DELIVERY TECHNOLOGIES SOLUTION, INC.

A FLORIDA CORPORATION

751 PARK OF COMMERCE DRIVE SUITE 112
BOCA RATON, FLORIDA 33487

Quarterly Financial Report

For the Quarterly and Year to Date Period Ended September 30, 2010

Except as otherwise indicated, all information herein is dated, and current, as of November 14, 2010

DELIVERY TECHNOLOGY SOLUTIONS, INC.
FINANCIAL STATEMENTS
(Unaudited)

DELIVERY TECHNOLOGY SOLUTIONS, INC. AND SUBSIDIARIES (DTSL)

(Consolidated Statements) as of September 30, 2010

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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 period represented, in conformity with accounting principals generally accepted in the United States, consistently applied.

DELIVERY TECHNOLOGY SOLUTIONS, INC.
FINANCIAL STATEMENTS
(Unaudited)

CONSOLIDATED BALANCE SHEETS
As of September 30, 2010 and 2009

	2010	2009
ASSETS		
CURRENT ASSETS		
Cash	$ (5,354)	$ (5,049)
Accounts Receivable	2,705	26,767
Other Receivable	9,430	-
Inventory	-	-
Prepaid Accounts & Advances	-	-
	6,781	21,718
FIXED ASSETS – at cost		
	469,385	468,036
Less Accumulated Depreciations	337,730	286,392
	131,655	181,644
OTHER ASSETS – Security Deposits	6,046	6,046
	$ 144,482	**$209,408**
LIABILITIES AND SHAREHOLDERS'S EQUITY		
CURRENT LIABILITIES		
Accounts Payable and Accrued Liabilities	$ 506,513	$ 234,516
Other Payables	-	15,000
Notes Payable	1,638,949	1,199,,016
Taxes Payable	109,314	48,983
	2,254,776	1,497,516
LONG TERM LIABILITIES	-	-
	2,254,776	1,497,516
SHAREHOLDERS EQUITY		
CAPITAL STOCK		
Preferred Stock 10,000,000 authorized shares, Common Stock, 3,000,000,000 authorized shares		
Issued and outstanding – 1,207,422,444 Common, 2,000,000 Preferred	1,047,273	974,506
Additional Paid-In Capital	18,880,643	18,385,094
DEFICIT	**(22,038,209)**	**(20,331,030)**
	(2,110,293)	(2,521,403)
	$ 144,482	**$209,408**

The accompanying notes are an integral part of these
Financial Statements.

DELIVERY TECHNOLOGY SOLUTIONS, INC.
FINANCIAL STATEMENTS
(Unaudited)

CONSOLIDATED STATEMENTS OF OPERATONS
For three months ending September 30, 2010 and 2009

	2010	2009
EARNINGS		
REVENUE		
Sales	$ 4,332	$ 0
TOTAL SALES	4,332	0
COST OF SALES		
Cost of Sales	1,820	0
TOTAL COST OF SALES	1,820	0
GROSS PROFIT	2,512	0
OPERATING EXPENSE		
Administrative Expenses (1)	465,972	317,444
Selling Expenses	0	0
	465,972	317,444
OPERATING INCOME & EXPENSES (2)	361,250	0
NET OPERATING INCOME (LOSS)	**(102,209)**	**(329,573)**
NET INCOME (LOSS)	**(102,209)**	**(329,573)**

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Financial Statements.

DELIVERY TECHNOLOGY SOLUTIONS, INC.
FINANCIAL STATEMENTS
(Unaudited)

CONSOLIDATED STATEMENTS OF OPERATONS
For nine months ending September 30, 2010 and 2009

EARNINGS

	2010	2009
REVENUE		
Sales	$ 47,573	$ 46,492
TOTAL SALES	47,573	47,573
COST OF SALES		
Cost of Sales	35,360	33,662
TOTAL COST OF SALES	35,360	33,662
GROSS PROFIT	12,213	2,830
OPERATING EXPENSE		
Administrative Expenses (1)	1,053,219	974,262
Selling Expenses	39,699	0
	626,946	974,261
OPERATING INCOME & EXPENSES (2)	361,250	0
NET OPERATING INCOME (LOSS)	**(719,454)**	**(971,431)**
NET INCOME (LOSS)	**(719,454)**	**(971,431)**

The accompanying notes are an integral part of these
Financial Statements.

DELIVERY TECHNOLOGY SOLUTIONS, INC.
FINANCIAL STATEMENTS
(Unaudited)

CONSOLIDATED STATEMENTS OF CASH FLOWS
For nine months ending September 30, 2010 and 2009

CASH FLOWS	2010	2009
Cash Flows from operating activities:		
Profit/Loss from Operations	$ (719,454)	$ (971,431)
Adjustments to cash flows from operating activities:		
Amortization of goodwill		
Depreciation of fixed assets	37,949	36,388
Cash flows from operating activities	$ (681,505)	$ (935,043)
Cash flows from investing activities:		
Capital expenditures	4,330	(5,112)
Investment in inventory		
Increase in accounts receivable	15,057	(9,831)
Decrease in prepaid expenses		
Cash used in investing activities	$ 19,387	$ (14,943)
Cash Flows from financing activities:		
Increase in accounts payable and accrued liabilities	36,641	79,753
Increase in paid in capital	568,316	443,844
Increase in loans/notes payable	(42,759)	420,439
Cash used for financing activities	$ 581,588	$ 929,093
Net Increase (decrease) in cash	$(99,917)	$(5,950)
Cash at beginning of period	94,563	902
Cash at end of period	$ (5,354)	$ (5,048)

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Financial Statements.

DELIVERY TECHNOLOGY SOLUTIONS, INC.
FINANCIAL STATEMENTS
(Unaudited)

CONSOLIDATED STATEMENT OF SHAREHOLDERS DEFICIT
3rd Quarter 2010 (Unaudited)

	COMMON STOCK	Preferred Stock (par Value .001)	STOCK AMOUNT	PIC	R/E	TOTAL
BALANCE at June 30, 2010	478,707,416	2,000,000	$973,926	$18,385,093	(21,936,000)	($2,576,981)
Issuance of Stock	728,715,028	0	73,347	495,550		568,897
Net Profit/Loss					(102,209)	(102,209)
BALANCE at September 30, 2010	1,207,422,444	2,000,000	$1,047,273	$18,880,643	(22,038,209)	($2,110,293)

The accompanying notes are an integral part of these Financial Statements.

NOTES TO FINANCIAL STATEMENTS

The attached consolidated financial statements include the combined financial information for Delivery Technologies Solution (DTSL), as well as any subsidiary's including Universal Delivery Solutions, Inc. The attached numbers are unaudited and subject to change and/or revision as a result of the Audit.

The Company primarily through its Subsidiary Universal Delivery Solutions, (UDS) has been engaged in the research, development, and marketing of proprietary software for initial use by the food service industry for online and/or call center ordering, large event catering orders for delivery or pick-up.

In August, 2009 we entered into a Pilot Test Agreement for the Washington, DC/Virginia markets with Doctors Associates, Inc. (DAI), commonly referred to as Subway, and in May, 2010 the Pilot Test Agreement was converted into a National Vendor contract which allows us to systematically rollout our solution to the DAI system. The contract was for use of our proprietary software technology and management solutions to manage large event catering and local restaurant delivery. Under the terms of the agreements DTSL developed and is putting into use its online ordering technology as well as its call center operations, while integrating the technology at the restaurant level.

The proprietary software is designed to map out a delivery area around each participating location, provide direct printing of orders to the point of sale computer system, establish a data base of users and provide call center support for large and small catering events for both business and home use.

In 2010, the company continues to diversify our activities. Managements plan is to engage in more value added services to existing end users DAI and National Cinema Media (NCM) while expanding to other food service brands and industries.

We plan to continue expanding our product base and selling our product to more users inside and outside the Food Service industry and provide outside sales experience for catering to other well know national brands. There is no guarantee that we will succeed in implementing this strategy or if implemented, that this strategy will be successful.

The following discussion is included to describe our consolidated financial position and results of operations.

Financial Condition and Changes in Financial Condition

At September 30, 2010, we had cash on hand of $(5,354) and receivables of $12,135, which is not sufficient to conduct our activities and meet any obligations for the near future. Our continued activities, however, are dependent upon obtaining adequate financing, as described below. Our financial condition as of September 30, 2010 compared to September 30, 2009 is summarized below, as follows:

Assets-As of September 30, 2010, we had total assets of $144,482 compared to total assets of $209,408 as of September 30, 2009, representing a 31.0%% decrease or $64,926. Current assets comprise 4.7% and 10.4% of our total assets at September 30, 2010 and September 30, 2009, respectively, as further depicted below:

Fixed assets are comprised primarily of real property such as software & computers, furniture & fixtures, computer equipment and leasehold improvements. The Company is also amortizing the development costs related to its proprietary software. All assets are depreciated or amortized on a straight line basis.

Liquidity and Capital Resources **-** Cash on hand for the quarter decreased by $305 and receivables decreased by $14,633 and accounts payable and accrued expenses increased by $271,997 for the quarter ended September 30, 2010 as compared to the same period last year.

Net cash outflows from operating activities decreased by 304.2% or $10,600 to $-5,354 at September 30, 2010, compared to negative cash flow of $15,894 at September 30, 2009. This increase is primarily the result of collections of accounts receivable and less legacy accounts payable and accrued expenses being paid.

During the quarter ended September 30, 2010, there was an increase of $495,550 in investing activities, while in the quarter ended September 30, 2009 there was no increase or decrease in the cash flow from investing activities. In 2010 we invested in minor computer equipment.

Cash flows from financing activities during the 3rd quarter ending September 30, 2010 were $67,290, compared to $25 for the same period ending September 30, 2009. Cash flows from financing activities year to date ending September 30, 2010 were $581,588, compared to $929,093 for the same period ending September 30, 2009.

For years 2010 and 2009, the bulk of our cash flow was obtained by proceeds received from various shareholder notes, convertible debentures, 504-D Stock sales and the purchase of restricted stock.

Revenue – Total revenue for the quarter ended September 30, 2010 was $4,332 as compared to $0 during the quarter ended September 30, 2009, an increase of $4,332 or 100%. The increase is primarily due to the start up of the company's revenue stage of growth.

Operating Expenses – Total operating expenses for the quarter ended September 30, 2010 were $81,241. Total operating expenses for the quarter ended September 30, 2009 were $317,444 representing a decrease of $236,202 (74.4%). The decrease is primarily attributable to the recognition of $361,250 in loans from the years 2007 and 2008 that were forgiven by note holder and recognized in the income statement as forgiveness of debt. The company continues to have increased expenses relating to call center expenses, additional payroll related to staffing the call center, sales, marketing and other function. The Company continues to incur consulting expenses. These expenses however are significantly lower than if these consultants were employed on a full time basis with taxes, benefits and higher annual compensation. The Company also saw its marketing expenses increase, which relates to its agreement with DAI and NCM

Net loss. Net loss for the quarter ended September 30, 2010 was $102,209, as compared to a net loss of $329,573 for the same period in the prior year, representing a decrease in the loss of $227,363 or a 69.0% improvement in loss year over year. The primary reason for this is the recognition of the forgiveness in debt in the amount of $361,250.

PLAN OF OPERATION

For the next 12 months we intend to continue diversifying our activities. Management's plan is to engage more in value added services to the DAI and NCM agreements.

UDS' planned revenue in the upcoming quarters and years will be derived from four different sources; National Catering and Event Management, Curbside Pick-Up services, Catering, and Delivery,. By far, the largest share of revenue can be derived from National Catering and Event Management where the number of subscribing locations rises from an initial hundreds to potentially thousands. The majority of this growth is driven through the close cooperation of one of the largest National franchisee companies in the world. As a result, the UDS plan reflects revenue growing exponentially while; because the UDS operating structure is system-driven, operating expenses remain relatively flat.

We plan to continue expanding our product base and to sell our products to more users inside and outside the Food Service industry and provide outside sales experience for catering to other well know national brands. There is no guarantee that we will succeed in implementing this strategy or if implemented, that this strategy will be successful.

Existing Agreements

UDS has inked two agreements in the past two months one with a Doctors Associates, Inc. (DAI) d/b/a Subway® and one with a DAI and National Cinema Media (NCM). In addition, there are agreements currently being negotiated that will be announced as they are executed over the next several months.

As of May 2010, UDS has entered into an agreement with DAI to provide its proprietary delivery system to their franchisees. UDS has also entered into a three party agreement with a DAI, and NCM to provide catering and management services for their clients. This will encompass multiple cities and states simultaneously holding these events. Thus far thousands of orders have been processed by UDS.