http://www.sacklunchproductions.com

Sack Lunch Productions, Inc. and Subsidiaries
Quarterly Financial Report

(Unaudited)

For the Six and Three months ended June 30, 2015

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Item I: Exact name of the issuer and the address of its principal executive office

Sack Lunch Productions, Inc.
59 West 100 South, Second Floor, Salt Lake City, Utah 84101
Office: 801-575-8073
Fax: 801-575-8092
Web: www.sacklunchproductions.com

Item II: Shares outstanding

Common Stock		June 30, 2015	December 31, 2014
(i)	Number of shares authorized	25,000,000,000	25,000,000,000
(ii)	Number of shares outstanding	71,555,530	64,821,834
(iii)	Freely tradable shares (public float)	55,786,026	49,052,330
(iv)	Total number of beneficial shareholders (1)	3,100	3,100
(v)	Total number of shareholders of record	55	55

(1) Estimate of all holders in brokerage accounts.

Class A Preferred Stock		June 30, 2015	December 31, 2014
(i)	Number of shares authorized	10,000,000	10,000,000
(ii)	Number of shares outstanding	142,750	142,750
(iii)	Freely tradable shares (public float)	- - - -	- - - -
(iv)	Total number of beneficial shareholders	3	3
(v)	Total number of shareholders of record	3	3

Class B Preferred Stock		June 30, 2015	December 31, 2014
(i)	Number of shares authorized	20,000,000	20,000,000
(ii)	Number of shares outstanding	15,000,000	15,000,000
(iii)	Freely tradable shares (public float)	- - - -	- - - -
(iv)	Total number of beneficial shareholders	1	1
(v)	Total number of shareholders of record	1	1

Class C Preferred Stock		June 30, 2015	December 31, 2014
(i)	Number of shares authorized	20,000,000	20,000,000
(ii)	Number of shares outstanding	1,432,097	1,486,333
(iii)	Freely tradable shares (public float)	- - - -	- - - -
(iv)	Total number of beneficial shareholders	35	35
(v)	Total number of shareholders of record	35	35

Item III: Interim Financial Statements

Sack Lunch Productions, Inc. and Subsidiaries
Condensed Consolidated Balance Sheets
(Unaudited)

	June 30, 2015	December 31, 2014
ASSETS		
Current assets		
Cash, includes restricted escrow amounts of $340,491 and $321,693, respectively	$ 1,154,732	$ 730,208
Investments in Marketable securities	33,741	62,401
Accounts receivable, net of allowance for doubtful accounts of $255,370 and $243,614, respectively	296,497	804,628
Due from affiliates	---	1,637
Inventory	911,100	236,659
Prepaid expenses	52,084	26,300
Current portion of notes receivable	1,037	31,093
Total current assets	2,449,191	1,892,926
Property and equipment, net of accumulated depreciation of $2,850,381 and $1,188,683, respectively	1,661,699	1,493,308
Notes receivable	176,385	173,781
Film costs, net amortization	345,761	345,761
Other assets	418,762	235,584
Total assets	$ 5,051,798	$ 4,141,360
LIABILITIES AND STOCKHOLDERS' DEFICIT		
Current liabilities		
Accounts payable and accrued expenses	$ 2,486,432	$ 2,511,085
Deferred revenue	1,846,197	688,429
Deferred rent	98,716	103,174
Due to related parties	232,540	205,575
Derivative liability	213,370	31,424
Current portion of notes payable	235,983	512,346
Current portion of notes payable, related party	100,471	87,532
Current portion of capital lease obligations	20,499	21,701
Current portion of convertible notes payable, net of debt discount of $51,192 and $0, respectively	106,808	135,000
Total current liabilities	5,341,016	4,296,266
Long-term liabilities		
Notes payable	703,006	700,758
Notes payable, related party	17,749	---
Capital lease obligations	3,765	12,945
Total long-term liabilities	724,520	713,703
Total liabilities	6,065,536	5,009,969
Stockholders' deficit		
Series A preferred stock, par value $0.001; 10,000,000 shares authorized; 142,750 shares issued and outstanding shares	143	143
Series B preferred stock, par value $0.001; 20,000,000 shares authorized; 15,000,000 shares issued and outstanding shares	15,000	15,000
Series C preferred stock, par value $0.001; 5,000,000 shares authorized; 1,432,097 and 1,468,333 shares issued and outstanding, respectively	1,437	1,487
Common stock, par value $0.0001; 25,000,000,000 shares authorized; 71,555,530 and 64,821,834 shares issued and outstanding, respectively	7,155	6,482
Additional paid-in capital	36,141,638	35,765,276
Subscription receivable for subsidiary stock	(109,300)	---
Accumulated deficit	(35,808,793)	(35,846,072)
Accumulated other comprehensive income	15,994	15,994
Total Sack Lunch Productions, Inc. and subsidiaries stockholders' deficit	263,274	(41,690)
Non-controlling interest	(1,277,012)	(826,919)
Total stockholders' deficit	(1,013,738)	(868,609)
Total liabilities and stockholders' deficit	$ 5,051,798	$ 4,141,360

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

Sack Lunch Productions, Inc. and Subsidiaries
Condensed Consolidated Statements of Operations
(Unaudited)

	Three months ended June 30, 2015	Three months ended June 30, 2014	Six months ended June 30, 2015	Six months ended June 30, 2014
Revenue				
Services, net of discounts	$ 551,140	$ 668,948	$ 1,055,657	$ 1,285,515
Product, net of discounts	567,149	217,550	806,768	438,448
Event Tickets	202,227	---	202,227	---
Franchise Fees	138,018	---	242,438	---
Rent	13,587	13,467	27,155	36,455
Film distribution and commissions	19,100	384,426	57,384	472,279
Consulting	1,310	29,463	6,810	90,823
Total revenue	1,492,531	1,313,854	2,398,439	2,323,520
Costs and Expenses				
Cost of services	395,892	474,510	761,275	838,363
Cost of product	182,266	136,704	344,594	265,507
Event Costs	264,495	---	264,495	---
Depreciation and amortization	62,071	40,808	113,599	81,091
Amortization of film costs	---	---	---	2,291
General and administrative	964,933	514,936	1,738,941	1,105,158
Total operating expenses	1,869,657	1,166,958	3,222,904	2,292,410
Income (loss) from operations	(377,126)	146,896	(824,465)	31,110
Other income (expense)				
Interest income	2,263	218	4,461	429
Interest expense	(57,454)	(121,382)	(118,762)	(162,273)
Interest expense, related parties	(3,061)	(634)	(5,135)	(2,138)
Gain (loss) on derivative fair value adjustment	(51,500)	24,254	(81,880)	32,020
Gain on disposal of assets	---	(1,097)	---	(1,097)
Gain (loss) on foreign currency translation	---	(63)	---	4,107
Gain (loss) on sale of securities	---	1,000	---	1,001,000
Gain (loss) on forgiveness of debt	588,824	204,200	628,019	212,194
Bad debt expense	4,268	(3,658)	---	(9,100)
Other income (expense)	(146)	(190)	(1,052)	(1,146)
Total other income (expenses), net	483,194	102,648	425,651	1,073,996
Net income (loss)	106,068	249,544	(398,814)	1,105,106
Less net (income) loss attributable to noncontrolling interest	235,080	(89,120)	436,093	(38,772)
Net income (loss) attributable to stockholders	$ 341,148	$ 160,424	$ 37,279	$ 1,066,334
Earnings (loss) per share				
Basic:				
Earnings (loss) per common share	$ 0.01	$ 0.00	$ 0.00	$ 0.02
Weighted average common shares outstanding	67,968,030	45,419,512	69,771,690	45,419,512
Diluted:				
Earnings per common share	$ 0.00	$ 0.00	$ 0.00	$ 0.00
Weighted average common shares outstanding	1,189,306,184	1,167,848,887	1,189,306,184	1,167,848,887

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

Sack Lunch Productions, Inc. and Subsidiaries

Condensed Consolidated Statements of Stockholders' Deficit

For the quarter and year ended June 30, 2015 and December 31, 2014 (Unaudited)

	Series A Preferred		Series B Preferred		Series C Preferred		Common Stock		Additional Paid-in Capital	Accumulated Deficit	Treasury stock and Subscription Receivable	Accumulated Other Comprehensive Income	Non-controlling interest	Total Shareholders' Deficit
	Shares	Amount	Shares	Amount	Shares	Amount	Shares	Amount						
Balances at December 31, 2013	151,000	$ 151	15,000,000	$ 15,000	1,699,882	$ 1,700	45,419,512	$ 4,542	$ 36,020,058	$ (36,968,515)	$ (60,000)	$ (16,597)	$ (862,072)	$ (1,865,733)
Issuance of 40% ownership in a subsidiary for cash	---	---	---	---	---	---	---	---	---	---	---	---	9,000	9,000
Series C preferred shares cancelled in exchange for return of non-marketable securities	---	---	---	---	(200,000)	(200)	---	---	(999,800)	---	---	---	---	(1,000,000)
Conversion of notes payable to subsidiary common shares	---	---	---	---	---	---	---	---	654,935	---	---	---	---	654,935
Issuance of additional shares by a subsidiary for cash	---	---	---	---	---	---	---	---	75,000	---	---	---	---	75,000
Series A preferred shares retired from treasury stock	(6,000)	(6)	---	---	---	---	---	---	(59,994)	---	60,000	---	---	---
Increase NCI for ownership change in acquired subsidiary	---	---	---	---	---	---	---	---	---	---	---	---	12,496	12,496
Conversion of Series C preferred shares to Common shares	---	---	---	---	(7,869)	(8)	4,352,322	435	(427)	---	---	---	---	---
Conversion of Series A preferred shares to Common shares	(2,250)	(2)	---	---	---	---	2,550,000	255	(253)	---	---	---	---	---
Conversion of Series C preferred shares to Common shares	---	---	---	---	(5,680)	(5)	2,500,000	250	(245)	---	---	---	---	---
Issuance of shares to a related party to settle existing payable	---	---	---	---	---	---	10,000,000	1,000	76,000	---	---	---	---	77,000
Other Comprehensive Income adjustment	---	---	---	---	---	---	---	---	---	---	---	32,591	---	32,591
Net loss	---	---	---	---	---	---	---	---	---	1,122,443	---	---	13,657	1,136,100
Balances at December 31, 2014	142,750	143	15,000,000	15,000	1,486,333	1,487	64,821,834	6,482	35,765,275	(35,846,072)	-	15,994	(826,919)	(868,611)

Sack Lunch Productions, Inc. and Subsidiaries

Condensed Consolidated Statements of Stockholders' Deficit

For the quarter and year ended June 30, 2015 and December 31, 2014 (Unaudited)

	Series A Preferred		Series B Preferred		Series C Preferred		Common Stock		Additional Paid-in	Accumulated	Treasury stock and Subscription	Accumulated Other Comprehensive	Non-controlling	Total Shareholders'
	Shares	Amount	Shares	Amount	Shares	Amount	Shares	Amount	Capital	Deficit	Receivable	Income	interest	Deficit
Balances at December 31, 2014	142,750	143	15,000,000	15,000	1,486,333	1,487	64,821,834	6,482	35,765,275	(35,846,072)	-	15,994	(826,919)	(868,611)
Series C preferred shares cancelled	---	---	---	---	(43,610)	(44)	---	---	44	---	---	---	---	---
Conversion of notes payable to subsidiary common shares	---	---	---	---	---	---	---	---	35,805	---	---	---	---	35,805
Conversion of Series C preferred shares to Common shares	---	---	---	---	(10,626)	(11)	6,733,696	673	(662)	---	---	---	---	---
Series C preferred shares purchased	---	---	---	---	5,200	5	---	---	12,995	---	---	---	---	13,000
Issuance of subsidiary stock in exchange for subscription receivable	---	---	---	---	---	---	---	---	272,073	---	(198,000)	---	---	74,073
Options issued for notes payable	---	---	---	---	---	---	---	---	118,661	---	(76,800)	---	---	41,861
Payments for subscriptions receivable	---	---	---	---	---	---	---	---	---	---	26,196	---	---	26,196
Reserve for forgiven subscription receivable	---	---	---	---	---	---	---	---	(62,552)	---	139,304	---	---	76,752
Decrease NCI for ownership change in acquired subsidiary	---	---	---	---	---	---	---	---	---	---	---	---	(14,000)	(14,000)
Other Comprehensive Income adjustment	---	---	---	---	---	---	---	---	---	---	---	---	---	---
Net loss	---	---	---	---	---	---	---	---	---	37,279	---	---	(436,093)	(398,814)
Balances at June 30, 2015	142,750	$ 143	15,000,000	$ 15,000	1,437,297	$ 1,437	71,555,530	$ 7,155	$ 36,141,638	$ (35,808,793)	$ (109,300)	$ 15,994	$ (1,277,012)	$ (1,013,738)

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

Sack Lunch Productions, Inc. and Subsidiaries
Condensed Consolidated Statements of Cash Flows
(Unaudited)

	Six months ended June 30, 2015	2014
Cash flows from operating activities		
Net income (loss)	($ 398,814)	$ 1,105,106
Adjustments to reconcile net income (loss) to net cash used in operating activities:		
Depreciation and amortization	113,599	81,091
Amortization of film costs	---	2,291
Stock compensation	124,405	
(Gain) loss on derivative liability fair value adjustment	81,880	(32,020)
(Gain) loss on settlement of debenture debt	---	(6,994)
(Gain) loss on forgiveness of non-related party convertible debt	(110,220)	(205,200)
(Gain) loss on forgiveness of non-related party notes payable	(657,103)	---
(Gain) loss on forgiveness of debt related party	139,304	
(Gain) loss on sale of investments (see Note 4)	---	(1,000,000)
Amortization of debt discount	42,856	19,530
Initial derivative expense	6,018	---
(Gain) loss on sale of fixed assets	---	1,097
Changes in assets and liabilities:		
Certificate of deposit	28,660	---
Accounts receivable	508,131	(7,078)
Notes receivalbe - short term	28,986	---
Due from affiliates	1,637	(24,368)
Inventories	(674,441)	550
Prepaid expenses	(25,784)	(3,533)
Other assets	(182,088)	(24,348)
Accounts payable and accrued liabilities	406,815	379,198
Deferred revenue	1,157,768	167,491
Deferred rent expense	(4,458)	(2,617)
Net cash provided by operating activities	587,151	450,196
Cash flows from investing activities		
Purchases of property, plant, & equipment	(281,990)	(54,707)
Net cash (paid) acquired in business combinations	(14,000)	---
Net cash used in investing activities	(295,990)	(54,707)
Cash flows from financing activities		
Payments made on capital leases	(10,382)	(8,799)
Payments made on notes payable	(106,995)	(34,629)
Payments made on notes payable, related parties	(4,394)	(19,114)
Payments made on convertible notes payable	---	---
Proceeds from issuance of preferred and common stock	13,000	---
Proceeds from issuance of subsidiary stock	---	84,000
Proceeds from issuance of subsidiary stock options	26,176	
Proceeds from issuance of notes payable	82,880	38,949
Proceeds from issuance of notes payable to related parties	35,082	---
Proceeds from issuance of convertible notes payable	98,000	---
Net cash provided by financing activities	133,367	60,407
Net increase (decrease) in cash	424,528	455,896
Cash at beginning of period	730,208	418,328
Cash at end of period	$ 1,154,736	$ 874,224
Supplemental disclosure of cash flow information:		
Cash paid during the period for interest	$ 5,264	$ 5,264
Noncash investing and financing activities:		
Other comprehensive income adjusted	$ 142	$ 142
Conversions of convertible notes and accrued interest to subsidiary stock	661,896	661,896
Equipment purhcased under capital lease	$ ---	$ ---

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

NOTE 1 – ORGANIZATION AND BASIS OF FINANCIAL STATEMENT PRESENTATION

Organization and Nature of Operations

Sack Lunch Productions, Inc. ("SAKL") was incorporated under the laws of the State of Colorado on April 20, 1987 as Metropolitan Acquisition Corporation. On October 5, 2000, SAKL merged with a Nevada corporation with the same name, effectively changing its state of domicile from Colorado to Nevada. SAKL later changed its state of incorporation to Utah. SAKL is a holding company of a number of subsidiary companies.

SAKL's operating subsidiaries during the six months ending June 30, 2015 include the following:

- WG Productions Company. ("WG")
    - Lantern Fest, LLC. ("Lantern")
    - Slide the City, LLC ("Slide")
    - Slide the City Canada, LLC ("STC CAN")
    - Slide the City Franchising, LLC ("Franchise")
- Redline Entertainment, Inc. ("Redline")
- Green Endeavors, Inc. ("Green")
    - Landis Salons, Inc. ("Landis")
    - Landis Salons II, Inc. ("Landis II")
    - Landis Experience Center, LLC. ("LEC")
- Downtown Development Corporation ("DDC")
- Wasatch Capital Corporation ("WCC")
- Diversified Management Solutions, Inc. ("DMS")

WG Productions Company ("WG"), a Utah corporation, was organized on August 6, 2009, as Revel Entertainment, Inc. In May 2013, its name was changed to WG Productions Company. WG is a wholly-owned subsidiary of SAKL. WG was formed to produce films for its own account and for third parties and has added event ownership and management to its business activities. WG owns majority interest in the following two subsidiaries:

- Lantern Fest, LLC ("Lantern"), a Utah limited liability company, was organized on December 5, 2013, for the purpose of operating Lantern Fest™ events around the United States and Canada. Lantern is a 66.666% owned subsidiary of WG. The website for Lantern is http://www.thelanternfest.com.

- Slide the City, LLC ("Slide"), a Utah limited liability company, was organized on June 24, 2013 for the purpose of operating Slide the City™ events worldwide. Slide is a 66.666% owned subsidiary of WG. The website for Slide is http://www.slidethecity.com.

- Slide the City Canada, LLC ("STC CAN"), a Utah limited liability company, was organized on December 6, 2014 for the purpose of operating Slide the City™ events in Canada. STC CAN is a 66.666% owned subsidiary of WG.

- Slide the City Franchising, LLC ("STC Franchise"), a Utah limited liability company, was organized on August 19, 2014 for the purpose of extending Slide the City™ events worldwide through franchisee rights licensing. STC Franchise is a 66.666% owned subsidiary of WG.

Redline Entertainment, Inc. ("Redline"), a Utah corporation, was organized on April 15, 2010. Redline is a wholly-owned subsidiary of SAKL and was incorporated to license the foreign distribution rights of films produced by WG and third-party production companies.

Green Endeavors, Inc. ("Green"), a Utah corporation, was originally was organized under the laws of the State of Delaware on April 25, 2002 as Jasper Holdings.com, Inc. Green is a 42.38% owned subsidiary of SAKL. As of June 30, 2015 SAKL controlled 87.96% of outstanding votes. Green is a publicly traded corporation under the stock symbol GRNE.

- Landis Salons, Inc. ("Landis"), a Utah corporation, was organized on May 4, 2005 for the purpose of operating an Aveda™ Lifestyle Salon. Landis is a wholly-owned subsidiary of Green Endeavors, Inc.

- Landis Salons II, Inc. ("Landis II"), a Utah corporation, was organized on March 17, 2010 for the purpose of opening a second Aveda™ Lifestyle Salon in the Marmalade area of Salt Lake City. Landis II is a wholly-owned subsidiary of Green Endeavors, Inc.

- Landis Experience Center, LLC ("LEC"), a Utah limited liability company, was organized in August, 2012 primarily for the purpose of selling Aveda™ retail products in the City Creek mall in downtown Salt Lake City. LEC is a wholly-owned subsidiary of Green Endeavors, Inc.

Downtown Development Corporation ("DDC"), a Utah corporation, was incorporated on November 30, 1999. DCC is a wholly-owned subsidiary of SAKL. DDC owns a 6,000 square foot commercial property in Salt Lake City, Utah.

Wasatch Capital Corporation ("WCC"), a Utah corporation, was incorporated on June 10, 1991. WCC is a wholly-owned subsidiary of SAKL. WCC owns two residential rental properties in Salt Lake City.

Basis of Presentation

The consolidated financial statements include the accounts of Sack Lunch Productions, Inc. and its subsidiaries after elimination of intercompany accounts and transactions. In addition, SAKL consolidates various entities for which it is deemed to be the primary beneficiary. SAKL's controlling share of earnings or losses of subsidiaries is included in the consolidated operating results using the equity method of accounting.

SAKL consolidates entities under control and records a non-controlling interest for the portions not owned by SAKL. Control is determined, where applicable, by the sufficiency of equity invested and the rights of the equity holders, and by the ownership of a majority of the voting interests, with consideration given to the existence of approval or veto rights granted to the minority shareholder. If the minority shareholder holds substantive participating rights, it overcomes the presumption of control by the majority voting interest holder. In contrast, if the minority shareholder simply holds protective rights (such as consent rights over certain actions), it does not overcome the presumption of control by the majority voting interest holder.

The consolidated balance sheets as of June 30, 2015 and December 31, 2014 and the consolidated statements of operations and cash flows for the periods presented have been prepared by SAKL and are unaudited. In the opinion of management, all adjustments (consisting solely of normal recurring adjustments) necessary to present fairly the financial position, results of operations, and cash flows for all periods presented have been made. The results of operations presented in the accompanying consolidated financial statements for the six months ended June 30, 2015, are not necessarily indicative of the results that may be expected for the 12 months ending December 31, 2015.

Use of Estimates in the Preparation of the Financial Statements

The consolidated financial statements are prepared in conformity with U.S. GAAP, which requires the use of estimates, judgments and assumptions that affect the amounts of assets and liabilities at the reporting date and the amounts of revenue and expenses in the periods presented. We believe that the accounting estimates employed are appropriate and the resulting balances are reasonable; however, due to the inherent uncertainties in making estimates actual results could differ from the original estimates, requiring adjustments to these balances in future periods.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Cash and Cash Equivalents

Investments with original maturities of six months or less at the time of purchase are considered cash equivalents. As of June 30, 2015 and December 31, 2014, SAKL had no cash equivalents.

Inventory

Inventory consists of items held for resale and is carried at the lower of cost or market. SAKL's inventory consists of hair care products in its salon operations. Cost is determined using the first-in, first-out ("FIFO") method. Market is determined based on the estimated net realizable value, which generally is the merchandise selling price. Inventory levels are reviewed in order to identify slow-moving merchandise and damaged items and markdowns are used to clear merchandise.

Film Costs

All direct negative film costs incurred in the physical production of a film are capitalized and included separately on the Balance Sheet as Film costs. Direct negative film costs include costs of story and scenario; compensation of cast, directors, producers, extras, and miscellaneous staff; costs of set construction and operations, wardrobe, and accessories; costs of sound synchronization; rental facilities on location; and postproduction costs, such as music, special effects and editing. The costs incurred for significant changes shall be added to film costs and subsequently charged to expense when the related revenue is recognized.

Amortization of film costs begin when a film is released and it begins to recognize revenue from that film. The film costs are amortized using the individual-film-forecast-computation method, which amortizes film costs in the same ratio that current period actual revenue bears to estimated remaining unrecognized ultimate revenue as of the beginning of the current fiscal year.

Ultimate revenue to be included in the denominator of the individual-film-forecast-computation method fraction shall include estimates of revenue that is expected to be recognized from the exploitation, exhibition, and sale of a film in all markets and territories.

See FASB Accounting Standards Codification ("ASC") Topic 926-20-35.

Property and Equipment

Property and equipment are stated at cost. Expenditures that materially increase the life of the assets are capitalized. Ordinary maintenance and repairs are charged to expense as incurred. When assets are sold, or otherwise disposed of, the cost and related accumulated depreciation are removed from the accounts and any resulting gain or loss is recognized at that time. All capital leases are added to the property and equipment and depreciated over the life of the assets. Depreciation is computed on the straight-line method over the following useful lives:

Buildings	27.5-39 years
Computer equipment and related software	3 years
Leasehold improvements	Shorter of the lease term or the estimated useful life
Furniture, equipment and fixtures	3-10 years
Vehicles	5 years

When commercial buildings are sold, the net depreciated basis is deducted from the net cash and other consideration received and the difference is reported as a net gain or loss.

The following is a summary of SAKL's Property and equipment by major category as of June 30, 2015:

	Cost	Accumulated Depreciation	Net
Computer equipment and related software	$101,005	$83,572	$17,433
Construction in process	11,659	0	11,659
Leasehold improvements	639,253	448,157	191,096
Furniture and fixtures	98,192	56,639	41,553
Leased equipment	76,298	46,432	29,866
Equipment	612,505	227,955	384,550
Vehicle	82,621	42,470	40,152
Building and Improvements	736,474	271,211	465,263
Land	467,220	0	467,220
Signage	25,154	12,247	12,907
Total	$2,850,381	$1,188,683	$1,661,699

The following is a summary of SAKL's Property and equipment by major category as of December 31, 2014:

	Cost	Accumulated Depreciation	Net
Computer equipment and related software	$ 97,642	$ (79,084)	$ 18,558
Construction in process	24,905	- - - -	24,905
Leasehold improvements	625,004	(410,010)	214,994
Furniture and fixtures	51,257	(43,512)	7,745
Leased equipment	76,298	(38,803)	37,495
Equipment	382,162	(197,826)	184,336
Vehicle	82,621	(36,354)	46,267
Building and Improvements	736,474	(258,448)	478,026
Land	467,220	- - - -	467,220
Signage	25,154	(11,392)	13,762
Total	$ 2,568,737	$ (1,075,429)	$ 1,493,308

Fair Value Measurements

The fair value of a financial instrument is the amount that could be received upon the sale of an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Financial assets are marked to bid prices and financial liabilities are marked to offer prices. Fair value measurements do not include transaction costs. A fair value hierarchy is used to prioritize the quality and reliability of the information used to determine fair values. Categorization within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement. The fair value hierarchy is defined into the following three categories:

- Level 1 – Quoted prices for identical instruments in active markets;
- Level 2 – Quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active, and model-derived valuations in which all significant inputs and significant value drivers are observable in active markets; and
- Level 3 – Valuations derived from valuation techniques in which one or more significant inputs or significant value drivers are unobservable.

Investments in Equity Securities

Marketable Securities

SAKL considers all of its investments in marketable securities as available-for-sale. Available-for-sale securities are stated at fair value, with the unrealized gains and losses presented net of tax and reported as a separate component of Stockholders' equity. Realized gains and losses are determined using the specific identification method. Gains are recognized when realized and are recorded in the Consolidated Statements of Operations as Other income. Losses are recognized as realized or when SAKL has determined that an other-than-temporary decline in fair value has occurred.

Non-Marketable Securities

SAKL uses either the cost or the equity method of accounting to account for its long-term, non-marketable investment securities. If SAKL determines that an other-than-temporary decline exists in a non-marketable equity security, SAKL writes down the investment to its fair value and records the related write-down as an investment loss in the Consolidated Statements of Operations.

Long-Lived Assets

SAKL's long-lived assets consist of property, plant, and equipment and other intangible assets, excluding goodwill. SAKL recognizes impairment losses as the difference between historical cost and fair value of the asset, less costs to sell, when management determines that events and circumstances indicate a need to assess impairment, and when that assessment indicates that historical cost materially exceeds fair value, less costs to sell. There was no impairment expense of long-lived assets during the six months ended June 30, 2015 and for the year ended December 31, 2014.

Basic and Diluted Income (Loss) Per Common Share

SAKL computes net income (loss) per common share by dividing the net income (loss) available to common stockholders for the period by the weighted average number of common and potentially dilutive shares during the specified period. The calculation of diluted net income (loss) per share gives effect to common stock equivalents; however, potential common shares are excluded if their effect is anti-dilutive. For the six months ended June 30, 2015, potential common shares were excluded from the computation of diluted loss per share because their effect would be anti-dilutive. There were 1,189,306,184 such potentially dilutive shares excluded as of June 30, 2015. For the six months ended June 30, 2014, diluted earnings per common share amounted to $1,167,848,887.

Deferred Revenue

Deferred revenue arises when customers pay for products and/or services in advance of revenue recognition. SAKL's deferred revenue consists of unearned revenue associated with the purchase of gift certificates, event ticket sales, or franchise ownership sales for which revenue is recognized only when the service is performed, the product is delivered, the event takes place, or all training obligations have been satisfied.

As of June 30, 2015 and December 31, 2014 the classes of deferred revenue consisted of the following:

	Deferred Revenue by type as of	
	June 30, 2015	December 31, 2014
Gift cards	$ 60,393	$ 62,755
Advance ticket sales	1,750,926	545,706
Film distributor deposits	79,878	79,968
Total deferred revenue	$ 1,846,197	$ 688,429

Revenue Recognition

SAKL recognizes revenue from its three main sources of revenue as follows:

Event Revenue

Event revenue is recorded in the period in which it is earned in accordance with event dates and franchise agreements and contracts. Event ticket sales are recognized in the month in which the event takes place and are deferred prior to the event taking place. Franchise set-up fees are recognized once required training with franchisee has been completed, and royalties are recognized in the month in which the event takes place. All franchise revenues are deferred until obligations have been satisfied and services rendered.

Sales – Salon

Revenue from sale of services and products is recognized at the date the services are provided, or when the products are delivered to the customer.

Film Distribution

Film revenue is recorded in the period in which it is earned in accordance with film commission agreements and contracts. Film commissions are typically due when a distributor has executed a distribution contract and received notice of delivery of materials. See FASB Accounting Standards Codification ("ASC") Topic 926-605 and Accounting Standards Update ("ASU") 2011-04.

Rental Revenue

Rental revenue is recorded in the period in which it is earned in accordance with rental agreements and lease contracts. Rent payments are typically due by the first of each month.

Advertising and Promotional Expense

SAKL expenses advertising costs the first time the advertising occurs. Advertising expense was $186,567 for the six months ended June 30, 2015, and $58,602 for the six months ended June 30, 2014.

Stock-based Compensation

SAKL recognizes the cost of employee services received in exchange for awards of equity instruments as stock-based compensation expense. Stock-based compensation expense is measured at the grant date based on the value of the restricted stock award, option or purchase right and is recognized as expense, less expected forfeitures, over the requisite service period, which typically equals the vesting period. The fair value of each option grant is estimated on the date of grant using the Black-Scholes option pricing model. The fair value of each restricted stock issuance is determined using the fair value of SAKL's common stock on the grant date.

Determining the fair value of stock-based awards at the grant date requires judgment, including estimating the following:

- Expected volatility of our stock;
- Expected term of stock options;
- Risk-free interest rate for the period;
- Expected dividends, if any; and
- Expected forfeitures.

The computation of the expected volatility assumption used in the Black-Scholes option pricing model for new grants is based on implied volatility when the remaining maturities of the underlying traded options are at least one year and, when the remaining maturities of the underlying traded options are less than one year, it is based on an equal weighting of historical and implied volatilities.

When establishing the expected life assumption, SAKL reviews annual historical employee exercise behavior with respect to option grants having similar vesting periods. The risk-free interest rate for the period within the expected term of the option is based on the yield of United States Treasury notes in effect at the time of grant. SAKL has not historically paid dividends, thus the expected dividends used in any calculations are zero. Judgment is required in estimating the amount of stock-based awards that SAKL expects to be forfeited. SAKL calculates an expected forfeiture rate for stock options issuances based on historical trends.

The valuation of all options, including the expected life and forfeiture rates of stock options, are calculated based on one employee pool because there is no significant difference in exercise behavior between classes of employees.

Options granted by SAKL are most often exercised immediately after the grant date. Consequently, SAKL has determined the fair value of the options based on the market price of SAKL's stock on the date of grant.

As of June 30, 2015 and December 31, 2014, SAKL had no outstanding options or warrants to purchase shares of its common stock.

Income Taxes

Deferred income taxes are accounted for under the asset and liability method. Deferred tax assets and liabilities are recognized for the estimated future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases and operating loss and tax credit carryforwards. Deferred tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect on deferred tax assets and liabilities of a change in tax rates is recognized in income in the period that includes the enactment date. Also, SAKL's practice is to recognize interest and/or penalties related to income tax matters in income tax expense.

As of June 30, 2015, SAKL's deferred tax assets, which are solely related to net operating losses, have been fully offset by a valuation allowance.

Noncontrolling Interest in Subsidiary

On January 1, 2009, SAKL adopted new accounting guidance which clarifies that a noncontrolling interest in a subsidiary is an ownership interest in the consolidated entity that should be reported as equity in the consolidated financial statements. The new guidance also requires consolidated net income to be reported at amounts that include the amounts attributable to both the parent and the noncontrolling interest and requires disclosure, on the face of the consolidated statement of operations, of the amounts of consolidated net income attributable to the parent and to the noncontrolling interest. In addition, it establishes a single method of accounting for changes in a parent's ownership interest in a subsidiary that does not result in deconsolidation and requires that a parent recognize a gain or loss in net income when a subsidiary is deconsolidated unless the deconsolidation is an in-substance sale of real estate.

The new guidance on noncontrolling interests was required to be applied prospectively after adoption, with the exception of the presentation and disclosure requirements, which were applied retrospectively for all periods presented. As a result, SAKL reclassified noncontrolling interests to permanent equity in the accompanying consolidated balance sheets.

Recent Accounting Pronouncements

Management believes the impact of other recently issued standards and updates, which are not yet effective, will not have a material impact on SAKL's consolidated financial position, results of operations or cash flows upon adoption.

NOTE 3 – GOING CONCERN

SAKL's consolidated financial statements are prepared using accounting principles generally accepted in the United States of America applicable to a going concern which contemplates the realization of assets and liquidation of liabilities in the normal course of business. As of June 30, 2015, SAKL had negative working capital of $2,891,825 and an accumulated deficit through June 30, 2015 of $35,808,793. In addition, SAKL has defaulted on several of its liabilities. These matters raise substantial doubt about SAKL's ability to continue as a going concern.

Primarily, revenues have not been sufficient to cover SAKL's operating costs. Management's plans to enable SAKL to continue as a going concern include the following:

- Creating or Acquiring new types of events for the events line of business;
- Increasing the number of event locations for existing events;
- Generating additional revenues through increasing the number films we distribute for third parties;
- Producing higher quality films specifically tailored to sell in specific markets;
- Increase retail sales of Landis Salons, Inc.;
- Open new salon locations;
- Increasing the number of films produced for our own account and third parties;
- Generating additional revenues through increasing the number films we distribute for third parties;
- Increasing revenues from rental properties by implementing new marketing programs;
- Making improvements to certain rental properties in order to make them more marketable;
- Reduce expenses through consolidating or disposing of certain subsidiary companies; and,
- Raising capital through planned public and private offerings.

There can be no assurance that SAKL can or will be successful in implementing any of its plans or that it will be successful in enabling SAKL to continue as a going concern. SAKL's consolidated financial statements do not include any adjustments that might result from the outcome of this uncertainty.

NOTE 4 – FAIR VALUE MEASUREMENTS

Marketable Securities

SAKL considers all of its investments in marketable equity securities as available-for-sale. Available-for-sale equity securities are stated at fair value, with the unrealized gains and losses presented net of tax and reported as a separate component of Stockholders' equity. Realized gains and losses are determined using the specific identification method. Gains are recognized when realized and are recorded in the Consolidated Statements of Operations as Other income (expense), net. Losses are recognized as realized or when SAKL has determined that an other-than-temporary decline in fair value has occurred.

Our financial assets and liabilities carried at fair value are measured on a recurring basis. As of June 30, 2015 and December 31, 2014, they consisted of the following:

	Fair Value Measurements as of June 30, 2015:			
	Total	Level 1	Level 2	Level 3
Assets				
Available-for-sale securities	$ 33,741	$ 33,741	$ - - - -	$ - - - -
Total assets	$ 33,741	$ 33,741	$ - - - -	$ - - - -
Liabilities				
Derivative liability	$ 213,370	$ - - - -	$ 213,370	$ - - - -
Total liabilities	$ 213,370	$ - - - -	$ 213,370	$ - - - -

	Fair Value Measurements as of December 31, 2014:			
	Total	Level 1	Level 2	Level 3
Assets				
Available-for-sale securities	$ 62,401	$ 62,401	$ - - - -	$ - - - -
Total assets	$ 62,401	$ 62,401	$ - - - -	$ - - - -
Liabilities				
Derivative liability	$ 31,424	$ - - - -	$ 31,424	$ - - - -
Total liabilities	$ 31,424	$ - - - -	$ 31,424	$ - - - -

It is SAKL's policy to review the fair value of these marketable equity securities on a regular basis to determine whether its investments in these companies are other-than-temporarily impaired. This evaluation includes, but is not limited to, reviewing each company's cash position, financing needs, earnings or revenue outlook, operational performance, management or ownership changes and competition. If SAKL believes the carrying value of an investment is in excess of its fair value, and this difference is other-than-temporary, it is SAKL's policy to write down the investment to reduce its carrying value to fair value. These impairments are included in Other income (expense), net in the Consolidated Statement of Operations. SAKL did not recognize an other-than-temporary impairment of its available-for-sale equity securities during the six months ended June 30, 2015 and the year ended December 31, 2014.

As of June 30, 2015, Green Endeavors, Inc. a majority owned subsidiary, has a $213,370 derivative liability balance on the balance sheet, and for the six months ended June 30, 2015, the Company recorded a $628,019 loss from derivative liability fair value adjustments. The derivative liability activity comes from convertible notes payable.

Non-Marketable Securities

SAKL uses either the cost or equity method of accounting to account for its long-term, non-marketable investment securities. SAKL no gain in the six months ended June 30, 2015, as compared to a realized, non-cash gain of $1,000,000 on the disposal of non-marketable investments during the six months ending June 30, 2014. If SAKL determines that an other-than-temporary decline exists in a non-marketable equity security, SAKL writes down the investment to its fair value and records the related write-down as an investment loss in the Consolidated Statements of Operations. As of June 30, 2015 and December 31, 2014, the non-marketable securities were $0. There was a write-down due to other-than-temporary declines in the amount of $2,000,000 during the year ended December 31, 2011. The securities written down have subsequently been exchanged back for the original consideration given. This has resulted in a non-cash gain on sale of securities.

NOTE 5 – INVENTORY

SAKL's inventory consists of finished goods products that are held for resale at all locations or that are used for the services provided by the salons and event companies. Inventory is carried at the lower of cost or market. As of June 30, 2015 and December 31, 2014, inventory amounted to $911,100 and $236,659, respectively.

NOTE 6 – NOTES RECEIVABLE

A summary of notes receivable as of June 30, 2015 and December 31, 2014 is as follows:

	Interest Rate	Maturity Date	June 30, 2015	December 31, 2014
Bandaloops, LLC	- - - -	05/01/21	$ 176,385	$ 173,781
Cyborg X Movie, LLC	10%	08/13/15	- - - -	30,000
Total			176,385	202,458
Less: current portion of notes receivable			- - - -	(30,000)
Total long-term portion of notes receivable			$ 176,385	$ 173,781

NOTE 7 – DEBT

A summary of notes payable as of June 30, 2015 and December 31, 2014 is as follows:

	Interest Rate	Maturity Date	June 30, 2015	December 31, 2014
Notes Payable:	-	-	-	-
Note payable due to an individual	20.00%	5/17/2007	0	250,000
Note payable due to a corporation	3.25%	8/1/2015		12,520
Note payable due to a partnership	8.00%	7/21/2012	27,873	27,873
Note payable due to a bank	6.5%	5/23/2021	570,557	576,882
Note payable due to an individual	11.0%	2/27/2016	16,989	18,115
Note payable due to a corporation	5.0%	9/1/2017	24,048	29,035
Note payable due to a bank		2/9/2019	19,747	22,440
Note payable due to a partnership	8.0%	3/3/2019	9,628	10,681
Note payable due to a bank	12.0%	8/2/2016	162,810	225,558
Note payable due to an individual	8.0%	10/1/2016	40,000	40,000
Note payable due to a bank	12.0%	8/2/2016	67,337	
Total notes payable			938,989	1,213,104
Less: current portion			235,983	512,346
Long term notes payable			703,006	700,758
Convertible Notes Payable:	-	-	-	-
Note payable due to an individual	8.0%	6/27/2013	25,000	25,000
Note payable due to a partnership	- - - -	2/28/2013	0	75,000
Note payable due to a corporation	8.0%	8/17/2014	35,000	35,000
Note payable due to a corporation (1)	8.0%	10/28/2015	64,000	0
Note payable due to a corporation (2)	8.0%	10/28/2015	34,000	0
Less: Debt discount - convertible notes, net			51,192	
Total convertible notes payable			106,808	135,000
Less: current portion			106,808	135,000
Long term convertible notes payable			0	0
Related Party Notes				
Note payable due to Richard Surber, President and CEO of SAKL	24.0%	11/20/2011	60,282	62,532
Note payable due to Richard Surber, President and CEO of SAKL	20.0%	11/20/2011	25,000	25,000
Note payable due to Richard Surber, President and CEO of SAKL	18.0%	3/12/2018	23,629	0
Note payable due to a corporation	18.0%	5/6/2016	9,309	0
Total related party notes payable			118,220	87,532
Less: current portion			100,471	87,532
Long term related party notes payable			17,749	0

NOTE 8 – REAL PROPERTY LEASES

SAKL owns one commercial building and two residential homes which it leases out. Lease agreements are generally five years for the commercial building and one year for the residential homes. Annual lease amounts generally increase each year. Commercial tenant leases include reimbursement to SAKL for allocated property taxes, insurance on the building and common area expenses.

NOTE 9 – EQUITY

Preferred Stock

SAKL is authorized to issue 50,000,000 shares of preferred stock with a par value of $0.001 per share. The Preferred Stock can be issued in various series with varying dividend rates and preferences.

As of June 30, 2015 and December 31, 2014, the number of shares of Series A Convertible Preferred Stock issued and outstanding was 142,750 and 142,750 shares, respectively. The Series A Preferred shares have voting rights equal to 100 shares of common stock for every 1 Series A Preferred share, and it may be converted into $10 worth of common stock. A total of 10,000,000 shares have been designated and authorized as Series A Preferred Stock.

As of June 30, 2015 and December 31, 2014, the number of shares of Series B Convertible Preferred Stock issued and outstanding was 15,000,000. The Series B preferred stock holds voting rights equal to 2,000 shares of common stock for each share of the Series B Preferred Stock issued. The shares do not have any conversion rights into common stock or any other class of stock of SAKL. A total of 20,000,000 shares have been designated and authorized as Series B Preferred Stock pursuant to a filing on November 3, 2009.

As of June 30, 2015 and December 31, 2014, the number of shares of Series C Preferred Stock issued and outstanding was 1,432,097 and 1,486,333 shares, respectively. The Series C Preferred shares may be converted into $5.00 worth of common stock and are subject to redemption by SAKL upon a $5.00 cash payment. The Series C Preferred shares hold voting rights equal to 1 share of common stock for every 1 Series C Preferred share. A total of 5,000,000 shares have been designated and authorized as Series C Preferred Stock.

On January 23, 2015 the Board of Directors approved the conversion of 5,950 shares of Series C Preferred shares into 3,233,696 shares of Common Stock. The shares were converted at $0.0092 based on the conversion provisions for the Convertible Series C Preferred Stock designation.

On March 12, 2015 the Board of Directors approved the conversion of 4,676 shares of Series C Preferred shares into 3,500,000 shares of Common Stock. The shares were converted at $0.00668 based on the conversion provisions for the Convertible Series C Preferred Stock designation.

Common Stock

As of June 30, 2015, SAKL was authorized to issue 25 billion shares of common stock with a par value of $0.0001 per share. As of June 30, 2015 and December 31, 2014, the number of common shares issued and outstanding was71,555,530 and 64,821,834, respectively. The common stock holds voting rights of one vote per share. It has no dividend or preemptive rights.

NOTE 10 – SUBSEQUENT EVENTS

On July 30, 2015, the Company's majority owned subsidiary, Landis Salons, Inc. obtained a loan in the amount of $250,000 from On Deck Capital, Inc. The term of the loan is for 15 months with an effective interest rate of 20%. The loan is a merchant services loan that has weekly payments. The Company's CEO, Richard Surber, personally guaranteed the loan.

On August 31, 2015, Sack Lunch Productions, Inc. obtained a short-term bridge loan in the amount of $300,000 from Jan Morgan-Wulf. The terms of loan call for the immediate repayment in the event SAKL obtains $500,000 or more in new capital. The note bears interest at 12% per annum with an origination fee of $9,000 worth of common stock based upon the market price on the date the note closed. The note was also personally guaranteed by the company's CEO, Richard Surber.

In September of 2015, the board of directors approved the redemption and/or cancellation of 614,662 shares of its Series C Preferred stock. The Board of Directors cancelled 369,072 Series C Preferred shares that the company held in its possession for in excess of 5 years based upon the non-performance of certain agreements. Other shares are in the process of being bought back pursuant to certain Stock Purchase Agreements. The total face value of all the shares to be cancelled or redeemed is $3,073,310. The Company expects most of the shares to be cancelled and the transaction recorded in our 2015 third quarter financial statements. The Board of Directors expects all of the certificates comprising the above mention shares will be cancelled by December 31, 2015.

SAKL has evaluated subsequent events through September 18, 2015, which is the date the financial statements were issued.

Item IV: Management's Discussion and Analysis of Plan of Operation

Cautionary Statement Regarding Forward-Looking Statements

The information herein contains certain forward looking statements within the meaning of Section 27A of the Securities Act of 1933, as amended and Section 21E of the Securities Exchange Act of 1934, as amended, which are intended to be covered by the safe harbors created thereby. Investors are cautioned that all forward looking statements involve risks and uncertainty, including, without limitation, the ability of SAKL to continue its business strategy, changes in the real estate markets, labor and employee benefits, as well as general market conditions, competition, and pricing. Although SAKL believes that the assumptions underlying the forward looking statements contained herein are reasonable, any of the assumptions could be inaccurate, and therefore, there can be no assurance that the forward looking statements included in this disclosure will prove to be accurate. In view of the significant uncertainties inherent in the forward looking statements included herein, the inclusion of such information should not be regarded as a representation by SAKL or any other person that the objectives and plans of SAKL will be achieved.

General

Sack Lunch Productions, Inc. ("SAKL" or the "Company") is an entertainment holding company whose subsidiaries have operations in event management, film production and distribution. SAKL also holds a majority interest in Green Endeavors, Inc. (GRNE) which the operate Aveda licensed salons and an Aveda retail. On August 7, 2015, SAKL acquired a 100% interest in Springbok Holdings, LLC ("Springbok"). Springbok's major holdings consists of a 100% interest in The Dirty Dash LLC, Color Me Rad, LLC and Springbok STC, LLC. As a result of the acquisition of Springbok, SAKL through its subsidiaries hold the following national or international event brands: Slide the City, Color Me Rad, The Dirty Dash and The Lantern Fest. Both Slide the City and Color Me Rad have been franchised both nationally and internationally in addition to the events that are held an operated corporately. The following discussion examines SAKL's financial condition as a result of operations for the three and six months ended June 30, 2015 and 2014.

Results of Operations

The following discussion examines our results of operations and financial condition based on our consolidated financial statements for the three and six months ended June 30, 2015 and 2014.

Revenue

Six months ended June 30, 2015 and 2014

Gross revenues for the six months ended June 30, 2015 were $2,398,439 as compared to $2,323,520 for the same period in 2014. The increase in revenue for the six months ended June 30, 2015 compared with the same period in 2014 was $74,919, or 3.2%, is due to an increase in event ticket sales and franchise fee.

Three months ended June 30, 2015 and 2014

Gross revenues for the three months ended June 30, 2015 were $1,492,531 as compared to $1,313,854 for the same period in 2014. The increase in revenues for the three months ended June 30, 2015 compared with the same period in 2014 was $178,677 or 13.5%, is due to an increase in event ticket sales and franchise fees.

Costs and Expenses

Six months ended June 30, 2015 and 2014

Total operating expenses for the six months ended June 30, 2015, increased to $3,222,904 from $2,292,410 for the six months ended June 30, 2014 an increase of $930,514 or 40%. The increase over the comparable quarterly period is primarily attributable to an increase in the advertising expenses, legal, accounting, marketing, and production staff along with an increase is the staff required to operate Slide the City™ and The Lantern Fest™ events.

Depreciation and amortization expense for the six months ended June 30, 2015, increased to $113,599 from $81,091 for the six months ended June 30, 2014.

Three months ended June 30, 2015 and 2014

Total operating expenses for the three months ended June 30, 2015, increased to $1,869,657 from $1,166,958 for the three months ended June 30, 2014 an increase of $702,699 or 60%. The increase over the comparable quarterly period is primarily attributable to an increase in the advertising expenses, accounting, marketing, and production staff along with an increase in the staff required to operate Slide the City™ and The Lantern Fest™ events.

Depreciation and amortization expense for the three months ended June 30, 2015, increased to $62,071 from $40,808 for the three months ended June 30, 2014.

Other Income, net

Six months ended June 30, 20154 and 2014

Other income, net, for the six months ended June 30, 2015, was $425,651 compared to other income, net, of $1,073,996 for the six months ended June 30, 2014, a decrease of $648,345 or 60%. The net decrease in other income over the comparable six months is primarily due to a one time gain on sale of securities of $1,001,000 that occurred in the comparable period in 2014. We redeemed $1,000,000 of our Series C Preferred shares for securities that we wrote off to $0.

Three months ended June 30, 20154 and 2014

Other income, net, for the three months ended June 30, 2015, was $483,194 compared to other income, net, of $102,648 for the three months ended June 30, 2014, an increase of $380,546 or 371%. The net increase in other income over the comparable quarterly period is primarily due to forgiveness of debt of $588,824 for June 30, 2015 compared to $204,200 for the comparable period in 2014. The forgiveness of debt in both periods are one time charge offs.

Net Income (loss)

Six months ended June 30, 2015 and 2014

Our net loss for the six months ended June 30, 2015, was $398,814 compared to net income of $1,105,106 for the six months ended June 30, 2014. The increase in losses is primarily due to an increase in operating expenses relating to our event operations as well as a decrease in other income of $648,345 based upon a onetime gain on the sale of securities of $1,001,000 that occurring in the comparable period in 2014.

Three months ended June 30, 2015 and 2014

Net income for the three months ended June 30, 2015, was $106,068 compared to net income of $249,544 for the three months ended June 30, 2014. The decrease in net income is primarily due to an increase in operating expenses relating to our event management operations and a decrease in salon revenues.

Liquidity and Capital Resources

As of June 30, 2015 and December 31, 2014

We had a working capital deficit of $2,891,825 as of June 30, 2015. Our current assets were $2,449,191 which consisted of $1,154,732 in cash, $33,741 in available-for-sale securities, $296,497 in accounts receivable net of allowance for doubtful accounts, $911,100 in inventory, and $52,084 in prepaid expenses. Our total assets were $5,051,798 which included $1,661,699 in property and equipment (net), $176,385 in notes receivable, and $345,761 in film costs, net of amortization, and $418,762 in other assets. Our current liabilities were $5,341,016 including $2,486,432 in accounts payable and accrued expenses, $1,846,197 in deferred revenue (see Note 2 under Deferred Revenue), $98,716 in deferred rent, $232,540 due to related parties, $213,370 in the derivative liability, $235,983 in current portion of notes payable, $100,471 in current portion of notes payable, related party, $20,499 in current portion of capital lease obligations, and $106,808 in current portion of convertible notes payable, net of debt discount. Our long-term liabilities were $724,520 and our total liabilities were $6,065,536. Our total stockholders' deficit at June 30, 2015, was $1,013,738.

Cash Flows from Operating Activities

Cash flows from operating activities include net loss, adjusted for certain non-cash charges, as well as changes in the balances of certain assets and liabilities.

Six months ended June 30, 2015 and 2014

Net cash provided by operating activities for the six months ended June 30, 2015, was $587,151 as compared to $450,196 for the six months ended June 30, 2014. The increase in cash provided by operating activities over the comparable period is primarily due to a $990,277 increase in deferred revenue offset by an increase of $673,891 for inventory

We expect to increase cash provided by operating activities over the next twelve months by executing the individual business strategies of our subsidiaries which include, the acquisition of Springbok and its operating companies, increasing operational efficiencies, reduce discretionary spending, increasing operational levels of Slide the City™ and The Lantern Fest™ events and opening an additional salon. As additional locations are opened, we hope to achieve economies of scale by operating multiple salons with minimal general and administrative staff and expenses.

Cash Flows from Investing Activities

Six months ended June 30, 2015 and 2014

Cash flow used in investing activities for the six months ended June 30, 2015, was $295,990 as compared to $54,707 for the six months ended June 30, 2014. The increase in cash flows used in investing activities is primarily due to an increase in the purchases of property, plant, and equipment of $227,283.

We expect to continue our investing activities, including purchasing both property and equipment for an additional salon location. Additionally, we expect to purchase additional equipment for Slide the City™ events.

Cash Flows from Financing Activities

Six months ended June 30, 2015 and 2014

Cash flows provided by financing activities for the six months ended June 30, 2015, was $133,367 as compared to $60,407 for the six months ended June 30, 2014. The increase in cash flows provided by financing activities over the comparable period is due to an increase in proceeds from the issuance of notes payable, stock optionspartially offset by a decrease of proceeds from the issuance of subsidiary stock.

Other Factors Affecting Liquidity and Capital Resources

We have insufficient current assets to meet our current liabilities due to negative working capital of $2,891,825 as of June 30, 2015. By December 31, 2015, we expect to fully realize $1,846,197 in deferred revenues. Recognition of these revenues will improve our working capital by the same amount. Historically, we have funded our cash needs from a combination of revenues, carried payables, sales of equity, and debt transactions. Since we are not currently realizing net cash flows from our business, we may need to seek financing to continue our operations. Prospective sources of funding could include shareholder loans, equity sales or loans from other sources though no assurance can be given that such sources would be available or that any commitment of support is forthcoming to date.

We do not intend to pay cash dividends in the foreseeable future.

We expect to purchase property or equipment for an additional salon locations. We are currently seeking and analyzing equipment loans and capital leasing options to fund a significant portion of the equipment needed.

We expect to hire approximately 20 stylists over the course of the next 12 months to fully staff our existing salons and in the range of 30 to 40 stylists in the next 24 months to staff an additional salon location. The operating funds needed to carry out this plan will be generated through equity or debt financing.

We expect to continue to expand the event operations of Slide the City and The Lantern Fest. We also acquired a 100% interest in Springbok which operates The Dirty Dash and Color Me Rad. We also expect to improve out cash flows from the sale of additional international franchise systems of Slide the City and Color Me Rad. Cash flows from operations are expected to improve liquidity due to such activities.

Going Concern

Primarily, revenues have not been sufficient to cover SAKL's operating costs. Management's plans to enable SAKL to continue as a going concern include the following:

- Acquiring and creating new events for our event operations;
- Increasing the number of films produced for our own account and third parties;
- Generating additional revenues through increasing the number films we distribute for third parties;
- Producing higher quality films specifically tailored to sell in specific markets;
- Increase retail sales through our Landis Lifestyle Salons;
- Open new salon locations;
- Increasing revenues from rental properties by implementing new marketing programs;
- Reduce expenses through consolidating or disposing of certain subsidiary companies;

There can be no assurance that SAKL can or will be successful in implementing any of its plans or that it will be successful in enabling SAKL to continue as a going concern. SAKL's consolidated financial statements do not include any adjustments that might result from the outcome of this uncertainty.

Impact of Inflation

We compensate some of our salon employees with percentage commissions based on sales they generate. Accordingly, this provides us certain protection against inflationary increases, as payroll expense is a variable cost of sales. In addition, we may increase pricing in our salons to offset any significant increases in wages and cost of services provided. Therefore, we do not believe inflation has had a significant impact on the results of our operations.

Off Balance Sheet Arrangements

We do not have any off-balance sheet financing arrangements.

Item V: Defaults upon senior securities

None.

Item VI: Other information

None.

Item VII: Exhibits

None.

Material Contracts

None.

Subsequent Events

On July 23, 2015 the Board of Directors approved the conversion of 4,488 shares of Series C Preferred shares into 3,300,000 shares of Common Stock. The shares were converted at $0.0068 based on the conversion provisions for the Convertible Series C Preferred Stock designation.

On July 24, 2015 the Company's subsidiary Landis Salons Inc. signed a loan agreement with a non-related third party to borrow $250,000 cash which is to be repaid in weekly payments of $4,346.15.

On August 7, 2015 SAKL signed an agreement with the Members of Springbok Holdings, LLC by which SAKL acquired 100% ownership and control of Springbok Holdings LLC. This acquisition included control of numerous Slide the City™ franchise events previously granted to Springbok by a SAKL subsidiary and events known as The Dirty Dash™ and Color Me Rad,™ two events over which Springbok held exclusive control. These added events are in line with SAKL's move to operate entertainment events as its primary area of operations.

On August 31, 2015 the Company signed a promissory note in the amount of $300,000 for a cash payment in that amount with a non-related third party individual lender. The note provides for repayment on or before November 30, 2015, bears interest at the rate of 12% per annum and included a grant of $9,000 worth of the Company's common stock (a total of 750,000 shares of common stock were issued to the note holder). The note has a provision that in the event the Company obtains financing in an amount that exceed $500,000 the note shall be due at that time.

Subsequent to June 30, 2015 and thus during the third quarter of 2015 Slide the City LLC and Slide the City Franchising, LLC has reacquired a total of 63 territories from Franchisees for the rights to operate Slide the City™ events. The Slide subsidiaries plans are to operate events in the majority of those territories during 2016 as corporate events, without a franchisee involved in the operation, to retain greater control over the quality and success of these events by maintaining direct control over those events.

Articles of Incorporation

The following items are incorporated by reference from the Annual Report of Sack Lunch Productions, Inc. filed with Pink Sheets on July 14, 2009:

Restated Articles of Incorporation of the Company
Articles of Incorporation of Nexia Holdings, Inc. in Utah
Plan of Merger and Share Exchange Agreement
Bylaws of Nexia Holdings, Inc.

Item VIII: Certifications.

I, Richard D. Surber, certify that:

1. I have reviewed this disclosure statement for the quarter ended June 30, 2015 of Sack Lunch Productions, 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: September, 18, 2015

/s/ Richard Surber
Richard D. Surber
President, CEO, CFO and Director