5,592,611,800	\$ 246,362	\$ 1,457,855	\$ 11,400,000	(\$ 390,953)	\$ 12,713,264

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PM&E, INC.
STATEMENT OF OPERATIONS
FOR THE 3 MONTHS ENDED MARCH 31, 2017
(UNAUDITED)

<i>Designation</i>	<i>Notes</i>	<i>As at 31/03/2017 Proforma</i>	<i>As at 31/12/2016 Proforma</i>
OPERATING INCOME			
Revenues		\$ 0	\$ 425 000
Other Operating income		\$ 0	\$ 0
Total Operating Income		\$ 0	\$ 0
OPERATING EXPENSES			
- Variance of finished products and in progress		\$ 0	\$ 0
- Inventorie			
+ Purchases of consumed goods		\$ 16 555	\$ 148 789
+ Staff Expenses		\$ 42 057	\$ 205 690
+ Depreciation and provision Allowances		\$ 6 285	\$ 14 310
+ Taxes		\$ 120	\$ 2 547
+ <u>Other Operating Expenses</u>		\$ 12 320	\$ 255 073
Total Operating Expenses		\$ 77 337	\$ 626 409
OPERATING RESULT (Deficit)		(\$ 77 337)	(\$ 201 409)
Net Financial Charges		\$ 0	\$ 0
Investments revenues		\$ 0	\$ 0
Other Operating income		\$ 0	\$ 0
Other operating charges		\$ 0	\$ 0
RESULT FROM ORDINARY ACTIVITIES BEFORE TAXES (Deficit)		(\$ 77 337)	(\$ 201 409)
Taxes on income		\$ 0	\$ 0
RESULT FROM ORDINARY ACTIVITIES AFTER TAXES(Deficit)		(\$ 77 337)	(\$ 201 409)
Minority interests in the results		\$ 0	\$ 0
Extraordinary elements		\$ 0	\$ 0
NET RESULT (Deficit)		(\$ 77 337)	(\$ 201 409)
Income per weighted average number of shares			
Outstanding basic and diluted		\$ 0	\$ 0
Weighted average number of shares			
Outstanding basic and diluted		5,592,611,800	16,115,945, 200

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PM&E, INC.
STATEMENT OF CASH-FLOWS
FOR THE 3 MONTHS ENDED MARCH 31, 2017
(UNAUDITED)

<i>Designation</i>	<i>As at 31/03/2017 Proforma</i>	<i>As at 31/12/2016 Proforma</i>
CASH FOMW FROM OPERATING ACTIVITY		
Cash received from customers	\$ 0	\$ 1 980
Minority interests in the results	\$ 0	\$ 0
Depreciation Allowance	\$ 0	\$ 0
Variance of trade payables	\$ - 37 003	\$ 55 654
Staff Payble	\$ 34 200	\$ 196 906
Taxes	\$ 238	\$ 2 635
Cash Flow from Operating Activity	\$ 2 565	\$ - 253 215
CASH FOLOW FROM INVESTING ACTIVITIES		
Disbursements for Acquisition of Tangible and Intangible fixed assets	\$ 0	\$ 1 320 582
Receipts from the disposal of tangible and intangible fixed assets elements	\$ 0	\$ 0
Disbursements for Acquisition of Financial fixed assets	\$ 0	\$ 12 000 000
Receipt from the disposal of financial fixed assets	\$ 0	\$ 0
Cash Flow from Investing Activities	\$ -13 320 582	\$ -13 320 582
CASH FLOW FROM FINANCING ACTIVITIES		
Receipts from the issue of shares	\$ 0	\$ 0
paid-up capital	\$ 0	\$ 12 232 283
Reimbursement of loans	\$ 0	\$ 0
Repayment for	\$ 0	\$ 121 161
Payment from associates	\$ 0	\$ 1 448 485
Cash Flow from Financing Activities	\$ 0	\$ 13 559 607
exchange loss	\$ 0	\$ 0
exchange gain	\$ 0	\$ 0
VARIANCE IN CASH	\$ 2 565	\$ - 14 190
Cash at the beginning of the year	\$ 3 803	\$ 17 993
Cash at closing	\$ 6 368	\$ 3 803

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PM&E, INC.
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2017
(UNAUDITED)

I. Operations and Business

PM&E, Inc. (the Company), was organized under the laws of the State of Colorado under the name of PM&E, Inc.

II. Going Concern Assumption

These financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America with the assumption that the Company will be able to realize its assets and discharge its liabilities in the normal course of business.

The Company's ability to continue as a going concern is also contingent upon its ability to secure additional financing to meet its obligations as they become due.

The financial statements do not include any adjustments to reflect the possible future effects on the recoverability and classification of assets or the amounts and classification of liabilities that may result from the possible inability of the Company to continue as a going concern.

III. Basis of Financial Statement Presentation and Summary of Significant Accounting Policies

Basis of Financial Statement Presentation

The accompanying unaudited interim financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America for interim financial information and the requirements of item 310(b) of regulation S-B. Accordingly, certain information and 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 pursuant to the rules and regulations of the Securities and Exchange Commission. The financial statements reflect adjustments (consisting of only normal recurring adjustments), which, in the opinion of management, are necessary for a fair presentation of the results for the periods presented. The results from operations for the interim periods are not indicative of the results expected for the full fiscal year or any future period. Certain prior period amounts have been reclassified to conform to current period presentation.

PM&E, INC.
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2017
(UNAUDITED)

Summary of Significant Account Policies

(a) Unit of Measurement

The United States currency is being used as the unit of measurement in these financial statements

(b) Fair Value of Financial Instruments

The estimated fair value of financial instruments have been determined by the Company using available market information and valuation methodologies. Considerable judgement is required in estimating fair value. Accordingly, the estimates may not be indicative of the amounts the Company could realize in a current market exchange. As of March 31, 2017 the carrying value of accounts payable and accrued charges and advances from shareholders approximate fair value due to the short term maturity of such instruments.

(c) Income Taxes

The Company accounts for income taxes in accordance with Statement of Financial Accounting Standards (“SFAS”) No. 109, “Accounting for Income Taxes”. Deferred tax assets and liabilities are recorded for differences between the financial statement and tax basis of the asset and liabilities that will result in taxable or deductible amounts in the future based on enacted tax laws and rates. Valuation allowances are established when necessary to reduce deferred tax assets to the amount expected to be realized. Income tax expense is recorded for the amount of income tax payable or refundable for the period increased or decreased by the change in deferred tax credits and liabilities during the period.

(d) Earnings or (Loss) Per Share

The Company adopted FAS No. 128, “Earning per Share” which requires disclosure on the financial statements of “basic” and “diluted” earnings (loss) per share. Basic earnings (loss) per share is computed by dividing net income (loss) by the weighted average number of common shares outstanding for the year. Diluted earnings (loss) per share is computed by dividing net income (loss) by the weighted average number of common shares outstanding plus common stock equivalents (if diluted) related to stock options and warrants each year.

PM&E, INC.
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2017
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(e) Concentration of Credit Risk

SFAS No. 105, “Disclosure of Information about Financial Instruments with Off-Balance Sheet Risk and Financial Instruments Concentration of Credit Risk”, requires disclosure of any significant off-balance sheet risk and credit risk concentration. The Company does not have significant off-balance risk or credit concentration.

(f) Use of Estimates

Preparation of financial statements in accordance with accounting principles accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and related notes to financial statements. These estimates are based on management’s best knowledge of current events and actions the Company may undertake in the future. Actual results may ultimately differ for those estimates although management does not believe such changes will materially affect the financial statements in any individual year.

(g) Management Certification

The financial statements herein are certified by the officers of the Company to present fairly, in all material respects, the financial position, results of operations and cash flows for the periods presented, in conformity with accounting principles generally accepted in the United States of America, consistently applied.

PM&E, INC.
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2017
(UNAUDITED)

IV. Financial Notes :

1-Intangible Assets

As at 31/03/2017, this caption totalled 1 250 000 Dollar, versus 1 250 000 Dollar as at 31/12/2016.

Designation	As at 31/03/2017	As at 31/12/2016
Research and development fees	1 250 000	1 250 000
TOTAL	1 250 000	1 250 000

2- Tangible Fixed Assets

As at 31/03/2017, this caption totalled 206 836 Dollar, versus 206 836 Dollar as at 31/12/2016.

Designation	As at 31/03/2017	As at 31/12/2016
Air plane	136 920	136 92
Air plane	25 334	25 334
Office Equipments and computer Hardware	44 582	44 582
TOTAL	206 836	206 83

3- Financial Fixed Assets

As at 31/03/2017, this caption totalled 13 380 000 Dollar, versus 13 800 000 Dollar as at 31/12/2016.

Designation	As at 31/03/2017	As at 31/12/2016
PM&E	1 380 000	1 380 000
EVADA	12 000 000	12 000 000
DiNelly	0	420 000
TOTAL	13 380 000	13 800 000

4- Trade Receivables

As at 31/03/2017, this caption totalled 423 020 Dollar, versus 423 020 Dollar as at 31/12/2016.

Designation	As at 31/03/2017	As at 31/12/2016
Trade receivables	423 020	423 020
TOTAL	423 020	423 020

PM&E, INC.
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2017
(UNAUDITED)

5- Other Current Assets

As at 31/03/2017, this caption totalled a debit balance of 150 544 Dollar versus 150 544 Dollar as at 31/12/2016 detailed as follows:

Designation	As at 31/03/2017	As at 31/12/2016
Advance trade invoices	29 286	29 286
Other Debtors	121 161	121 161
Taxes	197	97
TOTAL	150 644	150 544

6- Cash and Cash Equivalents

As at 31/03/2017, this caption totalled 6 420 dollars, versus 3 818 dollars as at 31/12/2016.

Designation	As at 31/03/2017	As at 31/12/2016
Cash	6 420	3 818
TOTAL	6 420	3 818

7- Table of changes in Equities

As at 31/03/2017, this caption totalled 13 234 546 Dollar, versus 13 231 384 dollars as at 31/12/2016.

Designation	As at 31/03/2017	As at 31/12/2016
Share Capital	246 362	1 334 000
Additional Paid-In Capital	1 479 137	1 411 000
AGIO	11 400 000	10 800 000
Reported result	-313 616	-112 207
Result	- 77 337	-201 409
TOTAL	12 734 546	13 231 384

PM&E, INC.
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2017
(UNAUDITED)

8- Trade Payables

As at 31/03/2017, this caption totalled 694 372 Dollar, versus 708 994 dollars as at 31/12/2016.

Designation	As at 31/03/2017	As at 31/12/2016
Trade Payables	694 372	708 994
TOTAL	694 372	708 994

9- Other current Liabilities

As at 31/03/2017, this caption totalled 1 967 372 Dollars, versus 1 879 515 dollars as at 31/12/2016:

Designation	As at 31/03/2017	As at 31/12/2016
Due to staff members	16 642	8 784
Various Creditors	1 123	1 123
Dinelly shares	0	420 000
Shareholders' current accounts	1 449 608	1 449 608
Management Compensation of Cancellation shares to be converted to preferred shares	500 000	0
Accrued Debt Outstanding	0	0
TOTAL	1 967 372	1 879 515

10- Bank overdrafts and other financial liabilities

As at 31/03/2017, this caption totalled 52 dollars versus 15 dollars as at 31/12/2016.

Designation	As at 31/03/2017	As at 31/12/2016
Bank overdrafts	52	15
TOTAL	52	15

PM&E, INC.

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2017

(UNAUDITED)

V. Advances from Shareholders

The advances from a shareholder are unsecured, non-interest bearing and have no fixed terms of repayment.

VI. Capital Stock

- Company issued 15,000,000 shares to Global Karma, Inc. as compensation for investor relations services on 2013
- Company issued 500,000,000 shares to management on 2014 as compensation.
- Company issued 900,000,000 shares for debt reduction on 2015.
- Company issued 12,000,000,000 restricted shares for the equivalent of \$0.00001 per share to pay the acquisition of EVADA Aircraft Corp on 2016.
- Company issued 2,000,000,000 for debt reduction on 2016.
- Company Cancelled 11,000,000,000 Common stock on 2017.
- Company issued 476,661,800 Common stock for Institutional Investor Rockwell Capital to pay off some of the company's debts.

Note :

(1) Company decided to cancel 11,000,000,000 Common shares, as of 31.03.2017 total of 10,500,000,000 are cancelled and one another Management's stock certificate of 500,000,000 common shares is in process of being cancelled.

(2) Company is in process of issuing 2.500.000 Series A Preferred stock, 0.00001 par value for Management compensation as the result of Cancelling the 11,000,000,000 Common shares.

Authorized

Company increased Authorized from 3,000,000,000 to 17,000,000,000 common shares, \$0.00001 par value per share on 2016.

Company decreased Authorized from 17,000,000,000 to 9,000,000,000 common shares, \$0.00001 par value per share on 2017.

Issued

MARCH 31, 2017

Common Stock	\$ 246,362
Additional Paid-In Capital	\$ 1,457,855
Capital Stock	\$ 1 704 217
Shares Outstanding	5,592,611,800

VII. Related Party Transactions and Balances

There have been no related party transactions during the period.

VIII. Income Taxes

The Company provides for income taxes under Statement of Financial Accounting Standards No. 109 accounting for Income Taxes. SFAS No. 109 requires the use of an asset and liability approach in accounting for income taxes. Deferred tax assets and liabilities are recorded based on the differences between the financial statement and tax bases of assets and liabilities and the tax rates in effect when these differences are expected to reverse.

SFAS No. 109 requires the reduction of deferred tax assets by a valuation allowance if, based on the weight of available evidence, it is more likely than not that some or all of the deferred tax assets will not be realized. In the Company's opinion, it is uncertain whether they will generate sufficient taxable income in the future to fully utilize the net deferred tax asset. Accordingly, a valuation allowance equal to the deferred tax asset has been recorded. The total deferred tax asset is \$1200, which is calculated by multiplying a 15% estimated tax rate by the items making up the deferred tax account, the Net Operating Loss (NOL) of \$8,000.

The provision for income taxes is comprised of the net changes in deferred taxes less the valuation account plus the current taxes payable as shown in the chart below. For the twelve months ended March 31, 2017 it is as follows.

Net changes in Deferred Tax Benefit	
less valuation account	0
Current Taxes Payable	0
Net Provision for Income Taxes	0

The federal NOL is due to expire 20 years from the date of its creation. The chart below shows the year of creation, the amount of each estimated year's NOL and the year of expiration if not utilized.

Year Created	Amount	Year to Expire
2013 and prior	\$50,000	2024 - 2031
2014	\$8,000	2032
Total NOL Carry Forward	\$58,000	

IX. Subsequent Events

There are no subsequent events that occurred after the period end.

X. Operations

PM&E Inc is currently operating as a holding company.

XI. Operating Leases and Other Commitments

The Company has no lease obligations.

XII. Litigation

- (1) The company reserves all rights in the near future to legally pursue DiNelly Aircraft Inc. and its management for Fraud and Defamation.
- (2) The company reserves all rights in the near future to legally pursue The Malaysian Investor Mr Yusoff Albasrawy for non-payment of 500,000 US\$ and defaulting against the terms and conditions of the finalized investment agreement.

XIII. Reliance on Officers

The CEO has experience in multi-company operations. If he were no longer able or willing to function in that capacity the Company would be negatively affected.

Joseph Bourne

CEO, President & Secretary of PM&E Inc.

