

AVIX TECHNOLOGIES, INC.

UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS

JUNE 30, 2018

AVIX TECHNOLOGIES, INC.
CONSOLIDATED BALANCE SHEETS
(Unaudited)
(EXPRESSED IN U.S. DOLLARS)

	JUNE 30, 2018	DECEMBER 31, 2017
ASSETS		
CURRENT		
Cash	173,926	156,249
Accounts receivable - net	438,990	381,048
Inventory	842,516	831,546
Total Current Assets	1,455,432	1,368,844
FIXED - AT COST		
Building, vehicles, machinery and equipment	1,025,985	1,025,985
Less: Accumulated depreciation	(285,401)	(249,949)
	740,584	776,036
OTHER - AT COST		
License	0	0
TOTAL ASSETS	2,196,016	2,144,880

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

AVIX TECHNOLOGIES, INC.
BALANCE SHEETS
(Unaudited)
(EXPRESSED IN U.S. DOLLARS)

	JUNE 30, 2018	DECEMBER 31, 2017
LIABILITIES AND SHAREHOLDER EQUITY		
LIABILITIES		
Accounts payable	8,525	7,215
Taxes payable	7,126	6,325
Notes payable - convertible	60,803	60,803
Lien note payable - vehicle	10,920	13,898
Notes payable - shareholder	80,233	68,574
Total Liabilities	167,607	156,816
SHAREHOLDER EQUITY		
Preferred stock, 1,000,000 shares authorized; \$.001 par value; 1,000,000 issued(December 31, 2014 - 1,000,000)	1,000	1,000
Common stock, 500,000,000 authorized, par value \$.001 - issued and outstanding - 35,423,650(December 31, 2015 - 35,423,650)	35,424	35,424
Paid in capital	3,210,381	3,210,381
DEFICIT	(1,218,397)	(1,258,741)
Total Shareholder Equity	2,028,409	1,988,064
TOTAL LIABILITIES AND SHAREHOLDER EQUITY	2,196,016	2,144,880

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

AVIX TECHNOLOGIES, INC.
STATEMENTS OF OPERATIONS
FOR THE SIX MONTHS ENDED JUNE 30,

(Unaudited)

(EXPRESSED IN U.S. DOLLARS)

	2018	2017
SALES	436,895	381,202
COST OF SALES	255,222	208,439
GROSS PROFIT	181,674	172,763
EXPENSES		
Selling	30,125	29,124
General and administrative	99,669	109,284
Total Expenses	129,794	138,408
INCOME(LOSS) BEFORE OTHER ITEMS	51,880	34,355
OTHER ITEMS		
Gain on settlement of debt		
Writeoff of license	0	0
	0	0
INCOME(LOSS) BEFORE INCOME TAXES	51,880	34,355
INCOME TAXES	812	392
NET LOSS	51,068	33,963
Weighted Average Shares Outstanding	35,423,650	35,423,650
Net Loss per Share - Basic and Diluted	0	0

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

AVIX TECHNOLOGIES, INC.
STATEMENTS OF CASH FLOW
FOR THE SIX MONTHS ENDED JUNE 30,

(Unaudited)		
(EXPRESSED IN U.S. DOLLARS)	2018	2017
Cash Flows From Operating Activities		
Net income(loss)	51,068	33,963
Items not requiring a current outlay of cash		
Depreciation	37,453	17,728
Write off of license	0	0
Changes in assets and liabilities		
Accounts receivable	(57,941)	(39,234)
Inventory	(10,970)	(16,481)
Accounts payable	1,310	(1,749)
Taxes payable	801	360
Cash Provided by Operating Activities	21,720	(5,413)
Cash Flows From Investing Activities		
Acquisition of fixed assets	0	0
Cash Used in Investing Activities	0	0
Cash Flows From Financing Activities		
Lien note payable	0	0
Advances by shareholder	11,659	12,012
Cash Provided by Financing Activities	11,659	12,012
Change in Cash	33,379	6,599
Cash and Cash Equivalents - Opening	17,677	81,252
Cash and Cash Equivalents - Closing	51,057	87,852

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

AVIX TECHNOLOGIES, INC.
STATEMENT OF CONSOLIDATED STOCKHOLDERS' EQUITY
FOR THE SIX MONTHS ENDED JUNE 30, 2018

(Unaudited)

(EXPRESSED IN U.S. DOLLARS)

	Common		Additional	Accumulated	
	Shares	Amount	Paid In Capital	Deficit	Totals
Balance - December 31, 2017	35,423,650	35,424	3,210,381	(1,258,741)	1,849,047
Net income - June 30, 2018	-	-	-	51,068	51,068
Balance - June 30, 2018	35,423,650	\$ 35,424	\$ 3,210,381	\$ (1,207,673)	\$ 1,900,115

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

AVIX TECHNOLOGIES, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2018
(Unaudited)

NOTE 1 ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

(a) Organization and Business:

AVIX TECHNOLOGIES, INC. (the "Company") was incorporated in the State of Nevada on March 5, 1999 as USA Digital Inc. and changed its name to Avix Technologies, Inc. on October 18, 2001.

The Company was initially focused on the production and distribution of crude oil and natural gas from its existing properties. The Company acquired a food service company in China and as such has refocused its business. (see Note 4)

The year end of the Company is December 31.

(b) Basis of Presentation

The Company follows the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America and has adopted a year end of December 31.

The preparation of these consolidated financial statements in conformity with accounting principles generally accepted in the United States of America 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 could differ from those estimates. In the opinion of management, these consolidated financial statements include all necessary adjustments to make them not misleading and all intercompany transactions have been eliminated.

Management further acknowledges that it is solely responsible for adopting sound accounting practices, establishing and maintaining a system of internal accounting control and preventing and detecting fraud. The Company's system of internal accounting control is designed to assure, among other items, that 1) recorded transactions are valid; 2) valid transactions are recorded; and 3) transactions are recorded in the proper period in a timely manner to produce financial statements which present fairly the financial condition, results of operations and cash flows of the Company for the respective periods being presented.

(c) Use of Estimates:

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

(d) Cash and Cash Equivalents:

For purposes of the statement of cash flows, the Company considers highly liquid financial instruments purchased with a maturity of three months or less to be cash equivalents.

(e) Income Taxes:

The Company utilizes the liability method of accounting for income taxes. Under the liability method deferred tax assets and liabilities are determined based on the differences between financial reporting basis and the tax basis of the assets and liabilities and are measured using enacted tax rates and laws that will be in effect, when the differences are expected to reverse. An allowance against deferred tax assets is recognized, when it is more likely than not, that such tax benefits will not be realized.

Any deferred tax asset is considered immaterial and has been fully offset by a valuation allowance because at this time the Company believes that it is more likely than not that the future tax benefit will not be realized as the Company has no current operations.

(f) Loss per Common Share:

Basic loss per share is calculated using the weighted-average number of common shares outstanding during each reporting period. Diluted loss per share includes potentially dilutive securities such as outstanding options and warrants, using various methods such as the treasury stock or modified treasury stock method in the determination of dilutive shares outstanding during each reporting period. The Company does not have any potentially dilutive instruments.

(g) Fair Value of Financial Instruments:

The carrying value of cash, accounts receivable, inventory, accounts payable and taxes payable approximate their fair value due to the short period of time to maturity. The notes payable approximate fair value based on market rates available to the Company for financing with similar terms.

(h) Inventory

Inventory is valued at the lower of cost and net realizable value, based on a first-in, first-out basis.

(i) Fixed Assets

All fixed assets are recorded at original cost. Depreciation is calculated based on the estimated useful life of the asset on a straight-line basis as follows:

Buildings	-	4.75%
Vehicles	-	23.75% and 30%
Equipment	-	19.00%

NOTE 2 RECENT ACCOUNTING PRONOUNCEMENTS:

Other accounting standards that have been issued or proposed by the FASB or other standards-setting bodies that do not require adoption until a future date are not expected to have a material impact on the Company's financial statements upon adoption.

NOTE 3 SHARE CAPITAL:

On October 1, 2010, the Company issued for services rendered, a total of 26,000,000 shares of common stock at \$.001 or \$26,000 to the directors.

On October 5, 2010, the Company amended its articles to increase the authorized common stock to 500,000,000 with a par value of \$0.001 and added 1,000,000 preference shares with a par value of \$0.001 convertible and with voting rights at the rate of 1,000 common shares for each preference share issued.

On October 6, 2010 \$32,500 of the convertible debt was redeemed for 325,000,000 common shares.

On October 8, 2010, the President received 1,000,000 preference shares at \$.001 or \$1,000 for additional services rendered and received 325,000,000 shares of restricted common shares at \$.0001 per share or \$32,500 in order to reduce amounts owing to the President.

During 2010 the Company issued a total of 601,949 restricted common shares at \$.04 per share to reduce a note payable in connection with the acquisition of the company.

In January 2011, the Company issued an additional 264,036 restricted common shares at \$.04

In April 2011, the Company issued 1,634,169 restricted common shares in order to reduce notes payable by \$65,367. In addition, in April, the Company issued 3,365,831 shares of restricted common stock for services at a price of \$0.04 per share representing a dollar amount of \$134,633.

In June 2011, the Company issued a total of 10,000,000 restricted common shares for services rendered at \$0.025 per share representing a dollar amount of \$250,000.

The Company has made an adjustment to reflect a change in the offering price of 50,000,000 shares of its common stock and as result paid-in capital has been reduced by \$900,000.

In December 2011, the Company issued 6,000,000 shares of restricted common stock for consulting services with a dollar amount of \$12,000.

In July 2012, the Company issued a total of 100,000,000 shares of restricted in connection with the acquisition of a software license as stated in Note 4 for \$1,000,000.

On January 8, 2015, the Company executed a 1 for 1000 reverse stock split of the Company's issued and outstanding common stock (rounding up any fractional numbers) which reduced the issued common shares from 422,913,210 to 423,650 issued common shares.

NOTE 4 ACQUISITION OF WHOLLY-OWNED SUBSIDIARY

On December 30, 2014, the Company entered into a Stock Purchase Agreement to acquire 100% of QingDao He Wei Yuan Food Co., Ltd, a limited liability company located in Ping Du QingDao, Shan Dong Province, China. QingDao He Wei Yuan Food Co. Ltd. was founded on September 16, 2013 and is duly organized with registered capital of 10 Million RMB, validly existing and in good standing under the laws of China. QingDao He Wei Yuan Food Co. Ltd., a wholly owned subsidiary of AVIX Technologies, Inc., has the authority to carry on business in packaged foods, condiments, research and development of food products and the sale of wholesale and retail seafood.

The Closing of the acquisition of QingDao He Wei Yuan Food Co., Ltd occurred on February 20, 2015, whereby AVIX acquired 100% of QingDao He Wei Yuan Food Co. Ltd. for US \$350,000 (THREE HUNDRED AND FIFTY THOUSAND DOLLARS) paid by the issuance of 35,000,000 (THIRTY-FIVE MILLION) shares of common stock at a value of \$.01 per share. The stock was issued with a one-year restriction as may be permitted under Rule 144 under the Securities Act of 1933.

NOTE 5 LIEN NOTE PAYABLE - VEHICLE

In April 2016, the Company purchased a 2016 Toyota Prius. As such, the Company borrowed \$23,825 from Toyota Credit which bears 0% interest and is repayable principal only in equal monthly installments of \$496, due March 2020.

NOTE 6 SUBSEQUENT EVENTS

Management has evaluated subsequent events through the date the financial statements were issued. Based on our evaluation no events have occurred requiring adjustment or disclosure.

CERTIFICATION

I, Zhang Tao, President hereby certify that I have prepared the accompanying unaudited consolidated financial statements and notes hereto, and that these consolidated financial statements and accompanying notes present fairly, in all material respects, the financial position of the issuer 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.

/s/ Zhang Tao

Zhang Tao, President