

# **Axium Technologies, Inc.**

## **Financial Statements**

*As of December 31, 2013 and 2012  
and  
For the years then ended*

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## **Axium Technologies, Inc.**

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# Axium Technologies, Inc.

## Unaudited Balance Sheets

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	December 31, 2013	2012
<b>Assets:</b>		
<b>Total assets</b>	<b>\$ <u>-0-</u></b>	<b>\$ <u>-0-</u></b>
<b>Liabilities:</b>		
Judgment payable	\$ <u>14,094</u>	\$ <u>12,164</u>
<b>Total liabilities</b>	<b>\$ <u>14,094</u></b>	<b>\$ <u>12,164</u></b>
<b>Commitments and contingencies (Note 7)</b>		
<b>Stockholder's deficit:</b>		
Common stock; \$0.001 par value; 500,000,000 shares authorized; 94,167 issued and outstanding	94	94
Additional paid in capital	1,339,900	1,339,900
Deficit	<u>(1,354,088)</u>	<u>(1,352,158)</u>
<b>Total stockholder's deficit</b>	<b><u>(14,094)</u></b>	<b><u>(12,164)</u></b>
<b>Total liabilities and stockholder's deficit</b>	<b>\$ <u>-0-</u></b>	<b>\$ <u>-0-</u></b>

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

# Axium Technologies, Inc.

## Statements of Operations

(unaudited)

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	For the Twelve Month Period Ended December 31,	
	2013	2012
Revenue	\$ -0-	\$ -0-
Total operating expenses	<u>-0-</u>	<u>-0-</u>
Operating loss	-0-	-0-
Interest expense	<u>(1,929)</u>	<u>(1,447)</u>
Net loss	<u><u>\$ (1,929)</u></u>	<u><u>\$ (1,447)</u></u>
Net loss per common share, basic and diluted	<u><u>\$ (0.02)</u></u>	<u><u>\$ (0.02)</u></u>
Weighted average number of common shares outstanding, basic and diluted	<u><u>94,167</u></u>	<u><u>94,167</u></u>

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

# Axium Technologies, Inc.

## Statements of Stockholder's Deficit

For the two year period ended December 31, 2013

	Common Stock		Additional		Total
	Shares	Amount	Paid In Capital	Accumulated Deficit	
<b>Balance, December 31, 2011</b>	<b>94,167</b>	<b>\$94</b>	<b>\$1,339,900</b>	<b>\$(1,350,711)</b>	<b>\$(10,718)</b>
Net loss for the year ended December 31,2012	-	-	-	(1,447)	(1,447)
<b>Balance, December 31, 2012</b>	<b>94,167</b>	<b>94</b>	<b>1,339,900</b>	<b>(1,352,158)</b>	<b>(12,164)</b>
Net loss for the year ended December 31, 2013	-	-	-	(1,929)	(1,929)
<b>Balance, December 31, 2013</b>	<b><u>94,167</u></b>	<b><u>\$ 94</u></b>	<b><u>\$1,339,900</u></b>	<b><u>\$(1,354,088)</u></b>	<b><u>\$(14,094)</u></b>

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

# Axium Technologies, Inc.

## Statements of Cash Flows

(unaudited)

	For the Twelve Month Period Ended December 31,	
	2014	2013
<i>Cash flows used in operating activities:</i>		
Net loss	\$ (1,929)	\$ (1,447)
Adjustments to reconcile net loss to net cash used in operating activities:		
Changes in operating assets liabilities:		
Judgment payable	1,929	1,447
<b>Net cash used in operating activities</b>	<b><u>-0-</u></b>	<b><u>-0-</u></b>
<b>Net (decrease) increase in cash</b>	<b><u>-0-</u></b>	<b><u>-0-</u></b>
<b>Cash - beginning of period</b>	<b><u>-0-</u></b>	<b><u>-0-</u></b>
<b>Cash - end of period</b>	<b><u>\$ -0-</u></b>	<b><u>\$ -0-</u></b>

### *Supplemental Disclosure of Cash Flow Information*

Cash paid during the period for:		
Interest	\$ -	\$ -
Income taxes	\$ -	\$ -

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

# **Axium Technologies, Inc.**

## **Notes to the Financial Statements**

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### **1. Company Information**

#### *Description of Development Stage Operations*

Axium Technologies, Inc. (the "Company" or "we"), a Nevada corporation, is a development stage company. It has no assets, minimal liabilities and no operations. It has been operated by a court appointed receiver. The Company has certain intellectual property which in has no current plans to develop.

### **2. Going Concern**

The accompanying financial statements have been prepared assuming that the Company will continue as a going concern. For the two year period ended December 31, 2013, the Company has not established any source of revenues and has had no operations. As of December 31, 2013, the Company has not emerged from the development stage. In addition, the Company has incurred net losses for each of the two years ended December 31, 2013 and has an accumulated deficit of \$1,352,158 as of December 31, 2013.

**Revenge Designs Inc.**  
**(A Development Stage Company)**  
**Notes to the Financial Statements**

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In view of these matters, the Company's ability to continue as a going concern is dependent upon the Company's ability to successfully commence operations and to achieve a level of profitability. The Company intends on financing its future development activities and its working capital needs from the sale of equity securities with some additional funding from other traditional financing sources, until such time that funds provided by operations are sufficient to fund working capital requirements. However, there is no assurance that the Company can achieve profitable operations, once the Company commences commercial operations, or will be able to sustain profitability once achieved.

The financial statements of the Company do not include any adjustments relating to the recoverability and classification of recorded assets, or the amounts and classifications of liabilities that might be necessary should the Company be unable to continue as a going concern.

**3. Significant Accounting Policies**

*Basis of Presentation*

Preparation of the Company's financial statements in conformity with accounting principles generally accepted in the United States of America ("GAAP") requires management to make estimates and assumptions that affect reported amounts of assets and liabilities an



# **Axium Technologies, Inc.**

## **Notes to the Financial Statements**

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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.

### *Use of Estimates in the Financial Statements*

Preparation of the Company's financial statements in conformity with accounting principles generally accepted in the United States of America ("GAAP") requires management to make estimates and assumptions that affect 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.

# **Axium Technologies, Inc.**

## **Notes to the Financial Statements**

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### *Cash and Cash Equivalents*

All cash will be maintained with a major financial institution in the United States. Deposits with this bank in the future may exceed the amount of federally provided insurance provided on the deposits. At December 31, 2013, the Company did not yet have any deposits with any bank. Temporary cash investments with an original maturity of three months or less will be considered to be cash equivalents. At December 31, 2013, the Company had no cash equivalents.

### *Common Stock*

The Company records common stock issuances when all of the legal requirements for the issuance of such common stock have been satisfied.

### *No Items of Other Comprehensive Income or Loss*

The Company has no items of other comprehensive income or loss for the two year periods ended December 31, 2013. Therefore, the net loss as presented in the Company's Statement of Operations reflects its comprehensive loss.

### *Income Taxes*

Income taxes are provided for the tax effects of transactions reported in the financial statements and consist of taxes currently due plus when incurred deferred taxes resulting from temporary differences. Such temporary differences result from differences in the carrying value of assets and liabilities for tax and financial reporting purposes. The future deferred tax assets and liabilities will represent the future tax consequences of those differences, which will either be taxable or deductible when the assets and liabilities are recovered or settled. A valuation allowance was established to reduce deferred tax assets to the amount expected to be realized.

The Company adopted the provisions of FASB ASC 740 "Income Taxes" (ASC 740). A reconciliation of the beginning and ending amount of unrecognized tax benefits has been provided in Note 4. The Company has not recognized interest expense or penalties as a result of the implementation of ASC 740. If applicable, the Company recognizes interest accrued related to unrecognized income tax benefits in interest expense and related penalties in operating expenses.

# Axium Technologies, Inc.

## Notes to the Financial Statements

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### *Loss Per Share*

Basic loss per share is computed by dividing net loss attributable to common stockholders by the weighted average common shares outstanding for the period. Diluted loss per share is computed giving effect to all potentially dilutive common shares. Potentially dilutive common shares may consist of incremental shares issuable upon the exercise of stock options and warrants and the conversion of notes payable to common stock. In periods in which a net loss has been incurred, all potentially dilutive common shares are considered anti-dilutive and thus are excluded from the calculation. At December 31, 2013, the Company did not have any potentially dilutive common shares.

### *Fair Value of Financial instruments*

The Company measures fair value based on the prices that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value measurements are based on a three tier hierarchy that prioritizes the inputs used to measure fair value, using quoted prices in active markets for identical assets (Level 1); significant other observable inputs (Level 2); and significant unobservable inputs (Level 3).

The Company's financial instruments are judgment payable. The recorded values of this instrument approximate its fair values based on their short-term nature.

### *Recent Accounting Pronouncements*

In July 2013, the FASB issued ASU No. 2013-11, Presentation of an Unrecognized Tax Benefit When a Net Operating Loss Carryforward, a Similar Tax Loss, or a Tax Credit Carryforward Exists ("ASU 2013-11"). ASU 2013-11 requires the netting of unrecognized tax benefits ("UTBs") against a deferred tax asset for a loss or other carryforward that would apply in settlement of the uncertain tax positions. UTBs are required to be netted against all available same-jurisdiction loss or other tax carryforwards that would be utilized, rather than only against carryforwards that are created by the UTBs. ASU 2013-11 is effective for years, including interim periods within those years, beginning after December 15, 2013. The adoption of ASU 2013-11 is not expected to have a material impact on the Company's financial statements.

## **4. Income Taxes**

For the two year periods ended December 31, 2013, the Company incurred a net operating loss and had accumulated losses of \$1,339,994 and, accordingly, no provision for income taxes has been recorded. In addition, no benefit for income taxes has been recorded due to the uncertainty of the realization of any tax assets.

# **Axium Technologies, Inc.**

## **Notes to the Financial Statements**

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### **5. Judgment Payable**

On March 31, 2012 The Court entered a judgment in favor of the receiver of the Company in the amount of \$10,718 for fees incurred by the receiver. The judgment bears interest at 10% per annum. The receiver transferred this judgment to eight entities. In April 2014 the Court authorized the issuance of 141,100,000 to those eight entities in payment of judgment payable of \$10,718 and accrued interest of \$3,858.

# Axium Technologies, Inc.

## Notes to the Financial Statements

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### 6. Equity

#### *Preferred Stock*

On March 6, 2014, the Company amended its articles of incorporation to authorize 1,000,000 shares of the Company's capital stock as preferred stock, which may be issued in one or more series. The preferred stock is without par value and there are no shares of preferred stock issued or outstanding .

#### *Issuance of Common Stock*

As discussed in Note 5, in April, 2014, the Company issued 141,100,000 shares of its common stock to eight entities in payment of a judgment payable and accrued interest of \$14,576.

# Axium Technologies, Inc.

## Notes to the Financial Statements

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### 7. **Commitments and Contingencies**

#### *Concentrations*

The Company's president is also the court appointed receiver. There are no other employees. Any incapacitation of the president would have a significant impact on the Company.

#### *Commitments*

The Company does not own or lease property or lease office space. The office space used by the Company was arranged by the president of the Company to use at no charge.

### 8. **Subsequent Events**

In accordance with ASC 855, the Company evaluated subsequent events through April 22, 2014, the date these financial statements were issued. There were no material subsequent events that required recognition in these financial statements. Material subsequent events subject to disclosure are described below.

#### *Stock Issuance*

*As discussed in Note 5, in April 2014, the Company issued 141,100,000 to eight entities in payment of an obligation of \$14,576.*