

Halitron Consolidated Financial Statement
Summary
For the Period January 1, 2018 through June 30, 2018

Balance Sheet	HAON	Hopp	Total
Assets			
Cash	\$ 3,162	\$ 58	\$ 3,220
AR	\$ -	\$ 147,093	\$ 147,093
Inventory	\$ 86,694	\$ 152,344	\$ 239,038
Other Assets	\$ (239,615)	\$ 105,049	\$ (134,566)
Equipment	\$ -	\$ 107,568	\$ 107,568
Other LT Assets	\$ 3,000,000		\$ 3,000,000
Goodwill	\$ 80,104	\$ -	\$ 80,104
Total Assets	\$ 2,930,345	\$ 512,112	\$ 3,442,457
Liabilities			
Accounts Payable	\$ 993,518	\$ 223,332	\$ 1,216,850
Other Liabilities	\$ 6,254,476	\$ 50,299	\$ 6,304,775
Total Liabilities	\$ 7,247,994	\$ 273,631	\$ 7,521,625
Equity			
Opening Balance - Retained Earnings	\$ (3,343,901)	\$ 234,324	\$ (3,109,577)
Net Income	\$ (973,748)	\$ 4,157	\$ (969,591)
Total Equity	\$ (4,317,649)	\$ 238,481	\$ (4,079,168)
Total Liabilities & Equity	\$ 2,930,345	\$ 512,112	\$ 3,442,457

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Profit & Loss	HAON	Hopp	Total
Sales	\$ -	\$ 835,877	\$ 835,877
Cost of Good Sold	\$ -	\$ 259,796	\$ 259,796
Gross Margin	\$ -	\$ 576,081	\$ 576,081
Selling, General & Administrative Expenses	\$ 106,750	\$ 493,030	\$ 599,780
Net Income/<Loss>	\$ (106,750)	\$ 83,051	\$ (23,699)
Other Income/<Expenses>	\$ (866,998)	\$ (78,894)	\$ (945,892)
Net Income	\$ (973,748)	\$ 4,157	\$ (969,591)

Halitron Inc.
Balance Sheet
As of June 30, 2018

	Mar 31, 18	Jun 30, 18
ASSETS		
Current Assets		
Checking/Savings	11,767	3,162
Other Current Assets	-53,635	-55,135
Total Current Assets	-41,868	-51,974
Other Assets		
Goodwill	80,104	80,104
InterCompany Asset	-72,010	-97,786
LT Note Rec - LTCP; 4%,2020	3,000,000	3,000,000
Total Other Assets	3,008,094	2,982,318
TOTAL ASSETS	2,966,226	2,930,344
LIABILITIES & EQUITY		
Liabilities		
Current Liabilities		
Accounts Payable	1,053,798	993,518
Other Current Liabilities	2,417,119	2,566,080
Total Current Liabilities	3,470,917	3,559,598
Long Term Liabilities		
Legacy LT Debt		
Legacy A/P	255,722	255,722
Note Payable - LOC	1,975,413	1,975,413
Total Legacy LT Debt	2,231,135	2,231,135
LT Note Payable		
Long Term NP - Affiliate	82,615	82,178
Long Term NP - NON-Affiliate	1,453,983	1,365,083
LT Convertible Note Payable	10,000	10,000
Total LT Note Payable	1,546,598	1,457,261
Total Long Term Liabilities	3,777,733	3,688,396
Total Liabilities	7,248,650	7,247,994
Equity		
Accumulated Deficit '	-9,187,704	-9,187,704
Add'l Paid In Capital '	9,620,722	9,915,622
Common Stock, \$.0001 par, 11B	1,018,341	1,165,341
Preferred Stock A, \$.0001 par	1,000	1,000
Preferred Stock B, \$.0001 par	1,000	1,000
Retained Earnings	-5,235,691	-5,235,691
Treasury Stock	-1,800	-3,470
Net Income	-498,293	-973,748
Total Equity	-4,282,424	-4,317,650
TOTAL LIABILITIES & EQUITY	2,966,226	2,930,344

Halitron Inc.
Profit & Loss
January through June 2018

	Jan - Mar 18	Apr - Jun 18	TOTAL
Ordinary Income/Expense			
Expense			
Advertising	1,346	0	1,346
Automobile Expense	0	404	404
Bank Service Charges	982	247	1,229
Communication Expense	927	475	1,402
Computer & Internet Expense	4,596	-3,038	1,558
Consultancy Fee			
Business Development	1,854	49,458	51,312
Consulting - Accounting Expense	4,935	-1,954	2,981
Consulting - Legal Expense	1,500	0	1,500
Consulting - Mexico Expense	0	920	920
Consultancy Fee - Other	0	600	600
Total Consultancy Fee	8,289	49,024	57,312
Dues and Subscriptions			
OTC Market Expense	1,500	1,500	3,000
Dues and Subscriptions - Other	4,940	80	5,020
Total Dues and Subscriptions	6,440	1,580	8,020
Equipment Rental Expense	3,777	0	3,777
Interest Expense	422	422	844
Meals and Entertainment	2,183	663	2,846
Misc. Expense	238	284	521
Office Supplies	120	1,028	1,147
Payroll Expense			
Payroll Expense	2,865	1,563	4,428
Payroll Expense - Other	8,870	5,929	14,799
Total Payroll Expense	11,735	7,492	19,227
Postage and Delivery	180	32	212
Professional Fees			
Legal Fees	1,375	0	1,375
Total Professional Fees	1,375	0	1,375
Rent Expense	2,855	400	3,255
Stock Services	225	0	225
Subscription Exp	270	0	270
Travel Expense	281	743	1,024
Utilities	128	627	755
Total Expense	46,368	60,383	106,750
Net Ordinary Income	-46,368	-60,383	-106,750
Other Income/Expense			
Other Income			
Gain on Sale of Investment	-56,115	0	-56,115
Misc Other Income	71,500	0	71,500
Total Other Income	15,385	0	15,385
Other Expense			
Gain/loss on settlement of debt	409,819	363,000	772,819
Interest Expense '	52,073	52,073	104,147
Relocation Expenses - LI to CT	4,454	0	4,454
Tax Expense	963	0	963
Total Other Expense	467,310	415,073	882,383
Net Other Income	-451,925	-415,073	-866,998
Net Income	-498,293	-475,456	-973,748

Halitron Inc.
Statement of Cash Flows
April through June 2018

	Apr - Jun 18
OPERATING ACTIVITIES	-385,274.29
INVESTING ACTIVITIES	25,775.78
FINANCING ACTIVITIES	350,892.67
Net cash increase for period	-8,605.84
Cash at beginning of period	11,767.38
Cash at end of period	<u>3,161.54</u>

Hopp Companies, Inc.

Balance Sheet

As of June 30, 2018

	Mar 31, 18	Jun 30, 18
ASSETS		
Current Assets		
Checking/Savings	49,513	58
Accounts Receivable	99,904	147,093
Other Current Assets	171,986	159,398
Total Current Assets	321,402	306,549
Fixed Assets	106,795	107,578
Other Assets	72,010	97,986
TOTAL ASSETS	500,207	512,112
LIABILITIES & EQUITY		
Liabilities		
Current Liabilities		
Accounts Payable	228,387	223,332
Credit Cards	14,426	14,943
Other Current Liabilities	29,957	35,356
Total Current Liabilities	272,770	273,631
Total Liabilities	272,770	273,631
Equity		
Beginning Balance	1,652	1,652
Dividends Paid	0	34
Opening Balance Equity	0	-38,765
Retained Earnings	271,403	271,403
Net Income	-45,618	4,157
Total Equity	227,437	238,481
TOTAL LIABILITIES & EQUITY	500,207	512,112

Hopp Companies, Inc.
Profit & Loss
January through June 2018

	Jan - Mar 18	Apr - Jun 18	TOTAL
Ordinary Income/Expense			
Income	361,052	474,825	835,877
Cost of Goods Sold	109,277	150,519	259,796
Gross Profit	251,775	324,306	576,081
Expense			
Accounting Expense	403	0	403
Advertising	269	10,145	10,414
Automobile Expense	1,187	1,542	2,729
Bank Service Charges	2,194	3,558	5,752
Computer and Internet Expenses	6,893	8,317	15,210
Dues and Subscriptions	671	341	1,012
Factory Security	117	0	117
Insurance Expense	2,677	8,392	11,070
Maintenance Expense	2,187	0	2,187
Meals and Entertainment	1,487	2,094	3,581
Merchant Fees	2,261	3,004	5,265
Misc Expense	375	-46,108	-45,733
Office Supplies	6,986	3,889	10,875
Payroll Expenses	196,412	215,758	412,170
Payroll Taxes Employer	0	2,487	2,487
Postage	1,195	3,474	4,670
Professional Fees	40	430	470
Rent Expense	7,400	-130	7,270
Repairs and Maintenance	2,034	6,470	8,503
Short Payment	488	0	488
Telephone Expense	0	1,374	1,374
Travel Expense	3,464	3,847	7,312
Uncategorized Expenses	0	0	0
Utilities	11,000	8,779	19,779
Website Expense	2,700	2,925	5,625
Total Expense	252,442	240,588	493,030
Net Ordinary Income	-667	83,718	83,051
Other Income/Expense			
Other Income			
Interest Income	0	0	0
Total Other Income	0	0	0
Other Expense			
Customer Payment Discount	5	4,761	4,765
Interest Expense '	10,232	1,278	11,510
Relocation Expenses - LI to CT	42,075	27,905	69,980
Write Off	-7,361	0	-7,361
Total Other Expense	44,951	33,943	78,894
Net Other Income	-44,951	-33,943	-78,894
Net Income	-45,618	49,775	4,157

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Hopp Companies, Inc.
Statement of Cash Flows
April through December 2018

	Apr - Dec 18
OPERATING ACTIVITIES	-4,167.75
INVESTING ACTIVITIES	-66,318.11
FINANCING ACTIVITIES	8,308.44
Net cash increase for period	-62,177.42
Cash at beginning of period	49,615.88
Cash at end of period	<u>-12,561.54</u>