

Quarterly Report

For the Quarterly Period ended June 30, 2018

Trading Symbol: **"CFSU"**

CUSIP Number: **204535108**

COMPLETE FINANCIAL SOLUTIONS INC.

QUARTERLY REPORT

For the Six-month Period Ended June 30, 2018

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Item 1 Name of the Issuer and its Predecessors (if any)

Complete Financial Solutions Inc., a Nevada corporation (referred to as "CFSI" or the "Company")

Item 2 Address of the Issuer's Principal Executive Offices

Complete Financial Solutions Inc.
113 East Magnesium Rd., Suite D
Spokane, WA 99208
Telephone: 509-928-1123
Website: www.cfsi.biz

IR Contact:
Allen Ringer
Telephone: 866-928-1123
aringer@cfsi.biz

Item 3 Security Information

Trading Symbol:	**CFSU**
Title and class of securities outstanding:	**Common Stock**
CUSIP:	**204535108**
Par Value:	**$.001 per share**
Total shares authorized:	**75,000,000** as of June 30, 2018
Total shares outstanding	**60,782,196**[1] as of June 30, 2018

Additional classes of securities:

Trading Symbol:	**None**
Title and class of securities outstanding:	**Series B Preferred Stock**
CUSIP:	**None**
Par Value:	**$.001 per share**
Total shares authorized:	**2,000,000** as of March 31, 2018
Total shares outstanding	**2,000,000** as of March 31, 2018

Trading Symbol:	**None**
Title and class of securities outstanding:	**Series C Preferred Stock**
CUSIP:	**None**
Par Value:	**$.001 per share**
Total shares authorized:	**3,000,000** as of March 31, 2018
Total shares outstanding	**1,319,700** as of March 31, 2018

[1] Includes 20,000,000 shares held by subsidiary ACMC eliminated upon consolidation.

Transfer Agent:

Columbia Stock Transfer Company
1869 E. Seltice Way, Suite 292
Post Falls, ID 83854
Phone: (208) 777-8998
Fax: (855) 664-3544

www.columbiastock.com

Is the Transfer Company registered under the Exchange Act? Yes ☒ No ☐

List any restrictions on the transfer of security:

Shares previously issued in private placements or through our employee stock incentive plan ("restricted securities"), and shares held by affiliates such as officers, directors or large shareholders ("control securities") are subject to the applicable resale conditions of Rule 144. Rule 144 requires a holding period for restricted and control securities of at least twelve (12) months after acquisition, before open market sales can be made. Affiliates are subject to additional requirements for market sales, including current public information, volume limitation on sales, manner of sale requirements, and the filing of a Form 144.

Describe any trading suspension orders issued by the SEC in the past 12 months: None

List any stock split, stock dividend, recapitalization, merger, acquisition, spin-off, or reorganization either currently anticipated or that occurred within the past 12 months:

During the quarter ended June 30, 2018, we completed the acquisition of Moody Capital Solutions, Inc., a FINRA-registered broker-dealer.

Item 4 Issuance History

During the quarter ended March 31, 2016, 6.0 million shares were sold to an affiliated entity for conversion of debt ($0.11 per share) and other consideration. On April 29, 2016, another 4.0 million shares were issued to the same affiliated entity for conversion of debt ($0.12 per share) and other consideration. During the quarter ended December 31, 2017, 1.53 million units (the "Units") were sold to 8 investors at a purchase price of $.10 per unit. Each unit consists of one share of common stock and one 3-year common stock purchase warrant. Two warrants and $.25 are required to purchase one share of common stock if purchased prior to the warrant expiration date. During the quarter ended March 31, 2018, an additional 1.65 million Units were sold to 5 investors at a purchase price of $.10 per unit. During the quarter ended June 30, 2018, 2.0 million shares were issued in connection with the acquisition of Moody Capital Solutions, Inc., and 30,000 Units were sold to an investor at a purchase price of $.10 per share. The purchasers had substantive pre-existing relationships with the Company, had access to all material information concerning the Company, and made representations to us as to their investment intent and financial sophistication. The purchasers received restricted securities and appropriate legends were affixed to the certificates issued in the transaction. The issuances were deemed to be exempt from registration under the Securities Act of 1933, as amended ("Securities Act") in reliance on Section 4(a)(2) of the Securities Act or Regulation D promulgated thereunder.

Item 5 Financial Statements

The unaudited consolidated financial statements for the six months ended June 30, 2018 and 2017 are attached, starting on page 12.

Item 6 Description of Business, Products and Services

a. Description of the issuer's business operations:

Complete Financial Solutions Inc. is an emerging financial services company, currently primarily engaged in mortgage services. Through our subsidiary Acceptance Capital Mortgage Corporation ("ACMC"), we are currently licensed in 25 states to service the borrowing and refinancing needs of individual home buyers and owners. As an independent residential mortgage broker and lender, ACMC originates mortgages in approximately 49 branch offices utilizing about 160 employees. We have access to the products and services of eleven (11) correspondent lenders including two in-house channels, as well as a number of delegated and non-delegated warehouse banking lines. We also have a number of brokered lender relationships that we use primarily for niche products. Although we currently focus on mortgage solutions, we are developing additional financial product and service offerings for our mortgage customers and the real estate community, such as insurance services, accounting services, loan servicing and banking services.

b. Date and State (or Jurisdiction) of Incorporation:

Nevada; incorporated July 7, 2006

c. Issuer's primary and secondary SIC Codes:

The Standard Industrial Code for our principal line of business is: 6162

d. Issuer's fiscal year end date:

December 31

e. Principal products or services, and their markets:

Loan Originations

We are an independent residential mortgage banker and lender. A significant portion of our originations are single-family mortgage loans that are eligible for FHA mortgage insurance, which represented about 47% of our origination volume in 2017. Other product lines in 2017 included Veterans Affairs (VA) loans, representing about 7% of volume, US Department of Agriculture (USDA) loans, representing about 18% of volume, and conforming conventional loans, representing about 26% of our origination volume. ACMC is an FHA Title II approved mortgage lender (mortgagee), with HUD Direct Endorsement approval, allowing it to underwrite, originate, fund, service and own FHA insured single-family mortgages. Qualified mortgage lenders are sometimes known as "Full-Eagles" (full-fledged FHA participating lenders) in the industry because they can perform any lender function on a FHA loans. ACMC is a "nonsupervised" lender, meaning it is not a financial institution (such as a bank, savings association, or a credit union) that is a member of the Federal Reserve System, or with accounts insured by the Federal Deposit Insurance Corporation (FDIC) or the National Credit Union Administration (NCUA).

"Nonsupervised" mortgage lenders are regulated by the states. As a mortgage lender, we must acquire and maintain a license from each state in which we operate, obtain a separate agents' licenses where required, purchase bonds, and comply with state annual maintenance requirements.

Brokered Loans. Brokered loans do not involve the use of our own funds and rely on the lender to make the final funding decision. As a mortgage broker, we process and sell a lender's mortgage product to a borrower and receive an origination fee from either the borrower or the lender. If paid by the lender, the fee is typically fixed in advance of the transaction by the lender and is based on a percentage of the loan amount. If paid by the borrower the fee amount is more flexible. For FHA lending, originators can earn money based on the origination fee paid by either the broker lender or the borrower. By regulation, this fee cannot exceed 3% of the loan amount. From the loan fee proceeds, we withhold an administration and a loan processing fee, and credit the balance to our originating branch office. Administration fees are levied at a rate of .45% of the loan amount, with a minimum fee of $550 and a maximum of $1,000. Brokered loans represented less than 1%of our mortgage originations in 2017.

Correspondent Lender Loans. With correspondent loans, we originate loans in the name of ACMC utilizing a warehouse line of credit from a lender, and then sell the loans after settlement in the secondary market. Typically, the purchasing investor makes the funding decision for the loan, based on that investor's underwriting criteria. The advantage of this type of loan origination is that it allows us to control the yield spread premium ("YSP"). YSP is the dollar amount, expressed as a percentage of the loan amount that an investor is willing to pay for a particular piece of business. YSP can range from 0% (par rate) to several percentage points. Three percent (3.1%) is a typical YSP in our case. The loan typically is assigned to the investor to be sold directly to the secondary market. A correspondent loan typically includes the right to service the loan and a "servicing release premium" (SRP) is collected by the lender upon resale of the mortgages to the final investor. The lender typically pays us a portion of the SRP, usually between .75% and 1.00% of the loan amount, which we receive in addition to our standard administration and loan processing fees. Correspondent loans represented about 99% of our mortgage originations during 2017.

ACMC Underwritten Loans. In February 2013, ACMC earned its HUD Direct Endorsement approval, allowing it to originate, underwrite, fund and close its own FHA loans. We have since secured warehouse line of credit facilities (banking lines) that allow us to do this, and in March 2014, after completing our test-case phase with FHA, we began to underwrite our own loans in a measured approach for both FHA and USDA loans. Using delegated relationships with certain investors, ACMC is able to underwrite and fund loans in its own name and sell directly into the secondary market. Unlike a non-delegated relationship where the investor acts as a conduit to the secondary market and controls the percentage it pays, we are now able to earn more SRP with a direct route to secondary.

ACMC Secondary Market Activity. In 2014, we entered into a management services agreement with an outside firm that specializes in the sale of mortgage loans into the secondary market. This firm, under contract with ACMC, provides best practices underwriting oversight to insure our mortgage loans meet the requirements for sale into the secondary market. In addition, the firm manages warehouse lines that it uses to fund loans that are originated by both ACMC and Third-Party Originators (TPOs). Finally, the firm has procured agreements with several companies that purchase our loans. As a result of this relationship, ACMC is able to generate additional revenues from underwriting, funding, and selling its loans, as well as revenues generated by the TPO relationships.

Loan Products. We have the ability to offer a wide selection of mortgage products, including conventional, FHA-insured, fixed and adjustable rate mortgages, with different maturities. Like conventional mortgages, there are several different types of FHA mortgages, including both fixed rate and

adjustable rate products. We offer these loan products for both conforming loans (loans of $453,100[2] or less) and non-conforming loans (loans over $453,100). We also offer a variety of other loan products, including jumbo loans and reverse mortgages, as needed to effectively compete with other loan originators. All of our loan products are designed according to standards required either for participation in FHA mortgage insurance programs, or as required by secondary market investors to ensure liquidity. Our policy is not to engage in predatory lending or to provide high cost loans which feature either an interest rate or points and fees charged in connection with loans that exceed certain thresholds prescribed by federal or state law or local ordinances. We follow the Mortgage Bankers Associations' "Best Practices Statement" as part of our fair lending policy.

Processing Services

Mortgage loans funded in the U.S. must be processed according to the lender's specifications ("underwriting conditions") in order to be approved and funded. Our loan processing services are provided by ACMC. Another subsidiary, AlliancePro Processing, Inc. provides the internally developed, proprietary technology platform for our business. The loan processing procedure includes gathering written verification of borrower's documentation and credit worthiness, reviewing conditions imposed by the lender to close the loan, ordering settlement services from third-party vendors (e.g. appraisal, flood and title reports and mortgage insurance), funding any impounds required (taxes and insurance) and paying closing costs, and submitting the completed loan package to the underwriting department of the chosen lender where it is either approved, rejected, or "approved with conditions." If the result is approval "with conditions," then the loan processor must work with the loan originator and the borrower to conform the application to the lender's underwriting conditions. The processing portion of the mortgage origination process can take as little as a week or as long as several months.

Ancillary Services

We are seeking revenue growth by developing additional financial product and service offerings for our mortgage customers and the real estate community. Ancillary services currently do not constitute a material portion of our total revenues.

Accounting Services. In January 2015, we acquired the assets of Emery Accounting, and have integrated its team of six full time employees and two part-time associates. Accounting Solutions, Inc. offers personalized accounting, tax and bookkeeping services to individuals and small businesses in the U.S. and internationally.

Insurance Services. Currently inactive, Insurance Solutions Inc. offered several mortgage protection products on an agency basis from 2011 to 2014, including plans that provide return of premium, living benefits and cash to survivor, as well those that pay the balance of the mortgage upon death. We may utilize Insurance Solutions in the future to offer life and medical related insurance products to ACMC mortgage customers at the point of mortgage sale.

Loan Servicing. As we underwrite our own residential mortgage loans, we may retain the servicing rights. Loan servicing primarily involves the calculation, collection and remittance of principal and interest payments, the administration of mortgage escrow accounts, the collection of insurance claims, the administration of foreclosure procedures, the management of real estate owned (REO) property, and the disbursement of required protective advances. Loan servicers typically receive recurring, fee-based

[2] Conforming loan limits can be higher in certain geographic regions, typically 150% of the conforming loan limit.

revenues based upon contractually established servicing fees, as well as interest income on amounts deposited in collection accounts and amounts held in escrow to pay property taxes and insurance.

Broker-Dealer Services. In April 2018, we acquired Moody Capital Solutions, Inc., a FINRA-registered broker-dealer. Moody Capital Solutions provides investment banking services but does not hold customer accounts.

Bank Affiliation. If we obtain adequate funding, we will seek to affiliate with a federal or state charter commercial bank. The acquisition of a significant ownership interest in a bank may require us to become a bank holding company under the Bank Holding Company Act and would be subject to the prior approval of the applicable federal or state banking regulators.

Forward-Looking Statements

In addition to current and historical information, this Quarterly Report contains forward-looking statements. These statements relate to our future operations, prospects, potential products, services, developments, business strategies or our future financial performance. Forward-looking statements reflect our expectations and assumptions only as of the date of this report and are subject to risks and uncertainties. Actual events or results may differ materially. We have included a detailed discussion of certain risks and uncertainties that could cause actual results and events to differ materially from our forward-looking statements in the section titled "Risk Factors" in the section titled "Risk Factors," filed with our Annual Report, posted with the OTC Disclosure and News Service on April 17, 2018 ("Annual Report"). We undertake no obligation to update or revise publicly any forward-looking statement after the date of this report, whether as a result of new information, future events or otherwise.

Risk Factors

The above summary description of our business should be read in conjunction with the more extensive disclosure contained in our Annual Report, which contains additional information related to the mortgage industry, the mortgage origination process, recent industry trends, competition, and government regulation. In addition, material risk factors are contained in the Annual Report related to the industry and our business which may affect our future prospects, performance and results. Some of the risk factors that investors or potential investors in our securities should consider are summarized as follows:

- We need additional capital and may not be able to access financing sources on favorable terms, or at all, which could adversely affect our ability to implement and operate our business as planned
- Future revenue growth and profitability remain uncertain; We may not be able to maintain the volumes in our loan originations business, which would adversely affect our operations
- Mortgage lending volume may decrease in 2018 and future years, which would adversely affect our business
- Mortgage market conditions have had and may continue to have a material adverse effect on our earnings and financial condition
- Potential structural changes in the U.S. residential mortgage industry, in particular plans to diminish the role of Fannie Mae and Freddie Mac, could disrupt the residential mortgage market and have a material adverse effect on our business
- There is continued litigation in the mortgage industry against issuers, sellers, originators, underwriters and others that may adversely affect our business operations; We may become a defendant in lawsuits, and we may not prevail in these matters

- Competition in the residential mortgage industry is intense and may adversely affect our business operations and financial performance; the dominance of a limited number of companies may affect our ability to operate and compete effectively
- The mortgage industry is heavily regulated and changes in current legislation or new legislation could adversely affect our business
- Violation of various federal, state and local laws may result in financial losses
- Our long-term success is primarily dependent on our ability to increase the profitability of our mortgage originations
- We depend on the accuracy and completeness of information about borrowers and counterparties and any misrepresented information could adversely affect our business, financial condition and results of operations
- Our business may be adversely affected if we lose our FHA-approved lender status
- Representations and warranties made by us in our loan origination, financing or sales agreements may subject us to liability or require us to repurchase mortgage loans
- We may be limited in the way in which we market our business or generate revenue by U.S. federal law prohibiting referral fees in real estate transactions, and if we are found to be in violation of such laws we would be subject to significant liability
- We may be unable to effectively manage our desired growth, which could ultimately strain our financial, personnel and technical resources
- If we fail to maintain an effective system of internal controls, we may not be able to detect fraud or report our financial results accurately, which could cause current and potential stockholders to lose confidence in our financial reports and have an adverse effect on our stock price
- We depend on key and highly skilled personnel to operate our business, and if we are unable to retain our current or hire additional personnel, our ability to develop and successfully market our business could be harmed
- Our business is subject to online security risks, including security breaches and identity theft; Our failure to protect the personal and financial information of borrowers could result in liability and harm our reputation
- Unplanned system interruptions or system failures could harm our business and reputation
- Our principal shareholder owns a significant percentage of our voting shares and is able to exercise significant influence over our corporate decisions
- We do not expect to pay dividends in the foreseeable future and we may be restricted in paying dividends on our common stock
- Our stock price may be volatile and the trading of our shares may be limited, which may make it difficult for you to sell shares when you want at prices you find attractive
- Issuances of additional shares of our common stock may adversely affect its market price and significantly dilute stockholders
- If we are forced to liquidate, we may have few unpledged assets for distribution to unsecured creditors or equity holders
- Alliances, mergers and acquisitions could result in operating difficulties, dilution and other harmful consequences

Item 7 Description of Facilities

Our principal administrative facilities are located in approximately 4,000 square feet of office space in Spokane, Washington pursuant to a month-to-month rental agreement. Our branch offices are located throughout the 25 states in which we operate and are comprised of a number of commercial lease locations and home offices. The Company is a party to approximately 25 commercial leases in branch

locations and is obligated to make all lease payments. Management believes the commercial lease rates were competitive for the local commercial real estate market at the times of agreement. Management believes our facilities are adequate for our present needs.

Item 8 Officers, Directors, and Control Persons

A. Officers and Directors

The following table sets forth certain information about our executive officers and directors as of June 30, 2018:

Name and Address[(1)]	Age	Current Principal Occupation or Employment and Five-Year Employment History	Director Since
Allen Ringer	78	Chief Executive Officer and Chief Financial Officer (2012-present; and 2006-2009); former director of the Company (2006-2009); founder, President and Director of predecessor MortgageZone Inc., (2003-2007); President and Director of Mortgage Processor Plus Inc.), (2000-2004), and Cheetah Settlement Services Inc. (2002-2008); founder, CEO and Director of LION, Inc., a public company providing wholesale mortgage information (1989-1999)	--
Franklin Taylor	55	Director (2009-present); President and Director of Acceptance Capital Mortgage Corporation (2007-present); founder and President of Taylor Made Mortgage Corp. (2004-2007)	2009
Tim Moody	59	President (June 2017-present); CEO and President of Moody Capital Solutions, Inc. (2006-2017)	--

(1) Except as noted above, the business address of the current directors and executive officers is c/o Complete Financial Solutions Inc., 113 East Magnesium Rd., Suite D, Spokane, WA 99208.

B. **Legal/Disciplinary History.**

During the last five years, none of the foregoing officers or directors has been the subject of:

1. A conviction in a criminal proceeding or named as a defendant in a pending criminal proceeding (excluding traffic violations and other minor offenses);
2. The entry of an order, judgment, or decree, not subsequently reversed, suspended or vacated, by a court of competent jurisdiction that permanently or temporarily enjoined, barred, suspended or otherwise limited such person's involvement in any type of business, securities, commodities, or banking activities;
3. A finding or judgment by a court of competent jurisdiction (in a civil action), the Securities and Exchange Commission, the Commodity Futures Trading Commission, or a state securities regulator of a violation of federal or state securities or commodities law, which finding or judgment has not been reversed, suspended, or vacated; or

4. The entry of an order by a self-regulatory organization that permanently or temporarily barred, suspended or otherwise limited such person's involvement in any type of business or securities activities.

C. Security Ownership of Certain Beneficial Owners and Management

The following table sets forth certain information that has been provided to the Company regarding the beneficial ownership as of June 30, 2018 of the Company's common stock by (a) each person who is known by the Company to be a beneficial owner of more than five percent of the outstanding common stock of the Company, (b) each director of the Company, (c) each of the executive officers, and (d) all directors and executive officers of the Company as a group.

Name and Address Of Beneficial Owner	Shares [1] Beneficially Owned	Percent [2] of Voting Shares
Current Directors and Executive Officers:		
Allen Ringer [3]	26,051,557	42.9%
Franklin Taylor	1,391,828	2.3%
Tim Moody [4]	3,000,000	4.9%
All current directors and executive officers as a group (3 persons)	30,443,385	50.1%
Other Beneficial Owners:		
Dennis Postma [5]	4,650,750	7.7%
Acceptance Capital Mortgage Corp. [6]	20,000,000	32.9%
Arlan Van Wyk [7]	3,188,300	5.2%

(1) To our knowledge, except as indicated in the footnotes to this table and subject to applicable community property laws, the stockholders named in the table have sole voting and investment power with respect to all shares of common stock shown as beneficially owned by them.

(2) Percentage of beneficial ownership is based upon 60,782,196 shares of common stock outstanding as of June 30, 2018 (including shares of unvested restricted stock and shares held by ACMC).

(3) Includes 2,749,800 shares owned by Choctaw Development, Inc., for which Mr. Ringer serves as an officer and may be deemed to have voting or investment control; and 20,000,000 shares owned by ACMC, for which Mr. Ringer as principal shareholder may be deemed to have voting or investment control. Includes 2,000,000 underlying shares of Series B Preferred Stock. Includes 676,000 shares owned by Dutchman Irrevocable Trust, of which his wife Marilyn Ringer serves as trustee, and 383,757 shares owned by his wife, as to which Mr. Ringer disclaims beneficial ownership.

(4) Includes 2,500,000 shares of common stock owned by Moody Capital, LLC., and 500,000 shares owned by a family member, for which Mr. Moody may be deemed to have voting or investment control.

(5) Includes 1,539,000 shares of common stock owned by Dana LLC., for which Mr. Postma may be deemed to have voting or investment control.

(6) These shares held by subsidiary ACMC are not reflected as outstanding shares in the consolidated financial statements.

(7) Includes 1,539,000 shares of common stock owned by Dana LLC., for which Mr. Van Wyk may be deemed to have investment control.

Item 9 Third Party Providers

Legal Counsel

Stephen Tollefsen
Tollefsen Business Law PC
5129 Evergreen Way Ste D-20
Everett, Washington 98203
Telephone (425) 353-8883
Email: st@tbuslaw.com

Accountant or Auditor

Audit of principal subsidiary ACMC:

Thomas J. Harris, CPA
Harris Accounting Associates PLLC
3901 Stone Way N.
Seattle, WA 98103
Telephone: (206) 547-6050
Fax: (206) 548-8132
Email: thomas@tjhcpa.com

Investor Relations Consultant

Richard Inza
RMJ Consulting LLC
2451 SW 126th Way
Miramar, FL 33027
(954) 251-0616
Email: richardinza@gmail.com

Item 10 Issuer Certification

CERTIFICATION OF CHIEF EXECUTIVE AND CHIEF FINANCIAL OFFICER:

I, Allen Ringer, certify that:

1. I have reviewed this quarterly report of Complete Financial Solutions Inc.
2. Based on my knowledge, this disclosure statement does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this disclosure statement; and
3. Based on my knowledge, the financial statements, and other financial information included or incorporated by reference in this disclosure statement, fairly present in all material respects the financial condition, results of operations and cash flows of the issuer as of, and for, the periods presented in this disclosure statement.

Date: August 20, 2018

/s/ Allen Ringer
Allen Ringer
Chief Executive Officer
Chief Financial Officer

COMPLETE FINANCIAL SOLUTIONS INC
CONSOLIDATED BALANCE SHEETS
(Unaudited)

	June 30 2018	December 31, 2017
ASSETS		
Current Assets:		
Cash	$ 61,975	$ 315,342
Accounts Receivable	$ 121,780	$ 99,987
Loans Held for Sale	$ 7,450,215	$ 11,109,510
Available for Sale Security		
Equities recorded at Fair Market	$ -	$ 1,613
Mark-to-Market Pipeline Loans	$ 329,766	
Note Receivable	$ 925,000	$ 993,294
Prepaids	$ 55,132	$ -
Other	$ 673	$ 79,123
Total Current Assets	$ 8,944,541	$ 12,598,869
Property and Equipment-Net of Depreciation	$ 68,886	$ 62,420
Other Assets		
Deferred Tax Assets	$ 15,267	$ -
Deposit	$ 2,518	
Investment	$ 5,684	$ -
Loans Receivable	$ 195,188	$ 73,448
Related Party Receivable		$ 96,740
Goodwill	$ 2,919,251	$ 2,649,310
	$ 3,137,908	$ 2,819,498
Total Assets	$ 12,151,335	$ 15,480,787
LIABILITIES AND STOCKHOLDERS EQUITY		
Current Liabilities:		
Accounts Payable	$ 144,483	$ 152,438
Accrued Payroll and Payroll Taxes	$ 599,926	$ 653,693
Accrued Stock based Compensation	$ 173,177	$ 184,115
Revolving Lines and Line of Credit	$ 17,682	$ 13,961
Loan Holdback Payable	$ -	$ -
Deposit	$ 118,304	$ -
Loan Production Payable	$ 263,042	$ -
Warehouse Line of Credit	$ 6,779,844	$ 10,831,416
Settlement Payable	$ -	$ -
Current Portion of Long Term Debt	$ 154,673	$ 134,875
Total Current Liabilities	$ 8,251,131	$ 11,970,498
Long Term Debt due after one year	$ 2,116,582	$ 1,874,512
Accrued Taxes	$ 17,336	$ 15,453
Payable to Branches	$ -	$ -
	$ 2,133,918	$ 1,889,965
Total Liabilities	$ 10,385,049	$ 13,860,463
Stockholders Equity		
Common Stock, $0.001 Par Value, Authorized 75,000,000		
Issued and Outstanding, 40,782,196 shares	$ 40,782	$ 37,102
20,000,000 shares eliminated through consolidation		
Series A Preferred Stock, $1.00 par value, authorized 2,000,000, none issued and outstanding	$ -	$ -
Series B Preferred Stock, $0.001 par value; authorized 2,000,000; issued and outstanding 2,000,000	$ 2,000	$ 2,000
Series C Preferred Stock, $0.001 par value; authorized 2,500,000; issued and outstanding 1,319,700	$ 1,320	$ 1,320
Stock Subscription Receivable	$ 963,000	$ 961,000
Additional Paid-in Capital	$ 10,543,512	$ 10,179,192
Accumulated other Comprehensive Income	$ -	$ -
Retained Earnings (deficit)	$ (9,784,328)	$ 9,560,290
Total Stockholders Equity	$ 1,766,286	$ 1,620,324
Total Liabilities and Stockholders Equity	$ 12,151,335	$ 15,460,787

These financial statements were not subjected to an audit, review, or compilation engagment, and, accordingly, no opinion or conclusion is expressed, nor any assurance provided on them.

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

COMPLETE FINANCIAL SOLUTIONS INC.
CONSOLIDATED STATEMENTS OF INCOME
(Unaudited)

	Six months ended June 30,	
	2018	**2017**
Revenues	$ 5,879,268	$ 7,397,240
General and Administrative Expenses		
Salaries and Wages	$ 3,057,441	$ 3,642,617
Payroll Taxes	$ 230,551	$ 349,565
Loan costs	$ 1,776,245	$ 2,350,582
Bank Service Charges	$ 16,111	$ -
Advertising Costs	$ 53,292	$ 99,341
Insurance Expense	$ 21,395	$ 90,998
Office expense	$ 83,113	$ 98,139
Website Expense	$ 75,752	$ 96,839
Postage and Delivery	$ 15,774	$ 25,915
Rent Expense	$ 229,635	$ 209,187
Dues and Subscriptions	$ 12,207	$ 1,782
Professional Fees	$ 195,188	$ 164,634
Settlement Expenses	$ -	$ -
Utilities	$ 12,085	$ 13,548
Taxes and Licenses	$ 77,669	$ 68,668
Equipment Rentals	$ 12,969	$ 2,681
Telephone Expense	$ 56,850	$ 70,382
Meals and Entertainment	$ 14,380	$ 14,368
Travel Expense	$ 23,320	$ 42,195
Depreciation Expense	$ -	$ 7,380
Other Expenses	$ 9,291	$ 31,346
Total General and Administrative Expenses	$ 5,973,268	$ 7,380,167
Income (loss) from Operations	$ (94,000)	$ 19,073
Other Income (expense)		
Other Income	$ 32,884	$ 89,306
Other Expense	$ -	$ (27,068)
Interest Expense	$ (132,864)	$ (156,139)
Loss on available for sale securities	$ -	$ -
Impairment Losses	$ -	$ -
	$ (99,980)	$ (93,901)
Income (loss) before Income tax	$ (193,980)	$ (74,828)
Provision for income tax benefit (note 10)	$ -	$ -
Net Profit/(loss)	$ (193,980)	$ (74,828)
Weighted average earnings per share	$ (0.00)	$ (0.00)

These financial statements were not subjected to an audit, review, or compilation engagment, and, accordingly, no opinion or conclusion is expressed, nor any assurance provided on them.

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

COMPLETE FINANCIAL SOLUTIONS INC.
CONSOLIDATED STATEMENT OF SHAREHOLDERS' EQUITY (DEFICIT)
(Unaudited)

	Common Stock Shares	Common Stock Amount	Preferred Class A Shares	Preferred Class A Amount	Preferred Class B Shares	Preferred Class B Amount	Preferred Stock C Shares	Preferred Stock C Amount	Capital in Excess of Par Value	Stock Subscription Receivable	Comprehensive Income/(Loss)	Accumulated Deficit	Total
Balance Forward, December 31, 2015	34,501,756	$ 34,502	-	$ -	2,000,000	$ 2,000	1,319,700	$ 1,320	$ 9,866,522	$ 150,000	$ -	$ (8,200,672)	$ 1,863,672
Net Loss												$ (1,060,292)	$ (1,060,292)
Balances, December 31, 2016	34,501,756	$ 34,502	-	$ -	2,000,000	$ 2,000	1,319,700	$ 1,320	$ 9,866,522	$ 150,000	$ -	$ (9,260,964)	$ 803,380
Stock Subscription										$ 1,116,000			$ 1,116,000
Stock Subscription Purchase	1,530,000	$ 1,530							$ 151,470	$ (153,000)			$ -
Prior Period Correction	1,070,440	$ 1,070							$ 161,200	$ (152,000)		$ (270)	$ -
Net Profit (Loss)												$ (299,056)	$ (299,056)
Balances, December 31, 2017	37,102,196	$ 37,102	-	$ -	2,000,000	$ 2,000	1,319,700	$ 1,320	$ 10,179,192	$ 961,000	$ -	$ (9,585,348)	$ 1,620,324
Net Profit (Loss)												$ (686,029)	$ (686,029)
Stock Issuance	1,650,000	$ 1,650		$ -		$ -		$ -	$ 163,350	$ -	$ -		$ 165,000
Balances, March 31, 2018	38,752,196	$ 38,752	-	$ -	2,000,000	$ 2,000	1,319,700	$ 1,320	$ 10,342,542	$ 961,000	$ -	$ (10,273,377)	$ 1,072,237
Stock Subscription										$ 2,000			$ 2,000
Purchase of Moody Capital	2,000,000	$ 2,000							$ 198,000				$ 200,000
Stock Issuance	30,000	$ 30							$ 2,970				$ 3,000
												$ (3,000)	$ (3,000)
Net Profit (Loss)												$ 492,049	$ 492,049
Balances, June 30, 2018	40,782,196	$ 40,782	-	$ -	2,000,000	$ 2,000	1,319,700	$ 1,320	$ 10,543,512	$ 963,000	$ -	$ (9,784,328)	$ 1,766,286

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

COMPLETE FINANCIAL SOLUTIONS INC.
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Unaudited)

	Six months ended June 30, 2018	2017
Cash flows provided (used) by operating activities:		
Net Income (Loss	$ (193,980)	$ (74,828)
Adjustments to reconcile net income		
to net cash provided (used) by		
Depreciation	$ -	$ 7,380
Stock issued for Services and Compensation	$ -	$ -
Prior Period Adjustment	$ (25,058)	$ 148
Other	$ -	
Provision (benefit) for deferred state taxes	$ -	
Impairment Losses		$ -
Changes in operating assets and liabilities		
Decrease/(Increase) in assets:		
Accounts Receivable	$ (21,793)	$ 46,648
Prepaids	$ (155,132)	$ 135,288
Other	$ 78,450	$ (31,191)
Notes Receivable	$ 68,294	$ (139,098)
Loans in Process	$ (329,766)	$ -
Increase/(decrease) in liabilities:		
Accounts Payable	$ (7,955)	$ 567,636
Loan Production Payable	$ 263,042	$ -
Accrued Payroll and Payroll Taxes	$ (53,767)	$ (147,754)
Settlement	$ -	$ (165,000)
Current Portion LTD	$ 19,798	$ 87,256
Stock Subscription Deposit		$ -
Payable to branches	$ -	$ -
Net cash provided (used) by operating activities	$ (357,867)	$ 286,485
Cash flows provided (used) by investing activities:		
Investment	$ (5,684)	$ -
Investment in American Patriot Financial Group	$ -	
Additions to Property and Equipment	$ (6,466)	$ (7,081)
Net Cash provided (used) by investing activities	$ (12,150)	$ (7,081)
Cash flows provided by financing activities:		
(Decrease)/Increase in Long Term Debt	$ 242,070	$ 170,578
(Decrease)/Increase in Revolving Lines	$ 3,721	$ (15,589)
(Decrease)/Increase in Loans Held for Sale	$ 3,659,295	$ 1,464,885
(Decrease)/Increase in Warehouse line of credit	$ (3,681,962)	$ (2,262,411)
Increase in Loan Holdback	$ -	$ -
Decrease/(Increase) in Deferred Taxes	$ (15,267)	$ -
Increase in Accrued Taxes	$ 1,883	$ -
Stock issued for Services and Compensation	$ 10,938	$ -
Increase in Loans Receivable	$ 121,740	$ -
Change in Stock Subscription	$ -	$ 950,000
Additions to Deposit	$ (120,822)	$ -
(increase)/decrease in Goodwill	$ (269,941)	$ -
Miscellaneous	$ -	$ (900,000)
(Decrease)/Increase in Paid in Capital	$ 163,345	$ -
Issuance of Common Stock	$ 1,650	$ -
Net Cash provided by financing activities	$ 116,650	$ (592,537)
Increase (decrease) in cash	$ (253,367)	$ (313,133)
Cash at beginning of Period	$ 315,342	$ 536,827
Cash at Quarter End	$ 61,975	$ 223,694
Change in Loans Held for Sale and Warehouse Line of Credit	$ (22,667)	$ (797,526)
Increase in Available for Sale Securities and Other Comprehensive Income	$ -	$ -

These financial statements were not subjected to an audit, review, or compilation engagment, and, accordingly, no opinion or conclusion is expressed, nor any any assurance provided on them.

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

NOTE 1 – *Organization of Business:*

Complete Financial Solutions Inc. ("CFSI," the "Company," "we" or "us") was incorporated in July 2006 under the laws of the State of Nevada. We are a financial services holding company primarily engaged in mortgage services. Our subsidiary Acceptance Capital Mortgage Corporation ("ACMC") is a residential mortgage broker, lending and processing company that operates and maintains offices throughout the United States.

NOTE 2 – *Summary of Significant Accounting Policies:*

Unaudited Interim Financial Information **-** The accompanying consolidated financial statements were not subjected to an audit, review, or compilation engagement, and, accordingly, no opinion or conclusion is expressed, nor any assurance provided on them. In the opinion of management, the accompanying consolidated financial statements include all adjustments, consisting of normal recurring adjustments and accruals necessary for a fair presentation of our consolidated balance sheets, operating results, and cash flows for the periods presented. Certain information and footnote disclosures normally included in financial statements prepared in accordance with accounting principles generally accepted in the United States ("GAAP") have been omitted.

Principles of Consolidation – The consolidated financial statements include the accounts of Complete Financial Solutions Inc. and its wholly-owned subsidiaries Acceptance Capital Mortgage Corporation ("ACMC"), Accounting Solutions, Inc., Insurance Solutions Inc., and AlliancePro Processing, Inc. All inter-company accounts and transactions have been eliminated in consolidation.

Use of estimates – The preparation of financial statements requires management to make certain estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities at the date of the financial statements and the reported amount of revenue and expenses during the reporting period. Changes in these estimates and assumptions may have a material impact on our financial statements and notes. Actual results may vary from estimates and assumptions that were used in preparing the financial statements.

Cash and cash equivalents – We consider all highly liquid debt securities purchased with original or remaining maturities of three months or less to be cash equivalents. The carrying value of cash equivalents approximates fair value.

Accounts Receivable **-** We assess the collectability of accounts receivable based on past collection history and current events and circumstances. Accordingly, we adjust the allowance on accounts receivable to reflect net receivables that we ultimately expect to collect. We consider our current receivables to be fully collectible; accordingly, no allowance for doubtful accounts has been recorded. If amounts become uncollectible, they will be charged to operations when that determination is made.

Other Comprehensive income – Other Comprehensive Income includes net profits as currently reported by the Company adjusted for other comprehensive income, net of comprehensive losses. Other comprehensive income consists of unrealized gains and losses related to our equity securities accounted for available-for-sale with changes in fair value recorded through stockholders' equity.

Fair value of financial instruments - The financial instruments recognized in our balance sheet include cash, accounts receivable, accounts payable, and notes payable. All instruments are accounted for on a historical cost basis, which, due to the short maturity of these financial instruments, approximates fair value at June 30, 2018. We did not engage in any transaction involving derivative instruments.

Stock Based Compensation – We account for share-based compensation to our employees, contractors and directors and measure the amount of compensation expense for all stock-based awards at fair value on the date of grant and recognition of compensation expense over the service period for awards expected to vest. Restricted stock awards issued to employees, contractors and directors are measured based on the fair market values of the underlying stock on the dates of grant.

Income Taxes – The Company provides for income taxes in accordance with Accounting Standards Codification No. 740 using an asset and liability based approach. Deferred income tax assets and liabilities are recorded to reflect the tax consequences on future quarters of temporary differences of revenue and expense items for financial statement and income tax purposes.

We have incurred net operating losses over the past several years. As of December 31, 2017, we had a net operating loss carry forward available to offset future taxable income for federal and state income tax purposes.

Net Income Per Share of Common Stock - We prepare our financial statements on the face of the income statement for both basic and diluted earnings per share. Basic earnings per share excludes potential dilution and is computed by dividing income available to common stockholders by the weighted-average number of common shares outstanding for the period. Diluted earnings per share reflects the potential dilution that could occur if securities or other contracts to issue common stock were exercised or converted into common stock or resulted in the issuance of common stock that then shared in the earnings of the entity. As of June 30, 2018, we had no contracts to issue common stock.

Property and Equipment - All property and equipment is recorded at cost and depreciated over ten quarters using the straight-line method. Upon sale or retirement, the cost and related accumulated depreciation are eliminated from the respective accounts, and the resulting gain or loss is recorded. Repairs and maintenance charges that do not increase the useful lives of the assets are charged to operations as incurred.

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Depreciation expense for the six months ended June 30, 2018 and 2017 were $0 and $7,380, respectively.

Internal Website Development Costs **-** Under ASC 350-50, website development costs, costs and expenses incurred during the planning and operating stages of our website are expensed as incurred. Under ASC 350-50, costs incurred in the website application and infrastructure development stages are capitalized by the Company and amortized to expense over the website's estimated useful life or period of benefit.

Impairment of Long-Lived Assets **-** We evaluate the recoverability of long-lived assets and the related estimated remaining lives at each balance sheet date. We record an impairment or change in useful life whenever events or changes in circumstances indicate that the carrying amount may not be recoverable or the useful life has changed.

Deferred Offering and Acquisition Costs **-** We defer as other assets the direct incremental costs of raising capital until such time as the offering is completed. At the time of the completion of the offering, the costs are charged against the capital raised. Should the offering be terminated, deferred offering costs are charged to operations during the period in which the offering is terminated.

Advertising costs – We expense all costs of advertising as incurred. The advertising costs included in general and administrative expenses for the six months ended June 30, 2018 and 2017 were $53,292 and $99,341, respectively.

Recently Issued Accounting Pronouncements **-** As of June 30, 2018, none of the recently issued accounting standards and interpretations are expected to have a material impact on our consolidated financial position, operations or cash flows.

NOTE 3 – Revolving Lines and Line of Credit:

We have a secured line of credit in the amount of $50,000. The balance of this line of credit was $17,682 on June 30, 2018 and $13,961 on December 31, 2017 with interest rates of 1.99% to 24.99%.

NOTE 4 – Stock Subscription:

During the first quarter of 2017, ACMC finalized an agreement with Structured Products Group ("SPG") of Evansville, Indiana whereby SPG agreed to purchase 0.5% of the common stock of ACMC. The purchase of this 0.5% interest was for $950,000, comprised of $25,000 paid in the first quarter and a promissory note receivable in the amount of $925,000 to be paid in full by December 31, 2017. The agreement was subsequently amended to extend the option period to August 31, 2018. ACMC recorded a stock subscription receivable for $950,000 and has reserved the shares for issuance upon payment in full. This agreement provides that the purchase

obligation of SPG may be cancelled without recourse if certain ACMC profitability goals are not achieved prior to August 31, 2018. ACMC has agreed to utilize SPG for secondary marketing of its loans. There is no interest rate associated with this note receivable. In connection with the stock subscription, ACMC recorded a deposit of $25,000, a note receivable of $950,000 and a stock subscription receivable of $950,000.

NOTE 5 - Long-term Debt:

Long-term debt at June 30, 2018 is summarized as follows:

	Due Within One Year	Due After One Year	Totals 6/30/2018
Note payable with no set monthly Payments with accrued interest at 24%	-	-	-
Note payable with no set monthly Payments with accrued interest at 12%	-	-	-
Note payable with no set monthly Payments with accrued interest at 6%	154,673	-	154,673
Note payable with no set monthly Payments with accrued interest at 8%	180,000	1,936,582	2,116,582
Note payable with no set monthly Payment and no set interest rate	-	-	-
	334,673	1,936,582	2,271,255

Future maturities of long-term debt are as follows:

June 30, 2019	334,673
June 30, 2020	180,000
June 30, 2021	180,000
2022 and beyond	1,576,582
	2,271,255

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NOTE 6 - Warehouse line of credit:

We have five warehouse lines of credit totaling $16,500,000. Each line bears interest at the Note rate of the loans on the line. The lines of credit are secured by the mortgages loans held for sale. Principal and interest payments are due as mortgage loan sales close. At June 30, 2018 and December 31, 2017, there were $6,779,844 and $10,831,416, respectively, outstanding under these warehouse lines. All of these loans on the warehouse lines were sold in the normal course of business shortly after the end of the period.

NOTE 7 – Operating Leases:

We conduct our operations from various leased facilities under short-term operating leases that expire at various dates. Aggregate rent for the six months ended June 30, 2018 was $229.635, and for the six months ended June 30, 2017 was $209,187.

We are a lessee of office equipment and furniture under various operating leases, which have all expired. Equipment rent for the six months ended June 30, 2017 was $2,681, and for the six months ended June 30, 2018 was $12,969.

NOTE 8 – Preferred Stock:

We have authorized two classes of Preferred Stock.

SERIES B PREFERRED STOCK. In 2001, we granted our founder the option to purchase 2 million shares of Series B Preferred Stock at the purchase price of $0.10 per share. On Dec 31, 2008, the shares were issued in a cashless exercise of the option and subsequently assigned by the founder to Choctaw Development Inc, an affiliated entity. The Series B Preferred shares have the right to 10 votes for each share, on all matters to come before the shareholders for a vote. The Series B Preferred shares are convertible to common shares, at the option of the holder, at the rate of one common share for each preferred share converted.

SERIES C PREFERRED STOCK. 480,000 shares at $5.00 per share were issued in December 2010 in exchange for 400,000 common shares of Hipcricket, Inc. At December 31, 2010, the Hipcricket, Inc. shares had a market value of $1,176,000. At the option of the holder the Series C Preferred shares can be converted into common shares at a value discount of 50% of the public market value on or after the date 18 months following issuance.

In 2011, four tranches of Series-C preferred shares were issued.

- 213,700 shares at $5.00 per share were issued for debt conversion and the retirement of the remaining Series-A preferred shares.
- 125,000 shares at $5.00 per share were for 100,000 shares of Hipcricket, Inc. stock that had a market value of $425,000 on the date of issue.
- 1,000 shares at $5.00 per share were issued for an operational expense.

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- 50,000 shares at $5.00 per share were issued for 80,000 shares of Hipcricket, Inc. stock that had a market value of $100,800 on the date of issue

In 2012, two tranches of Series-C preferred shares were issued.

- 150,000 shares at $5.00 per share were issued for 250,000 shares of Hipcricket, Inc. stock that had a market value of $447,500 on the date of issue.
- 300,000 shares at $5.00 per share were issued for 1,200,000 shares of Hipcricket, Inc. stock that had a market value of $873,600 on the date of issue.

At June 30, 2018 and December 31, 2017, there were 1,319,700 shares of Series C Preferred Stock outstanding.

NOTE 9 – Common Stock:

During the fourth quarter of 2017, we sold 1,530,000 units at a purchase price of $.10 per unit. Each unit consists of one share of common stock and one 3-year common stock purchase warrant. Two warrants and $.25 are required to purchase one share of common stock if purchased prior to the warrant expiration date.

During the first quarter of 2018, we sold 1,650,000 units at a purchase price of $.10 per unit. Each unit consists of one share of common stock and one 3-year common stock purchase warrant. Two warrants and $.25 are required to purchase one share of common stock if purchased prior to the warrant expiration date.

During the second quarter of 2018, we sold 30,000 units at a purchase price of $0.10 per unit.

During the second quarter of 2018, ACMC acquired Moody Capital Solutions, Inc. through the issuance of stock and a note payable (See Note 12). The shares were issued at a purchase price of $0.10 per share.

NOTE 10 – Legal Proceedings and Litigation Contingencies:

From time to time we are subject to a variety of claims and litigation incurred in the ordinary course of business. In our opinion, the outcome of our pending legal proceedings, individually or in the aggregate, will not have a material adverse effect on our business operations, results of operations, cash flows or financial condition.

Management has regular litigation reviews, including updates from outside counsel, to assess the need for accounting recognition or disclosure of contingencies relating to pending lawsuits. The Company accrues an undiscounted liability for those contingencies where the incurrence of a loss is probable, and the amount can be reasonably estimated. The Company does not record liabilities when the likelihood that the liability has been incurred is probable but the amount cannot be reasonably estimated or when the liability is believed to be only reasonably possible or remote. For contingencies where an unfavorable outcome is reasonably possible and which are

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significant, the Company discloses the nature of the contingency and, where feasible, estimates the possible loss. For purposes of our litigation contingency disclosures, "significant" includes material matters as well as other items which management believes should be disclosed.

Management judgment is required related to contingent liabilities and the outcome of litigation because both are difficult to predict. Litigation is subject to inherent uncertainties and unfavorable rulings could occur. Although management currently does not believe resolving any pending proceeding will have a material adverse impact on our financial statements, management's view of these matters may change in the future. A material adverse impact on our financial statements could occur for the period in which the effect of an unfavorable final outcome becomes probable and reasonably estimable.

NOTE 11 – Production Loss:

In the first quarter of 2018, ACMC lost its largest branch office, which represented approximately 35% of its annual production volume. ACMC made adjustments to expenses as a result of this reduction in volume, and immediately began the recruitment of new branches in order to increase production.

NOTE 12 – Acquisition of Moody Capital Investments

In the second quarter of 2018, ACMC finalized the purchase of Moody Capital Solutions, Inc. for a purchase price of $300,000. The purchase price was comprised of 2,000,000 shares of stock valued at $0.10 per share and a note payable in the amount of $100,000. The purchase price was allocated as $30,029 in net asset value and $169,971 in goodwill.

NOTE 13 – Subsequent Events:

None.

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